

REQUEST FOR BOARD ACTION

**HENDERSON COUNTY
BOARD OF COMMISSIONERS**

MEETING DATE: August 20, 2014

SUBJECT: Smoky Mountain Center – Quarterly Fiscal Monitoring Report (FMR) for the quarter ended June 30, 2014

PRESENTER: J. Carey McLelland, Finance Director

ATTACHMENTS: Fiscal Monitoring Report (FMR) – June 30, 2014

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 the Smoky Mountain Center was received by the County Finance Officer on August 1, 2014.

BOARD ACTION REQUESTED:

Request that the Board consider approving the Fiscal Monitoring Report from the Smoky Mountain Center for the quarter ended June 30, 2014.

Suggested Motion:

I move that the Board of Commissioners approve the Smoky Mountain Center Fiscal Monitoring Report for the quarter ended June 30, 2014.

Fiscal Monitoring Report - DMHDDSAS

LME / MCO NAME: **SMOKY MOUNTAIN LME/MCO (Includes WHN cash and Fund Balance)** FOR THE PERIOD ENDING: **June 30, 2014 (Not Final)**

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

1. REPORT OF BUDGET VS. ACTUAL

ITEM	Cash Accrual	PRIOR YEAR		CURRENT YEAR		
		(1) BUDGET	(2) ACTUAL	(3) BUDGET	(4) ACTUAL YR-TO-DATE	(5) BALANCE (Col. 3-4)

REVENUE						
Service Fees from LME-Delivered Services		-	8,601	-	7,068	(7,068) #DIV/0!
Medicaid Pass Thru		1,575,000	996,859	125,000	190,297	(65,297) 152.24%
Interest Earned		33,000	50,684	60,000	116,933	(56,933) 194.89%
Rental Income		-	-	-	-	- #DIV/0!
Budgeted Fund Balance * (Detail in Item 4, below)		546,917	-	517,002	-	517,002 0.00%
Other Local		950,920	916,384	973,942	918,106	55,836 94.27%
Total Local Funds		3,105,837	1,972,508	1,675,944	1,232,404	443,540 73.53%

County Appropriations (by county, includes ABC Funds):						
County	(1)	(2)	(3)	(4)	(5)	(6)
Alexander	43,225	37,825	37,825	37,825	(0)	100.00%
Caldwell	113,538	118,747	113,538	118,489	(4,951)	104.36%
McDowell	67,856	67,856	67,856	67,856	-	100.00%
Cherokee	75,000	75,000	75,000	75,000	-	100.00%
Clay	10,000	10,000	15,000	15,000	-	100.00%
Graham	6,000	6,177	6,000	6,000	-	100.00%
Haywood	96,775	98,100	96,775	84,503	12,272	87.32%
Jackson	123,081	123,081	123,081	123,081	0	100.00%
Macon	106,623	106,623	106,623	106,623	0	100.00%
Swain	30,125	30,324	30,125	30,461	(336)	101.12%
Ashe	189,566	189,566	189,566	189,566	-	100.00%
Avery	89,600	89,600	89,600	89,600	-	100.00%
Alleghany	109,709	109,709	112,596	112,596	-	100.00%
Watauga	221,194	221,194	171,194	171,194	-	100.00%
Wilkes	254,200	265,009	254,200	265,626	(11,426)	104.49%
Buncombe	-	-	450,000	450,000	-	100.00%
Henderson	-	-	396,459	396,459	-	100.00%
Madison	-	-	30,000	30,000	-	100.00%
Mitchell	-	-	18,000	18,000	-	100.00%
Polk	-	-	57,743	57,959	(216)	100.37%
Rutherford	-	-	76,626	76,626	-	100.00%
Transylvania	-	-	65,165	74,446	(9,281)	114.24%
Yancey	-	-	26,000	19,500	6,500	75.00%
Total County Funds	1,536,492	1,548,811	2,608,972	2,616,410	(7,438)	100.29%

LME Systems Admin. Funds (Cost Model)	-	-	-	-	-	#DIV/0!
DMH/DD/SAS Administrative Funds (% basis)	3,367,560	3,367,560	5,037,902	5,037,902	-	100.00%
DMH/DD/SAS Risk Reserve Funds (% basis)	485,215	-	-	-	-	#DIV/0!
DMH/DD/SAS Services Funding	26,325,086	26,173,768	50,464,285	49,191,238	1,273,047	97.48%
DMA Capitation Funding	119,902,334	121,308,430	240,187,887	243,073,441	(2,885,554)	101.20%
DMA Risk Reserve Funding	2,452,478	2,478,759	4,871,181	4,960,983	(89,782)	101.84%
All Other State/Federal Funds	-	-	-	41,083	(41,083)	#DIV/0!
Total State and Federal Funds	152,532,673	153,328,517	300,561,255	302,304,627	(1,743,372)	100.58%
TOTAL REVENUE	157,175,002	156,849,836	304,846,171	306,153,441	(1,307,270)	100.43%

EXPENDITURES:						
System Management/Administration/Care Coordination	22,625,370	15,103,019	40,656,524	32,128,146	8,528,378	79.02%
LME Provided Services	1,314,564	1,235,536	1,809,792	1,570,473	239,319	86.78%
Provider Payments (State Funds)	129,119,242	129,631,148	252,354,603	238,373,565	13,981,038	94.46%
Provider Payments (Federal Funds)	1,325,405	1,198,829	6,010,647	5,385,813	625,034	89.60%
Provider Payments (County/Local)	1,536,492	1,521,692	2,730,969	2,725,396	5,573	99.80%
Merger Expenses	-	-	-	-	-	#DIV/0!
MCO Start-Up Expenses	-	-	-	-	-	#DIV/0!
All Other	1,253,927	800,746	1,283,636	1,211,091	72,545	94.35%
TOTAL EXPENDITURES	157,175,000	149,490,970	304,846,171	281,394,284	23,451,887	92.31%

CHANGE IN CASH BALANCE						
Beginning Unrestricted Fund Balance		5,017,643		11,972,820		
Balance in DMH/DD/SAS Risk Reserve		-		-		
Balance in DMA Risk Reserve		-		12,505,396		
Current Estimated Unrestricted Fund Balance and percent of budgeted expenditures	7.62%	11,972,820	17.41%	53,076,671		

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)	8,013,309	676,703	117,654	45,078	\$ 8,852,744	
Account Receivable (Accrual Method)	151,577	691,739	351,655	967,464	\$ 2,162,435	\$ 2,162,435
Current Cash in Bank		98,637,829				

3. SERVICE EXCEPTIONS (Provided Based on System Capability)						
Services authorized but not billed	19,247,200					

4. DETAIL ON BUDGETED FUND BALANCE						
	Budgeted	Year-to-Date	Balance	%		
Payments to Providers	121,997	121,997	0	100.00%		
MCO Start-up Expense				#DIV/0!		
LME Merger Expense				#DIV/0!		
Other (List): Legal Fees	395,005	348,453	46,552	88.21%		

* 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.

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
SMOKY MOUNTAIN LME/MCO (Includes WHN cash and Fund Balance)
for the period ending: June 30, 2014 (Not Final)

ITEM	Explanation
Revenues	
Haywood County-87.32%	Received Less ABC Funds than Budgeted
Yancey - 75%	Smoky has not received one quarterly MOE payment of \$6,500

Expenditures

There were no expenditures exceeding 110% of the budget

Additional Notes:

The Aging of Accounts Payable is based on the invoice date - not necessarily when Smoky received the invoice. The majority of the amounts in the "over 90 days" column are due to A/P associated with Western Highlands transition or due to providers not being paid because they have not submitted EFT (Electronic Funds Transfer) documentation. Smoky now only pays providers through EFTs - no paper checks are processed for provider payments.

Cash and Fund Balance amounts are now reflective of the balances from Western Highlands Network (which are unaudited figures).

Please note that these balances are NOT final June 2014 balances and are subject to change.

Please note that the Accounts Receivable amount does not include the Medicaid Capitation Receivable due to Smoky for unpaid eligibles.

Please note that the Accounts Payable amount does not include any State or Medicaid IBNR (Incurred But Not Reported) projections.