

Meeting Minutes
BOARD OF DIRECTORS
Lakeshore Regional Entity
Fillmore Complex
12220 Fillmore, West Olive, MI 49460
February 20, 2020 – 1:00 PM

WELCOME AND INTRODUCTIONS – Mr. DeYoung

Mr. DeYoung called the February 20, 2020 LRE Board meeting to order at 1:05 PM.

ROLL CALL/CONFLICT OF INTEREST QUESTION – Mr. Stek

In Attendance: Mark DeYoung, Peg Driesenga, Matt Fenske, Patricia Gardner, Jack Greenfield, Ron Sanders, John Snider, Stan Stek, Jane Verduin

Absent: Stevi Riel

No conflicts of interest were declared.

PUBLIC COMMENT

None.

CONSENT ITEMS:

LRE 20-05 Motion: To approve by consent the following items.

- a. February 20, 2020 Board of Directors meeting agenda
- b. January 16, 2020 Board of Directors meeting minutes

Moved: Ron Sanders Support: John Snider

Mr. DeYoung announces that there will be a closed session after Public Comment to discuss a pending lawsuit.

MOTION CARRIED

CONSUMER ADVISORY PANEL

Minutes are included in packet for information.

STAFF REPORTS –

Reports are included in packet for information.

CHAIRPERSON'S REPORT – Mr. DeYoung

Minutes from the February 12, 2020 Executive Committee meeting are included in the packet.

Mr. DeYoung highlights the following:

- Discussed the continued settlement negotiations with the State.

BEACON REPORT

Beacon Annual Report –

- Ms. Ackerman gives an overview of items that will be covered in the Beacon annual report. She reports that it will include significant outcomes.
 - Appeals data and information will be included.
 - The completed report will be submitted to the LRE by the end of February.

CMHSP Operational Review –

- Beacon has been asked to work with CMHs in reviewing operations to help find efficiencies.
 - Mr. Stek would like to know if there is anything needed from the Board to help Beacon move forward with reviewing the CMHs. Ms. Ackerman comments that Beacon will compile a list of information that they would need to review the CMHs.
 - Mr. Hofman will discuss further with Beacon and the CMHs.

ACTION ITEMS

LRE 20-06 Motion: To approve Amendment #2 to PIHP/CMHSP Medicaid Managed Specialty Supports and Services 1115 Demonstration Waiver, 1915 (c)/(i) Waiver Program(s), the Healthy Michigan Program Flint 1115 Demonstration Waiver Substance Use Disorder Community Grant Programs

Moved: Matt Fenske Support: John Snider

The LRE receives contract amendments to the PIHP/MDHHS contract. The changes are reviewed and then the items that pertain to the CMHSP contracts are incorporated as amendments to the PIHP/CMHSP contract.

The Amendment #2 includes language regarding the expansion of service to MDOC, which is scheduled to roll out on April 1, 2020. There has been little guidance and no transition plan for moving forward with this state mandate. The LRE will work at the local level to coordinate the roll out. The costs for this mandate are still uncertain, but the LRE will monitor very closely.

MOTION CARRIED

LRE 20-07 Motion: To approve Amendment #3 to PIHP/CMHSP Medicaid Managed Specialty Supports and Services 1115 Demonstration Waiver, 1915 (c)/(i) Waiver Program(s), the Healthy Michigan Program Flint 1115 Demonstration Waiver Substance Use Disorder Community Grant Programs - Exhibit E for WCMCH, Network 180 and ACCMH

Moved: John Snider Support: Jack Greenfield

The Amendment # 3 will shift STR grant funds as needed.
MOTION CARRIED

LRE 20-08 Motion: To approve the Lakeshore Regional Entity's 80%/20% Employer/Employee health care cost sharing option as set forth in Public Act 152 section 4 and to limit its share of the total annual health care costs to not more than 80 percent.

Moved: Patricia Gardner Support: John Snider
MOTION CARRIED

LRE 20-09 Motion: To approve the LRE Policy 2.0 – Financial Management Policy.

Moved: Peg Driesenga Support: Matt Fenske

The Financial Management Policy has been vetted by the LRE, regional CEOs and CFOs.
MOTION CARRIED

FINANCIAL REPORT AND FUNDING DISTRIBUTION

FY2020 December Funds Distribution

Included in the Board packet for information.

LRE 20-10 Motion: To approve the FY2020 January Funds Distribution as presented

Moved: Matt Fenske Support: Stan Stek
MOTION CARRIED

LRE 20-11 Motion: To approve Amendment #1 to the LRE FY20 Budget

Moved: Jack Greenfield Support: Peg Driesenga

Ms. Coleman comments that this is the expense projection for the first quarter, the original budget was approved in September 2019. Ms. Coleman highlights:

- A large increase in Autism related to a state adjustment for current prevalence and an increase in the capitation rate.
- Grant funding has been incorporated and increased due to an increase in funding.
- PA2 payment was lower than anticipated.
- The region has reduced the contribution to the ISF.
- Local contribution was reduced this year.
- There is an increase of \$8 million for all revenues.

MOTION CARRIED

Statement of Activities as of 12/31/2019 and Variance Report-

Presented by Ms. Coleman for information.

- The statement of activities shows current budget and expenses through 12/31/19.
- The HRA taxes are paid quarterly and are not yet due.

Member Bucket Reports-

Ms. Coleman presents reports for information and highlights the following:

- \$ 9.5 million is the projected deficit as of December.
 - The main increase is provider billing and payment.

OTTAWA CMH PRESENTATION-

Ottawa CMH has a 3-year pilot working with the intermediate school district - elementary school, middle school and high school - to bring services into schools. There is a coordinator in the school that works with teachers, kids and parents, wherever the need is. Management comes from the ASD. This has been very successful, and they would like to continue and expand this service.

CEO REPORT – Mr. Hofman

The CEO report is included in Board packet for information.

- MDHHS/LRE Negotiations –
 - The last meeting scheduled with MDHHS was cancelled and is being rescheduled for early March. They sent an email asking for more information.
 - During the previous meeting the deficit and Board structure were discussed.
 - The LRE and State lawyers met with the ALJ to give an update on the negotiations. The ALJ will receive an update every 45 days.
 - There is continued discussion about the drawdown of federal funds but MDHHS seems to be reluctant. The Department was asked if there was a legal issue, there has been no response. Richard Carpenter of Rehman will be assisting the LRE with this discussion because he has experience with federal drawdowns.
- There was a \$20 million dollar supplemental that was passed for PIHPs. The LRE region will receive approximately \$1 million.
- The Department has been holding public forums to receive feedback from stakeholders regarding the system redesign.
- The LRE has resubmitted for the Veteran Navigator and Clubhouse Grants.
- QUAPIP – Below lists some of the quality goals:
 - Additional Improvement Project
 - Behavior Management
 - Data reporting
 - Improved return of satisfaction surveys
 - Develop practice guidelines for best practice models

- Training staff on Person Center Planning (PCP) and making sure services are consistent with the PCP
- Improve percent of individuals seen within 14 days of assessment
- Documenting staff training
- Consistent credentialing
- The LRE continues to update the Treasury Department on the negotiation process with MDHHS.

BOARD MEMBER COMMENTS

None.

PUBLIC COMMENT

None.

LRE 20-12 Motion: To move into closed session for the purpose of discussing a pending LRE lawsuit

Moved: Jane Verduin Support: Peg Driesenga

ROLL CALL VOTE - UNANIMOUS

MOTION CARRIED

LRE 20-13 Motion: To move out of closed session

Moved: John Snider Support: Ron Sander

MOTION CARRIED

LRE 20-14 Motion: To approve the settlement and settlement amount as recommended by MMRCMA Risk Management

Moved: Patricia Gardner Support: Jane Verduin

MOTION CARRIED

UPCOMING LRE MEETINGS

- March 11, 2020 – LRE Executive Committee, 3:00 PM
- March 19, 2020 - LRE Board Meeting, 1:00 PM
Network 180, 3310 Eagle Park Dr. NE, Suite 100, Grand Rapids, MI 49525

ADJOURN

Mr. DeYoung adjourned the February 20, 2020 LRE Board of Directors meeting at 2:41 PM.

Mark DeYoung, Board Chair

Minutes respectfully submitted by:
 Marion Dyga, Executive Assistant