



Statement of Activities - Actual vs. Budget

Fiscal Year 2019 / 2020

As of Date: 5/31/2020

	Year Ending 9/30/2020	5/31/2020		
Change in Net Assets	FY20 Budget <i>Amendment 1</i>	Budget to Date	Actual	Actual to Budget Variance
Operating Revenues				
SUD Block Grant & State Opioid, & STR	12,791,586	8,527,724	5,703,589	(2,824,135)
Autism Revenue	35,040,553	23,360,369	23,481,165	120,797
PA 2 Liquor Tax	3,118,375	2,078,917	350,729	(1,728,188)
Interest Revenue	13,000	8,667	9,128	461
Performance Bonus Incentive	2,140,000	1,426,667	-	(1,426,667)
Local Match Revenue (Members)	2,040,096	1,360,064	1,360,064	-
Hospital Rate Adjuster (HRA)	9,000,000	6,000,000	4,939,088	(1,060,912)
MH Block Grant - Veterans Navigator	80,000	53,333	45,783	(7,551)
Block Grants - HispBH/NatAm/TobCess/Clubhouse	348,300	232,200	68,604	(163,596)
Substance Abuse Gambling Disorder Prevention	240,000	160,000	62,816	(97,184)
DHS Incentive	693,363	462,242	200,677	(261,565)
Medicaid, HSW, SED, & Children's Waive	238,393,595	158,929,063	160,239,274	1,310,211
Healthy Michigan	30,173,172	20,115,448	22,312,489	2,197,041
Total Operating Revenues	334,072,040	222,714,693	218,773,407	(3,941,286)
Expenditures				
Salaries and Fringes	1,085,963	723,975	593,002	(130,974)
Office and Supplies Expense	153,090	102,060	94,309	(7,751)
Contractual and Consulting Expenses	733,696	489,131	352,984	(136,147)
MCIS	305,200	203,467	196,800	(6,667)
Utilities/Conferences/Mileage/Misc Exps	281,151	187,434	132,310	(55,124)
Block Grants - Gambl/Veter/HispBH/NatAm/TobCes	668,300	445,533	182,036	(263,497)
Taxes, HRA, and Local Match	14,751,685	9,834,457	7,227,049	(2,607,407)
Prevention Expenses	5,214,900	3,476,600	2,202,757	(1,273,843)
Beacon Health Options - MCO Contract	10,665,185	7,110,123	6,900,118	(210,005)
Contribution to ISF	2,966,991	1,977,994	1,542,952	(435,042)
Member Payments	297,245,879	198,163,919	198,122,396	(41,524)
Total Expenditures	334,072,040	222,714,693	217,546,712	(5,167,981)
Total Change in Net Assets	-	-	1,226,695	1,226,695



Statement of Activities Budget to Actual Variance Report

For the Period ending May 31, 2020

Operating Revenues

SUD Block Grant	Utilization projections were submitted by providers and reviewed in May for the LRE's annual report of excess or insufficient funds report. Approximately \$1.5 million is projected to be lapsed.
Autism Revenue	N/A - Closely aligned with the current budget projections.
PA 2 Liquor Tax	The LRE's first PA2 payment for FY20 was received in May. The revenue from the first quarter payment was applied to the debt service and operational cost for the Detroit Regional Convention Facility Authority.
Interest Revenue	This line item will be adjusted during the next budget amendment.
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)	N/A - Closely aligned with the current budget projections.
Hospital Rate Adjuster (HRA)	LRE received its 2nd quarter payment in April. Payments are based on inpatient psychiatric hospital claim submissions. During the pandemic, the state will start distributing this revenue more frequently.
MH Block Grant - Veterans Navigator	Revenues are distributed via an expense reimbursement method. All reported expenditures are being covered.
Block Grants -HispBH/NatAm/TobCess/Clubhse	Some projects like the Clubhouse Spenddown grant are underspent, but all reported expenditures are being covered.
Sub Abuse Gambling Disorder Prev	The LRE agreed to a budget reduction for this grant in response to the state's request to assist with the financial demands caused by COVID-19. This grant will be reduced on August 1.
DHS Incentive	This revenue is based on encounter data that shows support to Foster Care and CPS children. Our first quarter payment was received in April.
Medicaid B, B3 and HSW	Actual revenues are more than originally projected. Adjustments will be made during the next budget amendment.
Healthy Michigan	Current projections are showing an increase in this line item. Adjustments will be made during the next budget amendment.

Expenditures

Salaries and Fringes	Adjustments will be made to reduce this line item. Final retention payments for FY20 are unlikely due to continuing settlement discussions with the state.
Office and Supplies Expense	Some budgeted costs have not been billed yet and others have been lower than anticipated. Adjustments will be made during the next budget amendment.
Contractual & Consulting Expenses	Some budgeted costs have not been billed yet and others have been lower than anticipated. Adjustments will be made during the next budget amendment.
MCIS	Closely aligned with current projections.
Utilities/Conf/Mleage/Misc Exps	Includes a contingency budget for miscellaneous and/or unforeseen expenses. Expect adjustment during the next budget amendment.
Block Grants -Veterans/HispBH/NatAm/TobCes	Expenditures reported for these grants are based on actual utilization. This budget line will be reduced to correspond with the revenue adjustments noted above.
Taxes, HRA and Local Match	Our first payment IPA tax payment was made in May due to an extension issued by the department of treasury.
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	Other contributions/regional withholds have been deferred until performance metrics are established. Adjustments will be made during the next budget amendment.
Member Payments	Member payments are based on actual revenues received. Expenditures for this line item relate to revenue trends and grant payments noted above.