

**EXECUTIVE COMMITTEE SUMMARY**

Wednesday, April 7, 2021, 3:00 PM

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

Absent: Peg Driesenga

WELCOME

- i. Review of April 7, 2021 Meeting Agenda
- ii. Review of March 10, 2021 Meeting Minutes

The April 7, 2021 meeting agenda and the March 10, 2021 meeting minutes were accepted as presented.

FINANCIAL UPDATES

- Ms. Coleman updates that LRE has received the final FSRs from the CMHs. We are working to reconcile information but are comfortable with the projected amounts that are in surplus. There is also surplus PA2 that the Region can carry forward.
- There were many variances that have contributed to the significant amount of BG funds that will be lapsed back to the State. LRE will continue to work with the CMHs on accurate projecting to keep from lapsing large amounts of funds back to the State in the future.

DIRECT CARE WAGE (DCW) INCREASE UPDATE

- MDHHS sent out a clarifying document stating the full amount of \$2.25 will go toward the DCW and then an additional .27 cents will be included for administrative costs.
- CMHs are beginning to put this information into their systems and are amending their contracts.

BEACON CONTRACT TRANSITION UPDATE

- The contract amendment has been fully executed. Ms. Marlatt-Dumas and Mr. Riley are working with Beacon to begin transitioning functions. Monday, April 5<sup>th</sup>, Utilization Management for WM, Ottawa, and Allegan as well as ABA services transitioned back to those CMHs.
- Mr. Riley will review the contract for stipulations stating if any Beacon positions are to be located locally and report back to the Executive Committee.

MDHHS SETTLEMENT UPDATE**Action Plan**

- Mr. Riley would like to discuss the action plan during the Board Work Session. If this is agreed to by the Executive Committee then it will be sent out today. The action plan has

also been sent to Greg Moore, but this document was worked through specifically without lawyers.

- The action plan has been shared with MDHHS and the AG office. We are waiting to hear if there is any feedback. MDHHS has been told that this must also be approved by the LRE Board. When all parties approve then we may be able to move off the sanctions and monthly contract.

### **Historical Deficit**

- Mr. Riley would like the Deficit plan to be discussed during the Work Session along with the Action plan. The Historical Deficit plan will need Board approval.
- The amount that was used in the approved risk management plan is the floor that Mr. Riley has used in the historical deficit plan. Some of the funds that we will include are the amounts that have to be settled by the State from previous years, Beacon contract savings, and performance bonus.
- The deficit plan has a list of action items that we will put into place to prevent this from happening in the future. There will be tighter oversight and better data, accurate and timely.

### **HEALTHWEST INITIATIVE UPDATE**

- Mr. Riley has shifted some of his primary focus on doing a deep dive into HW systems and processes. There are other consultants that will help Mr. Riley review the data and information. Mr. Riley's time will continue to be retained by LRE. Any other consultants will be a HW cost. This will be done over the next few months to strengthen HW.

### **LRE EXPANSION UPDATE**

#### **CFO/COO Positions**

- LRE has been interviewing CFO candidates with 2 that are being seriously considered. A decision will hopefully be made within the next week. The COO position has been posted this week.

#### **Office Space Lease**

- LRE is moving forward with a new lease at the same building with the addition of space. There will be a build out to accommodate new staffing. The target is to begin moving some staff back into the office by June 1<sup>st</sup>.

Motion: To recommend bringing the new LRE lease to full Board for approval.

Moved: Stan Stek                      Support: Jane Verduin

ROLL CALL VOTE - UNANIMOUS

MOTION CARRIED

#### FACE TO FACE MEETINGS

- Will continue to decide on a month-to-month basis.
- HW has been extended through December 30<sup>th</sup>.
- WM 2 counties have not extended, and one is still debating.

#### BOARD MEETING AGENDA ITEMS

#### BOARD WORK SESSION AGENDA

Schedule Work Session.

#### OTHER

#### UPCOMING MEETINGS

- April 15, 2021 – LRE Executive Board Meeting, 1:00 PM
- May 12, 2021 – LRE Executive Committee, 3:00 PM
- May 20, 2021 – LRE Executive Board Meeting, 1:00 PM

#### ADJOURN