
**Report to
The Vermont Legislature**

Choices for Care (CFC): Calculating and Allocating Savings

**In Accordance with:
33 V.S.A. §7602
Title 33, Chapter 76, §7602**

Submitted to:

**Joint Fiscal Office
House Committee on Appropriations
House Committee on Human Services
Senate Committee on Appropriations
Senate Committee on Health and Welfare**

Submitted by:

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(DAIL)**

Prepared by:

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Report Date:

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33 V.S.A. § 7601 requires the Department of Disabilities, Aging and Independent Living (DAIL) to determine the amount of available savings in the Choices for Care program.

Savings is defined as “the difference remaining at the conclusion of each fiscal year between the amount of funds appropriated for Choices for Care and the sum of expended and obligated funds, less an amount equal to one percent of that fiscal year’s total Choices for care expenditure.” The one percent (1%) is intended to “function as a reserve to avoid implementing a High Needs wait list due to unplanned Choices for Care budget pressures throughout the fiscal year.”

The Department is required to calculate available savings and report those savings to the Joint Fiscal Office and the House Committees on Appropriations and on Human Services and to the Senate Committees on Appropriations and on Health and Welfare by September 15 of each year.

In SFY24 the Choices for Care appropriation closed the year with significantly less than the 1% reserve available and as a result, per the statute mentioned above, there are no funds available for reinvestment in SFY25.

Choices for Care Year End Summary - SFY24

CFC is managed as one budget
DeptID - 3460080000

	CFC SFY24 Final Appropriation	SFY24 Expense Totals	Fund balances of SFY24 Final Appropriation	CFC Reinvestment Calculation	
General Fund	\$ 1,320,686.81	\$ 1,287,613.75	\$ 33,073.06	\$ -	General Funds carryforward to SFY25 for Money Follows the Person expenses in SFY25.
H&CB Money Follows the Person Federal Fund	\$ 2,450,000.00	\$ 1,135,369.00	\$ 1,314,631.00	\$ -	Federal Funds are available for use in SFY25
H&CB & Nursing Home Global Commitment Fund	\$ 310,614,341.00	\$ 308,883,285.36	\$ 1,731,055.64	\$ 1,731,055.64	
Choices for Care Subtotal all funds	<u>\$ 314,385,027.81</u>	<u>\$ 311,306,268.11</u>	<u>\$ 3,078,759.70</u>	<u>\$ 1,731,055.64</u>	GC Carryforward from SFY24 into SFY25 available before obligations.
				\$ -	
				\$ 1,731,055.64	GC Carryforward to SFY25
				\$ (3,113,062.68)	Less: 1% reserve calculated by taking 1% of SFY24 expenses
				\$ (1,382,007.04)	Total GC available after obligating a 1% reserve. If amount here is negative there are no funds available for reinvestment.
				\$ -	Total funds available for reinvestment.