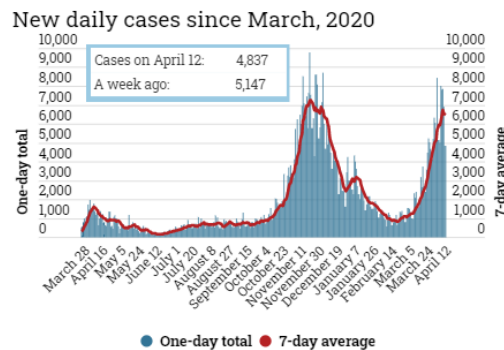


CEO Report April 16, 2021

Good afternoon,

1. **COVID-19** – Michigan has seen a spike in cases in the past month. The numbers have doubled daily from one month ago.
 - Michigan Daily cases on April 12 - 4837
 - One Week ago – 5147
 - One Month ago – March 12 – 2403

Daily cases

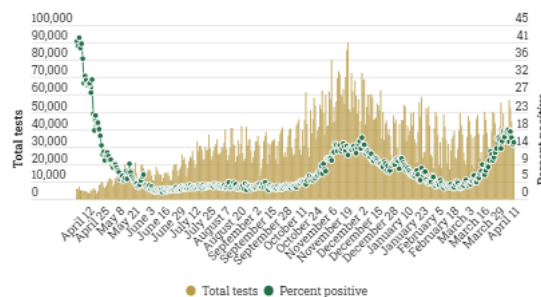


Source: Michigan Department of Health & Human Services

Testing – The positive test results continue to climb beginning in October 2020. The graph shows that the positive cases are at an all-time high, however the testing is not at the rate as the previous all-time high back in December 2020. The test administration rate is less however the positive cases of those being tested is at the highest point since April 2020.

Daily testing results

Michigan health officials say the goal is to keep the positive test rate at 3 percent or lower, where it had hovered for months before beginning to rise in October, alarming state leaders.



2. **CEO Transition** – The previous Interim CEO, Bill Riley, and I continue to meet weekly to discuss LRE Business, strategies, and areas of transition. The process seems to be going smoothly, and Bill continues to be an asset and resource in the transition process, as well as the strategic planning of LRE.

3. **State “Action Plan” Discussions** – Bill Riley and Lisa Williams (WM) have added me to the meetings with Al Jansen and Jeff Wieferich, as the LRE continues to work on a resolution regarding the status of the LRE sanctions. LRE requested feedback on the working draft action plan as part of the discussion with Al and Jeff and the feedback was received on Monday. The recommendations by MDHHS are being reviewed and changes will be made as deemed appropriate.
4. **Historical Deficit** – Discussions continue to take place with Al and Jeff on this matter and the process has progressed to the point that negotiations will take place with the approval of the LRE Board. LRE had an ending surplus for FY20 of \$10.1 million which would be part of the monies utilized in the negotiation.
5. **Leadership Positions** – LRE has been conducting interviews for the Chief Financial Officer position. LRE has a couple good candidates and are hoping to make an offer within the next week. The Chief Operating Officer position has been posted and LRE is anticipating receiving some very qualified applicants.
6. **Beacon Contract** –The Beacon contract has been signed and weekly meetings have been established with Beacon to begin to work on the transition of credentialing as well as data analytics. Subgroups have been formed and are scheduled to meet weekly to get things rolling with Beacon. UM/Autism have transitioned for 3 of the CMHs and the final two (N180/HW) will transition by July 1st.
7. **Health Services Advisory Group (HSAG)** – is the third-party contractor hired by MDHHS to complete the evaluation of the PIHPs and the Managed Care Functions around Medicaid. The review includes three areas of evaluation: Performance Measure Validation (IS), Performance Improvement Project (PIP), and Compliance. The Compliance review has 13 areas under review. Year 1 will be Standards 1-6, Year 2 will be 7-13, and year 3 is the follow-up to the corrective action plans developed from year 1 and year 2.
8. **Building Lease** – The new building lease is in the Board packet and approval of the new lease is an action item for LRE BOD. The lease will begin May 1st, which allows the landlord to make necessary structural changes to the building to accommodate the LRE.
9. **Monthly Report Grid** – (Attachment) The CMH CEOs expressed they have asked for a reporting grid for several months, possibly years, so we have developed this template which is a working document that will be updated as new reports are required. This is one strategy the LRE is utilizing to address late reports.