

| <b>PY 2020 Preliminary Shared Savings/Losses</b>            |  | Claims Incurred From Jan 1 - Dec 31, 2020 |              |                     |
|---|--|---|--------------|---------------------|
| Vermont Medicare ACO Initiative: Performance Year 2020      |  | Claims Paid Through June 30, 2021         |              |                     |
|   |  | Report Last Updated: August 4, 2021       |              |                     |
|   |  | A&D                                       | ESRD         | Total               |
| <b>PY 2020 VT ACO Prospective Benchmark</b>                 |  |   |              |                     |
| 1.  | PY 2020 Prospective Benchmark  | \$555,810,204                             | \$15,873,207 | \$571,683,411       |
| 2.  | PY 2019 Shared Savings Advance   |   |              | \$8,401,660         |
| 3.  | Total PY Prospective Benchmark (Line 1 plus Line 2)                        |   |              | \$580,085,071       |
| <b>PY 2020 VT ACO Updated Benchmark</b>                     |  |   |              |                     |
| 4.  | PY 2020 Prospective Benchmark Updated for Attrition                        | \$388,926,955                             | \$10,508,164 | \$399,435,119       |
| 5.  | PY 2020 Shared Savings   |   |              | \$8,401,660         |
| 6.  | Total PY 2020 Adjusted Benchmark (Line 4 plus Line 5)                      |   |              | \$407,836,779       |
| <b>PY 2020 Aligned Beneficiaries Adjusted for Attrition</b> |  |   |              |                     |
| 7.  | Aligned beneficiaries (as of March 31, 2021)                               | 44,365                                    | 142          | 44,507              |
| 8.  | Accrued eligible person-months   | 542,249                                   | 1,817        | 544,066             |
| <b>PY 2020 Per Beneficiary Expenditures</b>                 |  |   |              |                     |
| 9.  | PY 2020 PBPM   | \$684                                     | \$5,525      | \$700               |
| <b>PY 2020 Incurred Expenditures<sup>2</sup></b>            |  |   |              |                     |
| 10.   | Incurred claims (provider payments)  | \$208,649,569                             | \$3,209,457  | \$211,859,026       |
| 11.   | PLUS: AIPBP Fee Reductions   | \$165,472,517                             | \$6,896,512  | \$172,369,029       |
| 12.   | MINUS Uncompensated Care   | \$3,326,525                               | \$67,373     | \$3,393,898         |
| 13.   | EQUALS: PY 2019 Part A & B Expenditures                                    | \$370,795,561                             | \$10,038,596 | \$380,834,157       |
| <b>Quality Adjustment<sup>3</sup></b>                       |  |   |              |                     |
| 14.   | Maximum Quality Withhold (.5% of line 13)                                  |   |              | -\$1,904,171        |
| 15.   | Quality Score for PY 2019  |   |              | 100.00%             |
| 16.   | Quality Withhold Based on Quality Score (line 14 times line 15)            |   |              | \$0                 |
| <b>Gross Shared Savings/Losses</b>                          |  |   |              |                     |
| 17.   | Gross savings/losses (Line 6 MINUS Line 13 PLUS line 16)                   |   |              | \$27,002,622        |
| 18.   | ACO CAP on Shared Savings/Losses (5% of adjusted PY 2020 Benchmark)        |   |              | \$20,391,839        |
| 19.   | Gross savings/losses with application of CAP                               |   |              | \$20,391,839        |
| <b>Net Shares Savings/Losses</b>                            |  |   |              |                     |
| 20.   | Gross shared savings/losses adjusted for ACO Risk Arrangement (80%)        |   |              | \$16,313,471        |
| 21.   | MINUS Sequestration amount (2%) <sup>4</sup>                               |   |              | \$0                 |
| 22.   | <b>EQUALS Net Shared Savings/Losses</b>                                    |   |              | <b>\$16,313,471</b> |
| 23.   | <b>Final Settlement (Minus 2019 ACO Shared Saving Advance)<sup>5</sup></b> |   |              | <b>\$7,911,811</b>  |

1. These numbers reflect the actual PY 2020 Benchmark adjusted for attrition as it would be applied at settlement

2. This report excludes COVID claims for 124 beneficiaries with expenditures that totaled \$3,390,845.70 (Paid+PBP). Of the 124 beneficiaries who met the COVID exclusions, 38 died during the PY. Additionally, there were 20 beneficiaries who were excluded based on eligibility rules who had a COVID episode. Of the 124 beneficiaries with a COVID episode, 16 were non-Vermont residents.

3. The PY 2020 Quality Score was adjusted to reflect measures that were switched from pay for performance to pay for reporting, since all activities related to the Quality Measures Validation (QMV) Audit for the 2019 performance year were cancelled due to COVID-19.

4. CMS may adjust the amounts set forth in this settlement report, issue a revised settlement report, and make or demand any additional amounts owed to comply with Section 3709(a) of the Coronavirus Aid, Relief, and Economic Security Act of 2020 ("CARES Act").

5. THE PY 2020 ACO Advance on Shared Savings was \$2,200,415 per quarter for a total of \$8,401,660