

REQUEST FOR BOARD ACTION

**HENDERSON COUNTY
BOARD OF COMMISSIONERS**

MEETING DATE: October 1, 2012

SUBJECT: Western Highlands Area Authority – Quarterly Fiscal Monitoring Report (FMR) for the quarter ended June 30, 2012

PRESENTER: J. Carey McLelland, Finance Director

ATTACHMENTS: Fiscal Monitoring Report (FMR) – June 30, 2012

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 Western Highlands Area Authority was received by the County Finance Officer on September 20, 2012.

BOARD ACTION REQUESTED:

Request that the Board consider approving the Fiscal Monitoring Report of Western Highlands Area Authority for the quarter ended June 30, 2012.

Suggested Motion:

I move that the Board of Commissioners approve the Western Highlands Area Authority Fiscal Monitoring Report for the quarter ended June 30, 2012.



Western Highlands Network
A LOCAL MANAGEMENT ENTITY

Rec'd
9/20/12

September 18, 2012

Carey McLelland
Finance Director
Henderson County
113 N Main Street
Hendersonville, NC 28792

Dear Mr. McLelland:

Enclosed please find the Western Highlands Area Authority's Fiscal Monitoring Report for the 2012 fiscal year 4th quarter, ending June 30, 2012. State Law requires the LME to provide the quarterly FMR to the County Finance Officer. This report is to be provided to the Board of County Commissioners at the next regularly scheduled meeting of the Board. I have cited Legislative Bill H2077 for easy reference:

SECTION 3(a) G.S. 122C-117(c) reads as rewritten:

"(c) Within 30 days of the end of each quarter of the fiscal year, the area director and finance officer of the area authority shall provide the quarterly report of the area authority to the county finance officer. The county finance officer shall provide the quarterly report to the board of county commissioners at the next regularly scheduled meeting of the board. The clerk of the board of commissioners shall notify the area director and the county finance officer if the quarterly report required by this subsection has not been submitted within the required period of time. This information shall be presented in a format prescribed by the county. At least twice a year, this information shall be presented in person and shall be read into the minutes of the meeting at which it is presented. In addition, the area director or finance officer of the area authority shall provide to the board of county commissioners ad hoc reports as requested by the board of county commissioners."

Please don't hesitate to call if you have any questions.

Cordially,

Western Highlands Area Authority



Sharon K. Lentz, CPA
Chief Financial Officer

Enclosure

Quarterly Fiscal Monitoring Report - DMHDDASAS

LME / MCO NAME:

Western Highlands Area Authority

FOR THE PERIOD ENDING:

6/30/2012

of month in the fiscal year (July = 1, August = 2, . . . , June = 12) =====>

12

1. REPORT OF BUDGET VS. ACTUAL

ITEM	Cash Accrual	(1)		(2)		(3)		(4)		(5)		(6)	
		x	PRIOR YEAR		CURRENT YEAR		CURRENT YEAR		CURRENT YEAR		CURRENT YEAR		ANNUALIZED PERCENTAGE **
			2010-2011 BUDGET	ACTUAL	BUDGET	ACTUAL YR-TO-DATE	BALANCE (Col. 3-4)	BALANCE (Col. 3-4)	BALANCE (Col. 3-4)				
REVENUE													
Service Fees from LME-Delivered Services										-		#DIV/0!	
Medicaid Pass Thru		11,275,872	7,934,802	6,720,000	3,712,177	3,007,823						55.24%	
Interest Earned		20,000	17,586	32,500	11,158	21,342						34.33%	
Rental Income												#DIV/0!	
Budgeted Fund Balance * (Detail in Item 4, below)		1,516,260		6,168,350		6,168,350						0.00%	
Other Local		16,500	131,292	133,600	182,779	(49,179)						136.81%	
Total Local Funds		12,828,632	8,083,680	13,054,450	3,906,114	9,148,336						29.92%	
County Appropriations (by county, includes ABC Funds):													
Buncombe County		600,000	600,000	600,000	600,000	-						100.00%	
Henderson County		528,612	528,612	528,612	528,612	-						100.00%	
Madison County		30,000	30,000	30,000	30,000	-						100.00%	
Mitchell County		18,000	18,000	18,000	18,000	-						100.00%	
Polk County		74,991	74,991	74,991	74,991	-						100.00%	
Rutherford County		102,168	102,168	102,168	102,168	-						100.00%	
Transylvania County		99,261	99,261	99,261	99,261	-						100.00%	
Yancey County		26,000	26,000	26,000	26,000	-						100.00%	
Total County Funds		1,479,032	1,479,032	1,479,032	1,479,032	-						100.00%	
LME Systems Admin. Funds (Cost Model)		6,047,351	6,047,352	3,023,676	3,023,676	-						100.00%	
DMH/DD/SAS Administrative Funds (% basis)				1,863,501	1,863,501	-						100.00%	
DMH/DD/SAS Risk Reserve Funds (% basis)				310,583	-	310,583						0.00%	
DMH/DD/SAS Services Funding		32,717,876	31,723,408	30,543,579	29,158,314	1,385,265						95.46%	
DMA Capitation Funding				65,355,719	66,417,239	(1,061,520)						101.62%	
DMA Risk Reserve Funding				1,333,790	1,355,454	(21,664)						101.62%	
All Other State/Federal Funds		265,000	242,312	265,000	231,352	33,648						87.30%	
Total State and Federal Funds		39,030,227	38,013,072	102,895,848	102,049,536	646,312						99.37%	
TOTAL REVENUE		53,337,891	47,575,784	117,229,330	107,434,682	9,794,648						91.64%	
EXPENDITURES:													
System Management/Administration/Care Coordination		7,849,504	7,265,436	15,346,899	12,351,351	2,995,548						80.48%	
LME Provided Services						-						#DIV/0!	
Provider Payments		43,852,411	37,613,992	97,035,388	99,222,603	(2,187,215)						102.25%	
Merger Expenses						-						#DIV/0!	
MCO Start-Up Expenses				3,238,782	1,837,059	1,401,723						56.72%	
All Other		1,635,976	1,506,747	1,608,261	1,512,389	95,872						94.04%	
TOTAL EXPENDITURES		53,337,891	46,386,176	117,229,330	114,923,402	2,305,928						98.03%	
CHANGE IN CASH BALANCE			1,189,608		(7,488,720)								
Beginning Unrestricted Fund Balance			6,904,158		6,125,241								
Balance in DMH/DD/SAS Risk Reserve					-								
Balance in DMA Risk Reserve					1,355,698								
Current Estimated Unrestricted Fund Balance and percent of budgeted expenditures		11.48%	6,125,241	1.72%	2,020,710								
2. CURRENT CASH POSITION													
		(1)	(2)	(3)	(4)	(5)	Allowance for Uncollectible Receivables						
		30 DAYS	60 DAYS	90 DAYS	OVER 90 DAYS	TOTAL							
Accounts Payable (Accrual Method)		16,573,315	-	-	-	-							
Account Receivable (Accrual Method)		-	-	-	102,193	\$ 102,193			\$			\$	0
Current Cash in Bank													
3. SERVICE EXCEPTIONS (Provided Based on System Capability)													
Services authorized but not billed													
4. DETAIL ON BUDGETED FUND BALANCE													
				Budgeted	Year-to-Date	Balance	%						
Payments to Providers				2,800,339	2,495,068	305,271	89.10%						
MCO Start-up Expense				3,238,782	1,837,059	1,401,723	56.72%						
LME Merger Expense							#DIV/0!						
Other (List):				129,229	58,996	70,233	45.65%						

* 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".

 9-4-2012
  8-31-12
  9/7/12

LME / MCO Director Date LME/MCO Finance Officer Date Area Board Chair Date

cc: County Manager for each county within the catchment area.

Division of Mental Health, Developmental Disabilities & Substance Abuse Services
Quarterly Fiscal Monitoring Report - Explanation of Revenue and Expenditure Variances

enter *LIME name* Western Highlands Area Authority Local Management Entity
 for the period ending: June 30, 2012

1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31 32 33 34 35 36 37 38 39 40 41 42 43 44 45 46 47 48 49 50 51 52 53 54 55 56 57 58 59 60 61 62 63 64 65 66 67 68 69 70 71 72 73 74 75 76 77 78 79 80 81 82 83 84 85 86 87 88 89 90 91 92 93 94 95 96 97 98 99 100 101 102 103 104 105 106 107 108 109 110 111 112 113 114 115 116 117 118 119 120 121 122 123 124 125 126 127 128 129 130 131 132 133 134 135 136 137 138 139 140 141 142 143 144 145 146 147 148 149 150 151 152 153 154 155 156 157 158 159 160 161 162 163 164 165 166 167 168 169 170 171 172 173 174 175 176 177 178 179 180 181 182 183 184 185 186 187 188 189 190 191 192 193 194 195 196 197 198 199 200 201 202 203 204 205 206 207 208 209 210 211 212 213 214 215 216 217 218 219 220 221 222 223 224 225 226 227 228 229 230 231 232 233 234 235 236 237 238 239 240 241 242 243 244 245 246 247 248 249 250 251 252 253 254 255 256 257 258 259 260 261 262 263 264 265 266 267 268 269 270 271 272 273 274 275 276 277 278 279 280 281 282 283 284 285 286 287 288 289 290 291 292 293 294 295 296 297 298 299 300 301 302 303 304 305 306 307 308 309 310 311 312 313 314 315 316 317 318 319 320 321 322 323 324 325 326 327 328 329 330 331 332 333 334 335 336 337 338 339 340 341 342 343 344 345 346 347 348 349 350 351 352 353 354 355 356 357 358 359 360 361 362 363 364 365 366 367 368 369 370 371 372 373 374 375 376 377 378 379 380 381 382 383 384 385 386 387 388 389 390 391 392 393 394 395 396 397 398 399 400 401 402 403 404 405 406 407 408 409 410 411 412 413 414 415 416 417 418 419 420 421 422 423 424 425 426 427 428 429 430 431 432 433 434 435 436 437 438 439 440 441 442 443 444 445 446 447 448 449 450 451 452 453 454 455 456 457 458 459 460 461 462 463 464 465 466 467 468 469 470 471 472 473 474 475 476 477 478 479 480 481 482 483 484 485 486 487 488 489 490 491 492 493 494 495 496 497 498 499 500 501 502 503 504 505 506 507 508 509 510 511 512 513 514 515 516 517 518 519 520 521 522 523 524 525 526 527 528 529 530 531 532 533 534 535 536 537 538 539 540 541 542 543 544 545 546 547 548 549 550 551 552 553 554 555 556 557 558 559 560 561 562 563 564 565 566 567 568 569 570 571 572 573 574 575 576 577 578 579 580 581 582 583 584 585 586 587 588 589 590 591 592 593 594 595 596 597 598 599 600 601 602 603 604 605 606 607 608 609 610 611 612 613 614 615 616 617 618 619 620 621 622 623 624 625 626 627 628 629 630 631 632 633 634 635 636 637 638 639 640 641 642 643 644 645 646 647 648 649 650 651 652 653 654 655 656 657 658 659 660 661 662 663 664 665 666 667 668 669 670 671 672 673 674 675 676 677 678 679 680 681 682 683 684 685 686 687 688 689 690 691 692 693 694 695 696 697 698 699 700 701 702 703 704 705 706 707 708 709 710 711 712 713 714 715 716 717 718 719 720 721 722 723 724 725 726 727 728 729 730 731 732 733 734 735 736 737 738 739 740 741 742 743 744 745 746 747 748 749 750 751 752 753 754 755 756 757 758 759 760 761 762 763 764 765 766 767 768 769 770 771 772 773 774 775 776 777 778 779 780 781 782 783 784 785 786 787 788 789 790 791 792 793 794 795 796 797 798 799 800 801 802 803 804 805 806 807 808 809 810 811 812 813 814 815 816 817 818 819 820 821 822 823 824 825 826 827 828 829 830 831 832 833 834 835 836 837 838 839 840 841 842 843 844 845 846 847 848 849 850 851 852 853 854 855 856 857 858 859 860 861 862 863 864 865 866 867 868 869 870 871 872 873 874 875 876 877 878 879 880 881 882 883 884 885 886 887 888 889 890 891 892 893 894 895 896 897 898 899 900 901 902 903 904 905 906 907 908 909 910 911 912 913 914 915 916 917 918 919 920 921 922 923 924 925 926 927 928 929 930 931 932 933 934 935 936 937 938 939 940 941 942 943 944 945 946 947 948 949 950 951 952 953 954 955 956 957 958 959 960 961 962 963 964 965 966 967 968 969 970 971 972 973 974 975 976 977 978 979 980 981 982 983 984 985 986 987 988 989 990 991 992 993 994 995 996 997 998 999 1000

ITEM **Explanation**

Revenues

Medicaid Pass Thru: Actual cash revenues have not met projections. Providers have 365 days to bill Medicaid.

Interest Earned: Actual interest earned has not met projections. We will monitor this budget and adjust accordingly.

All Other State/Federal Funds: Represents the Shelter Plus Care contract directly with the Federal govt. The funding billed can vary given the number of participants in the program. Our budgeted numbers represent the maximum grant.

Expenditures