

**REQUEST FOR BOARD ACTION**

**HENDERSON COUNTY  
BOARD OF COMMISSIONERS**

**MEETING DATE:** May 16, 2018

**SUBJECT:** Vaya Health – Quarterly Fiscal Monitoring Report (FMR)  
for the quarter ended March 31, 2018

**PRESENTER:** Samantha Reynolds, Finance Director

**ATTACHMENTS:** Fiscal Monitoring Report (FMR) – March 31, 2018

**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 April 30, 2018.

**BOARD ACTION REQUESTED:**

Request that the Board consider approving the Fiscal Monitoring Report from Vaya Health for the quarter ended March 30, 2018.

***Suggested Motion:***

***I move that the Board of Commissioners approve the Vaya Health Fiscal Monitoring Report for the quarter ended March 30, 2018.***

**1. REPORT OF BUDGET VS. ACTUAL**

ITEM	Basis of Accounting: (check one)	Modified Accrual Accrual	X	(1)		(2)	(3)	(4)		(5)	(6)
				PRIOR YEAR		ACTUAL	BUDGET	ACTUAL	BALANCE (Col. 3-4)	ANNUALIZED PERCENTAGE **	
				BUDGET	ACTUAL						BUDGET

<b>REVENUE</b>											
Service Fees from LME-Delivered Services				359,750	459,403	5,000		18,659		(13,659)	497.57%
Medicaid Pass Through Funds				80,000	42,164	-		-		-	-
Interest Earned				221,000	254,285	200,558		235,974		(35,416)	156.88%
Rental Income				53,772	53,772	53,772		40,329		13,443	100.00%
Budgeted Fund Balance * (Detail in Item 4, below)				35,333,836	-	19,639,329		-		19,639,329	0.00%
Other Local				2,364,751	2,158,015	1,557,937		1,076,220		481,717	92.11%
<b>Total Local Funds</b>				<b>38,413,109</b>	<b>2,967,639</b>	<b>21,456,596</b>		<b>1,371,182</b>		<b>20,085,414</b>	<b>8.52%</b>

<b>County Appropriations (by county, includes ABC Funds):</b>											
Alexander County				50,000	50,000	50,000		37,500		12,500	100.00%
Alleghany County				115,483	115,483	115,483		86,612		28,871	100.00%
Ashe County				189,566	189,566	189,566		142,175		47,392	100.00%
Avery County				89,600	89,600	89,600		67,200		22,400	100.00%
Buncombe County				600,000	600,000	600,000		450,000		150,000	100.00%
Caldwell County				119,628	119,638	119,628		90,234		29,394	100.57%
Cherokee County				75,000	75,000	75,000		56,250		18,750	100.00%
Clay County				15,000	15,000	15,000		11,250		3,750	100.00%
Graham County				6,000	6,000	6,000		4,500		1,500	100.00%
Haywood County				101,900	100,387	101,900		74,377		27,523	97.32%
Henderson County				528,612	528,612	528,612		396,459		132,153	100.00%
Jackson County				123,081	123,081	123,081		92,311		30,770	100.00%
Macon County				106,623	106,623	106,623		79,967		26,656	100.00%
Madison County				30,000	30,000	30,000		22,500		7,500	100.00%
McDowell County				67,856	67,856	67,856		50,892		16,964	100.00%
Mitchell County				18,000	18,000	18,000		13,500		4,500	100.00%
Polk County				77,991	78,510	78,491		58,947		19,544	100.13%
Rutherford County				102,168	102,168	102,168		76,626		25,542	100.00%
Swain County				32,260	26,025	24,091		19,836		4,255	109.79%
Transylvania County				99,261	99,261	99,261		74,446		24,815	100.00%
Watauga County				171,194	171,194	171,194		128,396		42,799	100.00%
Wilkes County				266,810	266,327	267,354		200,969		66,385	100.23%
Yancey County				26,000	26,000	26,000		19,500		6,500	100.00%
<b>Total County Funds</b>				<b>3,012,033</b>	<b>3,004,331</b>	<b>3,004,908</b>		<b>2,254,446</b>		<b>750,462</b>	<b>100.03%</b>

<b>LME Systems Admin. Funds (Cost Model)</b>											
DMH/DD/SAS Administrative Funds (% basis)				138,494	138,494	-		-		-	-
DMH/DD/SAS Services Funding				62,146,875	59,900,993	78,971,472		56,142,588		22,828,884	94.79%
DMA Capitation Funding				317,256,174	320,350,760	329,980,399		241,913,872		88,066,527	97.75%
DMA Risk Reserve Funding				6,474,616	6,467,872	6,734,294		4,950,224		1,784,070	98.01%
All Other State/Federal Funds				17,000	19,960	254,400		192,829		61,571	101.06%
<b>Total State and Federal Funds</b>				<b>386,033,159</b>	<b>386,878,079</b>	<b>415,940,565</b>		<b>303,199,513</b>		<b>112,741,052</b>	<b>102.66%</b>

<b>TOTAL REVENUE</b>				<b>427,458,301</b>	<b>392,850,049</b>	<b>440,402,069</b>		<b>306,825,141</b>		<b>133,576,928</b>	<b>92.89%</b>
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<b>EXPENDITURES:</b>											
System Management/Administration/Care Coordination				61,766,160	49,073,166	61,115,166		35,158,055		25,957,111	76.70%
LME Provided Services				2,859,229	3,275,392	1,653,575		1,082,721		570,854	87.30%
Provider Payments (State Funds)				347,856,105	340,101,325	360,516,281		259,400,319		101,115,962	95.94%
Provider Payments (Federal Funds)				9,982,671	8,858,430	13,340,074		11,027,896		2,312,178	110.22%
Provider Payments (County/Local)				3,284,486	3,204,924	3,029,656		2,098,015		931,641	92.33%
All Other				1,709,650	1,526,012	747,317		579,082		168,235	103.32%
<b>TOTAL EXPENDITURES</b>				<b>427,458,301</b>	<b>406,039,249</b>	<b>440,402,069</b>		<b>309,346,089</b>		<b>131,055,981</b>	<b>93.66%</b>

<b>Net Income (from Operations and Risk Reserve)</b>					<b>(13,189,198)</b>			<b>(2,520,948)</b>			
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<b>Beginning Unrestricted/Unassigned Fund Balance</b>					8,031,041			11,636,026			
<b>Balance in Restricted DMA Risk Reserve</b>					31,345,510			36,295,734			
<b>Current Estimated Unrestricted/Unassigned Fund Balance and percent of budgeted expenditures</b>				2.72%	11,636,026		-1.82%	(8,009,420)			

**2. CURRENT CASH POSITION**

<b>Current Cash in Bank (Including Risk Reserve)</b>					95,861,445						
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**3. SERVICE EXCEPTIONS ( Provided Based on System Capability)**

Services authorized but not billed (IBNR)					16,745,088						
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LME / MCO NAME: VAYA HEALTH FOR THE PERIOD ENDING: March 31, 2018  
 # of month in the fiscal year (July = 1, August = 2, . . . , June = 12) =====> 9

		Budgeted	Utilized to-Date	Year-Remaining Balance	% Utilized
<b>4. DETAIL ON BUDGETED FUND BALANCE</b>					
Payments to Providers	FY1617 MOE unspent-alloc to FY1718	24,748	18,561	6,187	75.00%
Pymt to Providers/Admin	Single Stream Replacement Funding	7,449,987	5,587,490	1,862,497	75.00%
Payments to DMA	Risk Reserve Match Contribution	2,315,471	2,315,471	-	100.00%
Other Initiatives	Admin Replacement Funding	3,480,274	0	3,480,274	0.00%
Other Initiatives	Integrated Collab Care Svc Initiatives	4,068,849	2,527,267	1,541,582	62.11%
Other Initiatives	Admin Office - Expansion Project	2,300,000	1,100,134	1,199,866	47.83%
<b>Total Fund Balance Appropriated/Utilized to Date</b>		<b>19,639,329</b>	<b>11,548,923</b>	<b>8,090,406</b>	<b>58.81%</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\*.

LME / MCO Director \_\_\_\_\_ Date \_\_\_\_\_ LME/MCO Finance Officer \_\_\_\_\_ Date 4/30/2018 Area Board Chair \_\_\_\_\_ Date \_\_\_\_\_

**Quarterly Fiscal Monitoring Report - Explanation of Revenue and Expenditure Variances**

VAYA HEALTH  
 For the period ending: March 31, 2018

ITEM	Explanation
<b>Revenues Less than 90%</b> Fund Balance Appropriated (0.00%)	Fund Balance Appropriation is budgeted - but no actual will be recorded on the financial statements.
<b>Expenditures Exceeding 110%</b> Provider Payments (110.2%)	In the GERO and Housing programs, the Federal portion was utilized in the first quarter causing overutilization. Additionally, as of 3/31/2018, the TASC program (\$3.3M) utilized 99% 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 75% of the Annual Budgeted amount have been received, the remaining has been accrued and is considered a receivable at 3/31/2018.

If County MOE funds in excess of 75% of the Annual Budgeted amount have been received, the excess has been deferred and not reflected as income as of 3/31/2018.

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.