

**Mid-State Health Network (MSHN) Public Hearing
Tuesday, September 12, 2017
Newaygo County Mental Health Center – The Learning Center
Meeting Minutes**

1. Call to Order

Chairperson Edward Woods called the Mid-State Health Network Public Hearing to order at 5:12 p.m.

2. Roll Call

Roll call vote occurred to recess the Board’s Regular Business Meeting and convene the Public Hearing.

Board Member(s) Present: Jim Anderson (Bay-Arenac), Brad Bohner (LifeWays), David Griesing (Tuscola), Bruce Cadwallender (Shiawassee), Phil Grimaldi (Saginaw) (via phone), Dan Grimshaw (Tuscola), Mike Hamm (Newaygo), Tina Hicks (Gratiot), John Johansen (Montcalm), Steve Johnson (Newaygo), Pam Kahler (Huron), Colleen Maillette (Bay Arenac), Deb McPeck-McFadden (Ionia), Gretchen Nyland (Ionia), Irene O’Boyle (Gratiot), Kurt Peasley (Montcalm), Joe Phillips (CMH for Central Michigan), Kay Pray (CEI), Kerin Scanlon (CMH for Central Michigan) , Robyn Spencer (Shiawassee), and Ed Woods (LifeWays), Beverly Wiltse (Huron)

Board Member(s) Absent: Joe Brehler (CEI), and Leola Wilson (Saginaw)

Staff Members Present: Joe Sedlock (CEO), Amanda Horgan (Deputy Director), Forest Goodrich (Chief Information Officer), Leslie Thomas (Chief Finance Officer), Carolyn Watters (Director of Provider Network Management) and Kim Zimmerman (Director of Compliance, Customer Services and Quality Improvement), and Merre Ashley (Executive Assistant)

3. Approval of Agenda for September 12, 2017 Mid-State Health Network (MSHN) Public Hearing

Board approval was requested for the Agenda of the September 12, 2017 MSHN Public Hearing.

MOTION BY DEB MCPEEK-MCFADDEN, SUPPORTED BY TINA HICKS, FOR APPROVAL OF THE AGENDA OF THE SEPTEMBER 12, 2017 MID-STATE HEALTH NETWORK PUBLIC HEARING, AS PRESENTED. MOTION CARRIED: 21-0.

Ms. Kerin Scanlon arrived at 5:15 p.m.

4. Fiscal Year 2018 Budget Presentation

Mr. Joe Sedlock introduced Ms. Leslie Thomas, MSHN Chief Financial Officer. Ms. Thomas presented the FY18 Mid-State Health Network Budget, which included background summary and overview of projected revenue and expenses.

Mr. Sedlock addressed MSHN's FY18 Administrative Budget, and summarized expenditure line items. He highlighted that administrative costs comprise just 1.45% of the budget, utilizing a very small fraction of overall resources of the region for administration.

5. Public Comment

There was no public comment.

6. Board Comment

Mr. Bruce Cadwallendar referenced administrative costs pertaining to contracted Information Technology (IT) services versus in-house staffing. Mr. Sedlock stated most IT services are currently contracted through the CMH for Clinton, Eaton and Ingham Counties (CEI). He and other leadership team members have been engaged in conversations with CEI for many months on the implementation of the MSHN's Managed Care Information System (MCIS) and its resource requirements. Mr. Sedlock advised there will be significant cost savings as and after the MCIS is implemented. MSHN will consider workload and other requirements for staffing as the MCIS is implemented and will be in a position to make those decisions at a later date. Dialogue is ongoing to determine if internal or external staffing would be the best fit.

Chairperson Woods inquired on the impact of the pass through of the direct care worker wage increase, specifically whether the amount is inclusive of taxes levied, or is it to be subtracted from the amount approved by the legislature. Mr. Sedlock advised the \$.50 per hour wage increase approved by the legislature must be passed through to the eligible direct care workers. He stated the appropriation did not contemplate employer taxes, so that would be on top of that, and likely at the expense to the system; however, the Michigan Department of Health and Human Services (MDHHS) continues to work on the methodology surrounding the increase.

7. Conclusion

Chairman Woods thanked Ms. Thomas and Mr. Sedlock for the presentation and information. He called to adjourn the Public Hearing and reconvene the MSHN Board of Directors Regular Business Meeting.

8. Adjourn

MOTION BY BRAD BOHNER, SUPPORTED BY DAVID GRIESING, TO ADJOURN THE MID-STATE HEALTH NETWORK PUBLIC HEARING. MOTION CARRIED: 22-0.

The MSHN Public Hearing Meeting adjourned at 5:25 p.m.

Meeting minutes submitted respectfully by:

Merre Ashley
Executive Assistant, MSHN