FINANCE COMMITTEE
MEETING MINUTES
May 21, 2026
4:00 – 5:15 p.m.

The Board of Directors of Vaya Health will conduct a regular meeting of the Finance Committee at 4:00 p.m. on May 21, 2026, the Vaya Health Administrative Office, located at 200 Ridgefield Court, Suite 218, Asheville, NC 28806. PUBLIC ACCESS will be available via electronic communication only (real-time two-way audio and/or visual communication, i.e. telephone and Microsoft Teams).

Committee Members:	***Attending:***	***Apologies:***
Nancy Baker	X	
Dan Brummitt	X	
Ira Dove, Vice Chair	X	
Mike Norris, Chair	X	
Mark Richardson	X (virtual)	
Ashley Wooten	X	

Also participating in Finance Committee:
Steve Martin, General Counsel & Chief Compliance Officer; Larry Hill, Executive Vice President & Chief Financial Officer; Ronnie Beale, Board Chair; Billy Kennedy, Board Member; J.K. Coward, Board Attorney; Melissa Isaacs, Executive Director of Finance; Ashley Logan, Chief of Staff and Secretary to the Board; McLean Moore, Chief of Staff - Business Integrity; and no members of the public.

A. Welcome and Call to Order

Mr. Mike Norris, Chair, called the meeting to order at 4:16 p.m. Ms. Ashley Logan, Chief of Staff and Secretary to the Board, facilitated roll call at the request of Mr. Norris, confirming a quorum of the Finance Committee.

B. Approval of Agenda and March 26, 2026, Meeting Minutes

Mr. Ira Dove made a motion to approve the Agenda and Meeting Minutes, as presented.
Ms. Nancy Baker seconded the motion.
Motion unanimously approved.

C. Report of the Chief Financial Officer

Mr. Larry Hill, Executive Vice President and Chief Financial Officer, addressed the Committee by presenting FY25-26 Fiscal Year to Date (FYTD) Financial Dashboards and Reports ending March

31, 2026, including financial key performance indicators through March 31, fund balance levels data, full-time employee trends, and Helene allocation tracking. Mr. Hill continued by noting that the legislature passed House Bill 696, which included an additional $319M for Medicaid rebase, bringing the total rebase amount for SFY25-26 to $819M.

Mr. Norris called for a motion to recommend the Financial Reports and Dashboards to the Board of Directors for approval, as presented.
Mr. Dan Brummitt made the motion. Ms. Nancy Baker seconded the motion.
<u>Motion unanimously approved.</u>

Continuing, Mr. Hill presented the Proposed Budget SFY2026-2027, including key dates for public notice, highlighting a pre-meeting with Mr. Norris on May 18, 2026, upcoming review with Vaya's Consumer and Family Advisory Council on May 29, and public hearing and Board of Directors meeting taking place on June 25. Mr. Hill then presented an overview of budget projection wildcards, noting the budget projection summary was compiled using the latest information and remains fluid in nature, and the Department's actuary, Mercer, disseminated a new rate book on March 23. With State budget deliberations remaining unsettled and DHB projecting an additional Medicaid rebase in excess of $1B for SFY26-27, any downstream impacts from the new fiscal year will be addressed in a timely manner should funding or eligibility be impacted. Additionally, impact from H.R.1 implementation is pending and not assumed in the budget, and the budget incorporates anticipated funding associated with Vaya's recent selection as a Regional Hub Lead in the Rural Health Transformation Program grant. Mr. Hill noted that if the final fund award differs from the budgeted amount, a budget amendment will be prepared for consideration and approval.

Continuing, Mr. Hill presented a budget overview, including notable capitation highlights, rate book comparisons, and membership projections. Vaya is using internal trending for membership budget for SFY26-27 rather than estimates provided by the Department. Mr. Hill then presented Medicaid target assumption and non-Medicaid revenue budget assumptions, key human resource assumptions, full time employee trends, details of additional investments and costs included in the proposed FY26-27 budget, income statement projections, total revenue administrative percentage trends, and an overview of capital reserves, and summarized income statement. Mr. Wooten inquired whether the Department is open to shifting the perspective on capital reserves. Mr. Hill explained that the new DHB Chief Financial Officer is open to discussion on this topic and more information will be shared at a later date.

Concluding his presentation, Mr. Hill presented the summarized income statement, proposed SFY27 operating budget, FY27 Salary Plan, and Vaya's Consolidated Income Statement and Balance Sheet, appendix attached. The Salary Plan remains unchanged from 2026.

Mr. Mike Norris addressed the Committee by stating the Governing Board will review and vote on the proposed budget and FY27 Salary Plan at the June 25 meeting.

D. <u>Other Business</u>

No other business was discussed.

E. <u>Adjournment</u>

Ms. Nancy Baker made a motion to adjourn.
Mr. Ashley Wooten seconded the motion.
<u>Motion unanimously approved.</u>

The Finance Committee adjourned at 5:10 p.m.

Ashley Logan

Ashley Logan
Chief of Staff and Secretary to the Board