

Meeting Minutes
BOARD OF DIRECTORS
Lakeshore Regional Entity
July 16, 2020 – 1:00 PM

WELCOME AND INTRODUCTIONS – Mr. DeYoung

Mr. DeYoung called the July 16, 2020 LRE Board meeting to order at 1:08 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 20-40 Motion: To approve by consent the following items.

- a. July 16, 2020 Board of Directors meeting agenda
- b. June 18, 2020 Board of Directors meeting minutes
- c. June 30, 2020 Board of Directors meeting minutes

Moved: John Snider Support: Ron Sander

ROLL CALL VOTE - UNANIMOUS

MOTION CARRIED

LEADERSHIP REPORTS

Reports are included in packet for information.

Mr. Hofman suggests reading through the reports for operational updates.

CHAIRPERSON'S REPORT

Minutes from the July 8, 2020 Executive Committee meeting are included in the packet.

- Mr. DeYoung comments that the Executive Committee continues to discuss regional finances and the Provider Stability Plan.

BEACON REPORT

Ms. Ackermann reports:

- Dr. Monteith reports that Beacon is focusing on Clinical and Utilization Management and standardizing functions.

- Parity and MCG - Region 3 is a leader in standardizing level of care (LOC). There is a statewide PIHP parity workgroup that is moving forward with implementation of MCG guidelines. The LRE region has implemented while other regions will not until September or after.
- Other areas of clinical support - telehealth best practices because this will be utilized more in the future, complex case meetings with network providers in this region, quality of care committee reviews cases related to hospitals.
- Ms. Smith-Hietikko reports:
 - Data report results for MH Inpatient continue to evolve in our data reporting as we use a methodology that is for Medicaid.
 - Overall readmissions for IP are at 7%. We have a very robust integrated care program which helps in the reduction of readmissions.
 - Denial rates are low, there is focus on best practices that are based on evidence-based practices.
 - Mr. Stek comments that inpatient is one of our most costly expenditures in this region and would like to know if the trend flattened?
 - There is incremental moving, not as much. We have begun to discuss practices that will continue to move that work forward.
 - These are also high costs services. Will there be negotiations with these rates and what is our capacity within the region.
 - There has been work on value-based payments with some of the providers, but due to COVID some discussions have moved slower.
 - Dr. Monteith comments that this is a statewide challenge. There is an effort with the PIHP Medical Directors' group that is focusing on denials.
- Mr. DeYoung would like beacon to begin submitting a written report.

ACTION ITEMS

LRE 20-41 Motion: To approve appointment of Shaun Raleigh as an At-Large LRE Board Member representing Muskegon County

Moved: John Snider Support: Stan Stek

ROLL CALL VOTE - UNANIMOUS

MOTION CARRIED

FINANCIAL REPORT AND FUNDING DISTRIBUTION

FY2020 June Funds Distribution

Included in the Board packet for information.

- Total expenses are down by \$13 million due to new rate adjustments that were carried over into July.
- Payment was made for legal counsel for \$31,000.
- Payments include unused FY19 SUD Block Grant that we are required to return.

LRE 20-42 Motion: To approve the FY2020 June Funds Distribution as presented

Moved: Stan Stek Support: Jack Greenfield

ROLL CALL VOTE – UNANIMOUS

MOTION CARRIED

LRE 20-43 Motion: To approve Amendment #2 to the LRE FY20 Budget

- A 3% increase in revenue which includes the \$2 DCW.
- We have requested to carry forward the SOR funds.
- There was and adjustment in hospital payments which are based on encounters.
- Expenses reduction of \$245 thousand, includes reductions in health insurance, board member expenses, contracted services, and mileage.
- Performance withhold was adjusted because we will not be implementing this year.

Moved: Jay Roberts-Eveland Support: John Snider

ROLL CALL VOTE – UNANIMOUS

MOTION CARRIED

Statement of Activities as of 5/31/2020 and Variance Report-

Presented by Ms. Coleman for information.

- Representation of actual through May.
- A portion of Sud Block Grant funds will be unused.

Member Bucket Reports-

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

- Mr. Hofman reminds Board members that the projected surplus that we have does not necessarily mean we have that amount due to variables that can impact these amounts.
- It has been noted on the Bucket report that the information received are projections reported to the LRE by the CMHs.
- The regional withhold will not be implemented in FY20.

CEO REPORT

Mr. Hofman highlights the following:

- The LRE and CMHs continue to meet regarding the Provider Network Stability applications. The analysis of provider needs, available funds and reviewing other sources of funding utilized is a slow process.
 - Surveys for the stability plan have been received and meetings are taking place to review them. We will send out a communication to providers. The CMHs will contact providers with any additional needs or clarifications of information.

- Providers have been told that if they are in dire need to contact their CMHs to expedite the review process.
- A review of encounter data pre/post COVID will be completed and reported to the Board.
- Mr. Hofman comments that rates for next FY should be released soon.
- COVID continues to be a significant challenge for the CMHs. As numbers of COVID increases again, providers will continue to be impacted which will be addressed by the CMHs.
- LRE legal is writing a communication to the Department regarding the contract settlement process.

BOARD MEMBER COMMENTS

None

PUBLIC COMMENT

None

UPCOMING LRE MEETINGS

- August 12, 2020 – LRE Executive Committee, 3:00 PM
- August 13, 2020 – Consumer Advisory Panel, 1:00 PM
- August 20, 2020 – LRE Executive Board Meeting, 3:00 PM

ADJOURN

Mr. DeYoung adjourned the July 16, 2020 LRE Board of Directors meeting at 3:00PM.

Mark DeYoung, Board Chair

Minutes respectfully submitted by:
Marion Dyga, Executive Assistant