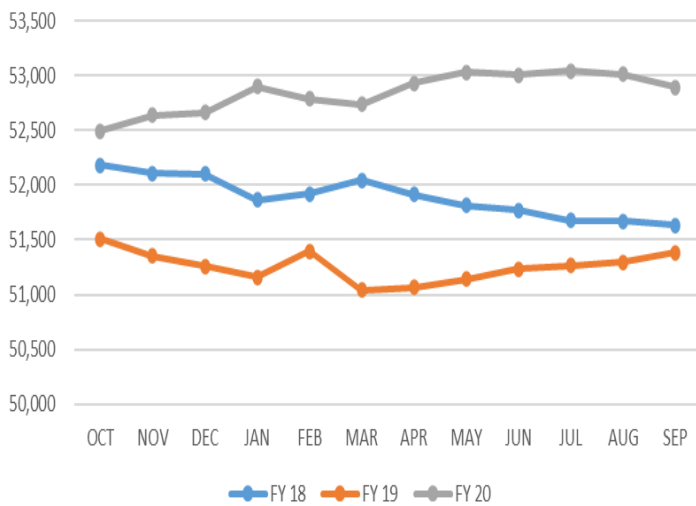


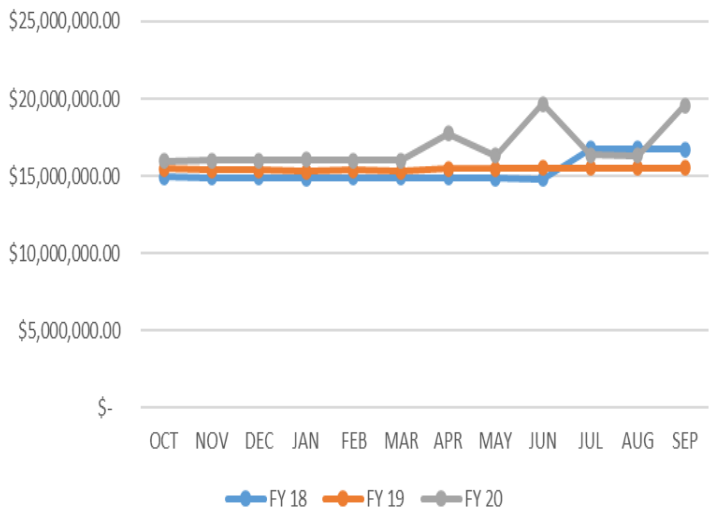
Lakeshore Regional Entity Board Financial Officer Report for November 2020

- ✚ A motion is requested to approve the October 2020 disbursements. A summary of those disbursements is included as an attachment.
- ✚ A preliminary Statement of Activities report through September 2020 is also included as an attachment.
- ✚ A Bucket Report for September 2020 is included as an attachment for today's meeting. Expense projections, as reported by each CMHSPs, along with notable variances are also included. This month we have incorporated projected direct care wage funding lapses and updates to the performance bonus and ISF amounts for FY20. CMHSP expense projections will likely continue to change for a couple of months while final provider billings are received and processed.
- ✚ Revenue projections continue to be updated monthly as payment and membership data is received. Our first payment for FY21 was received last month. Updated **revenue and membership projections by program and CMHSP were created**. A summary of our analysis is attached to this report for your review. Revenue projections reflect an increase of \$2,725,524 mainly for increases in membership that were in our first payment along with a few adjustments to our FY21 rate cells.
- ✚ **Direct Care Worker Increase Extension** – As reported last month, legislation was passed to add \$150 million to the state budget for a temporary \$2.00 per hour wage increase for the first quarter in FY21 (October-December 2020). CMHSPs continued to maintain wage increases for October and will continue to do so through December. PIHPs have been informed that DCW payments will be included in their capitation payments for November.
- ✚ **SUD Block Grant Budget Cuts** – Michigan Department of Health and Human Services (MDHHS) and the Office of Recovery Oriented Systems of Care (OROSC) have alerted all PIHP's that there are budget cuts to FY21 SUD Block Grant (BG) of approximately \$20 million due to multiple years of over-allocating its block grant dollars. Our region has been cut approximately \$2.3 million in the SUD BG for Treatment. LRE will work with the State, providers, and CMHSPs to identify funding streams that can be used to help offset the drastic reduction in the BG allocation for this year. Budget amendments will be proposed and presented during upcoming meetings with the LRE Board and Oversight Policy Board for approval.
- ✚ **Financial Data/Charts** – The following page contains an annual and monthly comparison of the number of individuals in our region who are eligible for each program. The number of eligible individuals in our region determines the amount of revenue the LRE receives each month. Fiscal years 18 and 19 are used for this illustration. The LRE also receives payments for other individuals who are not listed on these charts but are eligible for behavioral health services (i.e. individuals enrolled and eligible for the Habilitation Supports Waiver (HSW) program). The charts below also show the revenue comparisons by month and year. Overall, you will notice the number of eligibles in the region is consistently higher for all populations which is significantly different than the drops experienced in FY19. This has a direct impact on the amount of revenue the LRE receives.

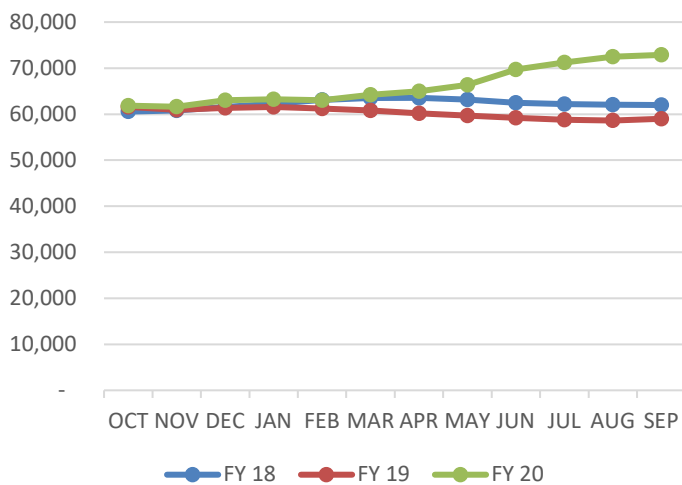
DISABLED AGED BLIND (DAB) Eligibles



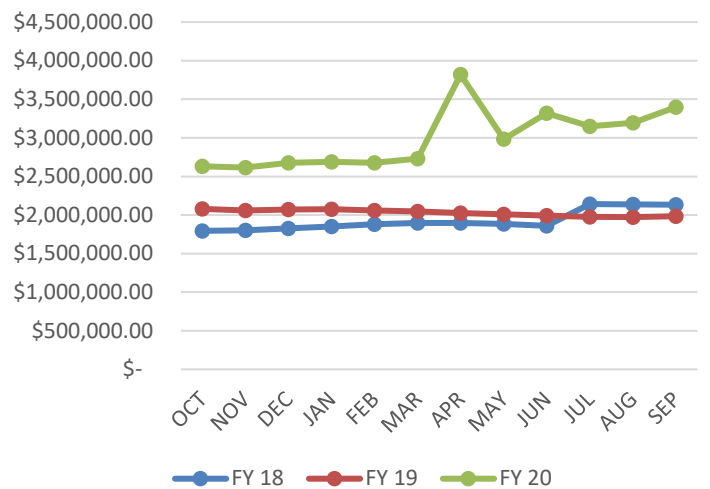
DAB Revenue



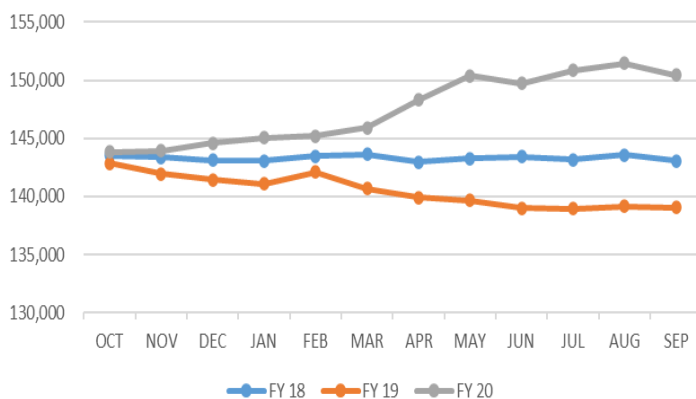
HEALTHY MI PLAN Eligibles



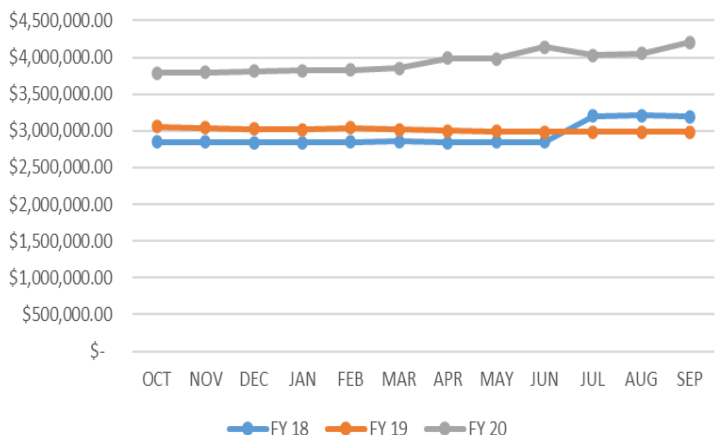
HMP Revenue



TEMPORARY ASSISTANCE FOR NEEDY FAMILIES (TANF) Eligibles



TANF Revenue



FY 21 Revenue Projection

Total LRE

	Prior Projection	Current Projection	Change
MCD - MH	\$ 207,432,543	\$ 204,535,475	\$ (2,897,068)
MCD - SUD	\$ 7,336,858	\$ 7,549,657	\$ 212,798
HMP - MH	\$ 21,692,551	\$ 24,872,269	\$ 3,179,718
HMP - SUD	\$ 13,288,286	\$ 14,059,015	\$ 770,729
Autism	\$ 39,563,271	\$ 40,055,147	\$ 491,877
Waiver	\$ 35,374,139	\$ 36,257,451	\$ 883,312
LRE / Beacon Admin	\$ 13,578,107	\$ 13,504,795	\$ (73,312)
ISF	\$ 2,584,965	\$ 2,604,763	\$ 19,798
Perf. Bonus (Region)	\$ 2,304,552	\$ 2,317,922	\$ 13,371
Timely Filing (Region)	\$ 1,536,368	\$ 1,545,282	\$ 8,914
IPA	\$ 3,857,587	\$ 3,972,974	\$ 115,386
Total Region	\$ 348,549,226	\$ 351,274,750	\$ 2,725,524

Total CMHSPs

	Prior Projection	Current Projection	Change
Allegan	\$ 29,626,653	\$ 29,778,070	\$ 151,417
Healthwest	\$ 62,639,482	\$ 62,968,590	\$ 329,108
Network180	\$ 166,254,467	\$ 167,963,195	\$ 1,708,728
Ottawa	\$ 43,652,293	\$ 44,292,443	\$ 640,150
West Michigan	\$ 22,514,752	\$ 22,326,715	\$ (188,037)
Total CMHSPs	\$ 324,687,648	\$ 327,329,014	\$ 2,641,366

	Prior Projection	Current Projection	Change
Allegan	\$ 110.51	\$ 108.01	\$ (2.50)
Healthwest	\$ 98.12	\$ 95.93	\$ (2.19)
Network180	\$ 100.86	\$ 99.00	\$ (1.86)
Ottawa	\$ 99.81	\$ 97.61	\$ (2.20)
West Michigan	\$ 97.55	\$ 94.35	\$ (3.20)
Total CMHSPs	\$ 100.74	\$ 98.62	\$ (2.12)

Member Month Projection

	Prior Projection	Current Projection	Change
Allegan	268,080	275,694	7,614
Healthwest	638,400	656,411	18,011
Network180	1,648,404	1,696,667	48,263
Ottawa	437,352	453,778	16,426
West Michigan	230,796	236,634	5,838
Total Member Months	3,223,032	3,319,183	96,151

CMHSPs Breakdown

	Prior Projection	Current Projection	Change
MCD - MH			
Allegan	\$ 18,457,106	\$ 18,125,943	\$ (331,163)
Healthwest	\$ 42,802,399	\$ 42,126,593	\$ (675,806)
Network180	\$ 103,428,491	\$ 102,217,577	\$ (1,210,914)
Ottawa	\$ 27,245,537	\$ 27,057,372	\$ (188,165)
West Michigan	\$ 15,499,009	\$ 15,007,990	\$ (491,019)
Total MCD - MH	\$ 207,432,543	\$ 204,535,475	\$ (2,897,068)

MCD - SUD			
Allegan	\$ 597,545	\$ 615,158	\$ 17,613
Healthwest	\$ 1,629,589	\$ 1,668,962	\$ 39,373
Network180	\$ 3,690,220	\$ 3,797,037	\$ 106,818
Ottawa	\$ 841,354	\$ 878,149	\$ 36,795
West Michigan	\$ 578,151	\$ 590,350	\$ 12,199
Total MCD - SUD	\$ 7,336,858	\$ 7,549,657	\$ 212,798

HMP - MH			
Allegan	\$ 1,663,879	\$ 1,891,207	\$ 227,329
Healthwest	\$ 4,595,395	\$ 5,238,164	\$ 642,769
Network180	\$ 10,887,714	\$ 12,555,791	\$ 1,668,077
Ottawa	\$ 2,885,195	\$ 3,319,430	\$ 434,234
West Michigan	\$ 1,660,367	\$ 1,867,677	\$ 207,310
Total HMP - MH	\$ 21,692,551	\$ 24,872,269	\$ 3,179,718

HMP - SUD			
Allegan	\$ 1,004,614	\$ 1,057,023	\$ 52,409
Healthwest	\$ 2,882,967	\$ 3,034,268	\$ 151,301
Network180	\$ 6,685,961	\$ 7,096,814	\$ 410,853
Ottawa	\$ 1,690,122	\$ 1,806,153	\$ 116,031
West Michigan	\$ 1,024,623	\$ 1,064,756	\$ 40,134
Total HMP - SUD	\$ 13,288,286	\$ 14,059,015	\$ 770,729

Autism			
Allegan	\$ 3,279,795	\$ 3,320,572	\$ 40,777
Healthwest	\$ 2,642,826	\$ 2,675,684	\$ 32,857
Network180	\$ 26,610,256	\$ 26,941,092	\$ 330,836
Ottawa	\$ 5,879,102	\$ 5,952,195	\$ 73,093
West Michigan	\$ 1,151,291	\$ 1,165,605	\$ 14,314
Total Autism	\$ 39,563,271	\$ 40,055,147	\$ 491,877

Waiver			
Allegan	\$ 4,623,715	\$ 4,768,167	\$ 144,453
Healthwest	\$ 8,086,306	\$ 8,224,919	\$ 138,613
Network180	\$ 14,951,825	\$ 15,354,883	\$ 403,059
Ottawa	\$ 5,110,982	\$ 5,279,144	\$ 168,162
West Michigan	\$ 2,601,311	\$ 2,630,337	\$ 29,026
Total Waiver	\$ 35,374,139	\$ 36,257,451	\$ 883,312