Food Security in Vermont Amid Federal Policy Changes

Anore Horton, Executive Director Hunger Free Vermont

House Committee on Human Services October 30, 2025



H.R. 1: Impact on 3SquaresVT

On July 4, 2025, President Trump signed into law **H.R. 1, marking the largest-ever cut to our nation's most effective and dignified federal nutrition program**, the Supplemental Nutrition Assistance Program (SNAP), called 3SquaresVT in our state.

Despite these harmful changes, **3SquaresVT remains our state's most effective and efficient program** to reduce hunger and poverty,
particularly in rural, high living cost states like Vermont.



3SquaresVT Supports Nearly 10% of Vermont



3SquaresVT = \$ for groceries every month

- Supports 63,400 people—most are children, older adults, and people with disabilities.
- Protecting and maximizing participation in 3SquaresVT supports low-income Vermonters, grocers, farmers, and our economy.



People Must Meet Eligibility Requirements

In order to receive 3SquaresVT, **people must apply, meet income and other requirements, complete an interview, and be found eligible** by DCF.

People have to be below certain income limits based on how many people they live with and share food costs with

For example: a single mother with two kids would be a household of three, and need to earn less than ~\$4,100 a month to qualify. That would be about \$49,000 a year in income.



Benefit Amounts

- Benefit amount is determined based on a calculation between a household's income & expenses
 - Expenses include rent or mortgage, utilities, childcare, and medical expenses for older or disabled adults

The average monthly benefit amount for all 39,000 Vermont households participating in 3SquaresVT in September 2025 was \$319, which is about \$79 per week.



SNAP is an essential economic stimulator in Vermont

- Monthly benefits are issues on an Electronic Benefits Transfer (EBT)
 card for most households, which works just like a debit card
- EBT can be used at **600+ retailers in VT** , including 40 farmers markets
- 3SquaresVT keeps more than \$12 million per month in our state economy
- Every \$1 in 3SquaresVT generates up to \$1.80 in economic activity



"3SquaresVT is a lifeline."

Basic needs are called that because they are fundamental to sustaining a person's life.

Too often people have to choose between food for breakfast or putting gas in their car to get to work; between buying needed medication or buying groceries.

3SquaresVT eases the impossible choices so many Vermonters are confronted with each day—between one basic need or another.





H.R.1: Impact on 3SquaresVT

- H.R. 1 made funding cuts and eligibility change s to SNAP and Medicaid, in order to fund steep tax breaks to our nation's most wealthy.
- Forcing every state, including Vermont, to make time consuming and complex changes to our eligibility systems , and contend with a bigger foot of the bill.
- Forcing low-income people to see reductions or total losses in their monthly
 3SquaresVT benefits .



H.R.1 Funding Changes to SNAP

Increase to State Cost to Administer 3SquaresVT - October 1, 2026

- Reduces federal reimbursement for administration from 50% to 25%
- Estimated to cost Vermont an additional \$8.4 million annually
- Investing \$8.4 million now will allow Vermont to bring in over \$150 million in federal dollars in the same 12 month period.

Penalty if Payment Error Rate is 6% or more - October 1, 2027

- May trigger 5-15% state contribution to monthly benefits with PER of 6% or more
- Estimated to cost Vermont \$7-\$22 million annually if we face this penalty



H.R.1 Program Changes to SNAP

Program changes – Effective October 1, 2025

- Changes to how households report calculate utility costs, resulting in an immediate benefit decrease for **2,600 households**.
- Expanded work requirement (3 month time limit) impacting up to approx. **4,400**households including adults 55-65, Veterans, unhoused people, caretakers of kids 14+.
- Restricts 3SquaresVT for many "non-citizen" categories impacting approx. 119
 households



What this means for Vermont

- Despite federal changes, 3SquaresVT remains our most effective, efficient, and dignified food security program
- Vermont state policymakers can ensure it remains so for the 63,400 people, 600+ retailers, 40 farmers markets, and our state economy as a whole



The state of Vermont can take action:

1. Maximize and leverage federal funding wherever possible

- → Fund SNAP Administration
- → Strengthen Early Childhood Nutrition Support
- → Expand Benefits Navigation and Outreach

2. Provide concrete supports to the most vulnerable groups in VT

→ Flexible funding to service providing organizations to be used for purchasing concrete supports for the people they serve

3. Raise revenue

