| 1 | Ayer/Lyons amendment |
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| 2 | TO THE HONORABLE SENATE: |
| 3 | The Committee on Appropriations to which was referred Senate Bill No. |
| 4 | 135 entitled "An act relating to expanding the responsibilities of the Green |
| 5 | Mountain Care Board" respectfully reports that it has considered the same and |
| 6 | recommends that the report of the Committee on Finance be amended as |
| 7 | follows: |
| 8 | First: By adding reader assistance headings and nine new sections to be |
| 9 | Secs. 38a–38i to read as follows: |
| 10 | * * * Appropriations * * * |
| 11 | Sec. 38a. MAINTAINING EXCHANGE COST-SHARING SUBSIDIES |
| 12 | The sum of \$761,308.00 is appropriated from the General Fund to the |
| 13 | Department of Vermont Health Access in fiscal year 2016 for Exchange |
| 14 | cost-sharing subsidies for individuals at the actuarial levels in effect on |
| 15 | January 1, 2015. |
| 16 | Sec. 38b. INVESTING IN PRIMARY CARE AND PROFESSIONAL |
| 17 | SERVICES |
| 18 | (a) The sum of \$7,500,000.00 in Global Commitment funds is appropriated |
| 19 | to the Department of Vermont Health Access in fiscal year 2016 to increase |
| 20 | reimbursement rates to providers for services provided to Medicaid |
| 21 | beneficiaries. |

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| 1 | (b) In allocating the funds appropriated pursuant to this section, the | |
|----|--|--|
| 2 | Department of Vermont Health Access shall direct: | |
| 3 | (1) \$4,500,000.00 in Global Commitment funds to rate increases for | |
| 4 | primary care providers beginning on January 1, 2016; and | |
| 5 | (2) \$3,000,000.00 for professional services rate increases for services | |
| 6 | provided to Medicaid beneficiaries beginning on January 1, 2016. | |
| 7 | Sec. 38c. RATE INCREASES FOR OTHER MEDICAID PROVIDERS | |
| 8 | The sum of \$9,059,656.00 in Global Commitment funds is appropriated to | |
| 9 | the Agency of Human Services in fiscal year 2016 for the purpose of | |
| 10 | increasing reimbursement rates beginning on July 1, 2015 for providers under | |
| 11 | contract with the Departments of Disabilities, Aging, and Independent Living, | |
| 12 | of Mental Health, of Corrections, of Health, and for Children and Families to | |
| 13 | provide services to Vermont Medicaid beneficiaries, as well as providers under | |
| 14 | contract with the Department of Vermont Health Access to provide home | |
| 15 | health services. | |
| 16 | Sec. 38d. BLUEPRINT FOR HEALTH INCREASES | |
| 17 | The sum of \$4,085,826.00 in Global Commitment funds is appropriated to | |
| 18 | the Department of Vermont Health Access in fiscal year 2016 to increase | |
| 19 | payments to patient-centered medical homes and community health teams | |
| 20 | pursuant to 18 V.S.A. § 702. | |

| 1 | Sec. 38e. GREEN MOUNTAIN CARE BOARD; ALL-PAYER WAIVER; |
|----|--|
| 2 | RATE-SETTING |
| 3 | (a) The sum of \$862,767.00 is appropriated to the Green Mountain Care |
| 4 | Board in fiscal year 2016, of which \$184,636.00 comes from the General |
| 5 | Fund, \$224,774.00 is in Global Commitment funds, \$393,357.00 comes from |
| 6 | the Board's bill-back authority pursuant to 18 V.S.A. § 9374(h), and |
| 7 | \$60,000.00 comes from the Health IT-Fund. |
| 8 | (b) Of the funds appropriated pursuant to this section, the Board shall use: |
| 9 | (1) \$502,767.00 for positions and operating expenses related to the |
| 10 | Board's provider rate-setting authority, the all-payer model, and the Medicaid |
| 11 | <u>cost shift;</u> |
| 12 | (2) \$300,000.00 for contracts and third-party services related to the |
| 13 | all-payer model, provider rate-setting, and the Medicaid cost shift; and |
| 14 | (3) \$60,000.00 to provide oversight of the budget and activities of the |
| 15 | Vermont Information Technology Leaders, Inc. |
| 16 | Sec. 38f. AREA HEALTH EDUCATION CENTERS |
| 17 | The sum of \$700,000.00 in Global Commitment funds is appropriated to the |
| 18 | Department of Health in fiscal year 2016 for a grant to the Area Health |
| 19 | Education Centers for repayment of educational loans for health care providers |
| 20 | and health care educators. |

| 1 | Sec. 38g. OFFICE OF THE HEALTH CARE ADVOCATE; | |
|----|--|--|
| 2 | APPROPRIATION; INTENT | |
| 3 | (a) The Office of the Health Care Advocate has a critical function in the | |
| 4 | Vermont's health care system. The Health Care Advocate provides | |
| 5 | information and assistance to Vermont residents who are navigating the health | |
| 6 | care system and represents their interests in interactions with health insurers, | |
| 7 | health care providers, Medicaid, the Green Mountain Care Board, the General | |
| 8 | Assembly, and others. The continuation of the Office of the Health Care | |
| 9 | Advocate is necessary to achieve additional health care reform goals. | |
| 10 | (b) The sum of \$40,000.00 is appropriated from the General Fund to the | |
| 11 | Agency of Administration in fiscal year 2016 for its contract with the Office of | |
| 12 | the Health Care Advocate. | |
| 13 | (c) It is the intent of the General Assembly that, beginning with the 2017 | |
| 14 | fiscal year budget, the Governor's budget proposal developed pursuant to | |
| 15 | 32 V.S.A. chapter 5 should include a separate provision identifying the | |
| 16 | aggregate sum to be appropriated from all State sources to the Office of the | |
| 17 | Health Care Advocate. | |
| 18 | * * * Cigarette Tax * * * | |
| 19 | Sec. 38h. 32 V.S.A. § 7771 is amended to read: | |
| 20 | § 7771. RATE OF TAX | |
| 21 | * * * | |

21

| 1 | (d) The tax imposed under this section shall be at the rate of $\frac{137.5}{187.5}$ | | |
|----|---|--|--|
| 2 | mills per cigarette or little cigar and for each 0.0325 ounces of roll-your-own | | |
| 3 | tobacco. The interest and penalty provisions of section 3202 of this title shall | | |
| 4 | apply to liabilities under this section. | | |
| 5 | Sec. 38i. 32 V.S.A. § 7814(b) is amended to read: | | |
| 6 | (b) Cigarettes, little cigars, or roll-your-own tobacco. Notwithstanding the | | |
| 7 | prohibition against further tax on stamped cigarettes, little cigars, or | | |
| 8 | roll-your-own tobacco under section 7771 of this title, a floor stock tax is | | |
| 9 | hereby imposed upon every dealer of cigarettes, little cigars, or roll-your-own | | |
| 10 | tobacco in this State who is either a wholesaler, or a retailer who at 12:01 a.m. | | |
| 11 | on July 1, 2014 2015, has more than 10,000 cigarettes or little cigars or who | | |
| 12 | has \$500.00 or more of wholesale value of roll-your-own tobacco, for retail | | |
| 13 | sale in his or her possession or control. The amount of the tax shall be the | | |
| 14 | amount by which the new tax exceeds the amount of the tax already paid for | | |
| 15 | each cigarette, little cigar, or roll-your-own tobacco in the possession or | | |
| 16 | control of the wholesaler or retail dealer at 12:01 a.m. on July 1, 2014 2015, | | |
| 17 | and on which cigarette stamps have been affixed before July 1, $\frac{2014}{2015}$. | | |
| 18 | A floor stock tax is also imposed on each Vermont cigarette stamp in the | | |
| 19 | possession or control of the wholesaler at 12:01 a.m. on July 1, 2014 2015, and | | |
| 20 | not yet affixed to a cigarette package, and the tax shall be at the rate of $\frac{0.13}{0.13}$ | | |
| 21 | \$1.00 per stamp. Each wholesaler and retail dealer subject to the tax shall, on | | |

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| 1 | or before July 25, 2014 2015, file a report to the Commissioner in such form as | | | |
|----|--|-------------------|--|--|
| 2 | the Commissioner may prescribe showing the cigarettes, little cigars, or | | | |
| 3 | roll-your-own tobacco and stamps on hand at 12:01 a.m. on July 1, 2014 2015, | | | |
| 4 | and the amount of tax due thereon. The tax imposed by this section shall be | | | |
| 5 | due and payable on or before July 25, $2014 2015$, and thereafter shall bear | | | |
| 6 | interest at the rate established under section 3108 of this title. In case of timely | | | |
| 7 | payment of the tax, the wholesaler or retail dealer may deduct from the tax due | | | |
| 8 | two and three-tenths of one percent of the tax. Any cigarettes, little cigars, or | | | |
| 9 | roll-your-own tobacco with respect to which a floor stock tax has been | | | |
| 10 | imposed under this section shall not again be subject to tax under section 7771 | | | |
| 11 | of this title. | | | |
| 12 | Second: In Sec. 40, effective dates, in subsection (b), following "28 and 29 | | | |
| 13 | (suspension and review of uniform forms)," by inserting 38a-38g | | | |
| 14 | (appropriations), 38h and 38i (cigarette tax), | | | |
| 15 | | | | |
| 16 | | | | |
| 17 | (Committee vote:) | | | |
| 18 | | | | |
| 19 | | Senator | | |
| 20 | | FOR THE COMMITTEE | | |