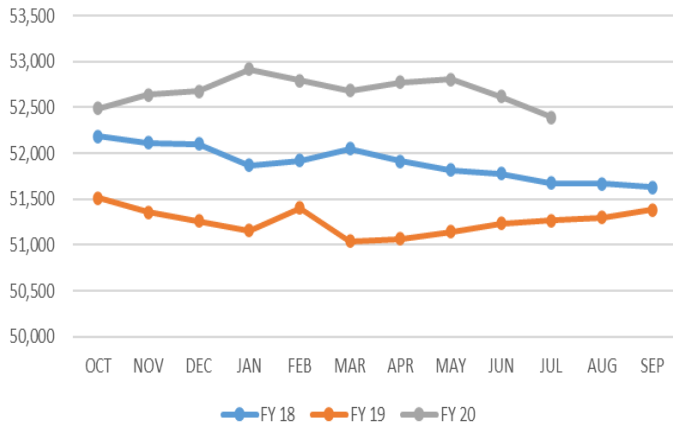


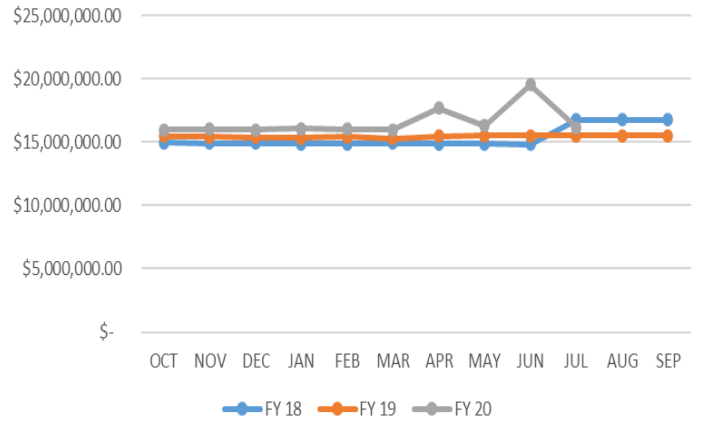
Lakeshore Regional Entity Board Financial Officer Report for September 2020

- ✚ A motion is requested to approve the August 2020 disbursements. A summary of those disbursements is included as an attachment.
- ✚ A Statement of Activities report through July 2020 is also included as an attachment.
- ✚ A Bucket Report for July 2020 is included as an attachment for today's meeting. Revenue projections continue to be updated monthly as payments and membership data is received. Our latest revenue and membership projections by program and CMHSP are attached to this report for your review. This month's revenue projections reflect an approximate \$3 million increase for rate adjustments received to support the state's extension of the \$2 per hour increase to direct care worker (DCW) through September 30, 2020. Payments to PIHPs will be provided in their September capitation. Expense projections, as reported by each CMHSPs, along with notable variances are also included. Some CMHSPs continue to report challenges and uncertainties in expense projections and may not know with assurance until final claims are due from providers.
- ✚ **PIHP FY21 Revenue/Rate Setting** – On July 23, the state's actuary, Milliman, presented an overview of their FY21 capitation rate development process. In total, the rate changes for FY21 are projected to result in an overall increase of \$117 million statewide in comparison to FY20. Final rate certification documents were received this month. Overall rates will be up 3.5% for all populations (Disabled, Aged, and Blind (DAB), Healthy Michigan Plan (HMP), Temporary Assistance for Needy Families (TANF), etc.) and our PIHP's entity factor is increasing by 2.7 percent. We estimate this will result in an approximate \$22.8 million revenue increase for FY21 when compared to our most recent FY20 revenue projections.
- ✚ **Revenue and Population Trends** - Please see the following page with our region's FY18, FY19, and FY20 revenue trends and the number of individuals eligible for services under the DAB, TANF, and HMP programs.
- ✚ **LRE's FY21 Budget** - A motion is requested to approve the LRE's FY21 operating budget. A public hearing on the proposed budget will take place during today's work session.

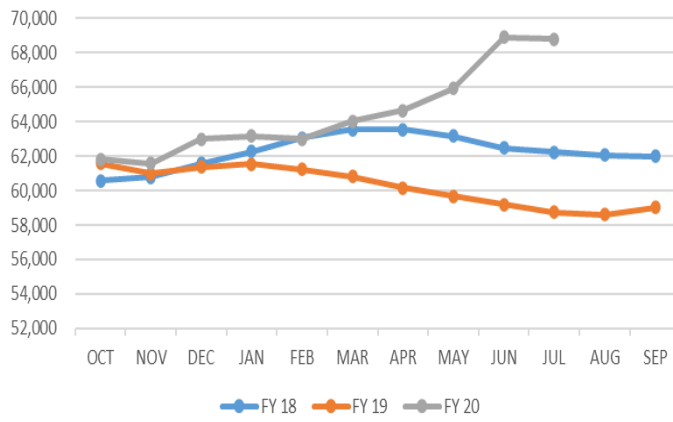
DAB Eligibles



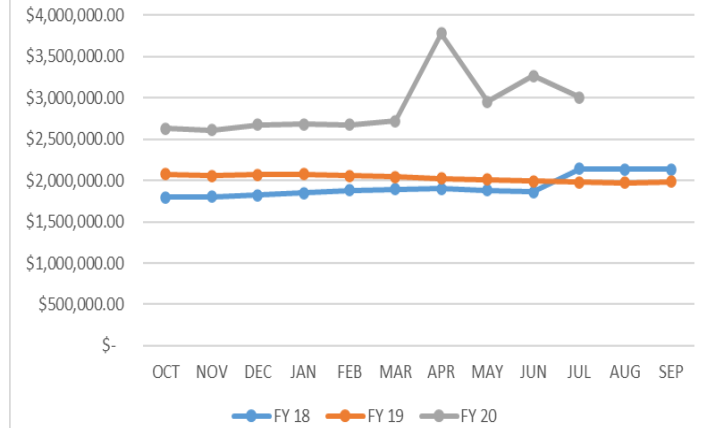
DAB Revenue



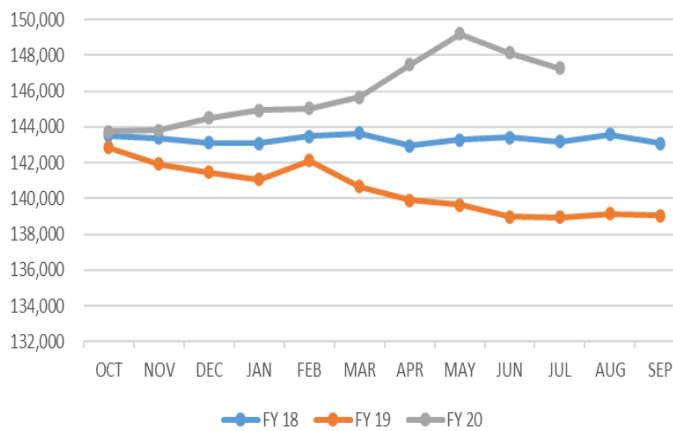
HEALTHY MI PLAN Eligibles



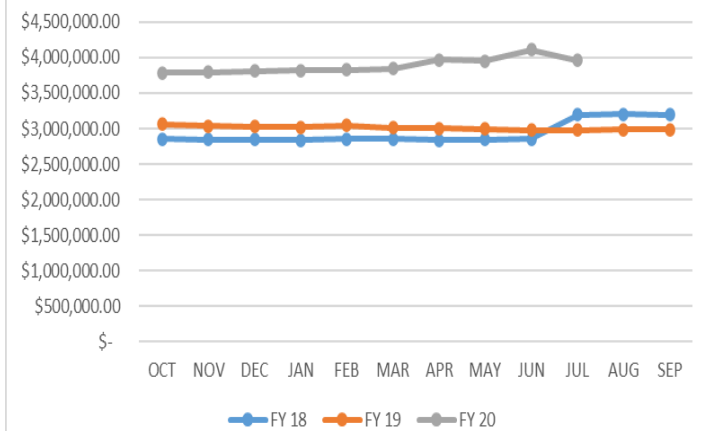
HMP Revenue



TANF Eligibles



TANF Revenue



Revenue Projection

	Total LRE		
	Prior Projection	Current Projection	Change
MCD - MH	\$ 191,396,337	\$ 193,245,367	\$ 1,849,030
MCD - SUD	\$ 8,451,794	\$ 8,472,045	\$ 20,251
HMP - MH	\$ 19,863,932	\$ 19,845,162	\$ (18,770)
HMP - SUD	\$ 13,240,020	\$ 13,300,756	\$ 60,736
Autism	\$ 34,490,443	\$ 34,206,018	\$ (284,425)
Waiver	\$ 35,309,582	\$ 36,801,186	\$ 1,491,604
LRE / Beacon Admin	\$ 13,535,191	\$ 13,573,948	\$ 38,757
ISF	\$ 2,390,080	\$ 2,413,938	\$ 23,858
Perf. Bonus (Region)	\$ -	\$ -	\$ -
Timely Filing (Region)	\$ -	\$ -	\$ -
IPA	\$ 3,848,353	\$ 3,857,246	\$ 8,893
Total Region	\$ 322,525,732	\$ 325,715,666	\$ 3,189,934

	Total CMHSPs		
	Prior Projection	Current Projection	Change
Allegan	\$ 27,300,483	\$ 27,523,196	\$ 222,712
Healthwest	\$ 59,219,553	\$ 59,803,538	\$ 583,985
Network180	\$ 154,987,690	\$ 156,410,985	\$ 1,423,296
Ottawa	\$ 40,442,893	\$ 41,064,345	\$ 621,452
West Michigan	\$ 20,801,489	\$ 21,068,470	\$ 266,981
Total CMHSPs	\$ 302,752,108	\$ 305,870,534	\$ 3,118,426

TRUE

	Prior Projection	Current Projection	Change
Allegan	\$ 101.80	\$ 102.70	\$ 0.90
Healthwest	\$ 92.79	\$ 93.69	\$ 0.90
Network180	\$ 94.25	\$ 94.88	\$ 0.63
Ottawa	\$ 93.22	\$ 93.91	\$ 0.69
West Michigan	\$ 90.17	\$ 91.31	\$ 1.15
Total CMHSPs	\$ 94.16	\$ 94.91	\$ 0.75

Member Month Projection

	Prior Projection	Current Projection	Change
Allegan	268,172	268,003	(169)
Healthwest	638,182	638,317	135
Network180	1,644,435	1,648,434	3,999
Ottawa	433,836	437,274	3,438
West Michigan	230,696	230,726	30
Total Member Months	3,215,321	3,222,754	7,433

CMHSPs Breakdown

	CMHSPs Breakdown		
	Prior Projection	Current Projection	Change
MCD - MH			
Allegan	\$ 16,996,291	\$ 17,097,651	\$ 101,359
Healthwest	\$ 39,622,820	\$ 39,932,364	\$ 309,544
Network180	\$ 95,618,529	\$ 96,570,529	\$ 952,001
Ottawa	\$ 25,058,519	\$ 25,389,703	\$ 331,184
West Michigan	\$ 14,100,178	\$ 14,255,121	\$ 154,942
Total MCD - MH	\$ 191,396,337	\$ 193,245,367	\$ 1,849,030

MCD - SUD			
Allegan	\$ 691,638	\$ 690,837	\$ (801)
Healthwest	\$ 1,876,130	\$ 1,876,441	\$ 311
Network180	\$ 4,254,478	\$ 4,264,140	\$ 9,661
Ottawa	\$ 974,125	\$ 983,045	\$ 8,920
West Michigan	\$ 655,423	\$ 657,582	\$ 2,159
Total MCD - SUD	\$ 8,451,794	\$ 8,472,045	\$ 20,251

HMP - MH			
Allegan	\$ 1,517,935	\$ 1,512,251	\$ (5,684)
Healthwest	\$ 4,206,428	\$ 4,187,390	\$ (19,038)
Network180	\$ 10,001,973	\$ 9,996,169	\$ (5,804)
Ottawa	\$ 2,616,254	\$ 2,642,053	\$ 25,799
West Michigan	\$ 1,521,342	\$ 1,507,299	\$ (14,043)
Total HMP - MH	\$ 19,863,932	\$ 19,845,162	\$ (18,770)

HMP - SUD			
Allegan	\$ 1,000,625	\$ 1,002,890	\$ 2,265
Healthwest	\$ 2,868,269	\$ 2,870,223	\$ 1,954
Network180	\$ 6,666,254	\$ 6,703,530	\$ 37,276
Ottawa	\$ 1,684,245	\$ 1,707,498	\$ 23,253
West Michigan	\$ 1,020,626	\$ 1,016,614	\$ (4,013)
Total HMP - SUD	\$ 13,240,020	\$ 13,300,756	\$ 60,736

Autism			
Allegan	\$ 2,496,488	\$ 2,464,898	\$ (31,590)
Healthwest	\$ 2,530,699	\$ 2,474,012	\$ (56,686)
Network180	\$ 23,495,691	\$ 23,305,528	\$ (190,163)
Ottawa	\$ 5,002,327	\$ 5,000,848	\$ (1,479)
West Michigan	\$ 965,238	\$ 960,732	\$ (4,506)
Total Autism	\$ 34,490,443	\$ 34,206,018	\$ (284,425)

Waiver			
Allegan	\$ 4,597,505	\$ 4,754,668	\$ 157,163
Healthwest	\$ 8,115,207	\$ 8,463,107	\$ 347,900
Network180	\$ 14,950,764	\$ 15,571,089	\$ 620,325
Ottawa	\$ 5,107,423	\$ 5,341,199	\$ 233,775
West Michigan	\$ 2,538,681	\$ 2,671,123	\$ 132,441
Total Waiver	\$ 35,309,582	\$ 36,801,186	\$ 1,491,604