

WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY

FOR THE PERIOD

MARCH 12, 1983 - JUNE 30, 1986

**West Virginia**



**LEGISLATIVE AUDITOR**

**CHARLESTON**

The Honorable Encil Bailey  
Legislative Auditor  
State Capitol - West Wing  
Charleston, West Virginia

Sir:

In compliance with your instructions and the provisions of the West Virginia Code, Chapter 4, Article 2, as amended, we have examined the accounts of the West Virginia Health Care Cost Review Authority.

Our examination covers the period March 12, 1983 through June 30, 1986. The results of this examination are set forth on the following pages of this report. However, only the financial statements for the years ended June 30, 1986 and June 30, 1985 are included in this report. The financial statements covering the period March 12, 1983 through June 30, 1984 are included in our audit workpapers.

Respectfully submitted,

A handwritten signature in cursive script that reads "Thedford L. Shanklin".

Thedford L. Shanklin, CPA, Director  
Legislative Postaudit Division

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WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY

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WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY  
EXIT CONFERENCE

We held an exit conference on June 29, 1987 with the Executive Director of the West Virginia Health Care Cost Review Authority and all findings and recommendations were reviewed and discussed. The above official's responses are included in italics in the Summary of Findings, Recommendations and Responses and after our recommendations in the General Remarks sections of this report.

# WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY

## INTRODUCTION

The need for the Health Care Cost Review Authority arose when the Legislature found that the health and welfare of West Virginia citizens were being threatened by unreasonable increases in the cost of acute care hospital services. In order to alleviate this threat, this entity of State government was created to gather information on hospital cost, to develop a system of cost control and to ensure the containment of acute care hospital costs. The purpose of the Health Care Cost Review Authority is to protect the health and well-being of the citizens of West Virginia by guarding against unreasonable loss of economic resources as well as to ensure the continuation of appropriate acute care hospital services.

WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY

ADMINISTRATIVE OFFICERS AND STAFF

JUNE 30, 1986

David S. Frazer . . . . . Chairman  
Walter J. Dale . . . . . Board Member  
Larry C. Fizer . . . . . Board Member  
Bill J. Crouch . . . . . Executive Director  
John Kozak . . . . . General Counsel  
Robert E. Baer . . . . . Director, Certificate of Need Program  
Shirley Jones . . . . . Administrative Assistant  
Terah Jacobs . . . . . Fiscal Officer  
D. Lynne White . . . . . Senior Financial Analyst  
Gary Thompson . . . . . Research Analyst  
Curtis Gadd . . . . . Computer Programmer  
Dianne Griffith . . . . . Data Entry

WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY  
SUMMARY OF FINDINGS, RECOMMENDATIONS AND RESPONSES

AREAS OF NONCOMPLIANCE

Deposits to State Treasury - Hospital Assessments

1. We noted the Health Care Cost Review Authority did not always deposit assessments received from hospitals with the State Treasurer within the specified 24-hour time frame.

We recommend the West Virginia Health Care Cost Review Authority comply with Chapter 12, Article 2, Section 2 of the West Virginia Code, as amended.

*We are now in compliance with this audit recommendation. (See page 7.)*

Social Security Matching

2. It appears the Health Care Cost Review Authority underpaid the employer's portion of the Social Security tax by \$35.32 for the latter half of July 1985 and by \$17.78 for the latter half of December 1985.

We recommend the West Virginia Health Care Cost Review Authority remit \$53.10 from the Current Expenses Account (8564-01) to the Social Security Division.

*We will comply with this audit recommendation. (See pages 7-8.)*

Leave Records

3. We noted the General Counsel's monthly time sheets for the period August 1983 through July 1984 were not available for our examination. These records are necessary to verify the yearly time sheet maintained by the agency is correct in regard to the accumulation and recording of leave.

We recommend the West Virginia Health Care Cost Review Authority comply with Chapter 21, Article 5C, Section 5 of the West Virginia Code.

*We are now in compliance with this audit recommendation. (See page 8.)*

#### Employees Withholding Allowance

4. We noted an employee claimed two exemptions on the W-4 Form (Employee's Withholding Allowance Certificate) filed January 17, 1984. However, during the period July 1, 1985 through June 30, 1986, taxes were withheld as though the employee claimed only one exemption.

We recommend the West Virginia Health Care Cost Review Authority comply with Chapter 11, Article 21, Section 71a of the West Virginia Code.

*We will comply with this audit recommendation. (See page 9.)*

#### Payment of Annual Increment

5. It appears the Health Care Cost Review Authority did not follow the proper procedures in the payment of the annual increment for employees. The Personal Services Account (8564-00) was not reimbursed from the Annual Increment Account (8564-66).

We recommend the West Virginia Health Care Cost Review Authority follow directives as contained in the applicable annual budget bills for the payment of the annual increment.

*We will comply with this audit recommendation. (See pages 9-11.)*



WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY

GENERAL REMARKS

INTRODUCTION

We have completed a financial and compliance audit of the West Virginia Health Care Cost Review Authority. The audit covered the period March 12, 1983 through June 30, 1986.

SPECIAL REVENUE ACCOUNTS

The West Virginia Health Care Cost Review Authority maintained the following special revenue accounts during the audit period:

West Virginia Health Care Cost Review Fund

<u>Number</u>	<u>Description</u>
8215-41 (FY 1983) . . . . .	Start-Up Health Care Cost Review Fund
8510-99 (FY 1983) . . . . .	Cash Control - Unclassified
8215-41 (FY 1984) . . . . .	Start-Up Health Care Cost Review Fund
8510-06 (FY 1984) . . . . .	Unclassified Total
8510-99 (FY 1984) . . . . .	Cash Control - Unclassified
8510-06 (FY 1985) . . . . .	Unclassified Total
8510-99 (FY 1985) . . . . .	Cash Control - Unclassified
8564-00 (FY 1986) . . . . .	Personal Services
8564-01 (FY 1986) . . . . .	Current Expenses
8564-03 (FY 1986) . . . . .	Equipment
8564-66 (FY 1986) . . . . .	Annual Increment
8564-79 (FY 1986) . . . . .	Payment of Claims
8564-99 (FY 1986) . . . . .	Cash Control
8565-24 (FY 1986) . . . . .	Indigent Care

FEDERAL FUND ACCOUNTS

The West Virginia Health Care Cost Review Authority maintained the following Federal fund accounts during the audit period:

<u>Number</u>	<u>Description</u>
7842-06 (FY 1985) . . . . .	Unclassified Total
7842-99 (FY 1985) . . . . .	Cash Control - Unclassified
7842-00 (FY 1986) . . . . .	Personal Services
7842-01 (FY 1986) . . . . .	Current Expenses
7842-66 (FY 1986) . . . . .	Annual Increment
7842-99 (FY 1986) . . . . .	Cash Control

## AREAS OF NONCOMPLIANCE

Chapter 16, Article 29B of the West Virginia Code generally governs the West Virginia Health Care Cost Review Authority. We tested applicable sections of the above plus general State regulations and other applicable chapters, articles and sections of the West Virginia Code as they pertain to fiscal matters. Our findings are listed below.

### Deposits to State Treasury - Hospital Assessments

Our examination of hospital assessments revealed the West Virginia Health Care Cost Review Authority did not always comply with Chapter 12, Article 2, Section 2 of the West Virginia Code, as amended. We tested 24 hospitals in fiscal years 1985 and 1986. The results of our examination follow:

<u>Fiscal Year</u>	<u>Number of Assessments Received</u>	<u>Amount of Assessments Received</u>	<u>Number of Assessments Noncomplying With §12-2-2</u>	<u>Amount of Assessments Noncomplying With §12-2-2</u>
1985	25	\$431,937.49	18	\$243,575.06
1986	28	\$426,322.18	15	\$136,346.72

Chapter 12, Article 2, Section 2 of the West Virginia Code states in part, "... All officials and employees of the State authorized by statute to accept moneys due the State of West Virginia shall keep a daily itemized record of such moneys so received for deposit in the state treasury and shall deposit within twenty-four hours with the state treasurer all moneys received or collected by them for or on behalf of the State for any purpose whatsoever."

We recommend the West Virginia Health Care Cost Review Authority comply with Chapter 12, Article 2, Section 2 of the West Virginia Code, as amended.

*We agree with your findings and it is now the agency's policy that all checks be deposited on a daily basis.*

### Social Security Matching

In July 1985, the agency paid \$1,581.64 in Social Security Matching from Current Expenses Account (8564-01.) Based on wages of \$22,935.64 for the last half

of July 1985 at a rate of employer matching of 7.05% of wages, the amount remitted should have been \$1,616.96, a difference of \$35.32. Additionally in December 1985, the agency paid \$1,500.02 in matching from Current Expenses Account (8564-01). Based on wages of \$21,529.06 for the last half of December 1985 at a rate of employer matching of 7.05% of wages, the amount remitted should have been \$1,517.80, a difference of \$17.78.

We recommend the West Virginia Health Care Cost Review Authority remit \$53.10 from the Current Expenses Account (8564-01) to the Social Security Division.

*We agree with your findings regarding Social Security Matching, Employee Withholding Allowance, and Payment of Annual Increment and since all three areas of non-compliance are handled for this agency by the Health Department, it is our intention to bring the payroll process "in house" as soon as possible.*

#### Leave Records

The General Counsel's monthly time sheets for the period August 1983 through July 1984 were not available for our examination. These records are necessary to verify the yearly time sheet maintained by the agency is correct in regard to the accumulation and recording of leave.

Chapter 21, Article 5C, Section 5 of the West Virginia Code states, "Every employer subject to the provisions of this article shall make or cause to be made, and shall keep and preserve at his place of business for a period of two years, a written record or records of the name and address of each of his employees as herein defined, his rate of pay, hours of employment, payroll deductions, and amount paid him for each pay period."

We recommend the West Virginia Health Care Cost Review Authority comply with Chapter 21, Article 5C, Section 5 of the West Virginia Code.

*We agree with your findings and a formal system of reporting and recording annual and sick leave has been in place since July, 1984. This system is closely monitored on a monthly basis.*

### Employees Withholding Allowance

In our examination of personal services, we noted an employee claimed two exemptions on the W-4 Form (Employee's Withholding Allowance Certificate) which was dated January 17, 1984. For the period July 1, 1985 through June 30, 1986, taxes were withheld as though the employee claimed only one exemption. Consequently, it appears the employee would have had a greater amount withheld to satisfy his income tax liability than was actually necessary.

Chapter 11, Article 21, Section 71a of the West Virginia Code states in part, "... Every employer maintaining an office or transacting business within this State and making payment of any wage taxable under this article to a resident or nonresident individual shall deduct and withhold from such wages for each payroll period a tax computed in such manner as to result, so far as practicable, in withholding from the employee's wages during each calendar year an amount substantially equivalent to the tax reasonably estimated to be due under this article resulting from the inclusion in the employee's West Virginia adjusted gross income of his wages received during such calendar year."

We recommend the West Virginia Health Care Cost Review Authority comply with Chapter 11, Article 21, Section 71a of the West Virginia Code.

*We agree with your findings regarding Social Security Matching, Employee Withholding Allowance, and Payment of Annual Increment and since all three areas of non-compliance are handled for this agency by the Health Department, it is our intention to bring the payroll process "in house" as soon as possible.*

### Payment of Annual Increment

We noted the payment of the annual increment was made from the Personal Services Account (8564-00) and the transfer from the Annual Increment Account (8564-66) to reimburse the Personal Services Account apparently was not made. The Legislature appropriated \$3,168.00 for the payment of the annual increment through the passage of Senate Bill No. 200, the budget bill for fiscal year 1986. However,

the West Virginia Health Care Cost Review Authority actually paid \$4,140.00 for annual increment pay on Transmittal No. 29021 processed on August 8, 1985 and drawn on Personal Services Account (8564-00), an amount which exceeded the budget authority by \$972.00. Our review indicated the entire amount of \$3,168.00 appropriated for the Annual Increment Account (8564-66) was allowed to expire and revert to the Health Care Cost Review Fund.

Section 3, entitled "Classification of Appropriations" of Senate Bill No. 200 passed April 13, 1985, states in part, "... 'annual increment' shall mean funds appropriated for 'eligible employees' and shall be disbursed only in accordance with chapter five, article five of the code. Funds appropriated for 'annual increment' shall be transferred to 'personal services' or other designated items only as required ...."

Also, Chapter 5, Article 5, Section 2 of the West Virginia Code, as amended, states:

" Effective for the fiscal year beginning the first day of July, one thousand nine hundred eighty-five, every eligible employee with three or more years of service shall receive an annual salary increase equal to thirty-six dollars times the employees' years of service, not to exceed twenty years of service. In each fiscal year thereafter and on the first day thereof, each such employee shall receive an annual increment increase of thirty-six dollars for such fiscal year: Provided, That every employee becoming newly eligible as a result of meeting the three years of service minimum requirement on the first day of July in any fiscal year subsequent to one thousand nine hundred eighty-five, shall be entitled to the annual salary increase equal to the aforesaid thirty-six dollars times the employee's years of service, where he has not theretofore received the benefit of any such increment computation; and shall receive a single annual increment increase thereafter of thirty-six dollars for each such subsequent fiscal year. These incremental increases shall be in addition to any across-the-board, cost-of-living or percentage salary increases which may be granted in any fiscal year by the Legislature. This article shall not be construed to prohibit other pay increases based on merit, seniority, promotion or other reason, if funds are available for such other pay increases: Provided, however, That the executive head of each spending unit shall first grant the herein mandated increase in compensation to all eligible employees prior to the consideration of any increases based on merit, seniority, promotion or other reason."

We recommend the West Virginia Health Care Cost Review Authority follow directives as contained in the applicable annual budget bills for the payment of the annual increment.

*We agree with your findings regarding Social Security Matching, Employee Withholding Allowance, and Payment of Annual Increment and since all three areas of non-compliance are handled for this agency by the Health Department, it is our intention to bring the payroll process "in house" as soon as possible.*

AUDITORS' OPINION

The Honorable Encil Bailey  
Legislative Auditor  
State Capitol - West Wing  
Charleston, West Virginia

Sir:

We have examined the statement of cash receipts, disbursements and changes in fund balances of the West Virginia Health Care Cost Review Authority for the years ended June 30, 1986 and June 30, 1985. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

As more fully described in Note A, the financial statement was prepared using the cash and modified cash basis of accounting. Accordingly, the financial statement is not intended to present financial position and results of operations in conformity with generally accepted accounting principles.

In our opinion, the statement of cash receipts, disbursements and changes in fund balances of the West Virginia Health Care Cost Review Authority presents fairly cash transactions for the years ended June 30, 1986 and June 30, 1985 on a basis consistent with the preceding year.

Our examination was made for the purpose of forming an opinion on the basic financial statement taken as a whole. The supplemental information is presented for purposes of additional analysis and is not a required part of the basic financial statement. Such information has been subjected to the auditing procedures applied in the examination of the basic financial statement and, in our opinion, is fairly stated in all material respects in relation to the basic financial statement taken as a whole.

Respectfully submitted,



Thedford L. Shanklin, CPA, Director  
Legislative Postaudit Division

October 15, 1986

Auditors: Michael E. Sizemore, CPA, Supervisor  
Sandra L. Boswell, Auditor-in-Charge  
Debra A. Pauley

WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY  
 STATEMENT OF CASH RECEIPTS, DISBURSEMENTS AND  
 CHANGES IN FUND BALANCES

	Year Ended June 30, 1986		
	Health Care Cost Review Fund	Federal Programs	Indigent Care Fund
Cash Receipts:			
Hospital Revenue Assessments	\$1,338,775.41	\$ -0-	\$2,998,860.50
Federal Funds	-0-	175,715.00	-0-
	<u>1,338,775.41</u>	<u>175,715.00</u>	<u>2,998,860.50</u>
Disbursements:			
Personal Services	538,205.27	94,644.58	-0-
Current Expenses	536,960.53	100,825.57	-0-
Repairs and Alterations	-0-	-0-	-0-
Equipment	21,227.78	-0-	-0-
Payment of Claims	227.80	-0-	-0-
Transfers to West Virginia Department of Human Services	-0-	-0-	2,998,860.50
	<u>1,096,621.38</u>	<u>195,470.15</u>	<u>2,998,860.50</u>
Cash Receipts Over (Under) Disbursements	242,154.03	(19,755.15)	-0-
Beginning Balance	354,150.84	37,614.88	-0-
Transfers of Federal Funds (to) from West Virginia Department of Health	28,800.00	-0-	-0-
Transfers to (from) Health Care Cost Review Fund	7,200.00	(7,200.00)	-0-
Ending Balance	<u>\$ 632,304.87</u>	<u>\$ 10,659.73</u>	<u>\$ -0-</u>

See Notes to Financial Statement



Year Ended June 30, 1985			
<u>Combined Totals</u>	<u>Health Care Cost Review Fund</u>	<u>Federal Programs</u>	<u>Combined Totals</u>
\$4,337,635.91	\$1,246,465.78	\$ -0-	\$1,246,465.78
175,715.00	-0-	240,275.00	240,275.00
<u>4,513,350.91</u>	<u>1,246,465.78</u>	<u>240,275.00</u>	<u>1,486,740.78</u>
632,849.85	490,250.32	77,633.98	567,884.30
637,786.10	439,656.43	131,272.19	570,928.62
-0-	1,175.00	-0-	1,175.00
21,227.78	26,421.30	953.95	27,375.25
227.80	-0-	-0-	-0-
<u>2,998,860.50</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
<u>4,290,952.03</u>	<u>957,503.05</u>	<u>209,860.12</u>	<u>1,167,363.17</u>
222,398.88	288,962.73	30,414.88	319,377.61
391,765.72	101,188.11	-0-	101,188.11
28,800.00	(28,800.00)		(28,800.00)
-0-	(7,200.00)	7,200.00	-0-
<u>\$ 642,964.60</u>	<u>\$ 354,150.84</u>	<u>\$ 37,614.88</u>	<u>\$ 391,765.72</u>

WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY

NOTES TO FINANCIAL STATEMENT

Note A - Accounting Policies

Accounting Method: The cash basis of accounting is followed for all funds. Therefore, certain revenue and the related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when the obligations are incurred. Accordingly, the financial statement is not intended to present financial position and results of operations in conformity with generally accepted accounting principles.

Combined Totals: The combined totals contain the totals of similar accounts of various funds. Since the cash receipts of certain funds are restricted as to use by various laws, rules and regulations, the totaling of the accounts is for memorandum only and does not indicate that the combined totals are available in any matter other than that provided by such laws, rules and regulations.

Note B - Pension Plan

All employees are members of the West Virginia Public Employees' Pension and Retirement Plan. Employee contributions are 4% of their compensation and employees are vested under certain circumstances. The West Virginia Health Care Cost Review Authority matches contributions at 9% of the compensation on which the employee made contributions. The West Virginia Health Care Cost Review Authority's pension expenditures were as follows:

	Year Ended June 30,	
	<u>1986</u>	<u>1985</u>
Health Care Cost Review Fund	\$49,620.72	\$43,879.60
Federal Programs	<u>9,018.26</u>	<u>6,661.72</u>
	<u>\$58,638.98</u>	<u>\$50,541.32</u>

Note C - Change in Account Assignment - Health Care Cost Review Fund

The account assignment for the Health Care Cost Review Fund changed from 8510-99 in fiscal years 1984 and 1985 to 8564-99 in fiscal year 1986.

SUPPLEMENTAL INFORMATION

WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY  
 STATEMENTS OF APPROPRIATIONS AND EXPENDITURES  
 SPECIAL REVENUE

<u>HEALTH CARE COST REVIEW FUND</u>	<u>Year Ended June 30, 1986</u>
<u>Personal Services - Account 8564-00</u>	
Appropriations	\$625,792.00
Expenditures	<u>535,714.52</u> 90,077.48
Transmittals Paid After June 30	<u>-0-</u>
Balance	<u>\$ 90,077.48</u>
 <u>Current Expenses - Account 8564-01</u>	
Appropriations	\$486,919.00
Expenditures	<u>416,060.41</u> 70,858.59
Transmittals Paid After June 30	<u>26,241.46</u>
Balance	<u>\$ 97,100.05</u>
 <u>Equipment - Account 8564-03</u>	
Appropriations	\$ 25,143.00
Expenditures	<u>20,562.76</u> 4,580.24
Transmittals Paid After June 30	<u>1,991.72</u>
Balance	<u>\$ 6,571.96</u>

WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY  
 STATEMENTS OF APPROPRIATIONS AND EXPENDITURES  
 SPECIAL REVENUE

	Year Ended June 30, 1986
<u>Annual Increment - Account 8564-66</u>	
Appropriations	\$3,168.00
Expenditures	-0-
	3,168.00
Transmittals Paid After June 30	-0-
Balance	\$3,168.00
 <u>Payment of Claims - Account 8564-79</u>	
Appropriations	\$ 227.80
Expenditures	227.80
	-0-
Transmittals Paid After June 30	-0-
Balance	\$ -0-

WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY  
 STATEMENT OF APPROPRIATIONS AND EXPENDITURES  
 SPECIAL REVENUE

<u>HEALTH CARE COST REVIEW FUND</u>	<u>Year Ended June 30, 1985</u>
<u>Unclassified - Account 8510-06</u>	
Appropriations	\$1,108,054.00
Expenditures:	
Personal Services	488,170.30
Current Expenses	559,059.82
Repairs and Alterations	1,175.00
Equipment	28,945.44
Transfers of Federal Funds	(6,000.00)
	<u>1,071,350.56</u>
	36,703.44
Transmittals Paid After June 30	<u>113,798.32</u>
Balance	<u>\$ 150,501.76</u>

WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

Cash Control - Health Care Cost Review Fund -

Account 8564-99 (FY 1986)

Account 8510-99 (FY 1985)

Year Ended June 30,

1986

1985

Beginning Balance:

State Treasury

\$ 354,150.84 \$ 101,188.11

Cash Receipts:

Hospital Revenue Assessments

1,338,775.41 1,246,465.78

TOTAL CASH TO ACCOUNT FOR

\$1,692,926.75 \$1,347,653.89

Disbursements:

Personal Services

\$ 538,205.27 \$ 482,170.30

Current Expenses

416,060.41 559,059.82

Repairs and Alterations

-0- 1,175.00

Equipment

20,562.76 28,945.44

Payment of Claims

227.80 -0-

975,056.24 1,071,350.56

Add Transmittals Paid After June 30 Beginning  
and (Less Transmittals Paid After June 30 Ending):

Personal Services

-0- 8,080.02

(Personal Services)

-0- -0-

Current Expenses

147,141.58 27,738.19

(Current Expenses)

(26,241.46) (147,141.58)

Equipment

2,656.74 132.60

(Equipment)

(1,991.72) (2,656.74)

Transfer of Federal Funds

(36,000.00) -0-

(Transfer of Federal Funds)

-0- 36,000.00

85,565.14 (77,847.51)

1,060,621.38 993,503.05

Ending Balance:

State Treasury

632,304.87 354,150.84

TOTAL CASH ACCOUNTED FOR

\$1,692,926.25 \$1,347,653.89

WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY  
 STATEMENTS OF APPROPRIATIONS AND EXPENDITURES  
 FEDERAL PROGRAMS

<u>CONSOLIDATED FEDERAL FUND -</u> <u>GENERAL ADMINISTRATION</u>	<u>Year Ended</u> <u>June 30, 1986</u>
<u>Personal Services - Account 7842-00</u>	
Appropriations	\$ 96,695.00
Expenditures	<u>94,644.58</u> 2,050.42
Transmittals Paid After June 30	<u>-0-</u>
Balance	<u>\$ 2,050.42</u>
 <u>Current Expenses - Account 7842-01</u>	
Appropriations	\$166,730.00
Expenditures	<u>95,042.16</u> 71,687.84
Transmittals Paid After June 30	<u>-0-</u>
Balance	<u>\$ 71,687.84</u>
 <u>Annual Increment - Account 7842-66</u>	
Appropriations	\$ 756.00
Expenditures	<u>-0-</u> 756.00
Transmittals Paid After June 30	<u>-0-</u>
Balance	<u>\$ 756.00</u>



WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY  
 STATEMENT OF APPROPRIATIONS AND EXPENDITURES  
 FEDERAL PROGRAM

<u>HEALTH CARE COST REVIEW FUND</u>	<u>Year Ended June 30, 1985</u>
<u>Unclassified - Account 7842-06</u>	
Appropriations	\$283,837.00
Expenditures:	
Personal Services	77,633.98
Current Expenses	137,055.60
Equipment	953.95
	<u>215,643.53</u>
	68,193.47
Transmittals Paid After June 30	<u>5,783.41</u>
Balance	<u><u>\$ 73,976.88</u></u>

WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY

STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS

<u>Cash Control - Account 7842-99</u>	<u>Year Ended June 30,</u>	
	<u>1986</u>	<u>1985</u>
Beginning Balance:		
State Treasury	\$ 37,614.88	\$ -0-
Cash Receipts:		
Federal Funds - Department of Health and Human Services	<u>175,715.00</u>	<u>240,275.00</u>
TOTAL CASH TO ACCOUNT FOR	<u>\$213,329.88</u>	<u>\$240,275.00</u>
Disbursements:		
Personal Services	\$ 94,644.58	\$ 77,633.98
Current Expenses	95,042.16	137,055.60
Equipment	-0-	953.95
	<u>189,686.74</u>	<u>215,643.53</u>
Add Transmittals Paid After June 30 Beginning and (Less Transmittals Paid After June 30 Ending):		
Current Expenses	5,783.41	-0-
(Current Expenses)	-0-	(5,783.41)
Transfer to Health Care Cost Review Fund	7,200.00	-0-
(Transfer to Health Care Cost Review Fund)	-0-	(7,200.00)
	<u>12,983.41</u>	<u>(12,983.41)</u>
	<u>202,670.15</u>	<u>202,660.12</u>
Ending Balance:		
State Treasury	<u>10,659.73</u>	<u>37,614.88</u>
TOTAL CASH ACCOUNTED FOR	<u>\$213,329.88</u>	<u>\$240,275.00</u>

WEST VIRGINIA HEALTH CARE COST REVIEW AUTHORITY  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS  
SPECIAL REVENUE


<u>Indigent Care Fund -</u> <u>Account 8565-24</u>	<u>Year Ended</u> <u>June 30, 1986</u>
Cash Receipts:	
Hospital Revenue Assessments	\$2,998,860.50
Disbursements:	
Transfers to the West Virginia Department of Human Services	<u>2,998,860.50</u>
	-0-
Beginning Balance	<u>-0-</u>
Ending Balance	<u>\$ -0-</u>

STATE OF WEST VIRGINIA

OFFICE OF LEGISLATIVE AUDITOR, TO WIT:

I, Encil Bailey, Legislative Auditor, do hereby certify that the report of audit appended hereto was made under my direction and supervision, under the provisions of the West Virginia Code, Chapter 4, Article 2, as amended, and that the same is a true and correct copy of said report.

Given under my hand this 17<sup>th</sup> day of August,  
1987.



Encil Bailey, Legislative Auditor

Copy forwarded to the Commissioner of the Department of Finance and Administration to be filed as a public record. Copies forwarded to the West Virginia Health Care Cost Review Authority; Governor; Attorney General; and, State Auditor.