

EXECUTIVE COMMITTEE SUMMARY

Wednesday May 13, 2020, 3:00 PM

Phone: 586-482-8124 Conference ID: 337 326 042#

Present: Jane Verduin, John Snider, Mark DeYoung, Stan Stek, Peg Driesenga

Guests: Scott Monteith, Sheree Marzka, Marge Ackermann, Chad Shirley

WELCOME

- a. Review of May 13, 2020 Meeting Agenda
- b. Review of April 8, 2019 Meeting Minutes

The May 13, 2020 meeting agenda and the April 8, 2020 meeting minutes were accepted as presented.

COVID - 19 UPDATE

Dr. Monteith updates that the COVID-19 regional workgroup continues to meet weekly. There are separate meetings that include groups of medical directors, CIOs, and CFOs. The state is also coordinating with the PIHPs and including CMH CEOs. The state medical director also has weekly calls. These calls give various perspectives that help with information in the different locations within Michigan.

The amount of COVID cases have not decreased within the region and there are hot spots in some of the homes in Kent County and Muskegon County. We are seeing increased numbers and the hospitals are suggesting we may not see a peak until mid-September. We will continue to plan for the worst and leadership will continue to monitor the situation.

PPE and testing are critically important to flatten the curve to be able to reopen. Congregate situations are a key area of focus, this is a problem throughout the system. We are working regularly to keep track of PPE needs and are developing relationships to ramp up testing. We have received some PPE from the state and hope for more availability in the future.

FINANACIAL UPDATE

- i. Current Spending
 - During the last meeting we were at a \$2 million deficit. The March report shows an estimated \$500 thousand decrease. Updated revenue projections are showing a \$5 million surplus. We have noted an increase in membership, additional retro payments were received, and we also applied the new rates for April to correct the rate setting issue that Milliman discovered statewide.
 - There will not be any Medicaid disenrollments during the pandemic which has to be factored in the projections. The Health Management Association (HMA) report on estimates of increasing enrollments due to the pandemic was referenced.

However, it is at a high level. We will continue to watch unemployment numbers for our specific state and counties to factor into our projections.

- The \$70 million that was estimated from the State ended up being closer to \$50 million. The LRE projected to receive \$7 million and have received most when enrollment, retros, and the rate increases are all factored in.
- Another factor is the hazard pay (\$2 increase) that has not been included. PIHPs expect to receive additional revenue in June to support this directive.
- Have the COVID surplus been projected in? It is unknown what the full impact will be as of now but based on projections some members are reporting a decrease in spending which factors into the regional surplus estimates.

ii. MDHHS Funding Proposal

- Attachments 3, 4, and 5 are discussing the layout of the funding that we are receiving for COVID, which will not be received until June. The state would like the providers paid historically at 95% and going back 2 years. The PIHPs would like to be able to discern which providers receive funds, depending on items such as other funds received by that provider. There is also concern that the state is putting a cap on what can be put into the ISF. The LRE submitted a response to MDHHS regarding the funding proposal.
- MDHHS also discussed a 25% per diem for hospitals that take COVID patients, but the PIHPs prefer that the state handles this additional payment to hospitals. We will need to be careful of our analysis of the funding. The funding proposal is only for this year.
- What if the State runs out of funds?
 - We are unsure. The state would have to reconsider the benefit if there was a significant decrease in funding.

Action Item: Mr. DeYoung would like a Board strategic planning meeting when restrictions have eased up.

HEALTHWEST REVIEW UPDATE

Meetings have been initiated. Beacon and LRE have requested information that has been received. There continues to be meetings and recommendations will be sent to HealthWest shortly. Mr. Hofman appreciates all the work and collaboration.

LRE COMPLIANCE PLAN

The compliance plan will be brought to the May Board meeting for approval. Beacon handles many of these functions. Sheree Marzka is Beacon's representative that oversees these functions.

Ms. Marzka gives a high overview of the plan. Mr. Hofman and Ms. Marzka have discussed planning an additional training for Board members.

2020 LRE BOARD REAPPOINTMENTS

Below are the At-Large Board members that will be up for reappointment in 2020. Mr. DeYoung will contact them and discuss their interest in continuing to be on the LRE Board.

- Jane Verduin – August Board
- Matt Fenske – November Board

LRE NEW BOARD MEMBER APPROVALS

Jacquie Johnson – Kent County

Jay Roberts-Eveland – Allegan County

BOARD MEETING AGENDA ITEMS

- i. Compliance Plan
- ii. New Board Member approvals

BOARD WORK SESSION AGENDA

There will be no work session.

OTHER

Begin to think about a reopening plan for the LRE to discuss at the June Board meeting.

UPCOMING MEETINGS

- May 21, 2020 – LRE Board Meeting, 1:00 PM
- 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