

EXECUTIVE COMMITTEE SUMMARY

Wednesday November 11, 2020, 3:00 PM

Present: Mark DeYoung, Peg Driesenga, Stan Stek, Jane Verduin

Absent: John Snider,

WELCOME

- i. Review of November 11, 2020 Meeting Agenda
- ii. Review of October 7, 2019 Meeting Minutes

The November 11, 2020 meeting agenda and the October 7, 2020 meeting minutes were accepted as presented.

FINANCIAL UPDATE

SUD Block Grant Reductions

Ms. Coleman updates:

- \$2.3 million cut to Block Grant funds for SUD. The state has had to cut their budget by about \$20 million which they have split among PIHPs. The LRE will discuss with CMH CEOs the proposed cuts to Prevention and Treatment and the use of PA2 to bridge some of the gap to services. If the CEOs agree, we will bring to the Oversight Policy Board (OPB) on December 4 and then a full recommendation to the full LRE Board. The OPB will have to approve any PA2 that is used.
- This cut is not due to regional overspend; this was a financial mistake at the State level. The PIHPs had a discussion with MDHHS last week and asked if there was an alternative solution. Mr. Riley attended this meeting and had asked if they could spread it out so there would not be such a large immediate impact. The State said they were looking at alternatives.

LRE QAPIP (Quality Assessment and Performance Improvement Program)

- The LRE Board reviews and approves the QAPIP annually. There have not been any major changes to it.
 - Changes – Goals for 2021 (will use work session to review).
- The Operations committee has reviewed and approved with some language changes that were incorporated.
- This will be on the November Board agenda for approval. Mr. DeYoung would like an executive summary of the QAPIP.

CCBHC (Certified Community Behavioral Health Clinics)

- West Michigan and WM, N180 have all been certified as CCHBC. WM and HealthWest are demonstration sites while N180 is an expansion site.

- MDHHS is meeting with Missouri to discuss some of the startup issues because they most closely resemble the Michigan System. Missouri moved all their CMHs to this certification except those that decided to opt out.
- July 2021 is the set start up, but Ms. Williams comments that October 1 would be more realistic. Senator Stabenow has stated that she does not want the implementation to take that long.
- Mr. Riley has asked the MDHHS what the impact on PIHPs would be if the state becomes a CCBHC state and has not yet received an answer. Ms. Williams explains:
 - The State will not be certified they will be the certified agent. For the first year CMS and SAMSHA will only allow the original demonstration sites. It will have to be determined how those funds will flow through the PIHP.
 - There are time limited dollars to spend to become certified and meet milestones.
 - The funds will have to be built into any payment structure that the State proposes. Because the CMHs are already capitated the payment for CCBHC services will have to be worked out. The State does not have to utilize every service that the CCBHC performs. They have a choice for the services they deem necessary to be included in the CCBHC sites.
 - The funds and wrap payments will have to be worked out. There is not agreement on how the PIHPs will disburse the funds. This is an enhanced payment, and there is still uncertainty about how it will work with the funding formula for the rest of the region.

CEO TRANSITION UPDATE

Mr. Riley and Mr. Hofman have been meeting regularly. Mr. Hofman is working on internal operations while Mr. Riley is working on the LRE/State settlement and Beacon contract. A communication is being worked on for the region and a formal notice will be sent to the state when Mr. Riley moves into the Interim CEO position. They are looking at December to flip Mr. Riley into the Interim CEO position

MDHHS SETTLEMENT UPDATE

Mr. Riley continues to have discussion with Rich Carpenter about the LRE settlement approach. Mr. Carpenter believes that because MDHHS has to open previous years due to death adjustments it would also give them the opportunity to revisit those years and separate MC and HMP. Mr. Riley and Mr. Carpenter have spoken with the state, and they have indicated that if this was done it would have to be done across all PIHPs and not just the LRE. Many of the PIHPs have stated reservations and/or objections because it may have a negative effect.

Mr. Riley has asked Mr. Carpenter to do a statewide impact analysis. Mr. Carpenter is putting the scope of the contract together to begin the analysis with an estimated cost of \$15,000. The results will be sent only to the LRE and will not be published. We can then use in discussions

with MDHHS. Any proposal will be discussed with our attorney, Greg Moore, prior to submitting to the state. This may help eliminate one of the objections (deficit) to our contract settlement.

PROVIDER NETWORK STABILITY UPDATE

- The regional COVID workgroup has moved back to weekly meetings in response to the uptick in COVID cases in our region.
- CMHs are monitoring AFC staffing issues.
- There have been some rate increases and we continue to offer more immediate assistance for those providers that are at high risk.

BEACON CONTRACT NEGOTIATIONS UPDATE

Mr. Riley updates:

- He has had discussion with Allen Jansen (MDHHS), Marge Ackermann (Beacon) and the Beacon Contract Workgroup. Mr. Riley is scheduling another meeting with Allen Jansen, each CMH CEO and their leadership teams and is scheduled to meet with Ms. Ackermann and Mr. Whalen tomorrow, 11/12.
- A transition plan is needed in conjunction with drafting the new Beacon contract for functions that will be brought back to the LRE and CMHSPs. Mr. Riley is hoping to have a contract draft complete by Monday. He will send that out to the workgroup to comment on.
- Mr. Riley is asking for the confidence of the Board to move forward with discussions with MDHHS regarding Beacon's future role with the region.

LRE GOVERNANCE COMMITTEE

2021 LRE Board Slate of Officers Recommendations:

- Chairperson – Mark DeYoung
- Vice Chairperson – Stan Stek
- Secretary – Jane Verduin

The Governance Committee have made their recommendations for Chairperson, Vice Chairperson and Secretary. The decision was made to discuss the Treasurer position with the Executive Committee and full Board to:

1. Better understand the qualifications needed to fulfill this position
2. Should the Board review the scope of the Treasurer position as written in the Bylaws

Ms. Williams comments that the CFOs and CEOs of the LRE/CMHs working together may be more beneficial due to the amount of information that has to be reviewed continuously. A Board committee that meets once a month with little or no prior knowledge of the financial information

would not be a value add. And as the main function of the Treasurer is chairing a Financial Committee, the position may not be relevant at this time.

Mr. Stek comments that with the MDHHS settlement and the Beacon contract not complete and other ongoing dynamics, he would suggest putting the Treasurer position on hold.

The Executive Committee recommend that the Treasurer position not be filled. Ms. Verduin would like to know how this will affect membership on the Executive Committee. The suggestion was made to have the Governance Committee meet again to review the Bylaws regarding Executive Committee membership and report back to the Board. Ms. Dyga will schedule a meeting and send the Bylaws to the Governance Committee members.

CEO SEARCH COMMITTEE

The LRE CEO position has been posted by Hiring Solutions. We are now waiting for applications, which they will review and put into tiers from the most qualified down to the least. Hiring solutions has received some applications and are reaching out to additional candidates. We hope to have enough applications to review in 2-3 weeks.

2020 LRE BOARD REAPPOINTMENTS

- i. Below are the At-Large Board members that will be up for reappointment in 2020. Mr. DeYoung will contact them and discuss their interest in continuing to be on the LRE Board.
 - Matt Fenske – November Board

BOARD MEETING AGENDA ITEMS

- i. Policy 2.8, Cash Management– Action Item (*Attachment 6*)
- ii. FY21 LRE Financial Risk Management Plan – Action Item
- iii. QAPIP – Action Item
- iv. Matt Fenske - Reappointment

BOARD WORK SESSION AGENDA

- i. Policy 2.8 – Cash Management
- ii. FY21 LRE Financial Risk Management Plan –
- iii. QAPIP

OTHER

UPCOMING MEETINGS

- November 19, 2020 – LRE Executive Board Meeting, 1:00 PM
- December 9, 2020 – LRE Executive Committee, 3:00 PM

- December 10, 2020 – Consumer Advisory Panel, 1:00 PM
- December 17, 2020 – LRE Executive Board Meeting, 1:00 PM

ADJOURN