



**CalViva Health  
Finance  
Committee Meeting Minutes**

**Meeting Location**  
CalViva Health  
7625 N. Palm Ave., #109  
Fresno, CA 93711

July 20, 2023

Finance Committee Members in Attendance		CalViva Health Staff in Attendance	
✓	Daniel Maychen, Chair	✓	Cheryl Hurley, Office Manager
✓	Jeff Nkansah, CEO	✓	Jiaqi Liu, Director of Finance
	Paulo Soares		
✓	Joe Neves		
✓	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 11:33 am, a quorum was present.	
#2 Finance Committee Minutes dated May 18, 2023 Attachment 2.A Action, D. Maychen, Chair	The minutes from the May 18, 2023, Finance meeting were approved as read.	Motion: <i>Minutes were approved 4-0-0-2 (Neves / Rogers)</i>
#3 Financials as of May 31, 2023 Action D. Maychen, Chair	Total current assets recorded were approximately \$323.9M; total current liabilities were approximately \$194.8M. Current ratio is approximately 1.66.	Motion: <i>Financials as of May 31, 2023, were approved 4-0-0-2</i>

AGENDA ITEM / PRESENTER	MOTIONS / MAJOR DISCUSSIONS	ACTION TAKEN
	<p>Total equity was approximately \$139M, which is approximately 805% above the minimum DMHC required TNE amount.</p> <p>Interest income actual recorded was approximately \$4.7M which is approximately \$4.4M more than budgeted primarily due to rates on the Plan's money market funds being higher than projected. Premium capitation income actual recorded was approximately \$1.2B which is approximately \$133.6M more than budgeted primarily due to rates and enrollment being higher than projected.</p> <p>Total cost of medical care expense actual recorded is approximately \$1B which is approximately \$127.6M more than budgeted due to rates and enrollment being higher than projected. Admin service agreement fees expense actual recorded was approximately \$51.3M, which is approximately \$4.2M more than budgeted due to higher than budgeted enrollment. Dues and Subscriptions expense actual recorded was approximately \$241.8K which is approximately \$54K more than budgeted due to the Local Health Plans of California (LHPC) one-time additional assessment related to their work in renewing the MCO tax and allocating dollars to reinvest back into Medi-Cal as opposed to the State general fund. All other expense line items are below or close to what was budgeted.</p> <p>Net income recorded through May 2023 was approximately \$11.1M, which is approximately \$6.9M more than budgeted primarily due to enrollment and rates being higher than projected, and interest income being approximately \$4.4M higher than budgeted.</p>	<p><i>(Neves / Rogers)</i></p>
<p>#4 Investment Policy</p> <p>Action</p> <p>D. Maychen, Chair</p>	<p>The annual review of the Investment Policy was presented to the Finance Committee for recommended changes and/or revisions. No recommended changes or revisions.</p>	<p>Motion: <i>Annual review of Investment Policy was approved.</i></p> <p>4-0-0-2</p> <p><i>(Neves / Rogers)</i></p>

AGENDA ITEM / PRESENTER	MOTIONS / MAJOR DISCUSSIONS	ACTION TAKEN
#5 Announcements	<p>The MCO tax currently going through legislation is anticipated to quadruple compared to the MCO tax the Plan has had in the past. Estimating approximately \$500M as opposed to \$160M per year, retroactive to April 2023 through December 2026. It is expected to generate approximately \$19B for the State of California. It has passed through the California legislature and Governor Newsom has signed the MCO Tax Bill (AB 119) on June 29, 2023. The next step is to send it to CMS to see if they will ultimately approve this new MCO tax proposal. Based off historical timelines, it is anticipated to take a couple of months and an update on the final decision will more than likely be in September or October 2023.</p>	
#6 Adjourn	Meeting was adjourned at 11:46 am	

Submitted by:

*Cheryl Hurley*  
Cheryl Hurley, Clerk to the Commission

Approved by Committee:

*Daniel Maychen*  
Daniel Maychen, Committee Chairperson

Dated:

9.28.23

Dated:

9/28/23