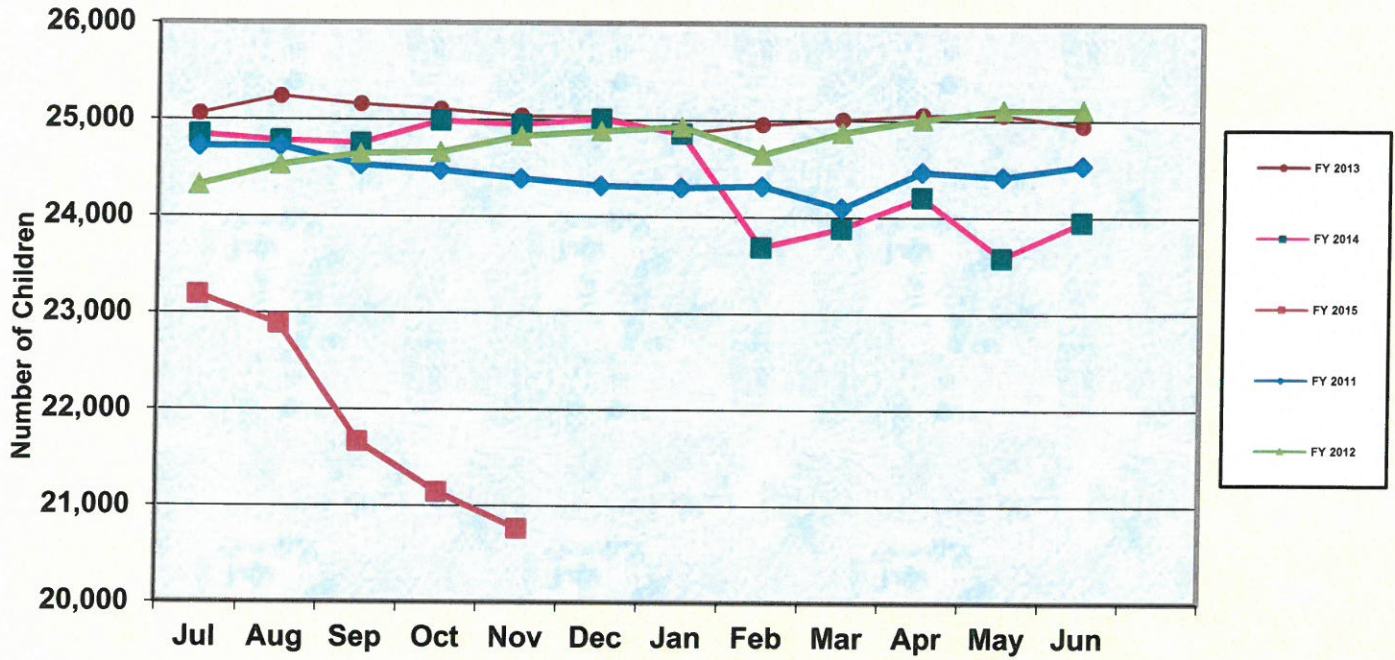


West Virginia Children's Health Insurance Program
2 Hale Street
Suite 101
Charleston, WV 25301
304-558-2732 voice / 304-558-2741 fax
Helpline 877-982-2447
www.chip.wv.gov

Joint Committee on Government and Finance Report

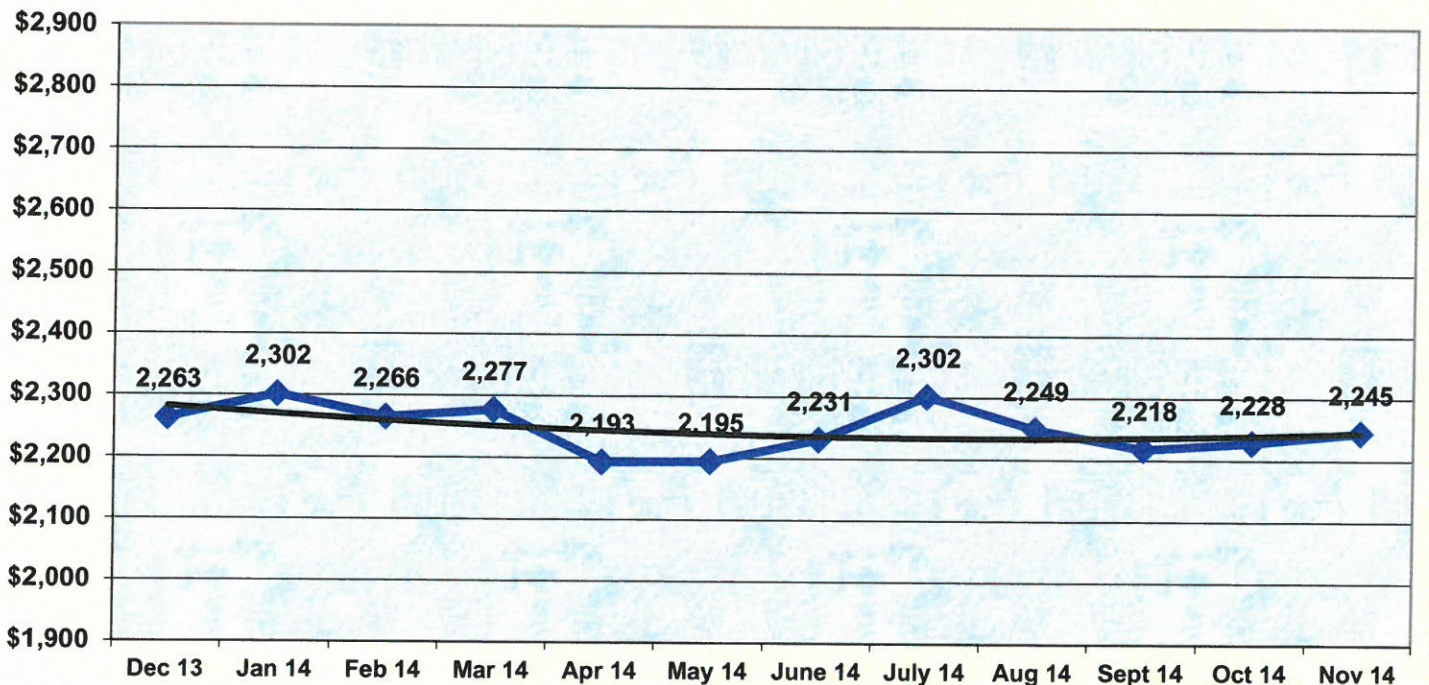
January 2015

WV CHIP Enrollment



November 30th Enrollment 20,768

Annualized Health Care Expenditures (Cost per Child)



West Virginia Children's Health Insurance Program
Comparative Balance Sheet
November 2014 and 2013
(Accrual Basis)

	November 30, 2014	November 30, 2013	Variance	
Assets:				
Cash & Cash Equivalents	\$13,451,714	\$13,705,855	(\$254,140)	-2%
Due From Federal Government	\$3,724,776	\$5,135,734	(\$1,410,958)	-27%
Due From Other Funds	\$909,247	\$1,079,487	(\$170,239)	-16%
Accrued Interest Receivable	\$8,949	\$7,911	\$1,038	13%
Fixed Assets, at Historical Cost	<u>\$93,386</u>	<u>\$93,386</u>	<u>\$0</u>	<u>0%</u>
Total Assets	<u>\$18,188,073</u>	<u>\$20,022,373</u>	<u>(\$1,834,300)</u>	<u>-9%</u>
Liabilities:				
Accounts Payable	\$534,899	\$293,432	\$241,467	82%
Deferred Revenue	\$663,263	\$1,370,049	(\$706,786)	-52%
Unpaid Insurance Claims Liability	<u>\$4,000,000</u>	<u>\$5,040,000</u>	<u>(\$1,040,000)</u>	<u>-21%</u>
Total Liabilities	<u>\$5,198,162</u>	<u>\$6,703,481</u>	<u>(\$1,505,319)</u>	<u>-22%</u>
Fund Equity	<u>\$12,989,911</u>	<u>\$13,318,892</u>	<u>(\$328,981)</u>	<u>-2%</u>
Total Liabilities and Fund Equity	<u>\$18,188,073</u>	<u>\$20,022,373</u>	<u>(\$1,834,300)</u>	<u>-9%</u>

PRELIMINARY FINANCIAL STATEMENTS

Unaudited - For Management Purposes Only - Unaudited

West Virginia Children's Health Insurance Program
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances
For the Five Months Ending November 30, 2014 and November 30, 2013
(Modified Accrual Basis)

	November 30, 2014	November 30, 2013	Variance	
Revenues				
Federal Grants	18,192,858	19,895,231	(1,702,373)	-9%
State Appropriations	4,195,490	4,194,852	638	0%
Premium Revenues	419,610	343,125	76,485	22%
Investment Income:				
Investment Earnings	<u>39,035</u>	<u>32,607</u>	<u>6,428</u>	<u>20%</u>
Total Revenues	<u>22,846,993</u>	<u>24,465,815</u>	<u>(1,618,822)</u>	<u>-7%</u>
Expenditures:				
Claims:				
Outpatient Services	5,987,518	5,874,126	113,392	2%
Physicians & Surgical	4,488,569	3,935,716	552,853	14%
Prescribed Drugs	3,290,494	4,269,399	(978,905)	-23%
Dental	3,090,369	3,605,013	(514,644)	-14%
Inpatient Hospital Services	1,426,620	2,211,863	(785,243)	-36%
Outpatient Mental Health	627,914	647,497	(19,583)	-3%
Inpatient Mental Health	464,648	612,894	(148,246)	-24%
Durable & Disposable Med. Equip.	529,393	587,524	(58,131)	-10%
Vision	384,657	401,145	(16,488)	-4%
Therapy	275,527	317,950	(42,423)	-13%
Medical Transportation	210,442	170,222	40,220	24%
Other Services	41,074	46,627	(5,553)	-12%
Less: Collections**	<u>(230,294)</u>	<u>(436,280)</u>	<u>205,986</u>	<u>-47%</u>
Total Claims	<u>20,586,931</u>	<u>22,243,696</u>	<u>(1,656,765)</u>	<u>-7%</u>
General and Admin Expenses:				
Salaries and Benefits	268,944	264,204	4,740	2%
Program Administration	1,368,525	1,046,621	321,904	31%
Eligibility	36,000	211,848	(175,848)	-83%
Outreach & Health Promotion	361,977	256,927	105,050	41%
Current	<u>100,764</u>	<u>76,938</u>	<u>23,826</u>	<u>31%</u>
Total Administrative	<u>2,136,210</u>	<u>1,856,538</u>	<u>279,672</u>	<u>15%</u>
Total Expenditures	<u>22,723,141</u>	<u>24,100,234</u>	<u>(1,377,093)</u>	<u>-6%</u>
Excess of Revenues				
Over (Under) Expenditures	123,852	365,581	(241,729)	-66%
Unrealized Gain(loss) On Investments*	(52)	11,987	(12,039)	-100%
Fund Equity, Beginning	<u>12,866,112</u>	<u>12,941,324</u>	<u>(75,212)</u>	<u>-1%</u>
Fund Equity, Ending	<u>12,989,911</u>	<u>13,318,892</u>	<u>(328,981)</u>	<u>-2%</u>

* Short Term Bond Fund Investment began in November 2009

** Collections are primarily drug rebates and subrogation

PRELIMINARY FINANCIAL STATEMENTS

Unaudited - For Management Purposes Only - Unaudited

**West Virginia Children's Health Insurance Program
Budget to Actual Statement
State Fiscal Year 2015
For the Five Months Ended November 30, 2014**

	Budgeted for	Year to Date	Year to Date	Year to Date	Monthly	Actual Amt	Actual Amt	Actual Amt
	Year	Budgeted Amt	Actual Amt	Variance*		Budgeted Amt	Nov-14	Oct-14
Projected Cost	\$44,941,229	\$18,725,512	\$20,012,112	(\$1,286,600)	\$3,745,102	\$2,997,702	\$4,888,724	\$3,804,915
Premiums	1,687,540	703,142	\$419,610	(\$283,532)	140,628	75,373	91,578	89,690
Subrogation & Rebates	1,100,607	458,586	\$230,294	(228,293)	91,717	0	31,947	186,695
Net Benefit Cost	42,153,082	17,563,784	\$19,362,208	(\$1,798,424)	3,596,831	2,922,329	4,765,199	3,528,531
Salaries & Benefits	\$680,653	\$283,605	\$268,945	\$14,660	\$56,721	\$51,166	\$51,166	\$51,166
Program Administration	1,781,676	742,365	\$1,263,377	(521,012)	148,473	276,169	263,217	254,064
Eligibility	250,000	104,167	\$22,205	81,962	20,833	3,910	0	18,295
Outreach & Health Prom.	380,900	158,708	\$170,804	(12,096)	31,742	4,738	152,290	5,085
Current Expense	220,000	91,667	\$103,514	(11,847)	18,333	28,287	14,062	24,915
Total Admin Cost	\$3,313,229	\$1,380,512	\$1,828,845	(\$448,333)	\$276,102	\$364,270	\$480,735	\$353,525
Total Program Cost	\$45,466,311	\$18,944,296	\$21,191,053	(\$2,246,757)	\$3,872,933	\$3,286,599	\$5,245,934	\$3,882,056
Federal Share 79.95%	36,350,316	15,145,965	\$16,918,196	(1,772,231)	3,089,052	2,627,636	4,194,124	3,096,328
State Share 20.05%	9,115,995	3,798,331	\$4,272,857	(474,526)	783,882	658,963	1,051,810	785,728
Total Program Cost	** \$45,466,311	\$18,944,296	\$21,191,053	(\$2,246,757)	\$3,872,933	\$3,286,599	\$5,245,934	\$3,882,056

* Positive percentages indicate favorable variances
 ** Budgeted Year Based on CCRC Actuary 6/30/2014 Report.

Unaudited - Cash Basis For Management Purposes Only - Unaudited

Memo for Calculations Above:

Notes:

1/. Total budgeted for Year Program costs are CCRC Actuary's Base Line Scenarios dated 6/30/14 Final worksheet
 Net Paid Program Costs.

2/. Federal Share for FFY 2015 is 79.95%. Federal Share for FFY 2014 (10/1/13 - 9/30/14) is set at 79.76%.