



Agenda

	<u>Guide</u>
I. Call to Order	1 min
II. Roll Call	2 min
III. Consideration to Adopt the Agenda as Presented	2 min
IV. Consideration to Approve the Minutes of the 8-9-17 Regular Meeting and Waive the Reading Thereof (Board Action) {Attachment #1}	2 min
V. Audience Participation (5 minutes per participant)	
VI. Old Business	15 min
a. September Finance Report {Attachment #2}	
VII. New Business	40 min
a. Board Action Request {Attachment #3, 3a} Consideration to approve the proposed 2017 Final Amend Budget and allocations as presented	
b. Board Action Request {Attachment #4, 4a} Consideration to approve the proposed 2018 Budget and allocations as presented	
c. Board Action Request {Attachment #5, 5a} Consideration to authorize the Chief Executive Officer to sign the attached FY17 contracts	
d. Nominating committee/point person for Regional Board Officer Election {Attachment #6}	
VIII. PIHP CEO Report to the Board	15 min
a. Report from the SUD Oversight Policy Board (OPB)	
IX. Adjournment	

**COMMUNITY MENTAL HEALTH PARTNERSHIP OF SOUTHEAST MICHIGAN
REGULAR BOARD MEETING MINUTES
August 9, 2017**



Members Present: Judy Ackley, Greg Adams, Roxanne Garber, Sandra Libstorff, Charles Londo, Kent Martinez-Kratz, Caroline Richardson, Sharon Slaton

Members Absent: Martha Bloom, Charles Coleman, Barb Cox, Greg Lane, Ralph Tillotson

Staff Present: Connie Conklin, Jane Terwilliger, Kathryn Szewczuk, Stephannie Weary, Trish Cortes, Lisa Jennings, Suzanne Stolz, Jane Goerge, Katie Postmus, James Colaianne, Nicole Phelps

Others Present: Laurie Lutomski, William Hirschman, CPA (Roslund & Prestage)

I. Call to Order

Meeting called to order at 6:03 p.m. by Board Vice-Chair Charles Londo

II. Roll Call

) A quorum of members present was confirmed.

III. Consideration to Adopt the Agenda as Presented

Motion by R. Garber, supported by K. Martinez-Kratz, to approve the agenda

Motion carried

) Move Prevention Presentation and Recognition item to VI, ahead of the FY 16 Audit Presentation.

IV. Consideration to Approve the Minutes of the July 12, 2017 Regular Meeting and Waive the Reading Thereof

Motion by R. Garber, supported by K. Martinez-Kratz, to approve the minutes of July 12, 2017 Regular Meeting and waive the reading thereof

Motion carried

V. Audience Participation

None

VI. Prevention Presentation and Recognition

) J. Terwilliger acknowledged the good work and success from the Prevention team.

) J. Goerge shared an overview of the outcomes and data-driven approach Prevention takes.

) K. Postmus provided an overview of DYTUR (Designated Youth Tobacco Use Representative), a tobacco-prevention program, which has been very successful.

VII. Old Business

a. August Finance Report

) S. Stolz presented. Discussion followed.

VIII. New Business

- a. Consideration to approve the updated Financial Stability & Risk Reserve Management Policy

Motion by S. Libstorff, supported by G. Adams, to approve the updated Financial Stability & Risk Reserve Management Policy

Motion carried

IX. FY16 Audit Presentation

-) W. Hirschman presented the FY16 CMHPSM audit results.

X. PIHP CEO Report to the Board

-) J. Terwilliger presented a GANTT chart that represents the timeline for the EHR implementation.
-) J. Terwilliger provided state updates.
-) S. Stolz provided an OPB report.

XI. Adjournment

-) J. Ackley reported that former Regional Board member Bob Wilson passed away last month.

Motion by S. Slaton, supported by K. Martinez-Kratz, to adjourn the meeting

Motion carried

-) Meeting adjourned at 7:37 p.m.

Barbara Cox, CMHPSM Board Secretary



Financial Highlights For the Period Ending July 31, 2017

CMHPSM Strategies:

1. CMHPSM will continue coordinate with CMHSP's to review current year budgets and actual expenditures, amendments are reflected in the final FY17 budget amend.
2. A shared decision model will be utilized to monitor and stabilize budgets and services while projected usage of risk reserves in the current year and subsequent years.
3. CMHPSM will trend traditional Medicaid Eligibles and HMP Enrollees from the most current listing to apply the rates and monitor incoming revenues.
4. CMHPSM is monitoring the HMP overages and is working with the CMHSP's to minimize costs yet providing medically necessary services.

Notes:

-) CMHPSM staff are meeting with each cmhsp to review current year trending and projecting FY18 utilization. A budget amend to FY17 and the original FY18 budget reflect these trends.

**Community Mental Health Partnership of Southeast Michigan
Statement of Revenues and Expenditures
For the Period Ending July 31, 2017**

	FY17 Amended Budget	YTD Actual	YTD Budget	YTD Actual O/(U) Budget	Percent Variance Actual to Budget
Operating Revenue					
Medicaid Capitation	\$128,341,084	\$105,956,298	\$106,950,903	(\$994,605)	-0.93%
Medicaid SUD Capitation	1,302,779	1,155,344	1,085,649	69,695	6.42% a
Medicaid Carryforward	5,171,523	4,309,603	4,309,603	-	0.00%
Healthy Michigan Plan	9,467,330	7,939,017	7,889,442	49,575	0.63%
Healthy Michigan Plan SUD	3,189,530	2,677,378	2,657,942	19,437	0.73%
Healthy Michigan Carryforward	1,726,329	1,438,608	1,438,608	-	0.00%
Autism	1,661,715	1,401,102	1,384,763	16,340	1.18%
SUD Community Block Grant	3,694,050	3,562,344	3,078,375	483,969	15.72% b
Block Grants	73,410	109,052	61,175	47,877	78.26% c
SUD PA2 - Cobo Tax Revenue	1,434,893	1,332,581	1,195,744	136,837	11.44% d
Local Match	1,577,780	1,314,817	1,314,817	-	0.00%
Other Revenue	253,225	208,320	211,021	(2,701)	-1.28%
Use of Risk Reserve	1,241,349	1,034,458	1,034,458	-	0.00%
Total Revenue	\$159,134,997	\$132,438,920	\$132,612,498	\$(173,578)	
Funding For CMHSP Partners					
Lenawee CMHSP	17,898,153	14,806,667	14,915,128	(108,461)	-0.73% *
Livingston CMHSP	24,926,088	20,323,333	20,771,740	(448,407)	-2.16% *
Monroe CMHSP	26,589,319	21,991,753	22,157,766	(166,013)	-0.75% *
Washtenaw CMHSP	67,863,000	56,312,497	56,552,500	(240,003)	-0.42% *
Total Funding For CMHSP Partners	\$ 137,276,560	\$ 113,434,250	\$114,397,133	\$ (962,883)	
Funding For SUD Services					
Lenawee County	1,501,705	1,162,258	\$1,251,421	(89,163)	-7.12% e
Livingston County	1,926,771	1,609,015	1,605,643	3,373	0.21% e
Monroe County	1,760,581	1,445,473	1,467,151	(21,678)	-1.48% e
Washtenaw County	5,583,247	4,490,751	4,652,706	(161,954)	-3.48% e
Total Funding For SUD Services	\$ 10,772,304	\$ 8,707,498	\$8,976,920	\$(269,422)	
Other Contractual Obligations					
Hospital Rate Adjuster	2,207,816	1,744,621	\$1,839,847	(95,226)	-5.18% f
USE and HICA Tax	3,521,089	2,320,207	2,934,241	(614,034)	-20.93% g
Local Match	1,577,780	1,314,817	1,314,817	-	0.00%
Total Other Costs	\$7,306,685	\$5,379,645	\$6,088,904	\$(709,259)	
CMHPSM Administrative Costs					
Salary & Fringe	2,002,998	1,461,089	1,669,165	(208,076)	-12.47% h
Administrative Contracts	1,334,727	1,074,505	1,112,273	(37,768)	-3.40%
Board Expense	14,130	3,598	11,775	(8,177)	-69.44% i
All Other Costs	211,890	181,863	176,575	5,288	2.99%
Total Administrative Expense	\$3,563,745	\$2,721,055	\$2,969,788	\$(248,733)	
Carry Forward	\$215,703		\$179,753	\$(179,753)	
Total Expense	\$159,134,997	\$130,242,448	\$132,612,498	\$(2,370,049)	
Revenues over (under) Expenditures	\$ (0)	\$2,196,473	\$0	\$2,196,473	

**Community Mental Health Partnership of Southeast Michigan
Statement of Revenues and Expenditures Notes
For the Period Ending July 31, 2017**

a -Over budget due to increased eligibles, the final budget amend will reflect the trend.

b - The SUD Block grant had two new initiatives approved previously by the board. 1) Innovative Strategies \$996,000. 2) State Targeted Response to the Opioid Crisis \$227,955. In addition a request was made to and approved to increase treatment funding for block grant consumers in the amount of \$400,000. These changes are reflected in the Final amended budget request.

c - Block grants for IHC and SMI Criminal Justice are new in FY17. The revenues correlate with the expenditures. The budget for revenue and expenditures will be adjusted in the final amend to reflect final approved grant agreements.

d- PA2 2nd quarter payment was reflective of annual state projection. The state projection is reflected in the final budget amend.

e - Treatment services continue to increase. A request was approved to cover the overages with block grant funds. The expenditures correlate with the revenues. This increase in utilization is reflected in the final budget amend.

f - The Hospital Rate Adjuster is projected by the MACMHB's and determined by MDHHS. The second quarter payment was lower than projected. The fourth quarter is projected to utilize the full budget.

g - The USE tax concluded in December 2016. The state issued a calendar year abatement for HICA Taxes. This refund is reflected in the final budget amend

h - Administrative expenses under budget due to vacant positions through the year.

i - Board expenses under budget based on meeting utilization and no retreat in the current year.

* - Partners Funding is on a cash basis, this is not reflective of projected expenditures. Please see Projected Summary by Funding Source.

COMMUNITY MENTAL HEALTH PARTNERSHIP OF SOUTHEAST MICHIGAN
Projected Summary by Funding Source
FY 2016/2017

		Current Budget	Projected Use of Funding Source	Over (Under) Final Budget to Actual	% Variance
M E D I C A I D	Lenawee	16,253,000	14,656,205	(1,596,795)	-9.82%
	Livingston	22,547,500	22,468,323	(79,177)	-0.35%
	Monroe	24,332,600	25,746,053	1,413,453	5.81%
	Washtenaw	62,100,000	63,386,403	1,286,403	2.07%
	Medicaid Total	125,233,100	126,256,984	1,023,884	0.82%
H M P	Lenawee	1,500,000	1,801,640	301,640	20.11%
	Livingston	1,800,000	2,088,366	288,366	16.02%
	Monroe	2,000,000	2,005,674	5,674	0.28%
	Washtenaw	5,350,000	7,735,440	2,385,440	44.59%
	HMP Total	10,650,000	13,631,120	2,981,120	27.99%
TOTAL MCAID/HMP		135,883,100	139,888,104	4,005,004	2.95%

These amounts are reflective of the preliminary FSR's submitted to MDHHS on 8/31/17.



Projected Summary by Fund Source variance narratives For the Period Ending July 31, 2017

Lenawee:

-) Traditional Medicaid - Two factors make up the majority of the amount of Medicaid that is projected to be underspent in FY 17. The first area of lapse is the result of approved positions (salary and fringe) included in the budget that have not yet been filled, along with many retirements and other staff turnover during the year. This was a very difficult year for Lenawee with the death of our Director and two other staff members. This has definitely been a year of transition. The other area of lapse is due to the problem of Medicaid consumers being automatically (and incorrectly) switched over to Healthy Michigan coverage. This issue is being worked on, but we do not expect the corrections to be retroactive.

Healthy Michigan - Our Healthy Michigan spending was on track until January, 2017 when we started seeing the shift to a higher amount of Healthy Michigan costs and a corresponding lower amount of Medicaid costs. This was due to the issue of consumers with Medicaid coverage being incorrectly switched to Healthy Michigan. Even though this problem is currently being addressed, the corrections will not be retroactive and so we expect Healthy Michigan to be overspent at fiscal year end.

Livingston:

-) The projection includes the cost of children COFR consumers from 08/01/2017 to 9/30/2017. Medicaid inpatient increase through June 2017 by \$274,429 compared to last fiscal year. If the trend continues there will be an additional \$137,000 to the end of this fiscal year compared to last fiscal year. Livingston served 44 more consumers who were eligible for HMP this fiscal than last fiscal year and 16 more children with Autism as of May 2017; it is assumed that the increase will continue to the end of the fiscal year.

Monroe:

-) Due to the increase in Medicaid Consumers of 150. The primary service being utilized by these consumers is community living supports.

Washtenaw:

-) In 2017, Washtenaw has experienced an increase in utilization for the following medically necessary services: Community Living Supports, Licensed Residential and Inpatient Hospitalizations. All other costs remain on budget overall but have shifted from Medicaid to Healthy Michigan, this is due to increased numbers served within the HMP population and attributable to the State method of eligibility determination as well as an increase in crisis services.



Regional Board Action Request

Board Meeting Date: September 13, 2017

Action Requested: Approve the proposed 2017 Final Amend Budget and allocations as presented.

Background: The fiscal year 2017 final budget is representative and in an adherence to the contracts entered into with the Michigan Department of Health and Human Services (MDHHS).

Connection to PIHP/MDCH Contract, Regional Strategic Plan or Shared Governance Model:

PIHP/MDCH Contract Section 8.0 Contract Financing
CMHPSM Regional Agreements

Recommend: Approval

Community Mental Health Partnership of Southeast Michigan FY17 Final Budget Amend

	FY17 Current Budget	YTD Actual	Final FY17 Amended Budget	Increase/ (Decrease)
Operating Revenue				
Medicaid Capitation	\$128,341,084	\$105,956,298	\$128,341,084	-
Medicaid SUD Capitation	1,302,779	1,155,344	1,302,779	-
Medicaid Carryforward	5,171,523	4,309,603	5,107,828	(63,695) a
Healthy Michigan Plan	9,467,330	7,939,017	9,467,330	-
Healthy Michigan Plan SUD	3,189,530	2,677,378	3,189,530	-
Healthy Michigan Carryforward	1,726,329	1,438,608	1,721,947	(4,382) b
Autism	1,661,715	1,401,102	4,421,285	2,759,570 c
SUD Community Block Grant	3,694,050	3,562,344	5,274,005	1,579,955 d
Block Grants	73,410	109,052	363,942	290,532 e
SUD PA2 - Cobo Tax Revenue	1,434,893	1,332,581	1,819,704	384,811 f
Reserved SUD PA2			400,000	400,000 g
Local Match	1,577,780	1,314,817	1,577,780	-
Other Revenue	253,225	208,320	253,225	-
Use of Risk Reserve	1,241,349	1,034,458	1,601,422	360,073 h
Total Revenue	\$159,134,997	\$132,438,920	\$164,841,861	\$5,706,864
Funding For CMHSP Partners				
Lenawee CMHSP	17,898,153	14,806,667	16,777,106	(1,121,047) i
Livingston CMHSP	24,926,088	20,323,333	25,828,009	901,921 i
Monroe CMHSP	26,589,319	21,991,753	28,932,113	2,342,794 i
Washtenaw CMHSP	67,863,000	56,312,497	72,807,687	4,944,687 i
Total Funding For CMHSP Partners	\$ 137,276,560	\$ 113,434,250	\$144,344,915	\$7,068,355
Funding For SUD Services				
Lenawee County	1,501,705	1,162,258	\$1,501,705	-
Livingston County	1,926,771	1,609,015	\$1,926,771	-
Monroe County	1,760,581	1,445,473	\$1,760,581	-
Washtenaw County	5,583,247	4,490,751	\$5,583,247	-
Total Funding For SUD Services	\$ 10,772,304	\$ 8,707,498	\$10,772,304	\$0
Other Contractual Obligations				
Hospital Rate Adjuster	2,207,816	1,744,621	2,207,816	-
USE and HICA Tax	3,521,089	2,320,207	2,521,089	(1,000,000) j
Local Match	1,577,780	1,314,817	1,577,780	-
Total Other Costs	\$7,306,685	\$5,379,645	\$6,306,685	\$(1,000,000)
CMHPSM Administrative Costs				
Salary & Fringe	2,002,998	1,461,089	1,802,998	(200,000) k
Administrative Contracts	1,334,727	1,074,505	1,398,669	63,942 l
Board Expense	14,130	3,598	4,400	(9,730) m
All Other Costs	211,890	181,863	211,890	-
Total Administrative Expense	\$3,563,745	\$2,721,055	\$3,417,957	\$(145,788)
Carry Forward	\$215,703		\$ -	(215,703) n
Total Expense	\$159,134,997	\$130,242,448	\$164,841,861	\$5,706,864
Revenues over (under) Expenditures	\$(0)	\$2,196,473	\$(0)	

Community Mental Health Partnership of Southeast Michigan FY17 Final Budget Amend

- a - Change in carryforward based on final FSR bundle submitted to MDHHS.
- b - Change in carryforward based on final FSR bundle submitted to MDHHS.
- c - Change in carryforward based on final FSR bundle submitted to MDHHS, final projected is based on fee screens established by MDHHS and cost reimbursement for program administration.
- d - The SUD Block grant had two new initiatives approved previously by the board. 1) Innovative Strategies \$996,000. 2) State Targeted Response to the Opioid Crisis \$227,955. In addition a request was made to and approved to increase treatment funding for block grant consumers in the
- e - Block grants for IHC and SMI Criminal Justice are new in FY17. The revenues correlate with the expenditures.
- f - PA2 2nd quarter payment was reflective of annual state projection. Amendment is reflective of the state treasury projections.
- g - Projected use of PA2 reserve to cover additional treatment services.
- h - Increase due to projected use of risk reserve based on preliminary FSR bundles submitted by the partners.
- i - Changes are reflective of preliminary submissions of FSR bundles by the partners. See Projected Summary by Funding Source narratives.
- j - Decrease due to final payment for USE tax that concluded in December 2016 and calendar year 2016 HICA rebate.
- k - decrease in budget reflective of vacant positions during the year.
- l - Increase for other grants contracts noted above netted with decrease for administrative contracts.
- m - Decrease in board expense budget reflective of current year activity.
- n - Change in carryforward based on final FSR bundle submitted to MDHHS.



Regional Board Action Request

Board Meeting Date: September 13, 2017

Action Requested: Approve the proposed 2018 Budget and allocations as presented.

Background: The fiscal year 2018 budget is representative and in an adherence to the contracts entered into with the Michigan Department of Health and Human Services (MDHHS).

Connection to PIHP/MDCH Contract, Regional Strategic Plan or Shared Governance Model:

PIHP/MDCH Contract Section 8.0 Contract Financing
CMHPSM Regional Agreements

Recommend: Approval



**COMMUNITY MENTAL
HEALTH PARTNERSHIP**

of Southeast Michigan

**FISCAL YEAR 2018
BUDGET**

In Partnership with:

Lenawee CMHA

CMH Services of Livingston County

Monroe CMHA

Washtenaw County CMH

To provide quality behavioral health care that promotes recovery and wellness, fosters resilience and supports self determination and empowerment so that individuals served in our four-county region are successful in achieving their personal goals and dreams.



Mission, responsibilities and budget development approach

Community Mental Health Partnership of Southeast Michigan shall be responsible for the operation of the Concurrent 1915(b)/(c) Waiver, SUD Community Grant, the Healthy Michigan Plan, Autism Benefit under iSPA, and other public funding within its designated service area. The PIHP shall also be responsible for the development of the service delivery system and the establishment of sufficient administrative capabilities to carry out the requirements and obligations of the Specialty Services contract.

Community Mental Health Partnership of Southeast Michigan's areas of responsibility includes:

Financial Management

Service Delivery System Development

Oversight Monitoring of the following delegated functions

Access Assurance

Provider Network Services

Quality Assessment/Performance Improvement

Service and Utilization Management

Customer Services

Regulatory Management – Corporate Compliance

PA 500 and Application for Participation Requirements

SUD Treatment and Prevention Services and special funding requirements

Adherence to all Contract Attachments including SUD Policy Manual

Revenue for FY2018

State Plan/ B3 Medicaid Capitation (Mental Health and SUD services)

Habilitation Supports Waiver

Autism Benefit

Healthy Michigan Plan

SUD Community Grant Funds

PA 2 Funds (governed by Oversight Policy Board)



Fiscal Year 2018 Beginning Budget Objectives, Assumptions and Strategies

Community Mental Health Partnership of Southeast Michigan is using the following objectives, assumptions and strategies to prepare the beginning FY18 budget. Budget amendments will be presented throughout the year, on a quarterly basis, to recognize any changes in assumptions or contractual obligations.

CMHPSM FY18 Budget Objectives:

1. Fiscal Year 2018 budget is being presented at the September 2017 Board of Directors meeting.
2. The proposed budget upholds the mission and vision of CMHPSM.
3. The fiscal year 2018 budget delivers a responsible balance of financial management, oversight monitoring, regulatory management, an accountable service delivery system, and an adherence to the contracts entered into with the Michigan Department of Health and Human Services (MDHHS).

CMHPSM FY18 Assumptions:

1. Rates released by MDHHS will be applied to Traditional Medicaid Eligibles and HMP Enrollees listings for the CMHPSM region.
2. CMHPSM trended those Traditional Medicaid Eligibles and HMP Enrollees from the most current listing to apply the rates.
3. Administrative expenditures include a tiered salary step model based on the existing Board approved salary ranges.
4. Proposed changes in the Medicaid 1115 waiver submitted to the Center for Medicare and Medicaid Services (CMS) by MDHHS will not be applied until final approval is received from CMS.

CMHPSM Strategies:

1. CMHPSM collaborated with CMHSP's to establish a consistent and reasonable methodology to balance the budget as a PIHP in whole.
2. CMHPSM coordinated with CMHSP's to review current year budgets and actual expenditures.
3. A shared decision model was utilized to complete the fiscal year 2018 budget to be presented to the board for approval.
4. Risk-Based Funding Model is applied to the FY18 projected funding for mental health using an actuarially sound model using the risk weights to establish the allocation proposed for partners.

Fiscal Year 2018 Budget Overview

Total Revenues Projected for FY2016 for all fund sources:

\$163,852,762

Partnership Capitated Allocations for Medicaid and HMP:

Lenawee CMHA	\$17,359,056
CMH Services of Livingston County	\$26,041,069
Monroe CMHA	\$27,899,912
Washtenaw County CMH	\$69,394,457

Substance Use Disorder Prevention and Treatment (by County):

Lenawee	\$2,029,879
Livingston	\$2,604,448
Monroe (managed by CMHPSM)	\$2,379,806
Washtenaw (managed by CMHPSM)	\$7,546,966

Other Contractual Costs \$4,844,622

Hospital Rate Adjuster
HICA
Local Match

Administrative Costs \$ 3,752,547

Salary and Fringe
Contracts
Infrastructure (space and systems)
Training
Supplies

**Community Mental Health Partnership of Southeast Michigan
FY18 Preliminary Budget Amend**

	FY16 Final Actual	Final FY17 Amended Budget	Preliminary FY18 Budget	Increase (Decrease)	
Operating Revenue					
Medicaid Capitation	\$132,805,532	\$128,341,084	125,988,782	(2,352,302)	a
Medicaid SUD Capitation	1,667,188	1,302,779	2,119,183	816,404	a
Medicaid Carryforward	1,473,549	5,107,828	-	(5,107,828)	b
Healthy Michigan Plan	7,248,999	9,467,330	8,852,092	(615,238)	a
Healthy Michigan Plan SUD	3,177,753	3,189,530	4,243,420	1,053,890	a
Healthy Michigan Carryforward	5,224,847	1,721,947	-	(1,721,947)	b
Autism	2,118,887	4,421,285	6,100,000	1,678,715	a
SUD Community Block Grant	3,541,509	5,274,005	5,274,005	-	
Block Grants	34,569	363,942	386,626	22,684	c
SUD PA2 - Cobo Tax Revenue	867,307	1,819,704	1,826,092	6,388	d
Reserved SUD PA2		400,000	1,598,399	1,198,399	e
Local Match	1,577,780	1,577,780	1,577,780	-	
Health Home Revenue	715,584			-	
Other Revenue	220,784	253,225	327,921	74,696	f
Use of Risk Reserve	-	1,601,422	5,558,461	3,957,039	g
Total Revenue	\$160,674,288	\$164,841,861	\$163,852,762	(989,099)	
Funding For CMHSP Partners					
Lenawee CMHSP	15,546,651	16,777,106	17,359,056	581,950	h
Livingston CMHSP	24,291,053	25,828,009	26,041,069	213,060	h
Monroe CMHSP	26,412,726	28,932,113	27,899,912	(1,032,201)	h
Washtenaw CMHSP	66,378,375	72,807,687	69,394,457	(3,413,230)	h
Total Funding For CMHSP Partners	\$ 132,628,805	\$144,344,915	\$140,694,494	(3,650,421)	
Funding For SUD Services					
Lenawee County	1,363,409	\$1,501,705	2,029,879	528,174	i
Livingston County	1,302,020	\$1,926,771	2,604,448	677,677	i
Monroe County	1,437,238	\$1,760,581	2,379,806	619,225	i
Washtenaw County	4,478,695	\$5,583,247	7,546,966	1,963,719	i
Total Funding For SUD Services	\$ 8,581,362	\$10,772,304	\$14,561,099	3,788,795	
Other Contractual Obligations					
Hospital Rate Adjuster	2,168,850	2,207,816	2,207,816	-	
USE and HICA Tax	10,313,975	2,521,089	1,059,026	(1,462,063)	j
Local Match	1,577,780	1,577,780	1,577,780	-	
10% Health Home Match Washtenaw	71,558			-	
Total Other Costs	\$14,132,163	\$6,306,685	\$4,844,622	(1,462,063)	
CMHPSM Administrative Costs					
Salary & Fringe	1,632,294	1,802,998	2,137,588	334,590	k
Administrative Contracts	913,451	1,398,669	1,398,669	-	
Board Expense	1,985	4,400	4,400	-	
All Other Costs	194,283	211,890	211,890	-	
Total Administrative Expense	\$2,742,013	\$3,417,957	\$3,752,547	334,590	
Risk Reserve Provision	\$2,581,623				
Total Expense	\$160,665,966	\$164,841,861	\$163,852,762	(989,099)	
Revenues over (under) Expenditures	\$8,323	\$(0)	\$(0)	(0)	

Community Mental Health Partnership of Southeast Michigan FY18 Preliminary Budget Amend

a - Changes based on actuary projections from MDHHS. Specialty Services Program decrease of 1.2%, Specialty Services Program SUD increase of 54.7%, HMP decrease of 6.9%, HMP SUD increase of 32.3%, Autism capitation rates are new in FY18.

b - based on preliminary FSR submissions there will be no carryforward from FY17 to FY18.

c - Increase based on preliminary approved other grants.

d - Increase based on State of Michigan treasury PA2 projections.

e - Increase based on spending plan of PA2 Reserves. Expenditures correspond with revenues.

f - Increase based on new contract with MACMHB for the veteran navigator grant. Expenditures correspond with revenues.

g - Increase based on projected use of fund balance to stabilize services across the region.

h - Changes to partners budgets were based on Risk-Based Funding Model and applied to the FY18 projected funding for mental health using an actuarially sound model using the risk weights to establish the allocation proposed.

i - Increase to expenditures corresponds with increase to the SUD Block Grant funding and the planned use of PA2 reserves.

j - Decrease due to USE tax conclusion in FY17.

k - Increase brings budget back to original budget assuming all positions are filled and new veteran navigator position covered with new other revenue.



Regional Board Action Request – FY18 Contracts

Board Meeting Date: September 13, 2017

Action Requested: CMHPSM Board authorization of Chief Executive Officer to sign the attached FY18 contracts.

Background: Contractual service contracts for FY18 include: Substance Use Disorder service and treatment contracts, administrative contracts, mental health contracts with the partner CMHSPs and various MOUs, coordination agreements and data-use agreements.

Connection to PIHP/MDHHS Contract, Regional Strategic Plan or Shared Governance Model:

All service contracts abide by the stipulations of our service contract with the PIHP/MDHHS Contract.

Recommend: Approval

CMHPSM FY18 Contract List

All contracts listed have a term of October 1, 2017 to September 30, 2018, unless noted otherwise.

All funding amounts listed are full fiscal year annual not-to-exceed amounts unless noted otherwise.

Revenue Contracts

PIHP Revenue Contract	Revenue
Michigan Department of Health and Human Services	Determined by MDHHS on a monthly on a basis based on covered lives.

PIHP Administrative Expense Contracts

Administrative Contracts	FY18 Funding Level
ADP (Payroll Services)	\$4,000 / annual
Audit Firm TBD (Will bring in October 2017 after RFQ#2017F completed)	
CEO Contract with Jane Terwilliger	\$134,000 / annual
Cohl, Stoker Toskey, P.C.	\$225 / per hour
Livingood, Kristi (Private Duty Nursing Assessments)	\$60 / per hour
Merit (Internet Provider)	\$10,000 / annual
MORC (SIS Assessor Training)	\$5,000 / per employee trained
MORC SIS Assessments (As needed to meet state requirements)	\$500 / per assessment
NetMotion (Offsite CMHPSM Network Access)	\$1,500 / annual
PCE Systems (Electronic Health Record and Hosting Services)	\$657,954 / annual
SAS (Statistical Software Annual License)	\$3,162 / annual
Socius (General Ledger Software Annual License)	\$13,000 / annual
Washtenaw County Lease for Office Space & Facilities Charges (PIHP Office Space)	\$93,966 / annual
Witherow, CJ (PIHP SUD Appeals, \$50/hr research, \$75/hr local appeals, \$100/hr state level appeals)	\$50-100 / hour
Zebu Healthcare (Debarment, Suspension and Exclusion Software)	\$2,000 / annual
Zenith Technology Services (Population Health Software)	\$62,500 / (October 1, 2017 – February 15, 2018)

Mental Health Expense Contracts

CMHPSM-CMHSP Medicaid Mental Health Service Funding Contracts <i>Funding Source(s): (Medicaid, Healthy Michigan Medicaid)</i>	FY18 Funding Level
Lenawee Community Mental Health Authority	Per CMHPSM Budget
Livingston County Community Mental Health Authority	Per CMHPSM Budget
Monroe Community Mental Health Authority	Per CMHPSM Budget
Washtenaw County Community Mental Health	Per CMHPSM Budget

CMHPSM-CMHSP Master Project & Sub-Grant Agreements <i>Funding Source(s): (Medicaid, Healthy Michigan Medicaid)</i>	FY18 Funding Level
Lenawee Community Mental Health Authority	Per CMHPSM Budget
Livingston County Community Mental Health Authority	Per CMHPSM Budget
Monroe Community Mental Health Authority	Per CMHPSM Budget
Washtenaw County Community Mental Health	Per CMHPSM Budget

Substance Use Disorder Contracts

SUD ROSC Core Provider Treatment Contracts <i>Funding Source(s): (Medicaid, Healthy Michigan Medicaid, SAPT Block Grant CFDA#93.959 & PA2 Funding)</i>	FY18 Funding Level
Lenawee County SUD Treatment	
Lenawee Community Mental Health Authority	\$1,025,728 / annual
Livingston County SUD Treatment	
Livingston County Community Mental Health Authority	\$786,900 / annual
Washtenaw County SUD Treatment	
Dawn Inc.	\$850,000 / annual
Home of New Vision	\$850,000 / annual

SUD Prevention Contracts <i>Funding Source(s): (SAPT Block Grant CFDA#93.959 & PA2 Funding)</i>	FY18 Funding Level
RFP#2017A Lenawee County SUD Prevention	
Lenawee Community Mental Health	\$70,000 / annual
RFP#2017A Livingston County SUD Prevention	
Livingston County Catholic Charities	\$399,104 / annual
RFP#2017A Monroe County SUD Prevention	
Catholic Charities of Southeast Michigan	\$114,318 / annual
Monroe County ISD	\$117,469 / annual
RFP#2017A Washtenaw County SUD Prevention	
Catholic Social Services of Washtenaw County – Get Connected, Photo Voice, CAGE	\$69,692 / annual
Eastern Michigan – Prevention Theatre Collective	\$90,657 / annual
St. Joseph Mercy Chelsea	\$103,937 / annual
U of M Regional Alliance of Healthy Schools - Project SUCCESS	\$58,800 / annual
RFQ#2017E Lenawee, Livingston, Monroe & Washtenaw DYTUR Contract	
Karen Bergbower and Associates – DYTUR Funding	\$121,007 / annual

State Targeted Response Grant Expense Contracts <i>Funding Source(s): (SAPT Block Grant CFDA#93.717)</i>	FY18 Funding Level
Home of New Vision	\$37,168 / annual
Catholic Charities Southeast Michigan	\$34,315 / annual

Innovative Strategies Grant Expense Contracts <i>Funding Source(s): (SAPT Block Grant CFDA#93.959)</i>	FY18 Funding Level
Dawn Inc (Drug Courts)	\$41,888 / annual
Home of New Vision (Pregnant Womens Opiate Team)	\$115,619 / annual
Home of New Vision (ROOT Team)	\$76,847 / annual
Lenawee CMH (Drug Courts)	\$26,498 / annual
Salvation Army Harbor Light (Drug Courts)	\$54,600 / annual
University of Michigan	\$45,718 / annual
Washtenaw County Community Mental Health (ROOT Team)	\$47,187 / annual

Other SUD Contracts <i>Funding Source(s): (SAPT Block Grant CFDA#93.959 & PA2 Funding)</i> <i>All fee-for-service SUD service contract expenditures are based on medically necessary authorizations within the overall service budget, expensed by the consumers funding source eligibility (Block Grant & PA2 Funding).</i>	FY18 Funding Level
HALO 100% PA2 Funding	\$15,750 / annual (100% PA2)
Unified	\$234,248 / annual
LCCMHA MOU (Wraparound Program) 100% PA2 Funding	\$40,000 / annual (100% PA2)

SUD Treatment Programming and Special Initiatives Contracts Funding Approved through SUD Oversight Policy Board from RFP#2017D <i>Funding Source(s): (PA2 Funding / SAPT Block Grant CFDA#93.959)</i>	PA2	SAPT Block Grant	Total Project Annual Funding Amount
Lenawee from RFP#2017D			
Lenawee Specialty Engagement Center	\$133,739	\$159,964	\$293,703
Lenawee County Probate Court	\$143,089	\$0	\$143,089
Livingston from RFP#2017D			
Livingston CMH Engagement Center	\$401,041	\$100,694	\$501,735
Livingston CMH FP	\$40,000	\$0	\$40,000
Livingston CMH Wake Up Coordinator	\$40,000	\$0	\$40,000
Monroe from RFP#2017D			
Catholic Charities of Southeast Michigan (CSM & Peer Supports)	\$0	\$119,866	\$119,866
Catholic Charities of Southeast Michigan (Engagement Center)	\$103,333	\$181,680	\$285,013
Paula's House	\$64,040	\$0	\$64,040
Touchstone	\$60,000	\$0	\$60,000
Washtenaw from RFP#2017D			
Avalon Integrated Health / Harm Reduction	\$155,000	\$0	\$155,000
Dawn Inc. Extended Peers	\$41,888	\$0	\$41,888
Growth Works	\$66,159	\$0	\$66,159
Hegira SBIRT	\$114,390	\$0	\$114,390
Home of New Vision Engagement Center	\$240,000	\$160,000	\$400,000
Home of New Vision Management Team	\$244,274	\$134,998	\$379,272
Home of New Vision MAT House	\$28,541	\$0	\$28,541
Home of New Vision WRAP	\$79,723	\$0	\$79,723
Ozone / Corner Health Youth SBIRT	\$150,000	\$0	\$150,000
Unified	\$150,000	\$84,248	\$234,248

Womens Specialty Service Initiatives Contracts Funding Approved through SUD Oversight Policy Board from RFP#2017D <i>Funding Source(s): (PA2 Funding / SAPT Block Grant CFDA#93.959)</i>	PA2	SAPT Block Grant	Total Project Funding Amount
Catholic Charities of Southeast Michigan	\$100,000	\$94,293	\$194,293
Home of New Vision	\$0	\$154,000	\$154,000
Lenawee CMH	\$0	\$23,658	\$23,658

<p>SUD Fee-For-Service Contracts (Washtenaw & Monroe Treatment) RFP#2017C <i>Funding Source(s): (Medicaid, Healthy Michigan Medicaid, SAPT Block Grant CFDA#93.959 & PA2 Funding)</i> <i>All fee-for-service SUD service contract expenditures are based on medically necessary authorizations within the overall service budget, expensed by the consumers funding source eligibility (Medicaid, Healthy Michigan Medicaid, Block Grant & PA2 Funding).</i></p>	<p>Fee-for-service (FFS) contracts are linked to authorizations for medically necessary services.</p>
Ann Arbor Treatment Center - CRC Health	FY18 CMHPSM FFS Rates
Ann Arbor Treatment Services, LLC – Pinnacle	FY18 CMHPSM FFS Rates
Bear River Health	FY18 CMHPSM FFS Rates
Brighton Center	FY18 CMHPSM FFS Rates
Catholic Charities of Southeast Michigan	FY18 CMHPSM FFS Rates
Dawn Inc. (Long Term Residential)	FY18 CMHPSM FFS Rates
Hegira	FY18 CMHPSM FFS Rates
Holy Cross/Kairos	FY18 CMHPSM FFS Rates
Home of New Vision	FY18 CMHPSM FFS Rates
Passion of Mind	FY18 CMHPSM FFS Rates
Paula’s House	FY18 CMHPSM FFS Rates
Personalized Nursing Light House	FY18 CMHPSM FFS Rates
Premier Services??	FY18 CMHPSM FFS Rates
Sacred Heart Rehab	FY18 CMHPSM FFS Rates
Salvation Army Harbor Light	FY18 CMHPSM FFS Rates
Therapeutics, LLC.	FY18 CMHPSM FFS Rates
Touchstone	FY18 CMHPSM FFS Rates
Trinity Health – Greenbrook	FY18 CMHPSM FFS Rates
UMATS (University of Michigan)	FY18 CMHPSM FFS Rates
Victory Clinic	FY18 CMHPSM FFS Rates

FY18 SUD Fee-for-Service Contract Fee Schedule					COVERAGE				10/1/2017
LENAWEE, LIVINGSTON, MONROE & WASHTENAW REGION									
HCPCS/ CPT	MOD	SERVICE	DURATION	Rate	MED	HMP	SABG	PA2	Difference from FY17
90791	HF	Psychiatric Evaluation	Encounter	\$100.00	✓	✓	✓	✓	-
90792	HF	Psychiatric Evaluation	Encounter	\$175.00	✓	✓	✓	✓	-
90832	HF	30 minutes of Psychotherapy	Encounter	\$60.00	✓	✓	✓	✓	-
90834	HF	45 minutes of Psychotherapy	Encounter	\$85.00	✓	✓	✓	✓	-
90837	HF	60 minutes of Psychotherapy	Encounter	\$110.00	✓	✓	✓	✓	-
90853	HF	Group Therapy per Session	Encounter	\$26.00	✓	✓	✓	✓	-
97810		Acupuncture 1 or more needles, initial 15 minutes	Encounter	\$40.00			✓	✓	-
97811		Acupuncture 1 or more needles, each additional 15 minutes	Encounter	\$40.00			✓	✓	-
99201	HF	E&M New Patient Low	Encounter	\$40.00	✓	✓	✓	✓	-
99202	HF	E&M New Patient Med	Encounter	\$60.00	✓	✓	✓	✓	-
99203	HF	E&M New Patient High	Encounter	\$80.00	✓	✓	✓	✓	-
99204	HF	E&M New Patient High	Encounter	\$90.00					-

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FY18 SUD Fee-for-Service Contract Fee Schedule LENAWEE, LIVINGSTON, MONROE & WASHTENAW REGION					COVERAGE				10/1/2017
HCPCS/ CPT	MOD	SERVICE	DURATION	Rate	MED	HMP	SABG	PA2	Difference from FY17
99205	HF	E&M New Patient High	Encounter	\$100.00					-
99211	HF	E&M Existing Patient No Doc Low	Encounter	\$30.00	✓	✓	✓	✓	-
99212	HF	E&M Existing Patient Low	Encounter	\$35.00	✓	✓	✓	✓	-
99213	HF	E&M Existing Patient Med	Encounter	\$55.00	✓	✓	✓	✓	-
99214	HF	E&M Existing Patient Mod-High	Encounter	\$75.00	✓	✓	✓	✓	-
99215	HF	E&M Existing Patient High	Encounter	\$75.00	✓	✓	✓	✓	-
H0001		Alcohol and/or Drug Assessment	Encounter	\$60.00	✓	✓	✓	✓	-
H0003		Laboratory analysis of specimens to detect presence of alcohol or drugs.	Encounter	\$15.00	✓	✓	✓	✓	-
H0004		Individual Behavioral Health Counseling and Therapy	Per 15 mins	\$15.00	✓	✓	✓	✓	-
H0005		Alcohol & Drug Group Counseling by Clinician	Encounter	\$26.00	✓	✓	✓	✓	-
H0006		SUD Case Management- Services provided to link clients to other essential medical, educational, social and/or other services.	Encounter	\$30.00			✓	✓	-
H0010		Alcohol and/or drug services; sub-acute detoxification; medically monitored residential detox (ASAM Level III.7.D)	Per Day	\$175.00	✓	✓	✓	✓	-
H0010	HA	Adolescent Alcohol and/or drug services; sub-acute detoxification; medically monitored residential detox (ASAM Level III.7.D)	Per Day	\$325.00	✓	✓	✓	✓	-
H0012		Alcohol and/or drug services; sub-acute detoxification (residential addiction program outpatient)	Per Day	\$175.00	✓	✓	✓	✓	-
H0012	HA	Adolescent Alcohol and/or drug services; sub-acute detoxification (residential addiction program outpatient)	Per Day	\$325.00	✓	✓	✓	✓	-
H0014		Alcohol and/or drug services; sub-acute detoxification; medically monitored residential detox (ASAM Level I.D)	Per Day	\$175.00	✓	✓	✓	✓	-
H0014	HA	Adolescent Alcohol and/or drug services; sub-acute detoxification; medically monitored residential detox (ASAM Level I.D)	Per Day	\$325.00	✓	✓	✓	✓	-
H0015		IOP Intensive Outpatient Care	Per Day	\$110.00	✓	✓	✓	✓	-

Attachment #5a – September 2017

FY18 SUD Fee-for-Service Contract Fee Schedule LENAWEE, LIVINGSTON, MONROE & WASHTENAW REGION					COVERAGE				10/1/2017
HCPCS/ CPT	MOD	SERVICE	DURATION	Rate	MED	HMP	SABG	PA2	Difference from FY17
H0018		Alcohol and/or drug services; corresponds to services provided in a ASAM Level III.1 program, previously referred to as short term residential (non-hospital residential treatment program)	Per Day	\$120.00	✓	✓	✓	✓	-
H0018	HA	Adolescent Alcohol and/or drug services; corresponds to services provided in a ASAM Level III.1 program, previously referred to as short term residential (non-hospital residential treatment program)	Per Day	\$285.00	✓	✓	✓	✓	-
H0019		Alcohol and/or drug services; corresponds to services provided in ASAM Level III.3 and ASAM Level III.5 programs, previously referred to as long-term residential (non-medical, non-acute care in residential treatment program where stay is typically longer than 30 days)	Per Day	\$110.00	✓	✓	✓	✓	-
H0019	HA	Adolescent Alcohol and/or drug services; corresponds to services provided in ASAM Level III.3 and ASAM Level III.5 programs, previously referred to as long-term residential (non-medical, non-acute care in residential treatment program where stay is typically longer than 30 days)	Per Day	\$255.00	✓	✓	✓	✓	-
H0020		Methadone Dosing	Encounter	\$5.50	✓	✓	✓	✓	\$1.25 increase
H0033		Pharmacological Support – Oral medication administration, direct observation. (Use for Buprenorphine or Suboxone administration and/or service - provision of the drug).	Encounter	\$9.00			✓	✓	-
H0038	HF	Recovery Coach/Peer Services	Per 15 mins	\$25.00	✓	✓	✓	✓	-
H0048		Alcohol and drug testing, collection and handling only, specimens other than blood.	Encounter / per test	\$10.00	✓	✓	✓	✓	-
H2034		Recovery/Transitional Housing	Per Day	\$27.00			✓	✓	-
H2035		Group Outpatient: Alcohol/Other Drug Treatment	Per Hour	\$60.00	✓	✓	✓	✓	-

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FY18 SUD Fee-for-Service Contract Fee Schedule LENAWEЕ, LIVINGSTON, MONROE & WASHTENAW REGION					COVERAGE				10/1/2017
HCPCS/ CPT	MOD	SERVICE	DURATION	Rate	MED	HMP	SABG	PA2	Difference from FY17
S9976	HF	Residential Room and Board - May be used in conjunction with H0018 & H0019.	Per Day	\$27.00			✓	✓	-
T1009		Care of the children of the individual receiving alcohol and/or substance abuse services	Encounter / Per Hour	\$15.00			✓	✓	-
T1012		Recovery Supports	Encounter	\$100.00	✓	✓	✓	✓	-

**Memorandums of Understanding / Coordination Agreements / Data-Use Agreements
(No Funding)**

Current Medicaid Health Plan Coordination Agreements
Aetna Health Plan
Blue Cross Complete
McLaren Health Plan
Meridian Health Plan
Molina Healthcare
UnitedHealthcare

Electronic Health Record Data Exchange Agreement
MiHIN (Michigan Health Information Network Shared Services)
Great Lakes Health Connect

Data-Use Agreements
Michigan Department of Health and Human Services (CC360 & Monthly Extract)
Michigan Department of Health and Human Services (SIS Online)
Community Mental Health Services of Livingston County (CC360 & Monthly Extract)
Lenawee Community Mental Health Authority (CC360 & Monthly Extract)
Monroe Community Mental Health Authority (CC360 & Monthly Extract)
Washtenaw County Community Mental Health (CC360 & Monthly Extract)
PCE Systems (CC360 & Monthly Extract)
Zenith Technology Services (Monthly Extract)

Regional Board Officers List

FY 2014		
Chair	G. Lane	Monroe
Vice-Chair	J. Plas	Livingston
Secretary	B. Wilson	Lenawee
FY 2015		
Chair	G. Lane	Monroe
Vice-Chair	P. Ball	Washtenaw
Secretary	L. Berry Bobovski	Livingston
FY 2016		
Chair	G. Lane	Monroe
Vice-Chair	L. Berry-Bobovski	Livingston
Secretary	B. Wilson	Lenawee
FY 2017		
Chair	R. Tillotson	Lenawee
Vice-Chair	C. Londo	Monroe
Secretary	B. Cox	Livingston
FY 2018		
Chair		
Vice-Chair		
Secretary		