



Statement of Activities - Actual vs. Budget

Fiscal Year 2019 / 2020

As of Date: 12/31/2019

	Year Ending 12/31/2019	12/31/2019		
Change in Net Assets	FY20 Budget	Budget to Date	Actual	Actual to Budget Variance
Operating Revenues				
SUD Block Grant & State Opioid Respons	13,058,847	3,264,712	1,428,479	(1,836,233)
Autism Revenue	27,781,461	6,945,365	8,660,556	1,715,191
PA 2 Liquor Tax	3,711,375	927,844	-	(927,844)
Interest Revenue	20,000.00	5,000	4,145	(855)
Peformance Bonus Incentive	2,140,000	535,000	-	(535,000)
Local Match Revenue (Members)	2,556,372	639,093	510,024	(129,069)
Hospital Rate Adjuster (HRA)	8,000,000	2,000,000	-	(2,000,000)
MH Block Grant - Veterans Navigator	80,000	20,000	7,111	(12,889)
Block Grants - Gambling/HispBH/NatAm/TobCessat	440,900	110,225	3,915	(106,310)
DHS Incentive	693,363	173,341	-	(173,341)
Medicaid, HSW, SED, & Children's Waive	241,546,359	60,386,590	56,594,491	(3,792,098)
Healthy Michigan	25,995,571	6,498,893	7,458,767	959,874
Total Operating Revenues	326,024,248	81,506,062	74,667,487	(6,838,575)
Expenditures				
Salaries and Fringes	1,139,644	284,911	222,088	(62,823)
Office and Supplies Expense	157,590	39,398	33,769	(5,628)
Contractual and Consulting Expenses	681,215	170,304	116,684	(53,619)
MCIS	305,200	76,300	73,800	(2,500)
Utilities/Conferences/Mileage/Misc Exps	275,451	68,863	48,143	(20,719)
Block Grants - Veterans/HispBH/NatAm/TobaccoCe	440,900	110,225	46,349	(63,876)
Taxes, HRA, and Local Match	14,200,268	3,550,067	510,024	(3,040,043)
Prevention Expenses	3,259,662	814,916	838,368	23,453
Beacon Health Options - MCO Contract	10,206,170	2,551,543	2,467,325	(84,218)
Contribution to ISF	5,906,468	1,476,617	545,731	(930,886)
Member Payments	289,451,680	72,362,920	69,151,038	(3,211,882)
Total Expenditures	326,024,248	81,506,062	74,053,320	(7,452,742)
Total Change in Net Assets	-	-	614,167	614,167



Statement of Activities Budget to Actual Variance Report

For the Period ending December 31, 2019

Operating Revenues

SUD Block Grant	MDHHS is no longer prepaying PIHPs for this grant. October services were billed to MDHHS in November and paid in December. 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 44 Habilitation Supports Waiver (HSW) payments originally expected have not been 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	Fringe expenses are projected to increase later in the year after insurance plan renewals occur.
Office and Supplies Expense	Some budgeted costs have not been billed yet.
Contractual & Consulting Expenses	This 3 month comparison shows expenditures are under budget. However, some budgeted costs have not been contracted out and/or billed 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.