



**CalViva Health
Finance
Committee Meeting Minutes**

May 20, 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 March 18, 2021 Finance meeting were approved	Motion: <i>Minutes were approved</i>

<p>dated March 18, 2021</p> <p>Attachment 2.A Action D. Maychen, Chair</p>	<p>as read.</p>	<p>5 – 0 – 0 – 2 (Nikoghosian / Hund)</p> <p>A roll call was taken.</p>
<p>#3 Financial Statements as of March 31, 2021</p> <p>Action D. Maychen, Chair</p>	<p>Total current assets were approximately \$257.6M; total current liabilities were approximately \$155.4M. Current ratio is 1.66. TNE as of March 31, 2021 was approximately \$112.3M, which is approximately 699% above the minimum DMHC required TNE amount.</p> <p>For the first nine months of current fiscal year 2021, investment income was under what was budgeted by approximately \$209K, primarily due to declining yields on money market accounts. Premium capitation income recorded was approximately \$989M which is approximately \$71.2M above budgeted amounts, primarily due to FY 2021 budget including Pharmacy Carve-out which reduced capitation rates noting that the Pharmacy Carve-out was budgeted to be effective January 2021 as proposed by DHCS; that date has been delayed to a yet to be determined date and most likely will not be effective this fiscal year. Actual revenues are projected to continue to grow larger than budgeted revenues. Pharmacy Carve-out in conjunction with enrollment being higher than projected, is the cause of revenues being higher than projected. Total cost of medical care expense actual recorded is approximately \$828.4M which is approximately \$71.2M more than budgeted due to enrollment being higher than projected. Admin service agreement fees expense recorded was \$36.9M, which is approximately \$879K more than budgeted due to actual enrollment being higher than projected. Taxes are approximately \$93K more than budgeted due to DHCS paying the Plan retroactive capitation payments that had MCO tax associated with those rates. Net income recorded through March was approximately \$3.55M which is approximately \$566K less than projected due to the MCO tax loss the Plan incurred during the first six months of the current fiscal year, which the Plan expects to be positive</p>	<p>Motion: <i>Financials as of March 31, 2021 were approved</i></p> <p>5 – 0 – 0 – 2 (Nikoghosian / Frye)</p> <p>A roll call was taken.</p>

	by current fiscal year end.	
#4 Finance Charter Annual Review Action D. Maychen, Chair	No edits or revisions were recommended during the annual Charter review. This was approved to move to Commission for final approval.	Motion: <i>Approval to move to Commission for final approval.</i> 5-0-0-2 (Frye / Hund) A roll call was taken.
#5 Announcements	None.	
#6 Adjourn	Meeting was adjourned at 11:37 am	

Submitted by:

Cheryl Hurley
Cheryl Hurley, Clerk to the Commission

Approved by Committee:

Daniel Maychen
Daniel Maychen, Committee Chairperson

Dated:

July 15, 2021

Dated:

7/15/2021