

ARIZONA AHEC PROGRAM
 FY17: 7/1/2016 - 6/30/2017
 YEAR TO DATE FINANCIAL REPORT
 FOR Q4 ENDING JUN 30, 2017

	FY 2016	FY 2017				
	(PRIOR YEAR)	Approved Budget ¹	Actuals Year to Date			Budget v. Actual
	Actuals		Federal	State	Total	
REVENUE:						
Federal AHEC Grant (received periodically on a reimbursement basis)	525,616	589,402 ²	492,175 ⁷		492,175	97,227
Arizona State Lottery (received in prior FY)	4,746,883	4,811,931 ³		4,811,931	4,811,931	-
TOTAL REVENUE	\$ 5,272,499	\$ 5,401,333	\$ 492,175	\$ 4,811,931	\$ 5,304,105	\$ 97,227
EXPENDITURES:						
Program Administration	674,952	675,000	149,752	547,860	697,612	(22,612)
Program Operations	95,701	65,000		70,641	70,641	(5,641)
AHEC Regional Center Subcontracts -- Current FY Allocation:						
EAHEC	415,770	422,125	34,260	292,621	326,881	95,244
GVAHEC	325,215	422,125	53,194	217,358	270,552	151,573
NAHEC	367,672	422,125	54,279	276,535	330,813	91,312
SEAHEC	270,605	422,125	25,868	129,327	155,195	266,931
WAHEC	359,758	422,125	48,467	310,085	358,552	63,573
Sub-Total Current FY Allocation	1,739,021	2,110,625 ⁴	216,067	1,225,926	1,441,993 ⁵	668,632
AHEC Regional Center Subcontracts -- Prior FY Allocation:						
EAHEC	124,422	90,780	19,063	71,716	90,780	-
GVAHEC	143,759	181,335	28,207	153,128	181,335	-
NAHEC	154,778	138,785	24,157	114,629	138,785	-
SEAHEC	273,916	235,945	10,061	225,884	235,945	-
WAHEC	141,606	146,792	44,869	101,923	146,792	-
Sub-Total Prior FY Allocation	838,481	793,636 ⁴	126,356	667,280	793,636 ⁵	-
Program Initiatives:						
FY17 (Current Fiscal Year) Support		3,272,440 ⁶		2,006,348	2,006,348	1,266,093
Prior Fiscal Years Support	1,348,940	370,493 ⁶		237,524	237,524	132,968
Sub-Total Program Initiatives	1,348,940	3,642,933	-	2,243,872	2,243,872	1,399,061
TOTAL EXPENDITURES	\$ 4,697,094	\$ 7,287,194	\$ 492,175	\$ 4,755,579	\$ 5,247,754	\$ 2,039,440
CHANGE IN CARRYFORWARD RESERVE	\$ 575,404 ⁸	\$ (1,885,862) ⁸	\$ -	\$ 56,351	\$ 56,351 ⁸	

- ¹ Budget approved by UA SVPHS on behalf of ABOR.
- ² Federal AHEC funding has a grant year of Sep 1 - Aug 31. The AzaHEC program office is on the UA fiscal year of Jul 1 - June 30. Two months from the prior federal grant year fall at the beginning of the current AzaHEC fiscal year. The first 10 months of the current grant year overlap with current AzaHEC fiscal year. The FY17 HRSA allocation is \$527,190.
- ³ State Lottery funding is contingent on lottery performance from the prior fiscal year.
- 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 Regional Center Subcontract Expenses are based on actual invoices received and paid.
- ⁶ Program 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 UA is issued via purchase order and paid via invoicing.
- ⁷ Includes any pending amount to be drawn from HRSA at report cut off date.
- ⁸ AzaHEC maintains a reserve sufficient to support at least 1-year of operations and multi-year projects in the absence of future funding. As of the beginning of FY 2017 on 7/1/2016, the reserve stood at \$7,575,274. As of 6/30/2017, it stands at \$7,631,625. The overall AHEC fund balance at 6/30/17, including the FY18 lottery allocation of \$4,864,876, is \$12,496,501.

Arizona AHEC Program

FY17: 7/1/2016 – 6/30/2017

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 2016) actuals.
 - Column 3: Current year (FY 2017) budget.
 - Column 4: Current year (FY 2017) actuals YTD – Federal funding.
 - Column 5: Current year (FY 2017) actuals YTD – State funding.
 - Column 6: Current year (FY 2017) actuals YTD – Total (Federal and State funding combined).
 - Column 7: Comparison of current year Total Budget figures and Total Actual figures.

- Federal AHEC grant 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 Arizona State Lottery distributes AHEC funds to ABOR. ABOR then disburses lottery funding to UA for deposit in the specified state AHEC account in the University's financial system. Lottery funds are received by UA throughout each fiscal year or in a single payment at the end of the fiscal year, depending on the year.

- Program Administration consists of the personnel costs of the AzAHEC program office and federal AHEC grant indirect costs charged at 8% of modified total direct costs. Program Operations includes the non-personnel operating costs of the AzAHEC program office.

- Regional Center subcontract expenses are grouped into two categories: "Current FY Allocation" and "Prior FY Allocation". These two categories are separated 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).

- Program Initiatives includes AHEC supported initiatives other than the annual base subcontracts issued to each of the five regional AHEC centers. Support issued and paid/transferred in the current fiscal year appears in the "FY17 (Current Fiscal Year) Support" line. Support issued in a prior fiscal year but paid/transferred in the current fiscal year appears in the "Prior Fiscal Years Support" line.

- Total Revenue for FY 2017 was \$5.30 million consisting of \$492.2k of payments for the federal AHEC grant and \$4.81 million of lottery funding.
- Total Expenses for FY 2017 were \$5.25 million consisting of \$697.6k in Program Administration, \$70.6k in Program Operations, \$2.24 million of Regional Center Subcontract payments, and \$2.24 million in Program Initiatives.
- The AHEC fund balance at 7/1/2016 (beginning FY 2017) was \$12,387,204. This fund balance consisted of (1) State lottery distributions received by AHEC during FY 2016 of \$4,811,931 and (2) a carryforward reserve of \$7,575,274. The goal for the carryforward reserve is to maintain a balance sufficient to support one year of operations and multi-year programs in the event future funding is disrupted. At the end of FY 2017 Q4 at 6/30/2017, the carryforward reserve is \$7,631,625. The AHEC fund balance at 6/30/17 (end FY 2017), including the lottery allocation for FY 2018 of \$4,864,876, is \$12,496,501.