

Meeting Minutes  
**BOARD OF DIRECTORS**  
Lakeshore Regional Entity  
May 21, 2020 – 1:00 PM

WELCOME AND INTRODUCTIONS – Mr. DeYoung

Mr. DeYoung called the May 21, 2020 LRE Board meeting to order at 1:03 PM.

ROLL CALL/CONFLICT OF INTEREST QUESTION – Mr. DeYoung

**In Attendance:** Mark DeYoung, Peg Driesenga, Matt Fenske, Patricia Gardner, Jack Greenfield, Jacquie Johnson, Jay Roberts-Eveland, Ron Sanders, John Snider, Stan Stek, Jane Verduin

**Absent:** Stevi Riel

No conflicts of interest were declared.

PUBLIC COMMENT

None.

CONSENT ITEMS:

LRE 20-23 Motion: To approve by consent the following items.

- a. May 21, 2020 Board of Directors meeting agenda
- b. April 16, 2020 Board of Directors meeting minutes

Moved: Matt Fenske                      Support: Patricia Gardner

ROLL CALL VOTE - UNANIMOUS

MOTION CARRIED

LRE 20-24 Motion: To approve Jacquie Johnson as an At-Large LRE Board Member representing Kent County

Moved: Stan Stek                      Support: Peg Driesenga

ROLL CALL VOTE - UNANIMOUS

MOTION CARRIED

LRE 20-25 Motion: To approve Jay Roberts-Eveland as an At-Large LRE Board Member representing Allegan County

Moved: Patricia Gardner              Support: John Snider

ROLL CALL VOTE - UNANIMOUS

MOTION CARRIED

## LEADERSHIP REPORTS

Reports are included in packet for information.

## CHAIRPERSON'S REPORT

Minutes from the May 13, 2020 Executive Committee meeting are included in the packet.

## BEACON REPORT

Ms. Ackermann reports:

- Beacon is beginning to pick up some of the activities pre-COVID.
- Utilization and admissions are down 5-10 percent.
- Reviews are not fully being done, only the items that can be done online.
- The LRE compliance plan which Beacon and LRE collaborated on is an agenda item for approval today.

## COVID 19 UPDATE

Dr. Monteith reports:

- There has been tremendous collaboration within the region. The CMHs have identified and developed protocols.
- We continue to advocate for PPE as we analyze how much is being used and will be needed moving forward.
- Testing is very important as we move forward to reopening.
- Telehealth has been a critical and valuable resource. The CMHs have done a great job using telehealth in place of face to face services.
- There continues to be several task force meetings with CEOs, clinical and financial leads.
- Advocacy toward financial resources is moving forward to help stabilize providers and retain needed resources.
- We have initially seen a decline in services but that is beginning to level off. We do not know the impact yet but will continue to stay on top of a rapidly changing environment.

## ACTION ITEMS

LRE 20-26 Motion: To approve the LRE 2020 Compliance Plan

Moved: Jacquie Johnson

Support: John Snider

PIHPs are required to have a plan and to update yearly. Mr. Hofman is the regional compliance officer, but the compliance functions have been delegated to Beacon. A training for Board members will be scheduled in the future.

Ms. Roberts-Eveland comments that she likes the transparency of the document.

ROLL CALL VOTE - UNANIMOUS  
MOTION CARRIED

#### FINANCIAL REPORT AND FUNDING DISTRIBUTION

##### **FY2020 April Funds Distribution**

Included in the Board packet for information.

- Included is the HRA Payment, legal services, and IPA for one quarter.
- \$67,000 payment to Michigan Consortium of Health is the PIHP portion for the software.

LRE 20-27 Motion: To approve the FY2020 April Funds Distribution as presented

Moved: Mathew Fenske                      Support: Patricia Gardner

ROLL CALL VOTE – UNANIMOUS

MOTION CARRIED

##### **Statement of Activities as of 3/31/2020 and Variance Report-**

Presented by Ms. Coleman for information.

- Although grant revenues are down, we can be reimbursed up to the dollars we have been allocated. Utilization does however appear to be down. We will have an opportunity at the end of the month to let the state know if we are projecting to lapse grant dollars or if we need additional dollars.
- The region has received PA2 payments.
- Because of an increase in health insurance rates, there will be additional costs.

##### **Member Bucket Reports-**

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

- Allegan change in SUD is due to provider billing.
- We will have a better picture of enrollment trends when the LRE receives our next payment.
- When the LRE receives our next payment, we will be able to see what our enrollment trends looks like.
- There was additional membership of 2 thousand from April to May. MDHHS sent out a memo stating that there will be no disenrollment's in April and May. Taking into account 2 thousand increase in membership and the removal of the Healthy Michigan work requirements, we are projecting \$2-\$5 million in additional revenue this month. This only includes membership that we can support with data at this point. We should receive the \$2 direct care worker increase in June. MDHHS will be sending out more guidance about how those funds should be rolled out.
- How will this affect the rate setting for next year? There is a rate setting meeting in June. We hope to receive a draft of FY21 rates and pose that question if it is not already addressed in the rate setting documents. This is a concern that has been raised about how COVID will affect rates. Mr. Hofman reports that the state has said that they do recognize the COVID impact on services and will take that into consideration.

- The effect on rates due to COVID-19 will not be seen until FY22. We will watch to see if the State has a plan for the COVID era.
- There has been concern over the State's budget. One of the proposals that was in the state report was a reduction in the amount of ISF that could be retained by PIHPs. That would be one way for the state to recoup some of the needed additional funds. The PIHPs are not in agreement with this. The LRE sent a response to MDHHS about their funding proposal.

### CEO REPORT

- Mr. Hofman comments that the CMHs have been doing well with the provider network during the rapidly changing environment of COVID, he also appreciates Dr. Monteith's assistance.
- The region has had 2 shipments of PPE. Mr. Hofman would like to thank HW for storing and managing the disbursement of items.
- We continue to meet with the State, there is a \$2 dollar increase for front line workers that we will be receiving in June. Telehealth has been a good resource that will continue to be utilized after COVID.
- Next week Wednesday is the next scheduled update to the ALJ regarding the LRE/MDHHS settlement negotiations. We are anticipating that it will be pushed back.
- System reform has been on hold because of COVID, but discussions are being picked up in meetings again. The Board Association has continued to send out communications regarding the structure of the redesign.
- We are beginning to plan for reopening and will take into account that there may be a surge in the fall. There is expectation that SUD and MH services will experience a large increase in volume.
- LRE and Beacon provided an initial report to HW to address outliers. A meeting is being scheduled to discuss and move forward.
- A meeting related to our contract discussed performance metrics. Follow up to hospitalization and racial disparity will be an item identified as a statewide issue.
- Regional SUD Strategic Plan will be reviewed by the Oversight Policy Board and then will come to this board in June for approval and then submitted to OROSC.
- The LRE and CMH CEOs will begin a review of the Beacon contract.

### BOARD MEMBER COMMENTS

- Thank you to LRE, Beacon and CMH staff as they continue to work during the COVID outbreak.
- A Board strategic planning meeting will be scheduled as soon as meetings can be held face to face.

### PUBLIC COMMENT

None.

#### UPCOMING LRE MEETINGS

- June 10, 2020 – Executive Committee, 3:00 PM
- June 11, 2020 – Consumer Advisory Panel, 1:00 PM
- June 18, 2020 – LRE Board Meeting, 1:00PM

#### ADJOURN

Mr. DeYoung adjourned the May 21, 2020 LRE Board of Directors meeting at 2:24PM.

---

Mark DeYoung, Board Chair

Minutes respectfully submitted by:  
Marion Dyga, Executive Assistant