



PREPAID INPATIENT HEALTH PLAN

Our Mission: Promoting opportunities for Recovery, Discovery, Health and Independence for individuals receiving services through ease of access, high quality of care and best value.

Region 10 PIHP Board Meeting Minutes

August 16, 2024, 9:00 a.m.

Region 10 PIHP

2186 Water Street, Port Huron, MI

Board Members Present: Lori Curtiss, Dr. Niketa Dani, John Groustra, Ted Hammon, Joyce Johnson, Bob Kozfkay, Ken Lemons, Chad Polmanteer, Ed Priemer, Jerry Webb

Board Members Absent: Bobbie Cutcher, DeElla Johnson, Gary Jones, Nancy Thomson, Rex Ziebarth

Staff Present: *Region 10 PIHP Staff:* Jim Johnson, Chief Executive Officer; Richard Carpenter, Chief Financial Officer; Carrie Benacquisto, Finance Director; Lauren Campbell, Quality Manager; Robin Kalbfleisch, Recording Secretary

CMH Staff: Brooke Sankiewicz, Lapeer CMH; Wil Morris, Sanilac CMH; Dan Russell, GHS

Guests: Derek Miller, Roslund, Prestage & Company

1. Call to Order:

Called to order at 9:00 a.m. by Chairperson Curtiss and roll call was conducted.

2. Citizens Wishing to Address the Board

None

3. Agenda Changes (Action Item)

A revised agenda was presented. Chairperson Curtiss asked that a closed session be added after the Director's Report.

It was moved by Ms. Joyce Johnson, seconded by Mr. Priemer, to approve the revised agenda as presented. **MOTION CARRIED**

4. Approval of Previous Meeting Minutes (Action Item)

A. June 21, 2024 (Action Item)

It was moved by Ms. Joyce Johnson, seconded by Mr. Groustra, to approve the June 21, 2024, meeting minutes as presented. **MOTION CARRIED.**

B. July 19, 2024 (Action Item)

It was moved by Mr. Priemer, seconded by Dr. Dani, to approve the July 19, 2024, meeting minutes as presented. **MOTION CARRIED.**

5. Presentation: FY2023 Audit and Compliance Examination

Mr. Derek Miller from Roslund, Prestage & Company provided a handout and reviewed the Financial Statements, Single Audit, and Compliance Audit. He stated there was a clean opinion on the Financial Statements. He noted the Custodial Credit Risk is a concern and it is the same with all PIHPs they audit. Mr. Carpenter reported that Region 10 uses JP Morgan Chase and it is also used by the State.

Mr. Miller reviewed the Single Audit, stating Region 10 complied with the specified compliance requirements and the summary of results showed an unmodified opinion. Region 10 is considered a low-risk auditee.

The Compliance Audit showed that Region 10 complied with the specified compliance requirements that are applicable to the Medicaid Contract and an unmodified opinion was given. There were immaterial findings related to CMHSP FSRs and CCBHC Supplemental payments and examination adjustments were made. Recommendations were provided for these findings.

6. MDHHS-PIHP FY2025 Contract Update (new)

Mr. Johnson reported the FY2025 contract would be released today. He received a red-line version of the contract yesterday and CFAP language was not included but would be included in the first amendment for FY2025. Waskul Settlement language was updated.

The ISF language the PIHPs were concerned about was not changed and the state is holding firm with the 7.5% of annual revenue limit. Mr. Johnson stated the Board would need to make a decision on how to move forward with the contract. He has heard that PIHPs are taking different strategies:

- Sign contract
- Print contract, make strikeouts to language not in agreement with, then sign
- Do not sign contract and take a legal course of action.

Mr. Carpenter stated our attorney advised us that striking out language we do not agree with and signing the contract is a valid strategy to consider. Macomb, Detroit Wayne, Oakland, the Upper Peninsula and Northern Michigan are considering that strategy as well. There was additional discussion about this course of action and the implications of the state not accepting the modified contract. The PIHP CFOs that are planning to strike-out language in the contract will work together to make sure the language is the same.

Chairperson Curtiss stated Mr. Johnson and Mr. Carpenter should prepare a strike-out version of the contract and a special Board meeting will be held on September 6, 2024, to review this version of the contract.

Mr. Johnson stated that, in addition to the ISF language, the PIHPs expressed concern over the CCBHC language in the contract. There was discussion about whether language should also be stricken or modified. There are higher level concerns in regions where there are CCHBCs that are not public entities because the language in the contract means:

- Cannot require a CCBHC to go through a PIHP's or CMHSP's access center, so they could completely bypass the public behavioral health system to access public behavioral health dollars in regions where there are non-public CCBHCs.
- There is only retrospective utilization management, so the current system CMHSPs have in place of requiring the IPOS and authorization of services before the provider network can provide services would not be in place.
- PIHPs that are also CMHSPs have almost no oversight to DCO agreements in their county. Providers who may have previously contracted with CMHSPs will potentially contract with the CCBHC instead.

Mr. Johnson stated there are funds in this year's state budget allocated for a study of CCBHCs to determine if the model for having more than one CCBHC in a community makes sense.

It was moved by Mr. Hammon, seconded by Mr. Webb, to approve holding a Special Board meeting on September 6, 2024, to review the FY2025 contract. **MOTION CARRIED.**

7. Finance

A. Monthly Finance Report – May 2024 (Action Item)

Mr. Carpenter presented the report for May together with the June report.

B. Monthly Finance Report – June 2024 (Action Item)

Mr. Carpenter presented the report for June. He reported eligibles and revenue trends continue to go down through June and will continue into July. There continues to be advocacy for another rate adjustment for FY2024. Traditional Medicaid has a surplus of approximately \$25 million. Healthy Michigan has a deficit of about \$2.4 million. CCBHC Medicaid had a redirect of about \$40 million of expenses and approximately \$20.4 million supplemental, with a deficit of about \$7.8 million. CCBHC Healthy Michigan had a supplemental of about \$8.2 million and a redirect of approximately \$9.5 million, with a surplus of about \$1 million. There was discussion about budgeted vs. actual eligibles since the pandemic.

It was moved by Mr. Hammon, seconded by Mr. Priemer, to approve the Monthly Finance reports for May and June 2024 as presented. **MOTION CARRIED**

C. Monthly Payment Report – May 2024 (Action Item)

Mr. Carpenter presented the report which includes the second quarter HRA payments. The next HRA payments should occur in August.

D. Monthly Payment Report – June 2024 (Action Item)

Mr. Carpenter presented the report and noted the payment to Concept Three, Inc. is for a media campaign for women's specialty services.

It was moved by Mr. Polmanteer, seconded by Dr. Dani, to approve the Monthly Payment reports for May and June 2024 as presented. **MOTION CARRIED**



8. Quality Management

- A. **FY2024 3rd Qtr. Quality Improvement (QI) Workplan** (Action Item)
 - i. FY2024 Q3 QI Plan Summary

Ms. Campbell presented the workplan for 3rd Quarter FY2024 and reviewed in detail the summary page showing the status of the goals. There was no feedback from Board members on this report.

It was moved by Mr. Kozfkay, seconded by Mr. Hammon, to approve the FY2024 3rd Qtr. Quality Improvement (QI) Workplan as presented. **MOTION CARRIED**

- B. **FY2024 2nd Qtr. MMB Performance Indicator Report** (Action Item)

Ms. Campbell presented the report and reported on each indicator and whether the performance standards were met/not met. She reviewed the Plans of Correction/Improvement for indicators 2 & 3 for each of the CMHs, as well as for indicators where the standard was not met. For the first quarter, a more comprehensive plan was submitted by each CMH and SUD treatment providers and we have asked for updates on this original submission for the following quarters. Ms. Campbell noted a correction on pg. 26 under PI # 4: Region 10 has made outreach to "two" SUD providers, not "three".

It was moved by Ms. Joyce Johnson, seconded by Dr. Dani, to approve the FY2024 2nd Qtr. MMB Performance Indicator Report as presented. **MOTION CARRIED**

9. Regulatory Compliance Committee

- A. **FY2025 Corporate Compliance Plan** (Action Item)

Mr. Johnson presented the plan and reviewed the contents. He stated there were no major content changes from the previous year. A minor change was made to the Internal Monitoring section to remove a form. We expect to receive updated guidance/recommendations from the OIG that may lead to changes to this plan in the future.

It was moved by Mr. Groustra, seconded by Mr. Lemmons, to approve the FY2025 Corporate Compliance Plan as presented. **MOTION CARRIED**

- B. **Program Integrity Policy** (Action Item)

Mr. Johnson presented the new policy which was created to align Region 10 PIHP policies with MDHHS-OIG standards following the PIHP's annual Compliance Program Report submission. He highlighted the requirement that the Compliance Officer must report to the CEO and Board of Directors. He stated the Regulatory Compliance Committee must be chaired by the Compliance Officer and must meet quarterly. Mr. Johnson also noted the OIG has increased the number of reports that must be completed, which means more work for both PIHP staff and provider network staff.

It was moved by Mr. Groustra, seconded by Mr. Polmanteer, to approve the Program Integrity Policy # 01-02-07 as presented. **MOTION CARRIED**



10. Substance Use Disorder

A. Meeting Minutes 8.6.24

Mr. Johnson presented the minutes. He noted a correction to be made to state that one member in "Lapeer County", not "Genesee County" will be contacted regarding meeting attendance.

11. Land's End Store

Ms. Kalbfleisch presented a flyer showing the website for Region 10's Land's End store.

12. Director's Report

Performance Indicators: The state is in the process of revamping the Michigan Mission-Based Performance Indicator System (MMBPIS). This will be a three-year transformative process where they move away from the Michigan-based indicators that we currently report on and move towards federal standards that are more consistent with other states.

Board Retreat: Region 10 is currently planning a Board Retreat for this fall. If there are ideas for topics, please let Mr. Johnson know.

Managed Care Subgroup: This Board subcommittee will convene in early fall and will meet to discuss access and potential systems changes related to CCBHC and CFAP.

13. Closed Session

It was moved by Mr. Priemer, seconded by Mr. Polmanteer, to go into closed session to discuss a former employee issue. Roll call was conducted: Ayes: Lori Curtiss, Dr. Niketa Dani, John Groustra, Ted Hammon, Joyce Johnson, Bob Kozfkay, Ken Lemons, Chad Polmanteer, Ed Priemer, Jerry Webb. Nays: None. **MOTION CARRIED.** Closed session started at 10:47 a.m.

Reconvened from closed session at 11:24 a.m.

14. Any Other Business to Properly Come Before the Board

None

15. Citizens Wishing to Address the Board

None

16. Adjournment (Action Item)

It was moved by Mr. Webb to adjourn the meeting. With no further business to discuss, Chairperson Curtiss adjourned the meeting at 10:58 a.m.



Respectfully submitted,

Reviewed and approved,

Robin Kalbfleisch,
Recording Secretary

Region 10 PIHP Board
Secretary / Designee