



Washington Health Benefit Exchange

Financial Report and Legislative Update

Carole Holland, CFO

Finance Issues – status update

ITEM	UPDATE	NEXT STEPS
2017 Legislative Session	<ul style="list-style-type: none"> • One Fiscal note submitted to date (HB 1291 – creates subsidies for COFA citizens with HCA) 	<ul style="list-style-type: none"> • Continue to provide timely turnaround on fiscal notes
2017-19 Budget	<p>Governor’s budget included HBE request (as adjusted with new information on cost allocation) Additional \$500 for projected planned benefit cost increase</p>	<ul style="list-style-type: none"> • Monitor legislative budget hearings
Financial System	<ul style="list-style-type: none"> • Dashboards rolled out for ELT and contract managers • Project close 	<ul style="list-style-type: none"> • Continue to refine reports



Financial Report

December budget highlights

- Health Benefit Exchange Account revenue has a positive variance of \$226k through December 2016
- Fund sources reflect need for cost allocation budget step; have spent 100% of GF-S dollars appropriated for 2017
- Year end expenditure projection is a positive \$1.5 million variance (about 2.4%)
- Printing costs continue to be over annual budgeted amount; additional funds included in Governor's proposed 2016 supplemental and 2017-19 biennial budgets



Revenue

State Fiscal Year 2017 Enrollment - October 2016 Forecast					
Enrollment	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total
QHP Medical	500,670	482,071	502,604	515,674	2,001,019
QHP Pediatric Dental	19,694	17,787	19,851	20,676	78,008
QHP Family Dental	0	0	89,930	93,669	183,599
Total	520,364	499,858	612,384	630,020	2,262,626

State Fiscal Year 2017 Projections					
17T- QHP Medical	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Revenue
Carrier Assessment	\$3,734,999	\$3,596,251	\$3,749,423	\$3,846,929	\$14,927,601
Premium Tax	\$3,310,866	\$3,310,866	\$648,342	\$6,672,912	\$13,942,986
Subtotal	\$7,045,865	\$6,907,117	\$4,397,765	\$10,519,841	\$28,870,587
State Fiscal Year 2017					
17T- QHP Family Dental	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Revenue
Carrier Assessment	Family Dental program does not		\$230,221	\$239,793	\$470,014
Premium Tax	begin until January 2017.		\$44,335	\$46,579	\$90,914
Subtotal	\$0	\$0	\$274,556	\$286,372	\$560,929
17T- QHP Pediatric Dental	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Revenue
Carrier Assessment	\$11,423	\$10,316	\$11,513	\$11,992	\$45,245
Premium Tax	\$10,400	\$9,699	\$10,772	\$11,173	\$42,044
Subtotal	\$21,823	\$20,016	\$22,285	\$23,166	\$87,289
State Fiscal Year 2017					
Total 17T	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Revenue
Carrier Assessment	\$3,746,421	\$3,606,567	\$3,991,157	\$4,098,715	\$15,442,860
Premium Tax	\$3,321,266	\$3,320,565	\$703,449	\$6,730,664	\$14,075,944
Total	\$7,067,687	\$6,927,132	\$4,694,606	\$10,829,379	\$29,518,805



Revenue

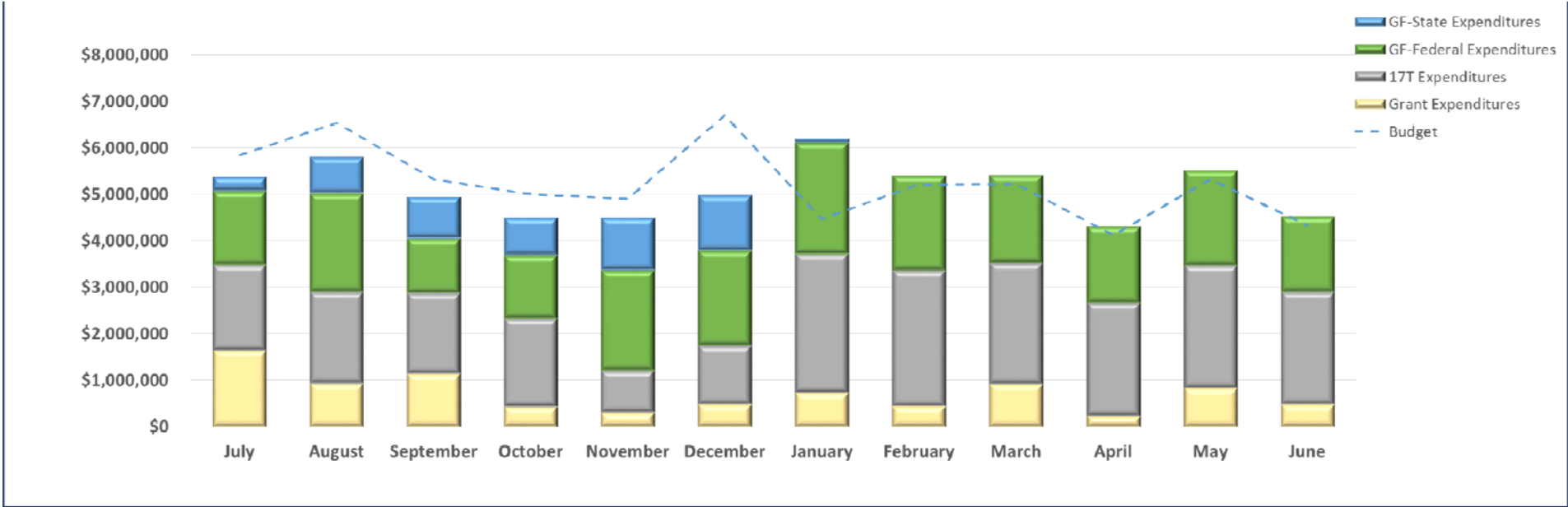
State Fiscal Year 2017 Actuals						
17T- QHP Medical	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Revenue	
Carrier Assessment	\$3,970,668	\$3,424,447	\$0	\$0	\$7,395,115	
Premium Tax	\$3,305,897	\$647,349	\$0	\$0	\$3,953,246	
Subtotal	\$7,276,565	\$4,071,796	\$0	\$0	\$11,348,361	
State Fiscal Year 2017						
17T- QHP Family Dental	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Revenue	
Carrier Assessment	\$0	\$0	\$0	\$0	\$0	
Premium Tax	\$0	\$0	\$0	\$0	\$0	
Subtotal	\$0	\$0	\$0	\$0	\$0	
17T- QHP Pediatric Dental	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Revenue	
Carrier Assessment	\$12,370	\$0	\$0	\$0	\$12,370	
Premium Tax	\$4,969	\$994	\$0	\$0	\$5,963	
Subtotal	\$17,339	\$994	\$0	\$0	\$18,333	
State Fiscal Year 2017						
Total 17T	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Revenue	
Carrier Assessment	\$3,983,038	\$3,424,447	\$0	\$0	\$7,407,485	
Premium Tax	\$3,310,866	\$648,342	\$0	\$0	\$3,959,208	
Total	\$7,293,904	\$4,072,789	\$0	\$0	\$11,366,693	

17 T Variance	Quarter 1	Quarter 2	Quarter 3	Quarter 4	Total Revenue	
Carrier Assessment	\$236,617	\$0	\$0	\$0	\$236,617	
Premium Tax	-\$10,400	\$0	\$0	\$0	-\$10,400	
Total	\$226,217	\$0	\$0	\$0	\$226,217	



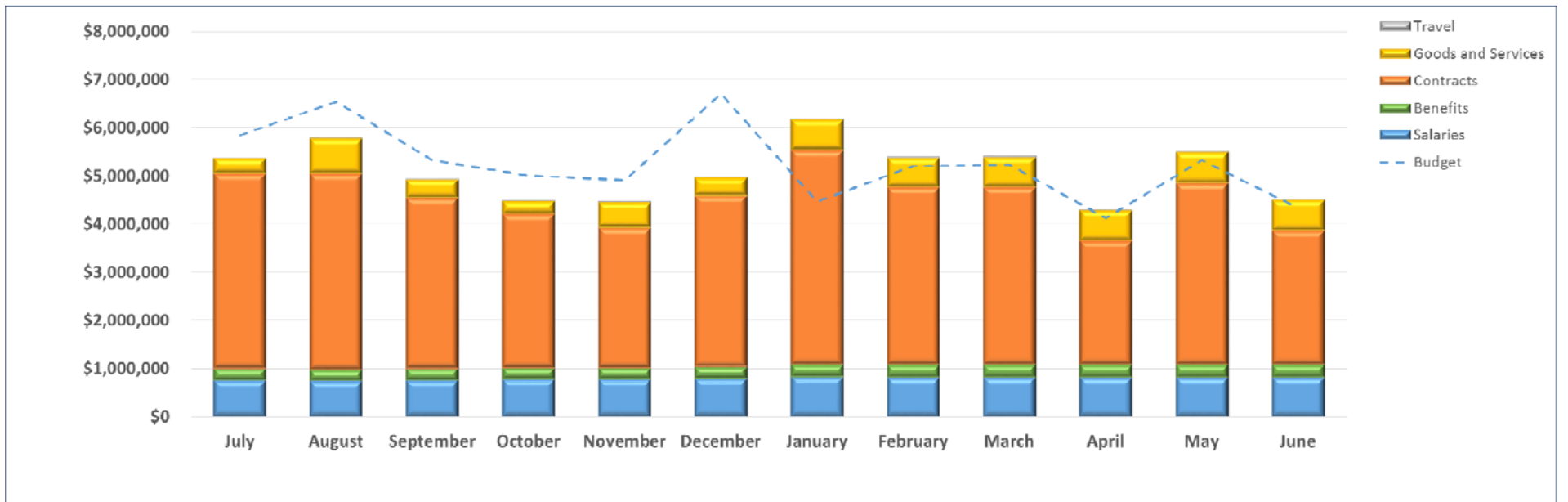
All Departments – monthly expenditure report

All Departments	July	August	September	October	November	December	January	February	March	April	May	June	FYTD 2017	FY 2017
Budgeted	\$5,840,001	\$6,534,681	\$5,321,293	\$5,002,669	\$4,907,374	\$6,700,493	\$4,465,747	\$5,212,101	\$5,224,187	\$4,118,663	\$5,321,786	\$4,329,781	\$34,306,511	\$62,978,777
GF State	\$213,458	\$376,081	\$311,037	\$230,607	\$451,835	\$689,415	\$562,434	\$588,706	\$439,074	\$439,901	\$441,534	\$439,832	\$2,272,432	\$5,183,912
GF-Federal	\$1,525,127	\$1,764,337	\$1,457,300	\$1,530,398	\$1,924,131	\$2,641,842	\$1,659,788	\$1,960,617	\$1,805,838	\$1,553,809	\$1,949,899	\$1,532,101	\$10,843,134	\$21,305,186
17T	\$2,556,788	\$2,886,710	\$2,702,964	\$2,736,001	\$2,215,742	\$2,590,163	\$1,977,788	\$2,218,942	\$2,062,845	\$1,886,620	\$2,105,824	\$1,869,515	\$15,688,369	\$27,809,901
Grants	\$1,544,629	\$1,507,553	\$849,992	\$505,662	\$315,667	\$779,072	\$265,738	\$443,836	\$916,431	\$238,333	\$824,530	\$488,333	\$5,502,576	\$8,679,777
Expenditures	\$5,376,974	\$5,797,746	\$4,942,512	\$4,490,052	\$4,490,650	\$4,976,823	\$6,193,613	\$5,402,115	\$5,414,201	\$4,308,677	\$5,511,800	\$4,519,795	\$30,074,759	\$61,424,960
GF State	\$309,692	\$778,275	\$892,544	\$796,530	\$1,124,706	\$1,185,688	\$96,476	\$0	\$0	\$0	\$0	\$0	\$5,087,436	\$5,183,913
GF-Federal	\$1,591,585	\$2,118,683	\$1,173,419	\$1,361,178	\$2,148,456	\$2,046,826	\$2,379,868	\$2,051,041	\$1,896,262	\$1,644,233	\$2,040,322	\$1,622,525	\$10,440,148	\$22,074,399
17T	\$1,845,022	\$1,967,598	\$1,733,275	\$1,894,687	\$913,132	\$1,263,787	\$2,986,144	\$2,907,238	\$2,601,508	\$2,426,111	\$2,646,948	\$2,408,937	\$9,617,500	\$25,594,386
Grants	\$1,630,676	\$933,190	\$1,143,274	\$437,657	\$304,356	\$480,521	\$731,124	\$443,836	\$916,431	\$238,333	\$824,530	\$488,333	\$4,929,675	\$8,572,262
Variance	\$463,027	\$736,934	\$378,781	\$512,616	\$416,724	\$1,723,670	(\$1,727,866)	(\$190,014)	(\$190,014)	(\$190,014)	(\$190,014)	(\$190,014)	\$4,231,753	\$1,553,817
GF State	(\$96,234)	(\$402,195)	(\$581,507)	(\$565,924)	(\$672,871)	(\$496,273)	\$465,957	\$588,706	\$439,074	\$439,901	\$441,534	\$439,832	(\$2,815,004)	(\$0)
GF-Federal	(\$66,458)	(\$354,346)	\$283,880	\$169,220	(\$224,326)	\$595,016	(\$720,081)	(\$90,424)	(\$90,424)	(\$90,424)	(\$90,424)	(\$90,424)	\$402,986	(\$769,213)
17T	\$711,766	\$919,113	\$969,689	\$841,315	\$1,302,610	\$1,326,376	(\$1,008,356)	(\$688,297)	(\$538,664)	(\$539,491)	(\$541,124)	(\$539,422)	\$6,070,869	\$2,215,515
Grants	(\$86,047)	\$574,363	(\$293,282)	\$68,005	\$11,311	\$298,551	(\$465,386)	\$0	\$0	\$0	\$0	\$0	\$572,901	\$107,515



All Departments – monthly expenditure report

All Departments	July	August	September	October	November	December	January	February	March	April	May	June	FYTD 2017	FY 2017
Budgeted	\$5,840,001	\$6,534,681	\$5,321,293	\$5,002,669	\$4,907,374	\$6,700,493	\$4,465,747	\$5,212,101	\$5,224,187	\$4,118,663	\$5,321,786	\$4,329,781	\$34,306,511	\$62,978,777
Salaries	\$769,047	\$761,758	\$776,188	\$790,692	\$805,763	\$828,687	\$828,930	\$821,566	\$821,566	\$821,566	\$821,566	\$821,592	\$4,732,136	\$9,668,924
Benefits	\$235,758	\$237,382	\$244,207	\$245,521	\$258,127	\$265,845	\$263,128	\$263,128	\$263,128	\$263,128	\$263,128	\$263,154	\$1,486,841	\$3,065,632
Contracts	\$4,239,782	\$4,599,345	\$3,594,568	\$3,341,290	\$3,168,510	\$4,867,093	\$2,719,127	\$3,489,413	\$3,499,868	\$2,390,666	\$3,581,533	\$2,597,032	\$23,810,588	\$42,088,227
Goods and Service	\$581,037	\$921,817	\$691,953	\$610,788	\$660,598	\$724,492	\$640,186	\$623,618	\$625,249	\$628,927	\$641,183	\$633,622	\$4,190,684	\$7,983,470
Travel	\$14,377	\$14,377	\$14,377	\$14,377	\$14,376	\$14,376	\$14,376	\$14,376	\$14,376	\$14,376	\$14,376	\$14,380	\$86,262	\$172,524
Expenditures	\$5,376,974	\$5,797,746	\$4,942,512	\$4,490,052	\$4,490,650	\$4,976,823	\$6,193,613	\$5,402,115	\$5,414,201	\$4,308,677	\$5,511,800	\$4,519,795	\$30,074,759	\$61,424,960
Salaries	\$761,914	\$745,794	\$761,691	\$779,738	\$778,171	\$796,196	\$828,930	\$821,566	\$821,566	\$821,566	\$821,566	\$821,592	\$4,623,505	\$9,560,293
Benefits	\$241,130	\$236,880	\$240,754	\$244,865	\$242,414	\$246,760	\$263,128	\$263,128	\$263,128	\$263,128	\$263,128	\$263,154	\$1,452,802	\$3,031,593
Contracts	\$4,054,383	\$4,066,673	\$3,541,919	\$3,195,157	\$2,915,205	\$3,545,917	\$4,446,993	\$3,679,427	\$3,689,882	\$2,580,680	\$3,771,547	\$2,787,046	\$21,319,254	\$42,274,829
Goods and Service	\$313,455	\$738,594	\$393,170	\$267,071	\$532,881	\$379,589	\$640,186	\$623,618	\$625,249	\$628,927	\$641,183	\$633,622	\$2,624,759	\$6,417,545
Travel	\$6,092	\$9,805	\$4,979	\$3,221	\$21,980	\$8,361	\$14,376	\$14,376	\$14,376	\$14,376	\$14,376	\$14,380	\$54,438	\$140,700
Variance	\$463,027	\$736,934	\$378,781	\$512,616	\$416,724	\$1,723,670	(\$1,727,866)	(\$190,014)	(\$190,014)	(\$190,014)	(\$190,014)	(\$190,014)	\$4,231,753	\$1,553,817
Salaries	\$7,133	\$15,964	\$14,497	\$10,954	\$27,592	\$32,491	\$0	\$0	\$0	\$0	\$0	\$0	\$108,631	\$108,631
Benefits	(\$5,372)	\$503	\$3,454	\$656	\$15,714	\$19,085	\$0	\$0	\$0	\$0	\$0	\$0	\$34,039	\$34,039
Contracts	\$185,398	\$532,672	\$52,650	\$146,133	\$253,305	\$1,321,177	(\$1,727,866)	(\$190,014)	(\$190,014)	(\$190,014)	(\$190,014)	(\$190,014)	\$2,491,334	(\$186,602)
Goods and Service	\$267,582	\$183,224	\$298,782	\$343,717	\$127,717	\$344,903	\$0	\$0	\$0	\$0	\$0	\$0	\$1,565,925	\$1,565,925
Travel	\$8,285	\$4,572	\$9,399	\$11,156	(\$7,603)	\$6,015	\$0	\$0	\$0	\$0	\$0	\$0	\$31,824	\$31,824



Contracts update

Contract #	Company	Type	start	end	Contract Owner	Description	Additional value	Total contract value	Changes Through December 2016
HBE-003	Clark Nuber	Contract	4/20/12	12/31/16	Carole Holland	Financial management and accounting assistance	\$0	\$989,900	Letter of non-renewal sent
HBE-043	Rich Wyde	Contract	9/24/12	13/31/18	Brian Peyton	Legal assistance	\$0	\$160,000	Extend agreement through 12/31/18
HBE-048	KP LLC	Contract	4/12/13	12/31/17	Beth Walter	Printing services	\$4,000,000	\$14,000,000	Add funds and extend to 12/31/17
HBE-050	Outsolve	Contract	1/10/13	12/31/18	Brian Peyton	Affirmative action consultation	\$1,568	\$10,594	Extend period of performance and add funds for continuation of affirmative action contract
HBE-068	Milliman	Contract	8/22/13	12/31/16	Carole Holland	General actuarial and quantitative services	\$0	\$1,062,364	Letter of non-renewal sent
HBE-085	John Flannagan	Contract	7/1/13	12/31/16	Carole Holland	Contract administrator	\$	\$350,000	Letter of non-renewal sent
HBE-086	Milestone	Contract	9/21/15	12/31/17	Vincent Barrailler	IT services	\$111,466	\$4,000,000	Work orders extended for two contractors through 4/30/17
HBE-098	Mary Benckert Reis	Contract	7/25/13	11/30/16	Carole Holland	Abila and financial consultant	\$0	\$592,444	Letter of non-renewal sent
HBE-119	Gail Mauer	Contract	10/18/13	6/30/18	Brian Peyton	Presiding Officer services	\$35,000	\$85,000	Add funds and extend contract through 12/31/17



Contracts update

Contract #	Company	Type	start	end	Contract Owner	Description	Additional value	Total contract value	Changes Through December 2016
HBE-121	Lauren Erickson	Contract	10/25/13	6/30/18	Brian Peyton	Presiding Officer services	\$25,000	\$75,000	Add funds and extend contract through 12/31/17
HBE-171	Ciber	Contract	2/1/15	6/30/18	Vincent Barrailler	Optional use contract for technical staffing	\$0	\$4,000,000	Create new work order for contractor and extend a current contractor
HBE-173	Cognizant	Contract	1/1/15	6/30/18	Vincent Barrailler	Functional and system analysis & project management	\$0	\$4,000,000	Extend agreement through 12/31/17 and work order for contractor through 6/30/17
HBE-198	Portland Web Works	Contract	10/16/15	12/31/17	Michael Marchand	Web content management system	\$26,484	\$365,684	Add SOW for project work and add funds for 2017 hosting and support
HBE-217	Resource Group	Contract	3/11/16	12/31/17	Carole Holland	Financial system replacement	\$5,740	\$370,694	Add funds for customization and purchase of support hours
MLA-330	Samanage	Contract	6/18/13	6/17/17	Vincent Barrailler	IT ticketing system	\$11,700	\$25,177	Amendment adding funds and SOW for process improvements



December staff update

Department	November 2016			December 2016		
	FTE (bodies)	Contractor	TOTAL	FTE (bodies)	Contractor	TOTAL
Regular Employees						
Executive/PMO	7	0.25	7.25	8	0.25	8.25
Policy	8	0	8	8	0	8
Legal	11.5	0	11.5	12.5	0	12.5
Communications	17	0	17	16.5	0	16.5
Finance & Administration	18	1	19	15.5	0	15.5
Operations	31	2	33	33	2	35
IT	27.5	16	43.5	28.5	14	42.5
SUBTOTAL	120	19.25	139.25	122	16.25	138.25
Temporary & Project Employees						
Finance - Financial System Implementation	1		1	1		1
TOTAL	121	19.25	140.25	123	16.25	139.25



Legislative Update

Legislative update

- State Legislative session
 - Health and fiscal committee briefings
 - Member meetings
 - Bill analysis and fiscal notes (as needed)
- Legislative priorities
 - Exchange budget request
 - Prepared to respond to repeal/replace legislation and rulemaking





washington
healthplanfinder

powered by the **Washington Health Benefit Exchange**