

Meeting Date: July 8, 2024

KEY DISCUSSION TOPICS

- MSHN – Leslie Thomas
- MSHN – Amy Keinath
- MSHN – Brandilyn Mason
- Bay – Marci Rozek
- CEI – Sue Panetta
- Central – Bryan Krogman
- Gratiot – Jeremy Murphy
- Huron – Stephanie Remley
- LifeWays – Inna Mason
- Montcalm – Jim Wise
- Newaygo – Jeff Labun
- Saginaw – Jan Histed
- Shiawassee –
- The Right Door – Nathan Derusha
- Tuscola – Stacey Dudewicz

- Welcome and Attendance
- Review and Approval of Agenda
- Approval of Snapshot from June 2024
- Savings Estimates through May
- FY2025 Budget
- Autism Funding
- Regional Cost Reduction Strategies
- Cash Flow Needs
- CCBHC General Update
- Sleeping Providers – AFC/Specialized Residential
- Behavioral Health Home
- Crisis Residential Unit
- MDHHS Reporting
- Residential Tiered Rates
- Inpatient Tiered Rates
- Value Based Purchasing
- Standard Cost Allocation Workgroup
- Operations Council Key Decisions
- MDHHS Contract Updates
- Other Updates – PIHP CFO, Contract Negotiation Committee, EDIT
- Sharing things that we have learned that could be helpful to others
- Next Meeting: August 12, 2024; 10:00am to 12:00pm – **Zoom**

✓ **KEY DECISIONS**

- Welcome and Attendance
- Review and Approval of Agenda – Approved as presented.
- Approval of Snapshot from June 2024 – Approved as presented.
- Savings Estimates through May – The ISF is funded at \$45.1M which is 6.1% of total projected revenue with no savings. Revenue decreases are contributing to the change in use of savings; expenditures are consistent with previously reported amounts. Financials presented to the Board do not include the anticipated amount of ISF that will be used, but the Board is aware that ISF will be needed to cover any shortfalls.
- FY2025 Budget – Draft capitation rates have been received but are expected to change as more information becomes available; CCBHC rates were not included. No increase to enrollment is expected in the draft rates. For budgeting purposes, draft rates will be used if final rates are not received timely. The FY2025 legislative budget includes a \$0.20 DCW increase which should be considered when budgeting expenses.
- Autism Funding – Operations Council has approved the 5-year smoothing plan for autism funding. The change will be in 20% increments with FY2025 being 20% based on capitation and 80% based on autism enrollees; FY2029 will be the final year at 100% capitation.

- Regional Cost Reduction Strategies –
 - Bay-Arenac – Expect to have savings associated with residential services but experiencing increases in inpatient hospitalization, CLS, and ABA services which will offset or exceed any savings
 - Central – Challenges to implementing changes specifically related to wage and reimbursement freezes; concerns with retaining staff and quality of care
 - Gratiot – Experiencing increased inpatient costs
 - Huron – Anticipate achieving noted FY2025 savings; also experiencing increased inpatient costs
 - LifeWays – Experiencing increased inpatient and residential costs; planning no rate increases in FY2025; looking to move out of county residential placements to in county when appropriate; hiring freezes for new positions
 - MSHN – Anticipate achieving noted savings
- Cash Flow Needs – Requests for July and August cash flow needs should be added to the document.
- CCBHC General Update – MDHHS has finalized the PPS rebasing schedule for Cohort 2 which includes LifeWays.
- Sleeping Providers – AFC/Specialized Residential – MDHHS has not responded to requests for guidance. For 15-minute CLS codes, only the time staff are awake should be billed. There are no changes for per diem billing.
- Behavioral Health Home – No discussion.
- Crisis Residential Unit – The CRU is open and available for placements.
- MDHHS Reporting – The projection FSR is due to MSHN by August 7th and to MDHHS by August 15th; a follow-up email will be sent. The period 2 EQI report will be due in September.
- Residential Tiered Rates – No discussion.
- Inpatient Tiered Rates – The internal workgroup is negotiating rates with inpatient hospitals with plans to implement by 10.01.2024. Leslie will be developing an analysis using current year inpatient utilization to demonstrate that funding is not sufficient to cover costs.
- Value Based Purchasing – No discussion.
- Standard Cost Allocation Workgroup – No discussion.
- Operations Council Key Decisions – The June minutes have been saved to Box.
- MDHHS Contract Updates – No discussion
- Other updates – PIHP CFO, Contract Negotiation Committee, EDIT – The June PIHP CFO notes have been saved to Box. The next meetings for the contract negotiation committee and EDIT are in July.
- Sharing things that we have learned that could be helpful to others – No discussion.

✓ ACTION/INPUT REQUIRED

✓ Submit projection FSR by August 7th

✓ KEY DATES

• Next Meeting: August 12, 2024; 10:00am to 12:00pm – **Zoom**