

Good evening, Chair Sheu,

I'm writing to share DVHA's follow-ups for the committee's questions during our BAA testimony on 12/16/25. Please see below:

- **Clarification of VHC Cloud Migration and VT-IES**
 - There was an inquiry on the one-time VHC cloud migration line item and its relationship to the VT-IES (Integrated Eligibility System) project. VT-IES is the project that will be replacing the existing VHC system and is slated to come online in 2030. VT-IES is an active and ongoing procurement. We are required to ensure the current VHC system remains in compliance until the new VT-IES system comes online. The cloud migration will ensure the system is on supported components for security compliance.
- **What is the percentage rate change for the consensus increase?**
 - Please see the attached spreadsheet for reference. The percentage rate change for the SFY26 BAA consensus increase is 3.14% over SFY26 as passed, and 3.08% over SFY25 actual spend.
- **What is the cost for Medicare buy-in for previous years, and what is the increase due to MSP expansion?**
 - Please see the attached spreadsheet for reference for Medicare buy-in expenditure going back to SFY2022 and showing the projected impact of MSP expansion (effective 1/1/26).
- **Medicaid Eligibility Groups age analysis**
 - Since January 2024, DVHA BO has been collecting age data with the monthly enrollment report. The attached analysis provides a point in time comparison of the mean and median age of those enrolled in our main Medicaid Eligibility Groups from May 2024 (this date was chosen due to the PHE unwinding impact) and December 2025. Over the 20 months represented in this span, the mean age has increased for each adult group. We are not able to say if this is an acceleration in comparison to past periods. Doing this same analysis again in a year should be more illuminating and will also give a baseline for understanding the impacts of HR1 changes effective January 1, 2027 on the age profile of these MEGs.

Please let us know if there is more that would be helpful regarding the above matters, or any other elements of DVHA's BAA testimony.

Thank you for your service to Vermonters,

Alex

DVHA Total Program Cost - Gross \$\$

	Actual FY2023	Actual FY2024	As Passed BAA FY2025	Actual FY2025	As Passed FY2026	Caseload & Utilization (\$/case) SFY26 BAA Request
Total	\$1,058,705,592	\$1,064,695,278	\$1,070,968,057	\$1,111,962,993	\$1,091,194,326	\$34,265,047
yr/yr growth	11.8%	0.6%		4.4%		3.14%
						% over SFY26 As Passed
						3.08%
						% over SFY25 actual spend

DVHA - BUY IN Expenditure and MSP impact

	Actual FY2022	Actual FY2023	Actual FY2024	Actual FY2025	MSP Expansion Jan 2026 start FY2026	MSP Expansion annualized FY2027
Dual/QMB/SLMB	\$50,423,430	\$52,469,404	\$52,334,694	\$54,743,859	\$65,767,206	\$80,964,686
QI (100% FF)	\$5,123,607	\$5,514,174	\$5,519,713	\$5,258,357	\$12,001,654	\$20,009,353
					*There is some offset to MSP expansion cost in estimated in VPharm program costs	

Adult MEG Caseload Age Point in Time Comparison

MEG / Age Cohort	ABD DUALS as of 5/16/24	ABD DUALS as of 12/16/25	ABD ADULT as of 5/16/24	ABD ADULT as of 12/16/25
25 and Under	363	369	1,193	1,157
Cohort % of MEG	1.68%	1.69%	16.08%	16.29%
Median Age of Cohort	23	24	22	22
Mean Age of Cohort	23.1	23.3	21.9	21.90
26-45	3,774	3,651	2,762	2,554
Cohort % of MEG	17.43%	16.75%	37.22%	35.96%
Median Age of Cohort	37	37	35	35
Mean Age of Cohort	36.6	36.7	35.3	35.5
46-65	6,734	6,409	3,310	3,205
Cohort % of MEG	31.10%	29.40%	44.60%	45.13%
Median Age of Cohort	58	58	57	57
Mean Age of Cohort	57.3	57.4	56.3	56.4
66-85	9,399	9,941	142	168
Cohort % of MEG	43.41%	45.60%	1.91%	2.37%
Median Age of Cohort	72	72	72	71
Mean Age of Cohort	73.0	73.2	73.0	72.6
86+	1,383	1,430	14	18
Cohort % of MEG	6.39%	6.56%	0.19%	0.25%
Median Age of Cohort	90	89	88.0	88.0
Mean Age of Cohort	90.60	90.40	89.0	89.1
Total MEG	21,653	21,800	7,421	7,102
Median Age of MEG	64	66	44	44
Mean Age of MEG	60.1	62.7	43.3	43.7

Adult MEG Caseload Age Point in Time Comparison

MEG / Age Cohort	Gen'l Adult Non-ABD as of 5/16/24	Gen'l Adult Non-ABD as of 12/16/25	New Adult Childless as of 5/16/24	New Adult Childless as of 12/16/25	New Adult with Child as of 5/16/24	New Adult with Child as of 12/16/25
25 and Under	3,938	3,249	7,653	6,684	1,566	1,786
Cohort % of MEG	37.06%	25.02%	20.24%	19.87%	6.59%	10.54%
Median Age of Cohort	21	22	22	22	22	22
Mean Age of Cohort	21.2	21.2	22.0	22.0	22.3	21.8
26-35	3,342	4,251	10,392	8,901	6,109	3,462
Cohort % of MEG	31.45%	32.74%	27.49%	26.46%	25.71%	20.42%
Median Age of Cohort	30	31	30	30	32	32
Mean Age of Cohort	30.4	30.8	30.3	30.3	31.4	31.4
36-45	2,302	3,822	7,013	6,615	8,526	5,664
Cohort % of MEG	21.67%	29.43%	18.55%	19.66%	35.88%	33.42%
Median Age of Cohort	40	40	40	40	40	40
Mean Age of Cohort	39.9	40.0	40.2	40.3	40.3	40.5
46-55	816	1,351	2,494	5,009	2,878	3,978
Cohort % of MEG	7.68%	10.40%	6.60%	14.89%	12.11%	23.47%
Median Age of Cohort	49	49	51	51	50	50
Mean Age of Cohort	49.5	49.5	50.8	50.6	50.0	50.0
56+	227	312	10,254	6,431	4,685	2,060
Cohort % of MEG	2.14%	2.40%	27.12%	19.12%	19.71%	12.15%
Median Age of Cohort	59	59	61	61	59	60
Mean Age of Cohort	60.3	60.5	60.6	60.5	59.7	59.7
Total	10,625	12,985	37,806	33,640	23,764	16,950
Median Age of MEG	29	33	37	37	41	41
Mean Age of MEG	31.1	33.7	39.2	39.4	40.9	41.3