

**REQUEST FOR BOARD ACTION**

**HENDERSON COUNTY  
BOARD OF COMMISSIONERS**

**MEETING DATE:** November 15, 2017

**SUBJECT:** Vaya Health – Quarterly Fiscal Monitoring Report (FMR)  
for the quarter ended September 30, 2017

**PRESENTER:** J. Carey McLelland, Finance Director

**ATTACHMENTS:** Fiscal Monitoring Report (FMR) – September 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 October 31, 2017.

**BOARD ACTION REQUESTED:**

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

***Suggested Motion:***

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

LME / MCO NAME:

VAYA HEALTH

FOR THE PERIOD ENDING:

September 30, 2017

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

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1. REPORT OF BUDGET VS. ACTUAL

ITEM	Basis of Accounting: (check one)	Modified Accrual Accrual	X	PRIOR YEAR		CURRENT YEAR		BALANCE (Col. 3-4)	ANNUALIZED PERCENTAGE **
				(1)	(2)	(3)	(4)		
				BUDGET	ACTUAL	BUDGET	ACTUAL YR-TO-DATE		
<b>REVENUE</b>									
Service Fees from LME-Delivered Services				359,750	459,403	48,000	2,009	45,991	16.74%
Medicaid Pass Through Funds				80,000	42,164	-	-	-	-
Interest Earned				221,000	254,285	200,558	69,266	131,292	138.15%
Rental Income				53,772	53,772	53,772	13,443	40,329	100.00%
Budgeted Fund Balance * (Detail in Item 4, below)				35,333,836	-	19,380,771	-	19,380,771	0.00%
Other Local				2,364,751	2,158,015	1,612,437	284,868	1,327,569	70.67%
<b>Total Local Funds</b>				<b>38,413,109</b>	<b>2,967,639</b>	<b>21,295,538</b>	<b>369,586</b>	<b>20,925,952</b>	<b>6.94%</b>

County Appropriations (by county, includes ABC Funds):									
Alexander	County			50,000	50,000	50,000	12,500	37,500	100.00%
Alleghany	County			115,483	115,483	115,483	28,871	86,612	100.00%
Ashe	County			189,566	189,566	189,566	47,392	142,175	100.00%
Avery	County			89,600	89,600	89,600	22,400	67,200	100.00%
Buncombe	County			600,000	600,000	600,000	150,000	450,000	100.00%
Caldwell	County			119,628	119,638	119,628	29,922	89,706	100.05%
Cherokee	County			75,000	75,000	75,000	18,750	56,250	100.00%
Clay	County			15,000	15,000	15,000	3,750	11,250	100.00%
Graham	County			6,000	6,000	6,000	1,500	4,500	100.00%
Haywood	County			101,900	100,387	101,900	23,606	78,294	92.66%
Henderson	County			528,612	528,612	528,612	132,153	396,459	100.00%
Jackson	County			123,081	123,081	123,081	30,770	92,311	100.00%
Macon	County			106,623	106,623	106,623	26,656	79,967	100.00%
Madison	County			30,000	30,000	30,000	7,500	22,500	100.00%
McDowell	County			67,856	67,856	67,856	16,964	50,892	100.00%
Mitchell	County			18,000	18,000	18,000	4,500	13,500	100.00%
Polk	County			77,991	78,510	78,491	19,690	58,801	100.34%
Rutherford	County			102,168	102,168	102,168	25,542	76,626	100.00%
Swain	County			32,260	26,025	24,091	6,863	17,228	113.95%
Transylvania	County			99,261	99,261	99,261	24,815	74,446	100.00%
Watauga	County			171,194	171,194	171,194	42,799	128,396	100.00%
Wilkes	County			266,810	266,327	267,354	66,875	200,479	100.06%
Yancey	County			26,000	26,000	26,000	6,500	19,500	100.00%
<b>Total County Funds</b>				<b>3,012,033</b>	<b>3,004,331</b>	<b>3,004,908</b>	<b>750,317</b>	<b>2,254,591</b>	<b>99.88%</b>

LME Systems Admin. Funds (Cost Model)									
DMH/DD/SAS Administrative Funds (% basis)				138,494	138,494	-	-	-	-
DMH/DD/SAS Services Funding				62,146,875	59,899,876	61,776,871	15,563,141	46,213,730	100.77%
DMA Capitation Funding				317,256,174	320,350,760	321,080,065	79,775,317	241,304,748	99.38%
DMA Risk Reserve Funding				6,474,616	6,467,872	6,552,654	1,618,969	4,933,685	98.83%
All Other State/Federal Funds				17,000	19,960	-	47,823	(47,823)	-
<b>Total State and Federal Funds</b>				<b>386,033,159</b>	<b>386,876,962</b>	<b>389,409,590</b>	<b>97,005,250</b>	<b>292,404,340</b>	<b>102.66%</b>

<b>TOTAL REVENUE</b>				<b>427,458,301</b>	<b>392,848,932</b>	<b>413,710,037</b>	<b>98,125,153</b>	<b>315,584,883</b>	<b>94.87%</b>
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EXPENDITURES:									
System Management/Administration/Care Coordination				61,766,160	49,057,232	59,358,939	11,130,181	48,228,758	75.00%
LME Provided Services				2,859,229	3,275,392	1,653,575	372,401	1,281,174	90.08%
Provider Payments (State Funds)				347,856,105	340,101,325	339,166,733	82,486,495	256,680,238	97.28%
Provider Payments (Federal Funds)				9,982,671	8,858,430	9,778,565	2,784,325	6,994,240	113.90%
Provider Payments (County/Local)				3,284,486	3,204,924	3,004,908	652,205	2,352,703	86.82%
All Other				1,709,650	1,526,012	747,317	198,689	548,628	106.35%
<b>TOTAL EXPENDITURES</b>				<b>427,458,301</b>	<b>406,023,315</b>	<b>413,710,037</b>	<b>97,624,296</b>	<b>316,085,741</b>	<b>94.39%</b>

<b>Net Income (from Operations and Risk Reserve)</b>					<b>(13,174,381)</b>		<b>500,858</b>		
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<b>Beginning Unrestricted/Unassigned Fund Balance</b>					<b>8,031,041</b>		<b>15,692,872</b>		
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<b>Balance in Restricted DMA Risk Reserve</b>					<b>31,345,510</b>		<b>32,964,479</b>		
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<b>Current Estimated Unrestricted/Unassigned Fund Balance and percent of budgeted expenditures</b>				<b>3.67%</b>	<b>15,692,872</b>	<b>0.79%</b>	<b>3,276,901</b>		
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2. CURRENT CASH POSITION

<b>Current Cash in Bank (Including Risk Reserve)</b>					<b>105,525,018</b>				
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3. SERVICE EXCEPTIONS ( Provided Based on System Capability)

<b>Services authorized but not billed (IBNR)</b>					<b>17,258,549</b>				
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LME / MCO NAME: VAYA HEALTH FOR THE PERIOD ENDING: September 30, 2017  
 # of month in the fiscal year (July = 1, August = 2, . . . , June = 12) =====> 3

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	1,862,497
Payments to DMA	Risk Reserve Match Contribution	2,315,471	578,868	1,736,603	25.00%
Other Initiatives	Admin Replacement Funding	3,480,274	0	3,480,274	0.00%
Other Initiatives	Integrated Collab Care Svc Initiatives	3,835,039	861,640	2,973,399	22.47%
Other Initiatives	Admin Office - Expansion Project	2,300,000	318,094	1,981,906	13.83%
<b>Total Fund Balance Appropriated/Utilized to Date</b>		<b>19,380,771</b>	<b>3,621,099</b>	<b>15,759,673</b>	<b>18.68%</b>

\* 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".

10/31/2017

LME / MCO Director	Date	LME/MCO Finance Officer	Date	Area Board Chair	Date
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**Quarterly Fiscal Monitoring Report - Explanation of Revenue and Expenditure Variances**

VAYA HEALTH

For the period ending: September 30, 2017

ITEM	Explanation
<b>Revenues Less than 90%</b>	
Service Fees from LME Delivered Svcs (16.7%)	Money Follows the Person, Hotel Pilot, and Duke Endowment funds not fully being utilized yet.
Fund Balance Appropriated (0.00%)	Fund Balance Appropriation is budgeted - but no actual will be recorded on the financial statements.
Other Local (70.67%)	Trillium Fees not recorded.

<b>Expenditures Exceeding 110%</b>	
Provider Payments (113.9%)	In programs such as GERO and Housing, the Federal portion is utilized first causing the overutilization as of 9/30/2017. (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 25% of the Annual Budgeted amount have been received, the remaining has been accrued and is considered a receivable at 9/30/2017.

If County MOE funds in excess of 25% of the Annual Budgeted amount have been received, the excess has been deferred and not reflected as income as of 9/30/2017.