

HPMS E-Mail

Date: December 16, 2024

Subject: Value-Based Insurance Design (VBID) Model to End after Calendar Year 2025

The Centers for Medicare & Medicaid Services (CMS) is terminating the Medicare Advantage (MA) Value-Based Insurance Design (VBID) model at the end of 2025 due to the model's substantial and unmitigable costs to the Medicare Trust Funds, as required by statute. For more information, please see our [blog post](#). Alongside this announcement, CMS published an executive summary of the [forthcoming evaluation report](#), and [additional analyses](#) of VBID model risk score impact by intervention and plan type, as well as the impact of various risk score factors.

CMS is committed to supporting a stable transition for all enrollees in MA plans participating in the VBID model and will explore innovations that not only advance whole-person health, enhance transparency, and promote drug affordability but also address rising costs and protect the Medicare Trust Funds.