

FINANCE COMMITTEE MINUTES

December 12, 2019

3:00 p.m.

The Finance Committee of the Board of Directors of Vaya Health conducted its regular meeting on Thursday, December 12, 2019 at 200 Ridgefield Court, Suite 206, Asheville, NC.

Committee Members:	Attending:	Apologies:
Nancy Baker	X	
Ronnie Beale	X(proxy: Gary Blevins)	
Gary Blevins	X	
Ira Dove	X	
Rick French, Chair		X
Mike Norris		X

Also attending the December 12, 2019 Finance Committee meeting:

Brian Ingraham, Chief Executive Officer; Jennifer Ternay, Acting Chief Finance Officer; J.K. Coward, Board Attorney; Melissa Isaacs, Deputy Finance Director; Christina Rose Carter, Executive Legal Assistant and Clerk to the Board.

A. Welcome and Call to Order:

Mr. Gary Blevins, Finance Committee Vice Chair, called the meeting called to order at 3:09 p.m.

B. Approval of Agenda:

Ms. Nancy Baker made a motion to approve the December 12, 2019 Finance Committee agenda, as presented. Mr. Gary Blevins seconded the motion.

Motion unanimously approved.

C. Approval of October 24, 2019 Meeting Minutes:

Mr. Ira Dove made a motion to approve the October 24, 2019 Finance Committee minutes, as presented. Ms. Nancy Baker seconded the motion.

Motion unanimously approved.

D. FY 19-20 Financial Reports & Dashboards for October 2019:

Ms. Melissa Isaacs, Deputy Director Finance, presented the October 2019 Vaya Health Financial Dashboard and Reports.

- *Document 1 – Comparative Balance Sheet*
- *Document 2 – Cash Flow Statement*
- *Document 3 – Current Ratios and Defensive Intervals*
- *Document 4 – Consolidated Income Statement: Actual vs. Budget*

- *Document 5 – Medicaid Medical Loss Ratio*
- *Document 6 – Medicaid Service Budget Variance: Actual vs Budget*

Mr. Ira Dove made a motion to approve the October 2019 Financial Dashboard and Reports, as presented. Ms. Nancy Baker seconded the motion.

Motion was unanimously approved.

E. Balance Sheet Changes:

Ms. Melissa Isaacs, Deputy Director Finance, provided a summary of a recommendation made by the appointed independent auditor CliftonLarsonAllen. The recommendation is a modification to the balance sheet by collapsing all items in the Board Committed Fund Balance for General Operations Section except “Admin Funding Shortfall”. The benefit is to appropriately represent the unassigned prior year, and not appear as negative. The classification would be changed. The nineteen million previously included in the Board Committed Section of Fund Balance would now be part of (or netted against) the Prior Year Unassigned Fund Balance.

Mr. Ira Dove made a motion to correct the balance sheet as recommended by CliftonLarsonAllen. Ms. Nancy Baker seconded the motion.

Motion was unanimously approved.

F. Disbursement Signoff Delegation:

Ms. Melissa Isaacs, Deputy Director Finance, addressed the committee regarding the need for a backup delegate to be designated for disbursement signoff. The recommendation made by the Finance Department is the Financial Reporting and Budgeting Manager position currently held by Vicki Escudero.

Mr. Ira Dove made a motion to approve the Financial Reporting & Budgeting Manager position currently held by Vicki Escudero as the disbursement signoff backup delegate. Ms. Nancy Baker seconded the motion.

Motion was unanimously approved.

G. Approval of Budget Revision FY19-20 No. 3

Ms. Melissa Isaacs, Deputy Director Finance, presented the FY2020 Budget Revision No. 3, which included General Fund Revenue increases to Administration, State/ Federal Services, and Fund Balance for Administration, along with General Fund Expenditure increases to Administration and State/ Federal Services.

Mr. Ira Dove made a motion to approve the FY2020 Budget Revision No. 3, as presented. Ms. Nancy Baker seconded the motion.

Motion was unanimously approved.

H. LME/MCO Financial Solvency Update:

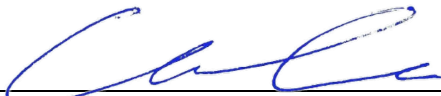
Ms. Jennifer Ternay, Acting Chief Finance Officer, reported to the committee that representatives from DHHS, along with Senator Tommy Tucker, met with Vaya CEO and other staff to discuss cash management, reinvestment and solvency requirements. Requirements will be identified by DHHS but are not finalized. Deputy Secretary Dave Richards and Senator Tucker are anticipated to attend the Annual Board Retreat in January to continue the conversation. Vaya will continue to be monitored under the legislative solvency formula.

I. Adjournment:

Mr. Ira Dove made a motion to adjourn. Ms. Nancy Baker seconded the motion.

Motion unanimously approved.

Finance Committee adjourned at 3:55 p.m.



Christina Rose Carter,
Executive Legal Assistant and Clerk to the Board