

Summary of School Based Medicaid Appropriation Changes in Fiscal Year 2027

House Appropriations Committee
Emily Byrne, Deputy Fiscal Officer
March 18, 2026



JFO

1 Baldwin Street • Montpelier, VT 05633-5701 • (802) 828-2295 • <https://jfo.vermont.gov>

School Based Medicaid Reimbursement Fund: Changes Proposed in Gov. Rec. FY 2027 Budget

School Based Medicaid Reimbursement Fund Changes		
	Special Fund	Notes
Sec. B.309 DVHA State Only	17,400,000	Shift School Based Medicaid Reimbursement to Schools to DVHA from AOE
Sec. B.501 AOE	(17,400,000)	Shift School Based Medicaid Reimbursement to Schools to DVHA from AOE
Total	-	



School Based Medicaid Reimbursement Fund: Technical Change in FY 2027 Budget

School Based Medicaid Change in Gov Rec				
		General Fund	Federal Funds	Notes
Sec. B.312	VDH Public Health	(75,000)	(2,625,000)	Shift MCH Program funding to DVHA as part of School Based Medicaid Program change

School Based Medicaid Change to add to Budget				
		Special Funds		Notes
Sec. B.309	DVHA State Only	2,625,000		Shift MCH Program funding to DVHA as part of School Based Medicaid Program change



School Based Medicaid Reimbursement Fund: Appropriation Changes FY 2027

School Based Medicaid Reimbursement Fund Changes			
	Special Fund	General Fund	Notes
Sec. B.306 DVHA Admin	5,421,490	(5,421,490)	Shift School Based Medicaid Fund to DVHA Admin
Sec. B.318 DCF - CDD	(1,712,000)	1,712,000	Reduce School Based Medicaid Fund in DCF shift to GF
Sec. B.501 AOE	(3,709,490)	3,709,490	Reduce School Based Medicaid Fund in AOE shift to GF
Total	-	-	



School Based Medicaid Reimbursement Fund: Appropriation Changes FY 2027

Other Technical Corrections				
		HIT Fund	School Based Medicaid Fund	Notes
Sec. B.306	DVHA Admin	(1,195,000)	-	Technical correction: cost allocated to the wrong Special fund, shift from HIT to School based Medicaid Fund
Sec. B.306	DVHA Admin	-	1,195,000	



School Based Medicaid Reimbursement Fund: Appropriation Changes FY 2027

Sec. E.307 DEPARTMENT OF VERMONT HEALTH ACCESS; EDUCATION MEDICAID RECEIPTS

(a) Notwithstanding 16 V.S.A. § 2959a; the payments ordinarily made by the Secretary of Education, pursuant to subsections (c) and (d) of this section, shall instead be made by the Commissioner of Vermont Health Access.

EXPLANATION:

The Education Medicaid program is transitioning from the Agency of Education to the Department of Vermont Health Access beginning the second quarter of fiscal year 2027. This language allows the Department of Vermont Health Access to make the first quarter payment to maintain payor consistency, from the state to local education agencies, and to avoid any confusion associated with a first quarter change.

