



## Statement of Activities - Actual vs. Budget

**Fiscal Year 2019 / 2020**

As of Date: 11/30/2019

	Year Ending 11/30/2019	11/30/2019		
	FY20 Budget	Budget to Date	Actual	Actual to Budget Variance
<b>Change in Net Assets</b>				
<b>Operating Revenues</b>				
SUD Block Grant & State Opioid Respons	13,058,847	2,176,475	-	(2,176,475)
Autism Revenue	27,781,461	4,630,244	5,761,794	1,131,551
PA 2 Liquor Tax	3,711,375	618,563	-	(618,563)
Interest Revenue	20,000.00	3,333	2,674	(659)
Peformance Bonus Incentive	2,140,000	356,667	-	(356,667)
Local Match Revenue (Members)	2,556,372	426,062	340,016	(86,046)
Hospital Rate Adjuster (HRA)	8,000,000	1,333,333	-	(1,333,333)
MH Block Grant - Veterans Navigator	80,000	13,333	-	(13,333)
Block Grants - Gambling/HispBH/NatAm/TobCessat	440,900	73,483	-	(73,483)
DHS Incentive	693,363	115,561	-	(115,561)
Medicaid, HSW, SED, & Children's Waive	241,546,359	40,257,727	37,616,826	(2,640,901)
Healthy Michigan	25,995,571	4,332,595	4,906,363	573,768
<b>Total Operating Revenues</b>	<b>326,024,248</b>	<b>54,337,375</b>	<b>48,627,673</b>	<b>(5,709,702)</b>
<b>Expenditures</b>				
Salaries and Fringes	1,139,644	189,941	117,355	(72,586)
Office and Supplies Expense	157,590	26,265	25,501	(764)
Contractual and Consulting Expenses	681,215	113,536	87,752	(25,784)
MCIS	305,200	50,867	49,200	(1,667)
Utilities/Conferences/Mileage/Misc Exps	275,451	45,909	35,333	(10,576)
Block Grants - Veterans/HispBH/NatAm/TobaccoCe	440,900	73,483	29,779	(43,704)
Taxes, HRA, and Local Match	14,200,268	2,366,711	340,016	(2,026,695)
Prevention Expenses	3,259,662	543,277	499,399	(43,878)
Beacon Health Options - MCO Contract	10,206,170	1,701,028	1,643,947	(57,082)
Contribution to ISF	5,906,468	984,411	362,960	(621,452)
Member Payments	289,451,680	48,241,947	44,677,915	(3,564,032)
<b>Total Expenditures</b>	<b>326,024,248</b>	<b>54,337,375</b>	<b>47,869,157</b>	<b>(6,468,217)</b>
<b>Total Change in Net Assets</b>	<b>-</b>	<b>-</b>	<b>758,515</b>	<b>758,515</b>



## Statement of Activities Budget to Actual Variance Report

For the Period ending November 30, 2019

### Operating Revenues

SUD Block Grant	MDHHS is no longer prepaying PIHPs for this grant. October services were billed to MDHHS in November. The new expense reimbursement method for FY20 will likely delay payments for 30 to 60 days after the month of service.
Autism Revenue	Revenue is trending toward a higher rate of increase than the 7% initially budgeted. This reflects an increase in autism treatment prevalence as noted by the state's actuary.
PA 2 Liquor Tax	PA2 revenues are received after the Department of Treasury issues payments to the counties. Initial payments aren't expected until after February.
Interest Revenue	Annual interest rate and average account balances are down from initial projections.
Performance Bonus Incentive	This revenue is received after the end of the fiscal year if health plan performance metrics are met.
Local Match Revenue (Members)	Revenue reduction is reflective and equivalent to the reduced local match expense required in the State Appropriation Act.
Hospital Rate Adjuster (HRA)	Revenue is received quarterly. Our 1st quarter payment is expected in February.
MH Block Grant - Veterans Navigator	Revenues are distributed via an expense reimbursement method. October services were billed to MDHHS in November and November services were billed in December.
Block Grants -TIC/HispBH/NatAm/TobCess	Revenues are distributed via an expense reimbursement method. October services were billed to MDHHS in November and November services were billed in December.
DHS Incentive	This revenue is received quarterly beginning in April. Amounts are based on encounter data that supports services to Foster Care and CPS children.
Medicaid B, B3 and HSW	Revenue is trending toward a lower rate of increase than the conservative 7% initially budgeted. Approximately 100 Habilitation Supports Waiver (HSW) payments originally expected were not received. Issues seem to be stemming from the state's billing and eligibility systems.
Healthy Michigan	Revenue is trending toward a slightly higher rate of increase than the conservative 7% initially budgeted. This relates to a higher number of eligibles and the state's rate adjustment for an estimated increase in HMP expenses.

### Expenditures

Salaries and Fringes	A significant portion of the additional salary expenses budgeted will not occur until December and possibly September. In addition, fringe expenses are projected to increase later in the year after insurance plans renewals occur.
Office and Supplies Expense	Expenditures are close to target.
Contractual & Consulting Expenses	This 2 month comparison shows expenditures are under budget. However, some budgeted costs have not been billed and/or contracted yet.
MCIS	Expenditures are close to target.
Utilities/Conf/Mileage/Misc Exps	Some budgeted costs have not been billed yet.
Block Grants -Veterans/TIC/HispBH/NatAm/Tob	Most of these payments are made after expenditures are submitted and paid by MDHHS. This may result in a 30 to 60 day lag.
Taxes, HRA and Local Match	No HRA or tax payments were required during this reporting period.
Prevention Expenses	This reflects costs for SUD prevention services and is based on actual service demand, provider billings, and direct project management service costs.
Beacon Health Options	This reflects actual costs for MCO functions paid per enrollee.
Contribution to ISF	ISF contributions were reduced to match the percentage (.75%) MDHHS's actuary included in the FY20 capitation rates. Other contributions/withholds have been deferred until performance metrics are established.
Member Payments	Expenditures for this line item are under. This relates to the corresponding revenue trends above. Member payments are based on actual revenues received.