

FINANCE COMMITTEE MINUTES

May 28, 2020

3:00 p.m.

The Finance Committee of the Board of Directors of Vaya Health conducted its regular meeting on Thursday, May 28, 2020 via electronic communication only (real-time two-way audio and/or visual communication, i.e. telephone and webex) in accordance with Executive Orders issued by N.C. Governor Roy Cooper in response to the COVID-19 pandemic.

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

Also attending the May 28, 2020 Finance Committee meeting:

Brian Ingraham, Chief Executive Officer; Larry Hill, Chief Finance Officer; Tracy Hayes, General Counsel and Chief Compliance Officer; Craig Martin, Chief Medical Officer; Robert Webb, Chief Information Officer; Rhonda Cox, Chief Population Health Officer; Connie Orr, Board Member; Pat McGinnis, Board Member; Jeff Heck, Board Member; J.K. Coward, Board Attorney; Yvonne French, DHHS Liaison; Jennifer Ternay, Finance Consultant; Melissa Isaacs, Deputy Finance Director; Vicki Escudero, Financial Reporting and Budgeting Manager; Melissa Brown, Executive Assistant; Christina Rose Carter, Executive Legal Assistant and Clerk to the Board.

A. Welcome and Call to Order:

Mr. Rick French, Finance Committee Chair, called the meeting called to order at 3:07 p.m.

B. Approval of Agenda:

Ms. Nancy Baker made a motion to approve the May 28, 2020 Finance Committee agenda, as presented. Mr. Mike Norris seconded the motion.

Motion unanimously approved.

C. Approval of March 26, 2020 Meeting Minutes:

Mr. Gary Blevins made a motion to approve the previous Finance Committee minutes, as presented. Ms. Nancy Baker seconded the motion.

Motion unanimously approved.

D. COVID-19 Update

Mr. Larry Hill presented to the committee updates regarding COVID-19 changes. The updates included information covering the following:

1. Net New Costs of Support (Vaya and all LME/MCOs)
2. Legislative list of tools to support funding into 2021
3. Vaya remote work and future planning

E. LME/MCO Update

Mr. Brian Ingraham provided a DHHS and legislative update regarding the LME/MCOs. The update included presentation of the following:

1. Rate Negotiations Agenda
2. LME/MCOs Score Card - a comparison of spendable fund balance totals for the LME/MCOs

F. Review of Financial Reports and Dashboards

Mr. Larry Hill, Chief Finance Officer, presented the financial reports and dashboards ending in March 2020 to the committee. The dashboards and reports included: financial KPI update, solvency metrics, fund balance allocation levels, risk reserve, medical loss ratio trend, monthly and YTD income statements. The full report is available in meeting documents.

G. Approval of Budget Revision FY19-20 No. 8

Mr. Larry Hill, Chief Finance Officer, presented the FY19-20 Budget Revision No. 8, which included general fund adjustments increasing Administration, Medicaid Services, Miscellaneous, and Risk Reserve Revenue; and reduction to State Funded Services.

Ms. Nancy Baker made a motion to approve the financial reports and dashboards ending in March 2020, and the FY19-20 Budget Revision No. 8, as presented. Mr. Mike Norris seconded the motion. Motion unanimously approved.

H. Presentation of FY20-21 Proposed Budget

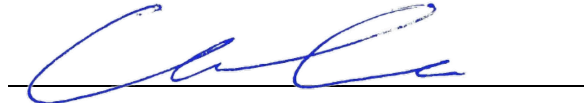
Mr. Larry Hill, Chief Finance Officer, presented the FY20-21 Proposed Budget to the committee members. The presentation included trending of the fund balance, revenue and expenditure margin projections, and current costs, expenditures, and investments as planned by the Executive Leadership Team necessary for smooth operational procedures in the coming years. Several “wild-cards” were identified as potential impacts to the planned budget, including tailored plan implementation date, single-stream funding, Medicaid capitation rate, and COVID-19.

Mr. Gary Blevins applauded the Executive Leadership Team and especially CFO Mr. Larry Hill, for their work on the proposed budget, and expressed his support moving forward with the proposal. Mr. Blevins further stated his opinion that the caution and thoughtfulness demonstrated in the presentation and proposal was prudent. Mr. Mike Norris seconded Mr. Blevins’ statement with approval.

I. **Adjournment:**

Ms. Nancy Baker made a motion to adjourn. Mr. Gary Blevins seconded the motion.
Motion unanimously approved.

Finance Committee adjourned at 4:42 p.m.



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