

**Statement of Activities - Actual vs. Budget**
**Fiscal Year 2019 / 2020**

As of Date: 6/30/2020

	Year Ending 9/30/2020	6/30/2020		
	FY20 Budget <u>Amendment 2</u>	Budget to Date	Actual	Actual to Budget Variance
<b>Change in Net Assets</b>				
<b>Operating Revenues</b>				
SUD Block Grant & State Opioid, & STR	11,761,346	8,821,010	5,987,130	(2,833,880)
Autism Revenue	36,039,875	27,029,906	26,708,551	(321,356)
PA 2 Liquor Tax	3,118,375	2,338,781	372,157	(1,966,624)
Interest Revenue	12,320	9,240	10,186	946
Performance Bonus Incentive	2,360,837	1,770,628	-	(1,770,628)
Local Match Revenue (Members)	2,040,096	1,530,072	1,530,072	-
Hospital Rate Adjuster (HRA)	8,000,000	6,000,000	6,246,856	246,856
MH Block Grant - Veterans Navigator	90,000	67,500	51,475	(16,025)
Block Grants - HispBH/NatAm/TobCess/Clubhouse	348,300	261,225	83,709	(177,516)
Substance Abuse Gambling Disorder Prevention	200,000	150,000	76,999	(73,001)
DHS Incentive	693,363	520,022	200,677	(319,345)
Medicaid, HSW, SED, & Children's Waive	244,981,868	183,736,401	185,157,091	1,420,690
Healthy Michigan	34,133,481	25,600,111	25,725,727	125,616
<b>Total Operating Revenues</b>	<b>343,779,861</b>	<b>257,834,896</b>	<b>252,150,630</b>	<b>(5,684,266)</b>
<b>Expenditures</b>				
Salaries and Fringes	1,014,608	760,956	700,817	(60,139)
Office and Supplies Expense	148,678	111,509	100,555	(10,954)
Contractual and Consulting Expenses	620,703	465,527	370,107	(95,420)
MCIS	295,200	221,400	221,400	-
Utilities/Conferences/Mileage/Misc Exps	234,539	175,904	161,737	(14,167)
Block Grants - Gambl/Veter/HispBH/NatAm/TobCes	638,300	478,725	207,462	(271,263)
Taxes, HRA, and Local Match	13,865,161	10,398,871	10,543,173	144,302
Prevention Expenses	5,214,900	3,911,175	2,476,960	(1,434,215)
Beacon Health Options - MCO Contract	10,490,400	7,867,800	7,795,901	(71,899)
Contribution to ISF	2,363,664	1,772,748	1,778,810	6,062
Member Payments	308,893,708	231,670,281	215,186,549	(16,483,732)
<b>Total Expenditures</b>	<b>343,779,861</b>	<b>257,834,896</b>	<b>239,543,470</b>	<b>(18,291,425)</b>
<b>Total Change in Net Assets</b>	<b>-</b>	<b>-</b>	<b>12,607,159</b>	<b>12,607,159</b>



## Statement of Activities Budget to Actual Variance Report

For the Period ending June 30, 2020

### Operating Revenues

SUD Block Grant	Utilization projections from by providers show approximately \$1.5 million is projected to be lapsed. Majority is in SOR funds. Requests have been made to carry dollars over to FY21.
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	N/A - Closely aligned with the current budget projections.
Peformance 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)	Payments are usually received quarterly and are based on inpatient psychiatric hospital claim submissions. During the pandemic, the state is distributing revenue more frequently and has recently increased the per diem rate.
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 aassist 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. A second payment was received and will be on July's report.
Medicaid B, B3 and HSW	N/A - Closely aligned with the current budget projections.
Healthy Michigan	N/A - Closely aligned with the current budget projections.

### Expenditures

Salaries and Fringes	Some budgeted costs have not been billed yet. In addition, this line item includes future liability estimates that are not booked until year end.
Office and Supplies Expense	N/A - Closely aligned with the current budget projections.
Contractual & Consulting Expenses	Some budgeted costs have not been billed yet.
MCIS	N/A - Closely aligned with the current budget projections.
Utilities/Conf/Mleage/Misc Exps	Includes a contingency budget for miscellaneous and/or unforeseen expenses.
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	N/A - Closely aligned with the current budget projections.
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. Closely aligned with current budget projections.
Contribution to ISF	N/A - Closely aligned with the current budget projections.
Member Payments	A significant variance here is due to a \$20 million recoupment the state processed in error. Payments were restored and issued to members in July. Member payments are based on actual revenues received. Expenditures for this line item relate to revenue trends and grant payments noted above.