

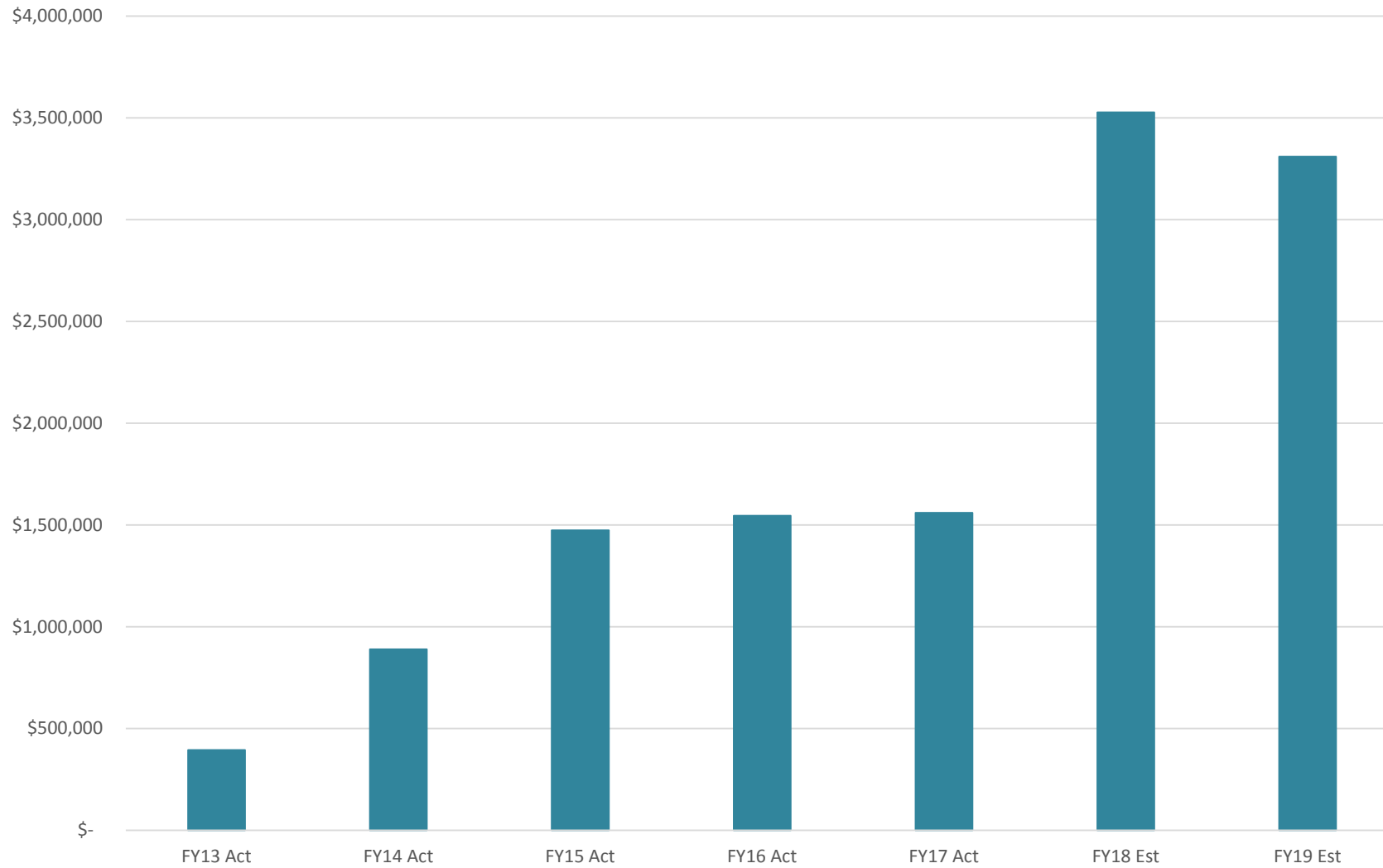
Industry Billback

Stakeholder Work for Senate Committee on Finance

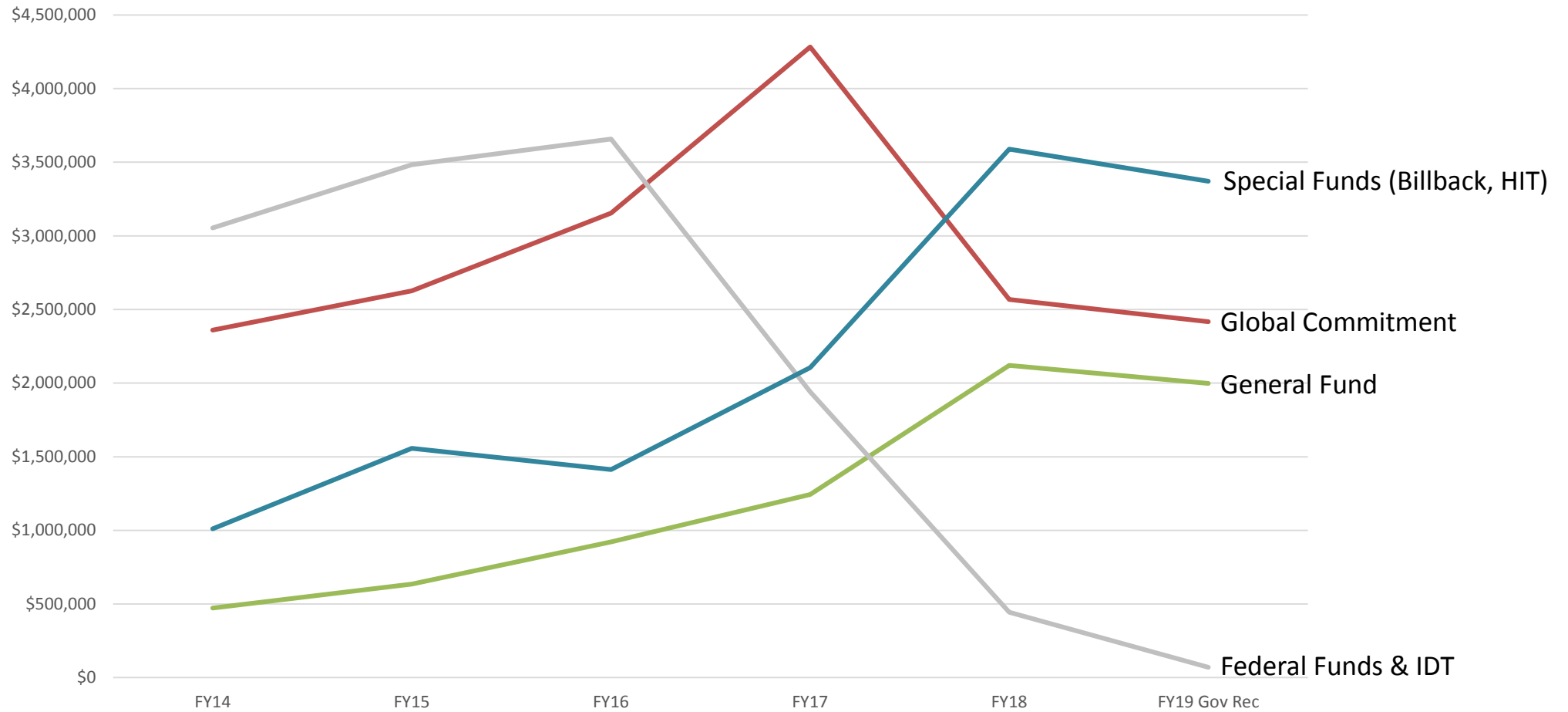
April 11, 2018

Total Amount Billed Back to Regulatory Entities

Industry, HCA & VPQHC per Annual Report to Leg., 2017 Act 85 & FY19 Gov. Rec. Budget



Appropriation by Fund Source



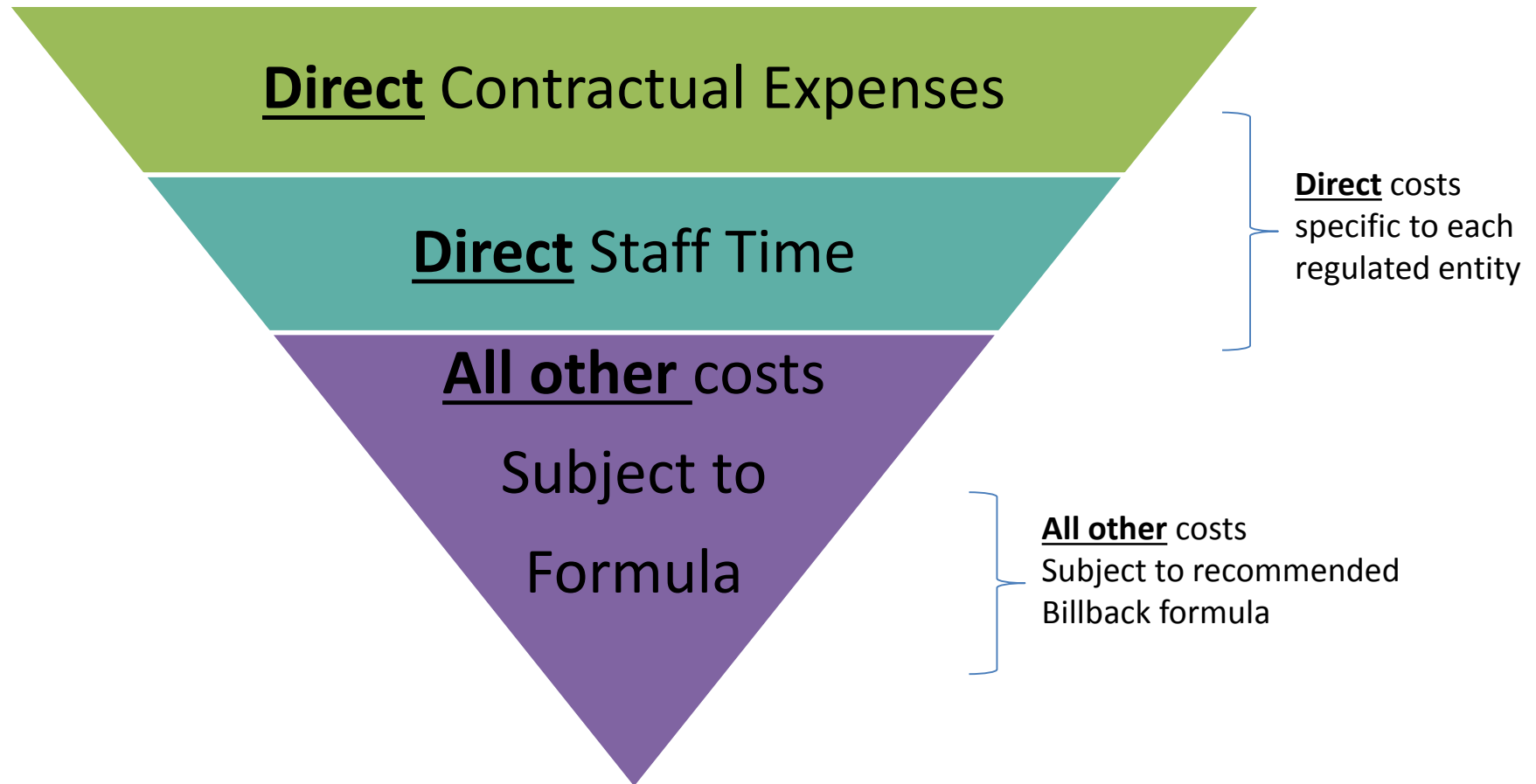
Why Change?

- No longer represented regulatory work
- FY18 Industry Billback a one year solution (2017 Act 73 Sec. 15a)
- Stakeholder Group convened so Billback will more closely represent regulatory work

Stakeholder Group

- **Stakeholders:** BCBSVT, MVP, VAHHS, OneCare, Health Care Advocate
- **Process:** Met three times & discussed scenarios
- **Outcome**
 - Framework for Billbacks
 - Allocation shifted to better reflect regulatory costs
 - ACO will participate in Billback
 - MVP plans to file annually vs semi-annual

Industry Billback Proposal



Industry Billback

Green Mountain Care Board Industry Bill Back Authority

			Prior Billback	FY 18 (Act 73)	Est	FY19 Gov Rec Direct	All Other
State			40%	40%		40%	40%
Hospitals			15%	15%		Regulated entity pays costs direct connected to their regulation. Includes contract expenses + salary costs	30%
All Insurer Types	Non-profit Hospitals and Medical Service Corporations	BCBSVT	15%	45%	35%		24%
	Health Insurance Companies	MVP, Cigna & other	15%		7%		
	Health Maintenance Organizations (HMOs)	BCBSVT & MVP	15%		3%		
ACO			----	----			6%
			100%	100%			100%