

DRAFT

Region 10
Genesee • Lapeer • Sanilac • St. Clair Counties

GROUP MEETING: Region 10 PIHP Board
 PLACE: Region 10 PIHP – Summit Conference Room
 3111 Electric Ave., Port Huron, MI / Virtual Meeting via MS Teams
 Date: March 19, 2021
 TIME: 9:00 a.m.
 PRESIDING: Lori Curtiss, Chairperson

PRESENT: Ronald Barnard, Kathryn Boles, Lori Curtiss, Dr. Niketa Dani, Joyce Johnson, Gary Jones, Robert Kozfkay, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit

ABSENT: Wanda Cole, DeElla Johnson, Nancy Thomson

ALSO PRESENT: *Region 10 PIHP Staff:* Jim Johnson, CEO; Kelly VanWormer, COO; Richard Carpenter, CFO; Kristen Potthoff, Compliance Officer; Robin Kalbfleisch, Recording Secretary

CMH Staff: Dan Russell, GHS; Wil Morris, Sanilac County CMH

GUESTS: None

I. CALL TO ORDER

The meeting was called to order at 9:00 a.m. by Chairperson Curtiss. Roll call was conducted by Recording Secretary.

II. CITIZENS WISHING TO ADDRESS THE BOARD

None.

III. AGENDA CHANGES (*Action*)

It was moved by Ms. Mills, seconded by Ms. Joyce Johnson, to approve the meeting agenda as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Kathryn Boles, Lori Curtiss, Dr. Niketa Dani, Joyce Johnson, Gary Jones, Robert Kozfkay, Elva Mills, Wayne Strandberg, Bobbie Umbreit; Nays: None.

IV. APPROVAL OF PREVIOUS MEETING MINUTES (*Action*)

It was moved by Ms. Boles, seconded by Ms. Umbreit, to approve the February 19, 2021 meeting minutes as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Kathryn Boles, Lori Curtiss, Dr. Niketa Dani, Joyce Johnson, Gary Jones, Robert Kozfkay, Elva Mills, Wayne Strandberg, Bobbie Umbreit; Nays: None.

V. FINANCE

A. FY2021 Budget

1. Monthly Finance Report – January 2021 (*Action*)

Mr. Carpenter presented the report and stated that eligibles remain consistent. He anticipates the higher revenue amounts will remain throughout the year, due to the increased eligibility and a rate increase of approximately 5%. There will be a retroactive increase to the Direct Care Wage payment to \$2.25, and we should see that in April – September.

There is a surplus in Traditional Medicaid of \$18 million, and a surplus of \$4 million for Healthy Michigan. Projected to the end of year, providing there are no changes, this equals an approximate \$40 million surplus.

It was moved by Ms. Mills, seconded by Ms. Boles, to approve the Monthly Finance Report for January 2021 as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Kathryn Boles, Lori Curtiss, Dr. Niketa Dani, Joyce Johnson, Gary Jones, Robert Kozfkay, Elva Mills, Bobbie Umbreit; Nays: None.

2. Monthly Payment Report – January 2021 (*Action*)

Mr. Carpenter presented the payment report.

It was moved by Ms. Joyce Johnson, seconded by Dr. Dani, to approve the Monthly Payment Report for January 2021 as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Kathryn Boles, Lori Curtiss, Dr. Niketa Dani, Joyce Johnson, Gary Jones, Robert Kozfkay, Elva Mills, Wayne Strandberg, Bobbie Umbreit; Nays: None.

B. GHS Funding Request (*Action*)

Mr. Carpenter presented the memo detailing the GHS request for additional funding to allow them to fully fund their retirement obligation in the amount of approximately \$29 million. This would reduce the projected lapse by Region 10 to MDHHS by approximately \$29 million and would not impact the Region 10 projected risk reserves. The auditors and the actuary have reviewed this and have determined that it is an allowable utilization of funding. Mr. Carpenter stated that this could be done in either FY2020 or FY2021 but believes it would be in Region 10's best interest to accrue back to FY2020. This would mean slightly less starting Medicaid for FY2021, but with the projected surplus for FY2021 discussed earlier, Region 10 would still end the year with a fully funded ISF and Medicaid Savings, and would still potentially lapse some money at the end of the year. Mr. Carpenter recommends approval of the GHS funding request for FY2020 and is asking the board to approve the transfer of funds up to \$29 million prior to the March 31st deadline.

It was moved by Ms. Mills, seconded by Ms. Boles, to approve the GHS funding request of up to \$29 million, and to approve the transfer of these funds to GHS prior to the March 31st deadline. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Kathryn Boles, Lori Curtiss, Dr. Niketa Dani, Joyce Johnson, Gary Jones, Robert Kozfkay, Elva Mills, Wayne Strandberg, Bobbie Umbreit; Nays: None.

VI. CORPORATE COMPLIANCE

A. Regulatory Compliance Meeting Minutes (February 19, 2021)

Ms. Mills presented the minutes from the meeting.

It was moved by Ms. Mills, seconded by Ms. Boles, to approve the Regulatory Compliance Meeting Minutes as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Kathryn Boles, Lori Curtiss, Dr. Niketa Dani, Joyce Johnson, Gary Jones, Robert Kozfkay, Elva Mills, Wayne Strandberg, Bobbie Umbreit; Nays: None.

B. FY20 Annual Corporate Compliance Report

Ms. Potthoff presented the FY20 Annual Corporate Compliance Report, which describes the activities from the previous fiscal year. She reviewed the committee members, policies, training, auditing, complaint detail, activities, and recommendations. She noted that the annual monitoring review process was updated with five additional standards to ensure provider compliance. She reported that there were 164 total complaints reported in FY20 compared to 159 in FY19. There were 236 total potential violations, 131 of which were found to be suspicion/substantiated, with the majority due to policy violations and HIPAA privacy and security violations.

It was moved by Ms. Mills, seconded by Dr. Dani, to approve the FY20 Annual Corporate Compliance Report as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Kathryn Boles, Lori Curtiss, Dr. Niketa Dani, Joyce Johnson, Gary Jones, Robert Kozfkay, Elva Mills, Wayne Strandberg, Bobbie Umbreit; Nays: None.

VII. SUBSTANCE USE DISORDER

A. Meeting Minutes (3/9/21)

Mr. Johnson reviewed the minutes from the meeting.

B. Genesee County Suicide Prevention PA2 Request

Mr. Johnson presented a PA2 funding request from Genesee County that was endorsed by the SUD Oversight Policy Board and requires approval from this Board.

It was moved by Ms. Boles, seconded by Ms. Mills, to approve the Genesee County Suicide Prevention PA2 Funding Request in the amount of \$9,900.00. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Kathryn Boles, Lori Curtiss, Dr. Niketa Dani, Joyce Johnson, Gary Jones, Robert Kozfkay, Elva Mills, Wayne Strandberg, Bobbie Umbreit; Nays: None.

VIII. DIRECTOR'S REPORT

Direct Care Wage Increase - Mr. Johnson stated that the FY21 supplemental was recently passed and signed by the Governor. It included a Direct Care Wage increase of \$2.25 per hour that is retroactive to March 1, 2021 and approved through September 30, 2021. This means that the \$2.00 increase that this Board previously approved is no longer necessary. Under this supplemental, employers will receive 12% to cover the employer costs related to the increase.

Substance Use Disorder (SUD) Block Grant Supplemental – The amount is about \$17 million for FY21 and \$35 million for FY22. The state indicated those dollars would be provided to the PIHPs and one private entity that provides services statewide. The terms and conditions were received recently from CMS, and the funds should be available in July. The PIHPs will be required to submit a two-year plan and a budget for the use of the block grant dollars in the form of a Request for Information (RFI).

Legislative Update - The Legislature and Governor continue to battle over authority. The Governor vetoed some of the items within the Supplemental, none of which are related to the Direct Care Wage Increase or SUD Block Grant. The Governor released her FY22 budget proposal; the Senate and House have not yet weighed in. The final budget will likely be finalized in late summer or early fall.

MDHHS Return to Office Workgroup - The Department has convened a workgroup that will provide the Governor with recommendations on the safe return to work. The current order related to safely returning to work expires in April, and there have been discussions that a new order will run through October but will have different restrictions for the workplace based on the recommendations from this workgroup.

Wayne State University Medical Director – The doctor who was assigned to provide medical director services to Region 10 has had to withdraw from the position due to personal reasons. We already have another doctor in place to provide medical director services – Dr. Nicholas Mischel.

IX. ANY OTHER BUSINESS TO PROPERLY COME BEFORE THE BOARD

None

X. CITIZENS WISHING TO ADDRESS THE BOARD

None

XI. ADJOURNMENT

It was moved by Ms. Joyce Johnson to adjourn the meeting. With no further business to discuss, Chairperson Curtiss adjourned the meeting at 9:48 a.m.

Respectfully submitted,

Robin Kalbfleisch
Recording Secretary

Reviewed and approved,

Wanda Cole
Region 10 Board Secretary