

ARIZONA AHEC PROGRAM
FY16: 7/1/2015 - 6/30/2016
YEAR TO DATE FINANCIAL REPORT
FOR Q4 ENDING JUN 30, 2016

| | FY 2015 | FY 2016 | | | | |
|---|---------------------|-----------------------|----------------------|----------------------|---------------------|-----------------------|
| | (PRIOR YEAR) | Approved Budget | Actuals Year to Date | | | Actual vs. Budget |
| | Actuals | | Federal | State | Total | |
| REVENUE: | | | | | | |
| Federal Model AHEC (received periodically on a reimbursement basis) | 520,912 | 589,402 | 525,616 | | 525,616 | (63,786) |
| Arizona State Lottery (received in prior FY) | 4,258,200 | 4,746,883 | | 4,746,883 | 4,746,883 | - |
| TOTAL REVENUE | \$ 4,779,112 | \$ 5,336,285 | \$ 525,616 | \$ 4,746,883 | \$ 5,272,499 | \$ (63,786) |
| EXPENDITURES: | | | | | | |
| Program Administration | 680,558 | 716,644 | 134,001 | 540,951 | 674,952 | (41,692) |
| Program Operations | 55,599 | 80,000 | - | 95,701 | 95,701 | 15,701 |
| AHEC Core Center Subcontracts -- Current FY Awards: | | | | | | |
| EAHEC | 382,128 | 422,125 | 57,189 | 358,582 | 415,770 | (6,355) |
| GVAHEC | 357,163 | 422,125 | 48,045 | 277,170 | 325,215 | (96,910) |
| NAHEC | 336,448 | 422,125 | 52,002 | 315,669 | 367,672 | (54,453) |
| SEAHEC | 232,634 | 422,125 | 66,191 | 204,414 | 270,605 | (151,520) |
| WAHEC | 364,944 | 422,125 | 31,384 | 328,375 | 359,758 | (62,367) |
| Sub-Total Current FY Year AHEC Core Center Subcontracts | 1,673,316 | 2,110,625 | 254,811 | 1,484,210 | 1,739,021 | (371,604) |
| AHEC Core Center Subcontracts -- Prior FY Awards: | | | | | | |
| EAHEC | 128,573 | 124,422 | 18,928 | 105,494 | 124,422 | - |
| GVAHEC | 154,753 | 143,759 | 19,068 | 124,690 | 143,759 | - |
| NAHEC | 129,291 | 154,778 | 40,638 | 114,140 | 154,778 | - |
| SEAHEC | 306,511 | 273,063 | 26,571 | 247,345 | 273,916 | 853 |
| WAHEC | 146,088 | 141,606 | 31,599 | 110,007 | 141,606 | - |
| Sub-Total Prior FY Year AHEC Core Center Subcontracts | 865,216 | 837,628 | 136,805 | 701,676 | 838,481 | 853 |
| Interprofessional Initiatives: | | | | | | |
| FY16 Activity: | | 2,218,795 | - | 1,038,598 | 1,038,598 | (1,180,196) |
| FY15 Activity: | | 406,675 | - | 319,268 | 319,268 | (87,406) |
| FY14 Activity: | | | - | (5,982) | (5,982) | (5,982) |
| FY13 Activity: | | | - | (2,944) | (2,944) | (2,944) |
| FY12 Activity: | | | - | - | - | - |
| Sub-Total Interprofessional Initiatives | 1,646,382 | 2,625,469 | - | 1,348,940 | 1,348,940 | (1,276,529) |
| TOTAL EXPENDITURES | \$ 4,921,071 | \$ 6,370,366 | \$ 525,616 | \$ 4,171,478 | \$ 4,697,094 | \$ (1,673,271) |
| CHANGE IN CARRYFORWARD RESERVE | \$ (141,959) | \$ (1,034,081) | \$ - | \$ 575,404.39 | \$ 575,404 | \$ 1,609,485 |

| | Federal | State | Total | % of Total |
|--|-------------------|---------------------|---------------------|-------------|
| Program Administration and Operations | \$ 134,001 | \$ 636,652 | \$ 770,652 | 23% |
| Core Center Subcontract Expenses | \$ 391,616 | \$ 2,185,886 | \$ 2,577,502 | 77% |
| TOTAL | \$ 525,616 | \$ 2,822,538 | \$ 3,348,154 | 100% |
| Target for Program Administration and Operations as % of Total | | | \$ 837,039 | 25% |

- 1 Proposed budget approved by UoFA SVPHS on behalf of ABOR.
- 2 Federal Model AHEC funding has a support year of Sep 1 - Aug 31. Two months from the prior support year fall at the beginning of the AHEC fiscal year, which runs from Jul 1 - June 30. The first 10 months of the current support year overlap with current AHEC fiscal year, which runs from Jul 1 - June 30. The current FY16 HRSA award amount is \$517,750.
- 3 Payment of the State Lottery funds is contingent on lottery performance.
- 4 Subcontract period is Sep 1 - Aug 31. As such, 10 months of each subcontract fall into the current fiscal year and 2 months fall into the following fiscal year.
- 5 Core Center Subcontract Expenses are based on actual invoices received and paid.
- 6 Interprofessional Initiatives are ongoing. Once a project has been awarded, the full amount of awarded monies are transferred out of the AHEC fund. Support external to the UoFA is issued via purchase order and paid via invoicing.
- 7 Interprofessional Initiatives are not included in calculating the no more than 25% target for Program Administration and Operations.
- 8 Includes any pending amount to be drawn from HRSA at report cut off date.
- 9 AHEC maintains a balance sufficient to support 1-year of operations in the absence of future funding. As of the beginning of FY 2016 on 7/1/2015, it stood at \$6,999,869. As of the end FY 2016 on 6/30/2016, it stood at \$7,575,274.

Arizona AHEC Program

FY16: 7/1/2015 – 6/30/2016

Q4 YTD Financial Summary

- The quarterly financial report is organized into seven columns (from left to right):
 - Column 1: Line item titles/names
 - Column 2: Prior year (FY 2015) actuals
 - Column 3: Current year (FY 2016) budget
 - Column 4: Current year (FY 2016) actuals YTD – Federal funding
 - Column 5: Current year (FY 2016) actuals YTD – State funding
 - Column 6: Current year (FY 2016) actuals YTD – Total (Federal and State funding combined)
 - Column 7: Comparison of Total Actual figures and Total Budget figures

- The AHEC fund balance at 6/30/2016 (end FY 2016) is **\$12,387,204**. This fund balance consists of (1) State lottery distributions received by AHEC during FY 2016 of \$4,811,931 and (2) a carryforward reserve of \$7,575,274. State lottery payments received during FY 2016 represent the budget available to AHEC for the next fiscal year, FY 2017. The goal for the carryforward reserve is to always maintain a balance sufficient to support one year of operations to sustain the AHEC program in the event future funding is disrupted.

- Model AHEC federal funding is disbursed on a reimbursement basis. The Sponsored Projects Services office at the University monitors the expenses in the designated Model AHEC account in the University's financial system, draws funds for unreimbursed expenses, receives the funds from the federal government, and applies them to the Model AHEC account. This process typically takes place 2-3 times per month. The cash balance in the third bullet above includes any pending federal receivables.

- Regional Center subcontract expenses are grouped into two categories: "Current FY Awards" and "Prior FY Awards". These two categories are included because the AHEC fiscal year runs from July 1 – June 30 while the AHEC regional Center subcontract year runs from September 1 – August 31. The beginning of each AHEC fiscal year includes the last two months of the prior year regional Center subcontracts (July 1 – August 31) and the first ten months of the current regional Center subcontracts (September 1 – June 30).

- AHEC Program Administration and Operations expenses are 23% of the combined total of Program Administration and Operations and regional Center subcontract expenses, which is lower than the 25% target.