

Steve Sisolak
Governor



Richard Whitley, MS
Director

DEPARTMENT OF HEALTH AND HUMAN SERVICES

DIVISION OF CHILD AND FAMILY SERVICES
Helping people. It's who we are and what we do.



Cindy Pitlock, DNP
Interim
Administrator

NRS 217.260 requires the Division of Child and Family Services to estimate available revenue and anticipated claim costs each quarter. The VOCP pays claims in accordance with the policies pursuant to NRS 217.130. When a vendor accepts a payment reduced pursuant to these policies, NRS 217.245 provides that the claim is deemed paid in full. Claims are categorized as to their priority; and claims categorized as the highest priority are paid, in whole or in part, before other claims.

Priority One and Two claims are paid weekly during the quarter, and accrued Priority Three claims are paid at the end of each quarter. Priority One and Two claims are bills for current medical treatment, lost wages, funeral expenses, counseling, etc. Priority Three claims are bills the applicant owed prior to claim acceptance such as hospital emergency room and related bills. The VOCP pays the “approved” amount, which is the amount approved for payment after bill review and application of fee schedules or other payment adjustments.

Payments by Priority – 2nd Quarter FY 2022				
Type of Expense	Number of Bills	Total Victim Bills Submitted	Amount Saved by Bill Review	Amount Paid to Providers
Priority 1 Payments	199	395,128.93	210,002.49	185,126.44
Priority 2 Payments	1116	883,142.48	74,154.24	808,988.24
Pending Priority 3 Payments	159	1,581,980.34	1,257,387.10	324,593.24
Total 2nd Quarter Payments	1474	\$2,860,251.75	\$1,541,543.83	\$1,318,707.92

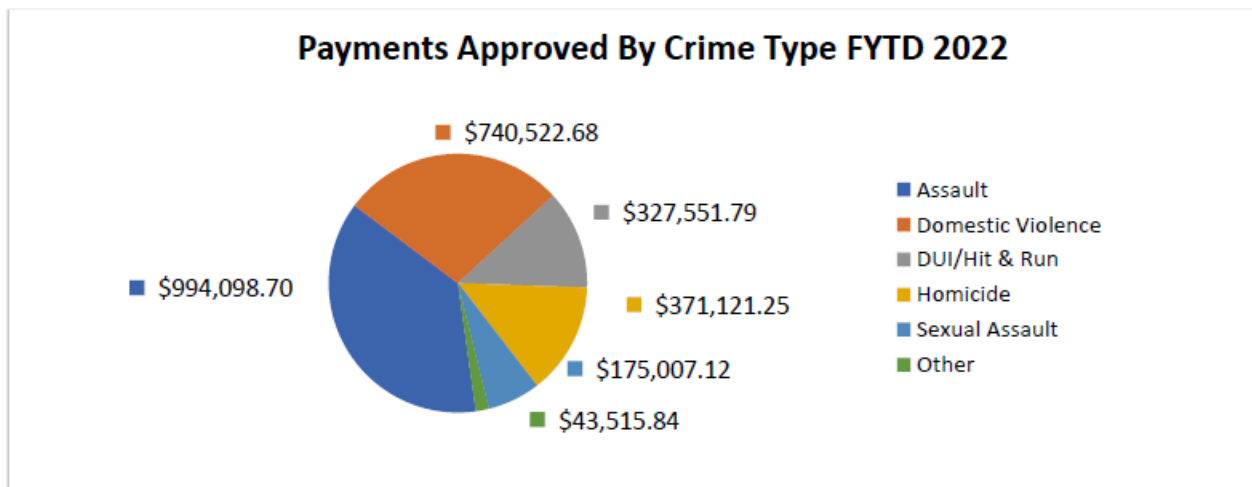
Claim Payments

The following chart shows claim payments made in FY 2022 by benefit type. As this chart shows, the VOCP has satisfied \$5,059,054.27 in victim medical bills and claims for \$2,474,262.03 from available funding. After bill review and application of Board policies we have had a total savings of \$2,584,792.24 over the billed amount in fiscal year 2022.

Payment Amounts by Type Fiscal Year to Date 2022				
Type of Expense	Number of Bills	Total Victim Bills Submitted	Amount Saved by Bill Review	Amount Paid to Providers
Chiropractic/Physical Therapy	126	113,738.16	32,649.26	81,088.90
Counseling	1193	381,703.31	137,552.00	244,151.31
Survivor Benefits	28	16,269.88	0.00	16,269.88
Dental	52	131,121.57	29,687.76	101,433.81
Discretionary*	531	638,843.55	0.00	638,843.55
Funeral Expense	90	341,102.77	-0.50	341,103.27
Lost Wages	268	334,672.25	0.00	334,672.25
Medical - Hospital	169	2,486,013.98	2,100,338.38	385,675.60
Medical - Other	463	602,367.67	283,606.17	318,761.50
Prescription	38	2,532.13	0.00	2,532.13
Vision	26	10,689.00	959.17	9,729.83
Total Payments YTD FY2022	2984	\$5,059,054.27	\$2,584,792.24	\$2,474,262.03
*Discretionary payments include: Relocations, Temporary Housing, Crime Scene Clean-up, etc.				
*Totals subject to change based on stale and stopped payments, lost checks, and reclassified bill types.				

Victim Payments by Crime Type

The following pie chart shows amounts approved for payment by crime type for fiscal year 2022 to date.



Financial Review

The chart below shows projected revenues and fund balances including reserves for FY 2022, and recommendations for 3rd quarter FY 2022 based on projections. These projections of revenue and anticipated expenses are used for purposes of determining compliance with NRS 217.260.

Financial Position and Third Quarter 2022 Projections	
Projected Funds Available for Payments FY22 Less 45 Day Reserves	\$5,796,421.90
2nd Quarter Priority 1 & 2 Payments	\$994,114.68
2nd Quarter Priority 3 Payments	\$324,593.24
Total 2nd Quarter FY22 Payments	\$1,318,707.92
Total 1st Quarter FY22 Payments	\$1,330,785.82
Projected Remaining Funds Available for FY22 Less 45 Day Reserves	\$3,146,928.16
Projected Payments 3rd Quarter FY22 *	\$1,324,746.87
Projected Funds Available after 3rd Quarter Payments	\$1,822,181.29
Recommended Priority 3 Payment Percentage 3rd Quarter FY22	0%
*Based on average of last 6 months	

As required, a 45 day operating expense reserve of \$809,950.19 is maintained to cover up to 45 days of victim's claims and administrative expenses.

Our 2022 Beginning cash totals \$2,352,776.00. Projected Revenue totals \$6,465,635.66. If payments continue at the current pace, total expenses for FY 2022 could reach \$7,528,037.19 which will leave the program with \$1,290,374.47 in cash for Fiscal Year 2022. That would allow us to continue satisfying our required 45 day operating expense reserve, and pay for expected victim claims.

Recommendation

We are projecting Priority One and Two payments totaling **\$1,005,404.17** and projected Priority Three payments totaling **\$319,342.70** for the 3rd quarter.

After reserving **\$809,950.19** for 45 days operating expenses, our budget shows VOCP revenues and reserves available for FY2022 will be **\$480,424.28** after projected quarterly payments.

These projections are based on the ability to draw VOCA Compensation FFY19 grant funds. Current cash levels are **\$1,556,123.81**. After reserving **\$809,950.19** for 45 days operating expenses, current cash available for immediate expenses is **\$746,173.62**, or 41.5 days of expenses. Without the availability of VOCA Compensation FFY19 grant funds, VOCP will not have sufficient cash for the remainder of state fiscal year 2022.

Based on these projections, the VOCP recommends holding Priority Three claims until the VOCA Compensation FFY19 grant funds become available (per policy, Priority One and Priority Two claims are always paid at 100% of the approved amount).