

REQUEST FOR BOARD ACTION

**HENDERSON COUNTY
BOARD OF COMMISSIONERS**

MEETING DATE: March 5, 2018

SUBJECT: Vaya Health – Quarterly Fiscal Monitoring Report (FMR)
for the quarter ended December 31, 2017

PRESENTER: J. Carey McLelland, Finance Director

ATTACHMENTS: Fiscal Monitoring Report (FMR) – December 31, 2017

SUMMARY OF REQUEST:

N.C.G.S. 122C-117(c) requires the staff of the local area mental health authority to provide the County Finance Officer with the quarterly Fiscal Monitoring Report (FMR) within 30 days of the end of the quarter. The County Finance Officer is then required to provide the FMR to the Board of Commissioners at the next regularly scheduled meeting of the board. The attached FMR for Vaya Health was received by the County Finance Director on January 31, 2018

BOARD ACTION REQUESTED:

Request that the Board consider approving the Fiscal Monitoring Report from Vaya Health for the quarter ended December 31, 2017.

Suggested Motion:

I move that the Board of Commissioners approve the Vaya Health Fiscal Monitoring Report for the quarter ended December 31, 2017.

1. REPORT OF BUDGET VS. ACTUAL

ITEM	Basis of Accounting: (check one)	Modified Accrual Accrual	X	(1)		(2)		(3)		(4)		(5)		(6)	
				PRIOR YEAR		CURRENT YEAR		BALANCE		ANNUALIZED					
				2016-2017	BUDGET	ACTUAL	BUDGET	ACTUAL	YR-TO-DATE	(Col. 3-4)	PERCENTAGE **				
REVENUE															
Service Fees from LME-Delivered Services				359,750	459,403	5,000	10,500	(5,500)	420.00%						
Medicaid Pass Through Funds				80,000	42,164	-	-	-	-						
Interest Earned				221,000	254,285	200,558	144,135	56,423	143.73%						
Rental Income				53,772	53,772	53,772	26,886	26,886	100.00%						
Budgeted Fund Balance * (Detail in Item 4, below)				35,333,836	-	19,614,581	-	19,614,581	0.00%						
Other Local				2,364,751	2,158,015	1,651,437	844,154	807,283	102.23%						
Total Local Funds				38,413,109	2,967,639	21,525,348	1,025,675	20,499,673	9.53%						

County Appropriations (by county, includes ABC Funds):															
Alexander	County			50,000	50,000	50,000	25,000	25,000	100.00%						
Alleghany	County			115,483	115,483	115,483	57,742	57,742	100.00%						
Ashe	County			189,566	189,566	189,566	94,783	94,783	100.00%						
Avery	County			89,600	89,600	89,600	44,800	44,800	100.00%						
Buncombe	County			600,000	600,000	600,000	300,000	300,000	100.00%						
Caldwell	County			119,628	119,638	119,628	59,942	59,686	100.21%						
Cherokee	County			75,000	75,000	75,000	37,500	37,500	100.00%						
Clay	County			15,000	15,000	15,000	7,500	7,500	100.00%						
Graham	County			6,000	6,000	6,000	3,000	3,000	100.00%						
Haywood	County			101,900	100,387	101,900	49,028	52,872	96.23%						
Henderson	County			528,612	528,612	528,612	264,306	264,306	100.00%						
Jackson	County			123,081	123,081	123,081	61,541	61,541	100.00%						
Macon	County			106,623	106,623	106,623	53,312	53,312	100.00%						
Madison	County			30,000	30,000	30,000	15,000	15,000	100.00%						
McDowell	County			67,856	67,856	67,856	33,928	33,928	100.00%						
Mitchell	County			18,000	18,000	18,000	9,000	9,000	100.00%						
Polk	County			77,991	78,510	78,491	39,327	39,164	100.21%						
Rutherford	County			102,168	102,168	102,168	51,084	51,084	100.00%						
Swain	County			32,260	26,025	24,091	13,480	10,611	111.91%						
Transylvania	County			99,261	99,261	99,261	49,631	49,631	100.00%						
Watauga	County			171,194	171,194	171,194	85,597	85,597	100.00%						
Wilkes	County			266,810	266,327	267,354	133,815	133,539	100.10%						
Yancey	County			26,000	26,000	26,000	13,000	13,000	100.00%						
Total County Funds				3,012,033	3,004,331	3,004,908	1,502,314	1,502,594	99.99%						

LME Systems Admin. Funds (Cost Model)															
DMH/DD/SAS Administrative Funds (% basis)				138,494	138,494	-	-	-	-						
DMH/DD/SAS Services Funding				62,146,875	59,900,993	77,446,294	39,360,017	38,086,277	101.64%						
DMA Capitation Funding				317,256,174	320,350,760	321,080,065	162,657,542	158,422,523	101.32%						
DMA Risk Reserve Funding				6,474,616	6,467,872	6,552,654	3,326,467	3,226,187	101.53%						
All Other State/Federal Funds				17,000	19,960	254,400	118,427	135,973	93.10%						
Total State and Federal Funds				386,033,159	386,878,079	405,333,413	205,462,453	199,870,960	102.66%						

TOTAL REVENUE				427,458,301	392,850,049	429,863,670	207,990,441	221,873,227	96.77%						
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EXPENDITURES:															
System Management/Administration/Care Coordination				61,766,160	49,073,166	59,871,202	22,923,093	36,948,109	76.57%						
LME Provided Services				2,859,229	3,275,392	1,653,575	719,379	934,196	87.01%						
Provider Payments (State Funds)				347,856,105	340,101,325	351,422,865	173,692,471	177,730,394	98.85%						
Provider Payments (Federal Funds)				9,982,671	8,858,430	13,163,803	8,307,850	4,855,953	126.22%						
Provider Payments (County/Local)				3,284,486	3,204,924	3,004,908	1,378,014	1,626,894	91.72%						
All Other				1,709,650	1,526,012	747,317	387,659	359,658	103.75%						
TOTAL EXPENDITURES				427,458,301	406,039,249	429,863,670	207,408,465	222,455,204	96.50%						

Net Income (from Operations and Risk Reserve)					(13,189,198)		581,976								
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Beginning Unrestricted/Unassigned Fund Balance					8,031,041		11,636,026								
Balance in Restricted DMA Risk Reserve					31,345,510		34,671,977								
Current Estimated Unrestricted/Unassigned Fund Balance and percent of budgeted expenditures				2.72%	11,636,026	-0.43%	(1,859,575)								

2. CURRENT CASH POSITION															
Current Cash in Bank (Including Risk Reserve)							109,388,982								

3. SERVICE EXCEPTIONS (Provided Based on System Capability)															
Services authorized but not billed (IBNR)							19,589,670								

LME / MCO NAME: VAYA HEALTH FOR THE PERIOD ENDING: December 31, 2017
 # of month in the fiscal year (July = 1, August = 2, . . . , June = 12) =====> 6

4. DETAIL ON BUDGETED FUND BALANCE		Budgeted	Utilized Year-to-Date	Remaining Balance	% Utilized
Pymt to Providers/Admin	Single Stream Replacement Funding	7,449,987	3,724,994	3,724,994	50.00%
Payments to DMA	Risk Reserve Match Contribution	2,315,471	1,157,736	1,157,736	50.00%
Other Initiatives	Admin Replacement Funding	3,480,274	0	3,480,274	0.00%
Other Initiatives	Integrated Collab Care Svc Initiatives	4,068,849	1,726,535	2,342,314	42.43%
Other Initiatives	Admin Office - Expansion Project	2,300,000	654,826	1,645,174	28.47%
Total Fund Balance Appropriated/Utilized to Date		19,614,581	7,264,090	12,350,491	37.03%

* We certify (a) this report to contain accurate and complete information, (b) explanations are provided for any expenditure item with an annualized expenditure rate greater than 110% and for any revenue item with an annualized receipt rate of less than 90%, and (c) a copy of this report has been provided to each county manager in the catchment area".

LME / MCO Director _____ Date _____ LME/MCO Finance Officer _____ Date 1/31/2018 Area Board Chair _____ Date _____

Quarterly Fiscal Monitoring Report - Explanation of Revenue and Expenditure Variances

VAYA HEALTH

For the period ending: December 31, 2017

ITEM	Explanation
Revenues Less than 90%	
Fund Balance Appropriated (0.00%)	Fund Balance Appropriation is budgeted - but no actual will be recorded on the financial statements.
Expenditures Exceeding 110%	
Provider Payments (126.2%)	In the GERO and Housing programs, the Federal portion was utilized in the first quarter causing overutilization. Additionally, as of 12/31/2017, the TASC program (\$3.3M) utilized 65% of that federal funding and the SABG Naloxone program (\$3.3M) utilized 100% of that federal funding . (This variance will decrease as the year continues)

Other Notes

ABC funds collected will be shown in the same line as MOE funds for that county. ABC Funds are recorded on a Cash Basis.

County MOE funds are recorded on an accrual basis, therefore the amount shown in the report above may not reflect the actual amount of funds received from each county.

If County Funds of less than 50% of the Annual Budgeted amount have been received, the remaining has been accrued and is considered a receivable at 12/31/2017.

If County MOE funds in excess of 50% of the Annual Budgeted amount have been received, the excess has been deferred and not reflected as income as of 12/31/2017.

Unrestricted/Unassigned Fund Balance for current year is a negative amount due to all of the Fund Balance that has been appropriated due to Single Stream Cuts and as a result of Fund Balance appropriated for General Operations during the current fiscal year.