NORTHWEST REGIONAL COUNCIL

TO: Northwest Regional Council

FROM: Dan Murphy, Executive Director Murphy, Dan Digitally signed by Murphy, Dan Date: 2020.07.15 16:12:56 -07'00'

DATE: July 14, 2020

SUBJECT: SUPPLEMENTAL BUDGET #1 FOR 2020

This material related to our routine mid-year budget adjustment includes Resolution #20-01 Supplemental Budget #1 and supporting detail materials, which reflect a net increase in funding of $501,043 and an increase of $419,196 in expenditures. The increase in both revenues and expenditures is largely due to receipt and subsequent obligation of the COVID-19 disaster relief funding from the federal FFCRA and CARES Act.

In summary, the major changes from the previously approved 2020 budget are:

Current Year Revenues

Funding Source	Adjustments – Increase (Decrease)	Explanation
DSHS Medicaid	$186,347	Rate increase effective July 1, 2020 plus higher number of cases
DSHS All Other	$50,363	Carryover of unspent 2019 revenue
COVID Disaster Relief	$666,680	Projected 2020 use of COVID funding
Health Care Authority	$159,140	Health Home rate increase July 1, 2020
Other Contracted	($278,479)	Jail Health Care Coordinator not funded, slowed ramp up of Behavioral Health Program due to COVID
Reserves	($283,008)	Reduced need for reserves

Total Adjustments to Revenue	**$501,043**	

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Serving the People of Island, San Juan, Skagit and Whatcom Counties
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Expenditures – Selected Line Items

Line Item Description	Major Adjustment – Increase (Decrease)	Explanation
Personnel	($447,073)	Two unfilled positions eliminated, positions filled later in year than projected, turnover, and staff costs shifted to disaster relief funding.
Operating Expenditures	$377,068	Increases in professional services and disaster relief to implement COVID responses, reconfigure and support shift to remote work due to COVID
Subcontractor expenditures	$489,196	Increases to respond to COVID, Health Home rate increase July 1, 2020
Total Adjustments to Expenditures	**$419,191**	

Increase in unallocated funding, available for carryover	**$81,852**	

<u>NWRC Staff Positions</u>
Eliminates two unfilled positions: 1 FTE Care Coordinator for Jail Health, 1 FTE Program Specialist

PROPOSED MOTION:
The Northwest Regional Council hereby approves and adopts Resolution #20-01, Supplemental Budget #1.