



**CalViva Health
Finance
Committee Meeting Minutes**

July 15, 2021

Meeting Location

Teleconference Meeting due to COVID-19 Executive Order
CalViva Health
7625 N. Palm Ave., #109
Fresno, CA 93711

Finance Committee Members in Attendance		CalViva Health Staff in Attendance	
✓	Daniel Maychen, Chair	✓	Cheryl Hurley, Office Manager
✓	Gregory Hund, CEO	✓	Jiaqi Liu, Accounting Manager
	Paulo Soares		
✓•	Joe Neves		
✓•	Harold Nikoghosian		
	David Rogers		
✓•	John Frye		
		✓	Present
		*	Arrived late/Left Early
		•	Teleconference

AGENDA ITEM / PRESENTER	MOTIONS / MAJOR DISCUSSIONS	ACTION TAKEN
#1 Call to Order D. Maychen, Chair	The meeting was called to order at 11:30 am. A quorum was present via conference call in lieu of gathering in public per executive order signed by the Governor of California on Monday, 3/16/2020, allowing Public Health Plans subject to the Brown Act to hold public meetings via teleconferencing due to COVID-19. A quorum remains a requirement to take actions, but can be achieved with any combination of Commissioners' physical attendance at the public location or by teleconferencing.	A roll call was taken.
#2 Finance Committee Minutes	The minutes from the May 20, 2021 Finance meeting were approved as	Motion: <i>Minutes were approved</i>

<p>dated May 20, 2021</p> <p>Attachment 2.A Action D. Maychen, Chair</p>	<p>read.</p>	<p>5 - 0 - 0 - 2 (Nikoghosian / Frye)</p> <p>A roll call was taken.</p>
<p>#3 Financial Statements as of May 31, 2021</p> <p>Action D. Maychen, Chair</p>	<p>Total current assets were approximately \$314.4M; total current liabilities were approximately \$208.5M. Current ratio is 1.51. Total equity was approximately \$116M which is approximately 722% above the minimum DMHC required TNE amount.</p> <p>For the first eleven months of current fiscal year 2021, investment income actual recorded was approximately \$93.5K, which is \$269K less than projected due to declining yields on money market accounts.</p> <p>Premium capitation income actual recorded was approximately \$1.2B which is approximately \$122.2M above budgeted amounts, primarily due to FY 2021 budget including Pharmacy Carve-out to be effective January 2021 which would have reduced revenues given the fact the Pharmacy component in rates would have been removed; however, the Pharmacy carve-out was delayed and will not be effective in FY 2021. In conjunction with enrollment being higher than projected, this is the cause of revenues being higher than projected. Total cost of medical care expense actual recorded is approximately \$1B which is approximately \$119M more than budgeted due to the delay in the Pharmacy Carve-out and enrollment being higher than projected. Admin service agreement fees expense actual recorded was approximately \$45.3M, which is approximately \$1.3M more than budgeted due to actual enrollment being higher than budgeted. Taxes are approximately \$92.5K more than budgeted due to DHCS paying the Plan retroactive rate adjustments received during FY 2021. Net income actual recorded through May 2021 was approximately \$7.2M which is approximately \$2.3M more than budgeted primarily due to the Pharmacy Carve-out delay and enrollment being higher than budgeted.</p>	<p>Motion: <i>Financials as of May 31, 2021 were approved</i></p> <p>5 - 0 - 0 - 2 (Frye / Hund)</p> <p>A roll call was taken.</p>

	MCO tax loss of approximately \$4.5M the Plan incurred during the first six months of the fiscal year 2021 has turned positive due to an increase in MCO tax revenue rates from DHCS beginning January 2021. As of the end of May 2021 the Plan is positive by approximately \$387K in relation to MCO taxes.	
#4 Announcements	None.	
#5 Adjourn	Meeting was adjourned at 11:37 am	

Submitted by: Cheryl Hurley
 Cheryl Hurley, Clerk to the Commission

Dated: Sept 16, 2021

Approved by Committee: Daniel Maychen
 Daniel Maychen, Committee Chairperson

Dated: 9/16/2021