# REQUEST FOR BOARD ACTION

# HENDERSON COUNTY BOARD OF COMMISSIONERS

**MEETING DATE:** 

August 7, 2017

SUBJECT:

Vaya Health – Quarterly Fiscal Monitoring Report (FMR)

for the quarter ended June 30, 2017

PRESENTER:

J. Carey McLelland, Finance Director

ATTACHMENTS:

Fiscal Monitoring Report (FMR) – June 30, 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 July 31, 2017.

## **BOARD ACTION REQUESTED:**

Request that the Board consider approving the Fiscal Monitoring Report from Vaya Health for the quarter ended June 30, 2017.

## Suggested Motion:

I move that the Board of Commissioners approve the Vaya Health Fiscal Monitoring Report for the quarter ended June 30, 2017.

LME / MCO NAME: VAYA HEALTH FOR THE PERIOD ENDING: 6/30/2017 (unaudited-preliminary) # of month in the fiscal year (July = 1, August = 2, ..., June = 12) =======> 12 1. REPORT OF BUDGET VS. ACTUAL Basis of Accounting: Modified Accrual (3) (4) CURRENT YEAR (5) (6) PRIOR YEAR (check one) Accrual BALANCE ANNUALIZED 2015-2016 ACTUAL ITEM BUDGET **ACTUAL** BUDGET YR-TO-DATE PERCENTAGE \*\* (Col. 3-4) REVENUE Service Fees from LME-Delivered Services 370,416 385,087 359,750 415,443 115.48% (55.693) 50,344 Medicaid Pass Through Funds 60,000 80,000 42,164 37,836 52.71% Interest Farned 141,000 229,841 221,000 254,285 (33,285) 115.06% Rental Income 53,772 53,772 53,772 53,772 100.00% 39,381,509 Budgeted Fund Balance \* (Detail in Item 4, below) 17 736 308 39,381,509 0.00% 3,734,467 91.84% Other Local 4.670.325 2.364.751 2.171.790 192.961 Total Local Funds 39,523,328 6.92% 23,031,821 4.453.511 42,460,782 2,937,454 County Appropriations (by county, includes ABC Funds): 37 825 37.825 50,000 100.00% Alexander County 50.000 115.483 115.483 Alleghany County 115.483 115.483 100.00% County 189,566 Ashe 189,566 189,566 100.00% 189,566 Avery County 89,600 89,600 89,600 89,600 100.00% Buncombe County 600,000 600,000 100.00% 600,000 600,000 Caldwell County 118.538 119,377 119,628 119,638 (10) 100.01% Cherokee County 75.000 75.000 75 000 75,000 100.00% Clay County 15.000 15 000 15 000 15,000 100.00% Graham County 6,000 100.00% 6 000 6.000 6 000 1,513 County 101.900 116.762 101.900 Haywood 100.387 98.52% Henderson County 528,612 528,612 528,612 100.00% 528,612 Jackson County 123.081 123.081 123,081 123,081 100.00% Macon County 106,623 106,623 106,623 106,623 100.00% Madison County 30,000 30.000 30,000 30,000 100.00% McDowell County 67 856 67,856 67 856 67 856 100 00% Mitchell County 18,000 18 000 18 000 18 000 100 00% Polk (519 County 77 991 76.991 78 314 78 510 100 67% Rutherford 102,168 102,168 County 102,168 102,168 100.00% Swain County 25,000 25,799 32,260 26,025 6,235 80.67% Transylvania 99,261 99,261 99,261 County 99,261 100.00% Watauga County 171,195 171.195 171,194 171,194 100.00% Wilkes County 264,200 26,000 266.718 266.810 266.327 483 99.82% Yancey County 26.000 26.000 26 000 100 00% 3,008,241 2.987.899 **Total County Funds** 3,012,033 3,004,331 7,702 99.74% LME Systems Admin. Funds (Cost Model) DMH/DD/SAS Administrative Funds (% basis) 2,441,587 2,441,587 138,494 138,494 DMH/DD/SAS Services Funding (1,925,992) 103 33% 64,720,453 62.587.966 57,870,471 59,796,463 DMA Capitation Funding 304.657.129 307.814.900 317.256 174 320.350.759 (3,094,585) 100.98% DMA Risk Reserve Funding 6 217 492 6.258.689 6.474.616 6,467,872 6.744 99 90% All Other State/Federal Funds 101,000 80,566 17,000 19.960 (2.960)117.41% Total State and Federal Funds 378,137,661 379.183,708 381 756 755 386,773,548 102.66% (5,016,793) TOTAL REVENUE 404,157,381 386,645,460 427,229,570 91.92% 392,715,333 34,514,237 EXPENDITURES: System Management/Administration/Care Coordination 78,90% 61,766,160 48,735,659 13,030,501 LME Provided Services 4,042,644 2,850,572 2,859,229 2,782,116 97.30% 77,113 Provider Payments (State Funds) 335,399,045 324,388,145 347,652,505 339.766.223 7.886.282 97 73% Provider Payments (Federal Funds) 7.853.268 6.677.173 9.957.540 8.858.430 1,099,110 88 98% Provider Payments (County/Local) 3 016 429 3 235 764 3 284 486 3.172.224 112 262 96 58% All Other 1.561.040 1.296.009 1,709,650 1.329.586 380.064 77.77% TOTAL EXPENDITURES 404,157,381 384,504,193 427,229,570 94.71% 404 644 238 22.585.332 Net Income (from Operations and Risk Reserve) 2 141 267 (11,928,904) Beginning Unrestricted/Unassigned Fund Balance 67,730,176 8,031,041 Balance in Restricted DMA Risk Reserve 24,877,639 31,345,510 8,031,041 2.80% Current Estimated Unrestricted/Unassigned Fund Balance 1.99% 11,943,371 and percent of budgeted expenditures 2. CURRENT CASH POSITION Current Cash in Bank (Including Risk Reserve) 101,630,364 SERVICE EXCEPTIONS ( Provided Based on System Capability) Services authorized but not billed (IBNR) 14.872.020

ar (July = 1, August = 2, , June = 12) ===	====>	12	_		
ED FUND BALANCE					
4. DETAIL ON BUDGETED FUND BALANCE			Utilized Year- to-Date	Remaining Balance	% Utilized
FY1516 MOE unspent-alloc to FY1617		Budgeted 170,735	170,735	Balance	100.009
				4.047.673	80.37
					100.009
				24 001	99.189
	——————————————————————————————————————			,	99.969
				- 120	100.00
			<del></del>		- 100.00
FBC in Caldwell County		100 000	1	69 724	30.28
IDD Crisis Service Expansion	<del></del>				58.34
Integrated Collab Care Svc Initiatives					62.77
Admin Office - Relocation Fund		528.618			64.42
Technology Enabled Care and Expo		104,460			24.43
Youth Villages LifeSet Program		629.027		- 1	100.00
Mediation, Transcription & Other Legal		470,000		303,789	35.36
Equipment & Leasehold Improvements		807.338			56.50
TCLI Legal Aid		475,000	412,500	62,500	86.84
Replacement Bridge Funding		192,467	192,467		100.00
Data Security Initiatives		322,890	207,017	115,873	64.11
Medicaid Reform Readiness		125,000	79,516	45,484	63.61
Community Engagement/Awareness		674,830	642,516	32,314	95.21
Peer Run Recovery Centers		77,400	50,000	27,400	64.60
MAHEC		358,960	369,525	(10,565)	102.94
Jail Diversion		65,000	65,000		100.00
Medication Assisted Tx for Opioid Users		250,000	27,940	222,060	11.18
Project Search		70,000	54,092	15,908	77.27
		200,000	167,467	32,533	83.73
Veteran's Program		225,000	24,983	200,017	11.10
Rebranding		1,389,500	422,115	967,385	30.38
WNC SU Alliance		125,000	111,872	13,128	89.50
ppropriated/Utilized to Date	-	39,381,509	30,403,724	8,977,786	77.20
	Single Stream Replacement Funding Risk Reserve Match Contribution C3@356 Urgent Care Funding Western Region Crisis Expansion Northern Region Crisis Expansion Child Facility Based Crisis FBC in Caldwell County IDD Crisis Service Expansion Integrated Collab Care Svc Initiatives Admin Office - Relocation Fund Technology Enabled Care and Expo Youth Villages LifeSet Program Mediation, Transcription & Other Legal Equipment & Leasehold Improvements TCLI Legal Aid Replacement Bridge Funding Data Security Initiatives Medicaid Reform Readiness Community Engagement/Awareness Peer Run Recovery Centers MAHEC Jail Diversion Medication Assisted Tx for Opioid Users Project Search Substance Use Recovery Housing Veteran's Program Rebranding WNC SU Alliance	Single Stream Replacement Funding Risk Reserve Match Contribution C3@356 Urgent Care Funding Western Region Crisis Expansion Northern Region Crisis Expansion Child Facility Based Crisis FBC in Caldwell County IDD Crisis Service Expansion Integrated Collab Care Svc Initiatives Admin Office - Relocation Fund Technology Enabled Care and Expo Youth Villages LifeSet Program Mediation, Transcription & Other Legal Equipment & Leasehold Improvements TCLI Legal Aid Replacement Bridge Funding Data Security Initiatives Medicaid Reform Readiness Community Engagement/Awareness Peer Run Recovery Centers MAHEC Jail Diversion Medication Assisted Tx for Opioid Users Project Search Substance Use Recovery Housing Veteran's Program Rebranding WNC SU Alliance	Single Stream Replacement Funding   20,622,914	Single Stream Replacement Funding         20,622,914         16,575,241           Risk Reserve Match Contribution         2,325,656         2,325,656           C3@356 Urgent Care Funding         2,943,481         2,919,390           Western Region Crisis Expansion         350,000         349,871           Northern Region Crisis Expansion         9,500         9,500           Child Facility Based Crisis         0         0         0           FBC in Caldwell County         100,000         30,276         100,000         30,276           IDD Crisis Service Expansion         960,000         560,065         10,605         10,000         30,276           Integrated Collab Care Svc Initiatives         4,808,733         3,018,547         34,0521         12,000         560,065         10,460         25,521         10,460         25,521         10,460         25,521         10,460         25,521         10,460         25,521         10,460         25,521         10,460         25,521         10,460         25,521         10,460         25,521         10,460         25,521         10,460         25,521         10,460         25,521         10,460         25,521         10,460         25,521         10,460         25,521         10,460         25,521         10,460 </td <td>  Single Stream Replacement Funding Risk Reserve Match Contribution   2,325,656   2,325,66</td>	Single Stream Replacement Funding Risk Reserve Match Contribution   2,325,656   2,325,66

VAYA HEALTH

\* 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."

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

Quarterly Fiscal Monitoring Report - Explanation of Revenue and Expenditure Variances

**VAYA HEALTH** For the period ending: 6/30/2017 (unaudited-preliminary)

ITEM Explanation

Revenues Less than 90% Medicaid Pass Through Funds (52.7%) Fund Balance Appropriated (0.00%) Swain County MOE (80.7%)

Pass Through services not being used the last several months of FY 16-17. Billing is direct between the Division and NCTracks. Fund Balance Appropriation is budgeted - but no actual will be recorded on the financial statements.

Swain County ABC funds are under the estimated Budget amount as of 6/30/2017.

Expenditures Exceeding 110%

#### Other Notes

LME / MCO NAME:

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

The reason that the Unrestricted/Unassigned Fund Balance at the beginning of FY 15-16 is so much higher than Unrestricted/Unassigned Fund Balance at the beginning of of FY 16-17 is due to all the Commitments that the Board of Directors for Vaya Health have approved. These amounts have been removed from the <u>Unrestricted/Unassigned Fund Balance</u> Section and are now being considered <u>Board Committed Fund Balance</u>

The Net Loss (Current Estimated Unrestricted/Unassigned Fund Balance) through 6/30/2017 is expected due to the use of Fund Balance for Community Reinvestment Initiatives and the large reduction in Single Stream Funding for FY 16-17 that had to be replaced with Fund Balance.