Additions Deletions

Sec. 2. PRINCIPLES FOR HEALTH CARE FINANCING

The General Assembly adopts the following principles to guide the financing of health care in Vermont:

- (1) All Vermont residents have the right to high-quality health care.
- (2) Vermont residents shall finance Green Mountain Care through taxes that are levied equitably, taking into account an individual's ability to pay. and the value of the health benefits provided.
- (3) Special provision shall be made in developing the financing plan for those

 Vermonters for whom Green Mountain Care will shall be the secondary payer as provided in 33 V.S.A. §1827(e) and (f). for Vermont residents who continue to receive health care through other plans as contemplated provided by an employer, by another state, by a foreign government, or as a retirement benefit.
- (4) Vermont's system for financing health care shall raise revenue

 sufficient to provide funding for the for the benefits package proposed pursuant to 33 V.S.A.

 §1825. medically necessary health care services to all enrolled

 Vermont residents, including maternity and newborn care, pediatric care,

 vision and dental care for children, surgery and hospital care, emergency care,

 outpatient care, treatment for mental health conditions, and prescription drugs.

Sec. 6. TREATMENT OF GROUPS FOR WHOM GREEN MOUNTAIN CARE IS A SECONDARY PAYOR FEDERAL EMPLOYEES

The Health Care Reform Financing Plan submitted to the General Assembly

by the Secretary of Administration and the Director of Health Care Reform on

January 24, 2013 assumed that certain Vermonters, including federal employees and

Medicare beneficiaries, will have Green Mountain Care as secondary coverage. federal employees, including military, will not

be integrated into Green Mountain Care for their primary coverage.

Sec. 7. <u>INTEGRATION REPORT</u>

On or before January 15, 2015, the Secretary of Administration or designee shall report to the House Committees on Health Care and on Ways and Means and the Senate Committees on Health and Welfare and on Finance regarding the options available to the State of Vermont with respect to the potential integration and coordination of groups for which Green Mountain Care will be the secondary payer pursuant to 33 V.S.A §1827(e) and (f), including federal employees, TRICARE enrollees, military, and Medicare beneficiaries, with Green Mountain Care. The report shall include assessments of possible financing and coverage options, which may include tax credits for premiums paid for their primary coverage. For Vermont's Medicare population, the report shall also consider the potential continuation of Medicare supplemental insurance and Medicare Advantage plans.

33 V.S.A. § 1824(f) is added to read:

(f)(1) Federal employees who participate in the Federal Employees Health

Benefits Program (FEHBP) or TRICARE shall be deemed, by virtue of their

participation in those plans, to be covered by Green Mountain Care. The

Green Mountain Care benefit package for federal employees shall be the

benefit package of their respective FEHBP or TRICARE plan. The premiums

paid by federal employees for the FEHBP or TRICARE shall be deemed to be

their share of contributions to the financing for Green Mountain Care.

(2) As used in this subsection, "federal employee" means a person
employed by the U.S. government who is eligible for the FEHBP, a person
retired from employment with the U.S. government who is eligible for the
FEHBP, or an active or retired member of the U.S. Armed Forces who is
eligible for a TRICARE plan.

Sec. 7a. SUPPLEMENTAL PLANS FOR TRICARE PARTICIPANTS

In the event that the Agency of Human Services identifies significant gaps
between the coverage available to federal employees participating in

TRICARE and the coverage available in Green Mountain Care, the Agency
shall propose to the General Assembly a supplemental benefit plan for

TRICARE participants and a mechanism for TRICARE participants to pay for
the cost of the plan.

Also delete Sec. 16 and Sec. 22 (which in substance is a revision of Sec. 7)