



Washington Health Benefit Exchange

Operations Committee

Finance Update
Carole Holland, CFO
August 18, 2016

FINANCE ISSUES – STATUS UPDATE

ITEM	UPDATE	NEXT STEPS
Advanced Planning Document	<ul style="list-style-type: none"> Submitted both the Implementation (I) and Operational (O) APDs to HCA on August 1st 	<ul style="list-style-type: none"> Waiting for CMS response and working with HCA to respond to any questions or information requests
Financial Audit	<ul style="list-style-type: none"> All requests for information fulfilled to date Preliminary financial reports due to HBE 1st week of September; final audited statements by mid-October May have similar audit findings due to late completion of last year's audit 	<ul style="list-style-type: none"> Exit conference for Financial Audit to be scheduled Submission of financial statements to State OFM and to Federal CMS
2017-19 Budget	<ul style="list-style-type: none"> Completed decision packages Obtained Board approval for budget submittal 	<ul style="list-style-type: none"> Submit DPs to HCA by August 26 Provide back up and respond to questions by OFM and leg staff
Financial System	<ul style="list-style-type: none"> Currently in UAT testing Go live date the first week of October New account codes will facilitate smooth data migration 	<ul style="list-style-type: none"> Go-live preparation Data migration User training
Strategic Planning/ Roadmap	<ul style="list-style-type: none"> Begin Finance Department strategic planning and financial roadmap 	<ul style="list-style-type: none"> Complete in December 2016
Contracts	<ul style="list-style-type: none"> Completed RFP for Navigator for Pierce County RFQQ for storefronts issued Work on call center contracts 	<ul style="list-style-type: none"> Selection of apparently successful bidder to be announced Storefront RFQQ's to be evaluated Continued work on call center contract





Washington Health Benefit Exchange

Budget Update

JULY BUDGET HIGHLIGHTS

- The HBE closed the books for SFY 2016. July is the first month of the new year, 2017.
- Overall expenditures are under budget by \$271,000. It is too soon to make any projections for the coming year.
- Fund source variance highlights the need for cost allocation adjustment in the legislative budget:
 - Need more authority to spend Medicaid which means less demand on use of the Health Benefit Exchange account.



JULY BUDGET: THINGS TO WATCH

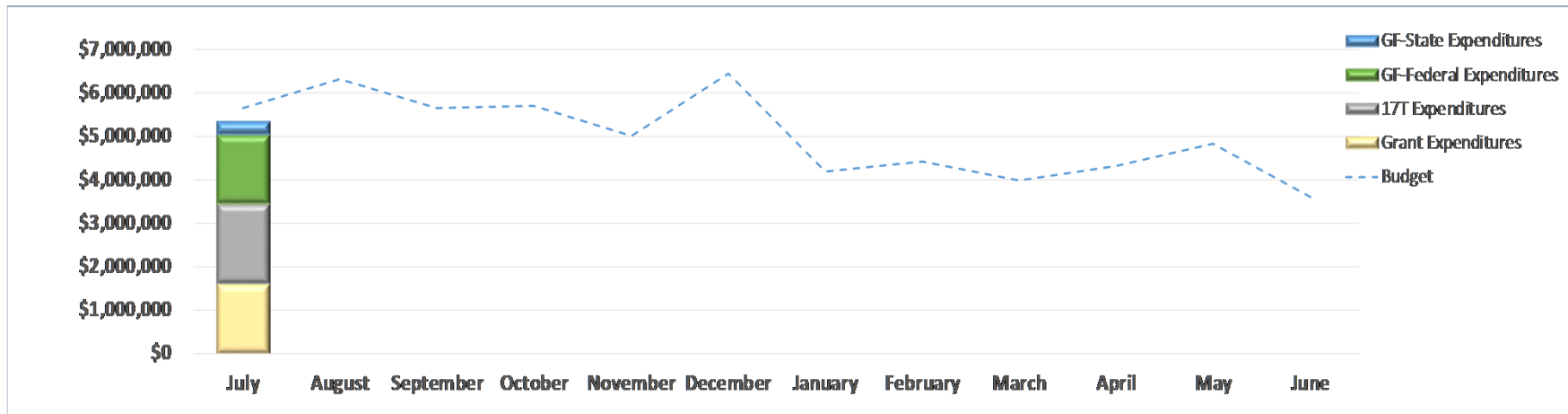
- HBE has continued use of grants through December 31, 2016.
- Budget is being cognizant of the upcoming legislative session and the HBE's budget requests.
- Budget is monitoring risk areas of the budget; HPF release costs, printing and postage, call center, staffing.
- Awaiting approval of new Medicaid cost allocation proposal from CMS, to be implemented in October 2016.



ALL DEPARTMENTS

MONTHLY EXPENDITURE REPORT

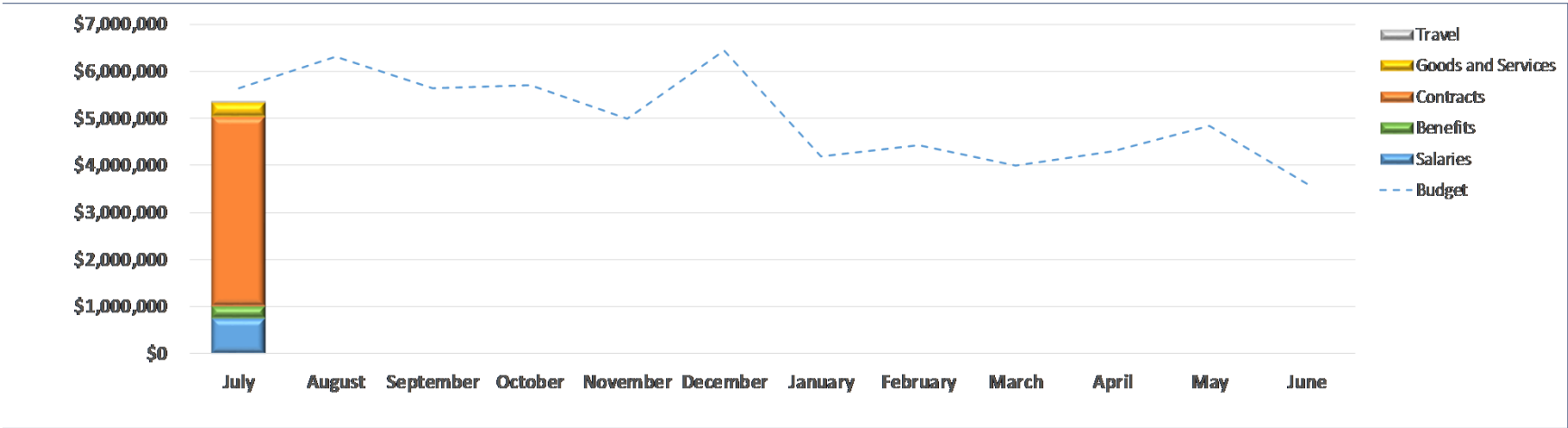
All Departments	July	August	September	October	November	December	January	February	March	April	May	June	FYTD 2017	FY 2017
Budgeted	\$5,647,817	\$6,322,617	\$5,648,299	\$5,707,761	\$4,999,290	\$6,454,158	\$4,196,989	\$4,427,152	\$3,994,303	\$4,312,351	\$4,841,565	\$3,603,635	\$5,647,817	\$60,155,935
GF State	\$364,540	\$394,505	\$432,147	\$462,790	\$531,303	\$537,846	\$352,020	\$333,146	\$312,601	\$312,562	\$456,846	\$295,614	\$364,540	\$4,785,921
GF-Federal	\$1,207,655	\$1,600,113	\$1,553,954	\$1,605,332	\$1,610,518	\$2,197,445	\$1,353,560	\$1,456,823	\$1,328,259	\$1,475,924	\$1,627,507	\$1,142,997	\$1,207,655	\$18,160,086
17T	\$2,780,354	\$2,451,795	\$2,489,475	\$2,416,916	\$2,441,245	\$2,787,628	\$2,491,408	\$2,637,182	\$2,353,443	\$2,523,865	\$2,757,212	\$2,165,024	\$2,780,354	\$30,295,547
Grants	\$1,295,268	\$1,876,204	\$1,172,723	\$1,222,723	\$416,223	\$931,240	\$0	\$0	\$0	\$0	\$0	\$0	\$1,295,268	\$6,914,382
Expenditures	\$5,376,974	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$5,376,974	\$5,376,974
GF State	\$309,692	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$309,692	\$309,692
GF-Federal	\$1,591,585	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,591,585	\$1,591,585
17T	\$1,845,022	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,845,022	\$1,845,022
Grants	\$1,630,676	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$1,630,676	\$1,630,676
Variance	\$270,842	\$6,322,617	\$5,648,299	\$5,707,761	\$4,999,290	\$6,454,158	\$4,196,989	\$4,427,152	\$3,994,303	\$4,312,351	\$4,841,565	\$3,603,635	\$270,842	\$54,778,961
GF State	\$54,849	\$394,505	\$432,147	\$462,790	\$531,303	\$537,846	\$352,020	\$333,146	\$312,601	\$312,562	\$456,846	\$295,614	\$54,849	\$4,476,229
GF-Federal	(\$383,930)	\$1,600,113	\$1,553,954	\$1,605,332	\$1,610,518	\$2,197,445	\$1,353,560	\$1,456,823	\$1,328,259	\$1,475,924	\$1,627,507	\$1,142,997	(\$383,930)	\$16,568,501
17T	\$935,332	\$2,451,795	\$2,489,475	\$2,416,916	\$2,441,245	\$2,787,628	\$2,491,408	\$2,637,182	\$2,353,443	\$2,523,865	\$2,757,212	\$2,165,024	\$935,332	\$28,450,526
Grants	(\$335,408)	\$1,876,204	\$1,172,723	\$1,222,723	\$416,223	\$931,240	\$0	\$0	\$0	\$0	\$0	\$0	(\$335,408)	\$5,283,706



ALL DEPARTMENTS

MONTHLY EXPENDITURE REPORT

All Departments	July	August	September	October	November	December	January	February	March	April	May	June	FYTD 2017	FY 2017
Budgeted	\$5,647,817	\$6,322,617	\$5,648,299	\$5,707,761	\$4,999,290	\$6,454,158	\$4,196,989	\$4,427,152	\$3,994,303	\$4,312,351	\$4,841,565	\$3,603,635	\$5,647,817	\$60,155,935
Salaries	\$855,961	\$855,961	\$855,961	\$855,961	\$855,961	\$855,961	\$855,961	\$855,961	\$855,961	\$855,961	\$855,961	\$855,977	\$855,961	\$10,271,548
Benefits	\$272,718	\$272,718	\$272,718	\$272,718	\$272,718	\$272,718	\$272,718	\$272,718	\$272,718	\$272,718	\$272,718	\$272,734	\$272,718	\$3,272,632
Contracts	\$4,116,006	\$4,644,890	\$3,810,708	\$4,146,199	\$3,392,889	\$4,786,721	\$2,658,858	\$2,905,589	\$2,471,109	\$2,785,480	\$2,096,161	\$2,077,030	\$4,116,006	\$39,891,641
Goods and Services	\$388,754	\$534,669	\$694,534	\$418,506	\$463,343	\$524,380	\$395,073	\$378,506	\$380,136	\$383,814	\$1,602,347	\$383,512	\$388,754	\$6,547,574
Travel	\$14,378	\$14,378	\$14,378	\$14,378	\$14,378	\$14,378	\$14,378	\$14,378	\$14,378	\$14,378	\$14,378	\$14,382	\$14,378	\$172,540
Expenditures	\$5,376,974	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$5,376,974	\$5,376,974
Salaries	\$761,914	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$761,914	\$761,914
Benefits	\$241,130	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$241,130	\$241,130
Contracts	\$4,054,383	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$4,054,383	\$4,054,383
Goods and Services	\$313,455	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$313,455	\$313,455
Travel	\$6,092	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$6,092	\$6,092
Variance	\$270,842	\$6,322,617	\$5,648,299	\$5,707,761	\$4,999,290	\$6,454,158	\$4,196,989	\$4,427,152	\$3,994,303	\$4,312,351	\$4,841,565	\$3,603,635	\$270,842	\$54,778,961
Salaries	\$94,047	\$855,961	\$855,961	\$855,961	\$855,961	\$855,961	\$855,961	\$855,961	\$855,961	\$855,961	\$855,961	\$855,977	\$94,047	\$9,509,634
Benefits	\$31,588	\$272,718	\$272,718	\$272,718	\$272,718	\$272,718	\$272,718	\$272,718	\$272,718	\$272,718	\$272,718	\$272,734	\$31,588	\$3,031,502
Contracts	\$61,622	\$4,644,890	\$3,810,708	\$4,146,199	\$3,392,889	\$4,786,721	\$2,658,858	\$2,905,589	\$2,471,109	\$2,785,480	\$2,096,161	\$2,077,030	\$61,622	\$35,837,257
Goods and Services	\$75,299	\$534,669	\$694,534	\$418,506	\$463,343	\$524,380	\$395,073	\$378,506	\$380,136	\$383,814	\$1,602,347	\$383,512	\$75,299	\$6,234,120
Travel	\$8,286	\$14,378	\$14,378	\$14,378	\$14,378	\$14,378	\$14,378	\$14,378	\$14,378	\$14,378	\$14,378	\$14,382	\$8,286	\$166,448



All Departments	July	August	September	October	November	December	January	February	March	April	May	June	FYTD 2017	FY 2017
Budgeted FTEs	128.0	128.0	128.0	128.0	128.0	128.0	128.0	128.0	128.0	128.0	128.0	128.0	128.0	128.0
Actual FTEs	114.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	114.0	114.0
Variance	14.0	128.0	128.0	128.0	128.0	128.0	128.0	128.0	128.0	128.0	128.0	128.0	14.0	14.0

CONTRACTS UPDATE

Contract #	Company	Type	start	end	Contract Owner	Description	Additional value	Total contract value	Changes Through July 2016
HBE-039	GMMB	Contract	3/12/13	6/30/17	Michael Marchand	Marketing and outreach	\$1,000,000	\$17,562,077	Amendment to extend contract end date for one additional year and add additional funds for FY17
HBE-086	Milestone	Contract	2/20/13	12/31/16	Vincent Barrailler	IT services	\$0	\$2,200,000	Amendment to extend two contractors' terms
HBE-169	Coolsoft	Contract	9/21/15	12/31/16	Vincent Barrailler	Optional use contract for technical support	\$0	\$4,000,000	Amendment to extend one contractor's term
HBE-170	Ciber	Contract	2/1/15	12/31/16	Vincent Barrailler	Optional use contract for technical support	\$0	\$4,000,000	Amendment to extend four contractors' terms
HBE-171	TEKSystems	Contract	1/1/15	12/31/16	Vincent Barrailler	Optional use contract for technical support	\$0	\$4,000,000	Amendment to extend two contractors' terms
HBE-179	Edifecs	Master Level Agreement	3/17/15	6/30/19	Vincent Barrailler	Edifecs COTS and project installation	\$0	\$708,446	Amendment to add specific language to contract, second amendment to modify scope of work
HBE-180	ISG	Contract	3/1/13	12/31/16	Pam MacEwan	Consulting services to Project Management Office	\$405,743	\$1,114,189	Amendment to modify scope of work (Call Center Assessment)
HBE-217	The Resource Group	Contract	3/11/16	12/31/17	Carole Holland	Financial system replacement	\$1,560	\$337,915	Amendment to add developer license and modify scope of work for custom import
HBE-218	eHealth	Contract	4/1/16	3/31/17	Vincent Barrailler	HPF provider file directory	\$52,000	\$1,200,000	Amendment to modify scope of work (Dental Carrier Setup)



JULY STAFFING

Department	June 2016			July 2016		
	FTE (bodies)	Contractor	TOTAL	FTE (bodies)	Contractor	TOTAL
Regular Employees						
Executive/PMO	6	3	9	7	1.5	8.5
Policy	6	0	6	7	0	7
Legal	7.5	0	7.5	7.5	0	7.5
Communications	17	0	17	17	0	17
Finance & Administration	18	1	19	18	1	19
Operations	32	2	34	31	2	33
IT	27.5	18	45.5	26.5	18	44.5
SUBTOTAL	114	24	138	114	22.5	136.5
Temporary & Project Employees						
Finance - Financial System Implementation	3		3	2		2
TOTAL	117	24	141	116	22.5	138.5

