

Agency of Human Services
Office of the Secretary
280 State Drive – Center Building
Waterbury, VT 05671-1000
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MEMORANDUM

TO: Susanne Young, Secretary of Administration *BY*

FROM: Sarah Clark, AHS CFO

THROUGH: Al Gobeille, Secretary, Agency of Human Services *AG*

DATE: June 25, 2019

RE: Medicaid Waiver Closeout Adjustments -- SFY19

Please find attached a supplemental list of requested Medicaid Waiver adjustments that reflect the AHS closeout plan for Agency Central Office and AHS Departments.

DVHA has received the last draw request from DXC representing the 52nd week of Medicaid payments. AHS and DVHA have been closely monitoring the “52 points of light,” knowing that the DVHA GC Program appropriation may not have sufficient GC spending authority to make the final payment. In order to prepare for the worst-case scenario, AHS is requesting a supplemental adjustment to GC spending authority in order for DVHA to closeout. This worst-case scenario is predicated on the amount of drug rebates DVHA will receive in this last week in order to offset expenditures. DAIL, DMH and GMCB have additional unused GC spending authority that make this adjustment possible.

These adjustments reflect the approved process for limited appropriation adjustments per 2018 Special Session Act 11 Sec.E.301.2 (see next page for detail).

AHS ADJUSTMENTS ON ATTACHED SPREADSHHET

- Department of Vermont Health Access
- Department of Mental Health
- Department of Disabilities, Aging, and Independent Living
- Green Mountain Care Board

Approved:



Susanne Young, Secretary of Administration

Date:

6/25/19

**Sec. E.301.2 GLOBAL COMMITMENT APPROPRIATIONS; TRANSFER;
REPORT**

(a) In order to facilitate the end-of-year closeout for fiscal year 2019, the Secretary of Human Services, with approval from the Secretary of Administration, may make transfers among the appropriations authorized for Medicaid and Medicaid-waiver program expenses, including Global Commitment appropriations outside the Agency of Human Services. At least three business days prior to any transfer, the Agency shall submit to the Joint Fiscal Office a proposal of transfers to be made pursuant to this section. A final report on all transfers made under this section shall be made to the Joint Fiscal Committee for review at the September 2019 meeting. The purpose of this section is to provide the Agency with limited authority to modify the appropriations to comply with the terms and conditions of the Global Commitment for Health waiver approved by the Centers for Medicare and Medicaid Services under Section 1115 of the Social Security Act.

**Global Commitment SFY19
AHS GC Closeout Adjustments**

Department	Dept ID	Fund Codes	General 10000	Federal 22005	Global Commitment 20405	Total
AHS	3400001000	AHS Secretary's Office				0
DRS	3400008000	Division of Rate Setting				0
HSB	34000100000	Human Services Board				0
TOTAL AHS/DRS			0	0	0	0
DOC	3480004000	Correctional Services				0
TOTAL DOC			0	0	0	0
DVHA	3410010000	Admin				
		Transfer GC to Global Commitment Program			(424,303)	(424,303)
		Convert GC to GF	50,000		(108,201)	(58,201)
	3410015000	Global Commitment				
		Receive GC from DAIL Developmental Services			4,000,000	4,000,000
		Receive GC from from Admin			424,303	424,303
		Receive GC from State Only			236,314	236,314
		Receive GC from DMH			567,795	567,795
		Receive GC from GMCB			418,850	418,850
	3410016000	GC LTC Waiver				
	3410017000	State Only				
		Transfer GC to Global Commitment Program			(236,314)	(236,314)
	3410018000	Non-Waiver Matched				0
			0			0
TOTAL DVHA			50,000	0	4,878,444	4,928,444
VDH	3420010000	Admin & Support				0
	3420021000	Public Health				0
						0
	3420060000	ADAP				0
TOTAL VDH			0	0	0	0

DMH	3150070000	Mental Health					
		Transfer GC to DVHA			(567,795)	(567,795)	
						0	
						0	
TOTAL DMH			0	0	(567,795)	(567,795)	
DDAIL	3460010000	Administration & Support				0	
						0	
						0	
						0	
	3460020000	DAIL Grants					0
							0
	3460030000	Blind and Visually Impaired					0
							0
	3460040000	Vocational Rehabilitation					0
							0
	3460050000	Developmental Services					0
		Transfer GC to DVHA Global Commitment Program				(4,000,000)	(4,000,000)
							0
							0
	3460070000	TBI, Home & Comm. Based Waiver					0
							0
							0
							0
							0
	TOTAL DDAIL			0	0	(4,000,000)	(4,000,000)
	DCF	3440010000	Admin				0
							0
		3440020000	FSD				
							0
							0
3440030000		CDD					0
							0
3440050000		AABD					0
							0
3440060000		GA					0
							0
3440080000		Reach Up					0
							0
							0
3440100000		OEO					0

3440120000	Woodside				
3440130000	Disability Determination Services				
					0
TOTAL DCF		0	0	0	0
GMCB	3330010000				
	GMCB				
	Transfer GC to DVHA			(418,850)	(418,850)
TOTAL GMCB		0	0	(418,850)	(418,850)
Net by fund all Depts:		50,000	0	(108,201)	(58,201)
AHSCO	3400004000				
	Secretary's Office				
	Global Commitment				
	General and Federal Funds for GC Conversions	(50,000)	(58,201)		(108,201)
TOTAL AHSCO		(50,000)	(58,201)	0	(108,201)

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MEMORANDUM

TO: Susanne Young, Secretary of Administration
FROM: Sarah Clark, AHS CFO *SC*
THROUGH: Al Gobeille, Secretary, Agency of Human Services
DATE: June 5, 2019
RE: Medicaid Waiver Closeout Adjustments – SFY19

Please find attached a list of requested Medicaid Waiver adjustments that reflect the AHS closeout plan for Agency Central Office and AHS Departments.

Some key points on this year's adjustments:

- The DVHA Global Commitment (GC) Program appropriation is projecting a \$7.7M gross shortfall for closeout. This shortfall is a result of DVHA paying for the CY2018 fee-for-service claims tail of Medicaid beneficiaries that were also attributed to the CY2019 Accountable Care Organization (ACO) Program. The DVHA Admin and DAIL Developmental Services appropriations are projecting surpluses, therefore, AHS will be transferring balances to cover the DVHA GC appropriation. By doing this transfer, AHS does not anticipate the need to use contingency funding from the Human Services Caseload Reserve per 2019 Session Act 6 Sec. 63.
 - The DVHA State Only appropriation is also projecting a deficit that is a result of the one-time payment to Springfield Hospital. AHS intends to use one-time General Funds, as outlined in Sec.C.117 of H.542, to cover this shortfall. DVHA will be submitting an excess receipt for this Interdepartmental transfer.
 - The DVHA Long Term Care (LTC) appropriation, managed by DAIL, is projecting a GC surplus. A portion of this surplus will be used to cash in General Fund (GF) that will be carried forward into SFY20. The GF will be used as State match for the Money Follows the Person grant program. This funding was recently re-authorized and the LTC appropriation does not have any base GF for match in SFY20.
 - Other changes reflect the ebb and flow of Medicaid earnings and services for consumers across the AHS appropriations.
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These adjustments reflect the approved process for limited appropriation adjustments per 2018 Special Session Act 11 Sec.E.301.2 (see next page for detail).

AHS ADJUSTMENTS ON ATTACHED SPREADSHHET

- AHS Central Office
- Department of Vermont Health Access
- Vermont Department of Health
- Department of Mental Health
- Department of Disabilities, Aging, and Independent Living
- Department for Children and Families

Approved:



Date: 6/6/19

Susanne Young
Secretary of Administration

**Sec. E.301.2 GLOBAL COMMITMENT APPROPRIATIONS; TRANSFER;
REPORT**

(a) In order to facilitate the end-of-year closeout for fiscal year 2019, the Secretary of Human Services, with approval from the Secretary of Administration, may make transfers among the appropriations authorized for Medicaid and Medicaid-waiver program expenses, including Global Commitment appropriations outside the Agency of Human Services. At least three business days prior to any transfer, the Agency shall submit to the Joint Fiscal Office a proposal of transfers to be made pursuant to this section. A final report on all transfers made under this section shall be made to the Joint Fiscal Committee for review at the September 2019 meeting. The purpose of this section is to provide the Agency with limited authority to modify the appropriations to comply with the terms and conditions of the Global Commitment for Health waiver approved by the Centers for Medicare and Medicaid Services under Section 1115 of the Social Security Act.

**Global Commitment SFY19
AHS GC Closeout Adjustments**

Department	Dept ID	Fund Codes	General 10000	Federal 22005	Global Commitment 20405	Total
AHS	3400001000	AHS Secretary's Office				
		Convert GF to GC	(748,004)		1,618,706	870,702
DRS	3400008000	Division of Rate Setting				0
HSB	34000100000	Human Services Board				0
TOTAL AHS/DRS			(748,004)	0	1,618,706	870,702
DOC	3480004000	Correctional Services				
			0			0
TOTAL DOC			0	0	0	0
DVHA	3410010000	Admin				
		Transfer GC to Global Commitment Program			(2,700,000)	(2,700,000)
						0
	3410015000	Global Commitment				
		Receive GC from DAIL Developmental Services			5,000,000	5,000,000
		Receive GC from from Admin			2,700,000	2,700,000
						0
	3410016000	GC LTC Waiver				
		Convert GC to GF for MFP State match	175,000		(378,706)	175,000
		Convert GC to GF for MFP State match for FY20 carryforward	325,000		(703,311)	325,000
						0
	3410017000	State Only				
	3410018000	Non-Waiver Matched				
			0			0
						0
TOTAL DVHA			500,000	0	3,917,983	4,417,983
VDH	3420010000	Admin & Support				
		Transfer GC to Public Health			(1,396,592)	(1,396,592)
	3420021000	Public Health				
		Receive GC from Admin/Support and convert to GF	645,365			645,365
		Receive GC from ADAP			1,012,504	1,012,504

		Receive GC from ADAP and convert to GF	1,003,522			1,003,522
	3420060000	ADAP				
		Transfer GC to Public Health			(1,012,504)	(1,012,504)
		Transfer GC to Public Health			(2,171,656)	(2,171,656)
	TOTAL VDH		1,648,887	0	(3,568,248)	(1,919,361)
	DMH					
	3150070000	Mental Health				
		Convert GF to GC	(906,025)		1,960,669	1,054,644
						0
						0
	TOTAL DMH		(906,025)	0	1,960,669	1,054,644
	DDAIL					
	3460010000	Administration & Support				0
		Receive GC from TBI			160,000	160,000
		Receive GC from TBI and convert to GF	138,630			138,630
		Receive GC from DAIL Grants and convert to GF	92,420			92,420
	3460020000	DAIL Grants				
		Transfer GC from TBI to DAIL Grants and convert to GF	25,000			25,000
		Transfer GC to DAIL Admin			(200,000)	(200,000)
	3460030000	Blind and Visually Impaired				
		Receive GC from TBI and convert to GF	160,000			160,000
						0
	3460040000	Vocational Rehabilitation				
	3460050000	Developmental Services				
		Transfer GC to DVHA Global Commitment Program			(5,000,000)	(5,000,000)
		Transfer GC to DCF FSD			(200,000)	(200,000)
						0
	3460070000	TBI, Home & Comm. Based Waiver				
		Transfer GC TBI to DAIL Grants			(54,101)	(54,101)
		Transfer GC to DBVI Grants			(346,245)	(346,245)
		Transfer GC to DAIL Admin			(160,000)	(160,000)
		Transfer GC to DAIL Admin			(300,000)	(300,000)
						0

TOTAL DDAIL		418,050	0	(6,100,346)	(5,684,296)
DCF	3440010000 Admin				
	Convert GC to GF	53,142		(115,000)	(61,858)
	3440020000 FSD				
	Convert GF to GC	(2,102,555)		4,550,000	2,447,445
	Receive GC from DAIL Developmental Services			200,000	200,000
					0
	3440030000 CDD				
	Convert GC to GF	1,136,766		(2,460,000)	(1,323,234)
	3440050000 AABD				
					0
	3440060000 GA				
	Convert GF to GC	(9,242)		20,000	10,758
					0
	3440080000 Reach Up				
	Convert GC to GF	92,420		(200,000)	(107,580)
					0
					0
	3440100000 OEO				
	Convert GC to GF	23,105		(50,000)	(26,895)
	3440120000 Woodside				
3440130000 Disability Determination Services					
				0	
TOTAL DCF		(806,364)	0	1,945,000	1,138,636
Net by fund all AHS Depts:		104,544	0	(226,236)	(121,692)
AHSCO	340004000 Secretary's Office				
	Global Commitment				
	General and Federal Funds for GC Conversions	(104,544)	(121,692)		(226,236)
TOTAL AHSCO		(104,544)	(121,692)	0	(226,236)