

A community leader, network180 connects individuals and their families to services for mental illness, substance use disorders, or developmental disabilities.

Mission: Inspiring hope, improving mental health, supporting self-determined lives, and encouraging recovery.



DRAFT

NETWORK180 BOARD AGENDA

Monday, July 12, 2021

Business Meeting – 4:45 pm

The Network180 Board, in order to protect the public health, will conduct its meeting via electronic communications in combination with a limited amount of people at the Eaglecrest Office. Any member of the public wishing to listen to the proceedings or provide public comment may do so by using the following internet connection or phone number and pass code.

[Click here to join the meeting](#) – link to attend with video capability

Telephone [+1 616-552-9539](tel:+16165529539) and then dial the Conference ID: 704 813 302#

If you require special accommodations to attend the virtual meeting, please contact Brenda.Holquist@Network180.org by Monday at noon.

- | | |
|---|-------------------|
| I. CALL TO ORDER | Commissioner Stek |
| II. ROLL CALL | Commissioner Stek |
| III. PUBLIC COMMENT (Limited to agenda items) | Commissioner Stek |
| IV. APPROVAL OF AGENDA | Commissioner Stek |
| V. CONSENT AGENDA - All items listed under this item are considered to be routine and will be enacted by one motion. There will not be separate discussion of these items. If discussion is desired, that item will be removed from the Consent Agenda upon request of any board member and will be considered separately. | |
| a. Approval of prior minutes | Commissioner Stek |
| i. Finance Committee – June 7, 2021 | |
| ii. Board Meeting – June 7, 2021 | |
| iii. Executive Committee – June 14, 2021 | |
| iv. Emergency Board Meeting – June 16, 2021 | |
| b. Approval of Disbursements | |
| i. May 2021 | |
| VI. CHAIRPERSON’S REPORT | Commissioner Stek |
| VII. FINANCE AND HR COMMITTEE ITEMS | Mr. Oberst |
| a. May 2021 Financial Statements and Bucket Report | |

b. Compliance Examination – FY2020

VIII. EXECUTIVE DIRECTOR'S REPORT

Mr. Ward

IX. PUBLIC COMMENT

X. BOARD COMMENT

XI. ADJOURNMENT

Next meeting dates:

August 2, 2021 – 4:00 pm – Finance Committee

August 2, 2021 – 4:45 pm – Board Meeting

August 9, 2021 – 4:00 pm – Executive Committee

August 16, 2021 – 4:00 pm – Program Committee

August 16, 2021 – 4:45 pm – Work Session

September 8, 2021 – 11:30 am – Substance Abuse Advisory Committee

September 13, 2021 – 4:00 pm – Finance Committee

September 13, 2021 – 4:45 pm – Board Meeting/FY22 Budget Public Hearing

September 20, 2021 – 4:00 pm – Program Committee

September 20, 2021 – 4:45 pm – Work Session

September 21, 2021 – 10:30 am – Recipient Rights Advisory Committee

If you are unable to attend, please contact Brenda Holquist at 616.855.5205 or Brenda.Holquist@network180.org.

FINANCE & HUMAN RESOURCES COMMITTEE AGENDA

MONDAY, JULY 12 – 4:00 PM

Location: Virtual/Eaglecrest Office Hybrid

the Network180 Finance Committee, in order to protect the public health, will conduct its meeting via electronic communications. Any member of the public wishing to listen to the proceedings or provide public comment may do so by using the following internet connection or phone number and pass code.

[Click here to join the meeting](#) – link to attend with video capability

Telephone [+1 616-552-9539](tel:+16165529539) and then dial the Conference ID: 610 594 244#

If you require special accommodations to attend the virtual meeting, please contact Brenda.Holquist@Network180.org by Monday at noon.

- I. CALL TO ORDER**
- II. PUBLIC COMMENT**
- III. APPROVAL OF THE AGENDA**
 - A. Additions, Corrections and Deletions
- IV. MOTION ITEMS**
 - A. Minutes for June 7, 2021
 - B. May 2021 Disbursements
 - C. May 2021 Financial Statements and Bucket Report
 - D. Compliance Examination – FY2020
- V. INFORMATION ITEMS**
 - A. LRE 2021 April Bucket Report
- VI. HR UPDATE**
- VII. PUBLIC COMMENT**
- VIII. ADJOURNMENT**

Note: *If you have any questions as you review this material, please contact Amy Rottman at 616.855.5230 or Amy.Rottman@Network180.org so that research can be completed before the meeting.*

Finance & HR Committee Members

Please contact Brenda Holquist at 616.855.5205 or Brenda.Holquist@network180.org if you are unable to attend the meeting.

DRAFT

**MINUTES OF THE
NETWORK180 FINANCE & HUMAN RESOURCES COMMITTEE**

June 7, 2021

LOCATION: Virtual

MEMBERS PRESENT: Donna Moore-Brown, Larry Oberst, Commissioner Stan Ponstein and Commissioner Stan Stek

OTHER BOARD MEMBERS PRESENT: Caroline Dellenbusch, Tom Dooley, John Matias and Nessa McCasey

MEMBERS ABSENT: Emily Helder

NETWORK180 STAFF: Clark Bowman, Joan Brown, Ross Buitendorp, Brenda Holquist, Mark Madrilejo, Stacey O'Toole, Amy Rottman, Beverly Ryskamp, Kristin Spykerman, Jill Thompson, Annette Tuitel, Bill Ward, Susan Webber and Ed Wilson

OTHERS PRESENT: Attendees were not identified as meeting was held virtually and no sign in was required.

I. CALL TO ORDER

Mr. Oberst called the meeting to order at 4:01 pm.

II. PUBLIC COMMENT

None

III. APPROVAL OF THE AGENDA with the removal of V.B. LRE February Bucket Report

Moved: Commissioner Stek

Supported: Ms. Moore- Brown

Motion carried.

IV. MOTION ITEMS

A. The Finance and Human Resources Committee recommends approval of the meeting minutes for May 3, 2021.

Moved: Commissioner Ponstein

Supported: Ms. Moore-Brown

Motion carried.

B. The Finance Committee recommends that the Network180 Board approve February 2021 disbursements of \$20,040,483.22.

Moved: Commissioner Ponstein

Supported: Ms. Moore-Brown

Ms. Rottman states that there were 5 provider payment weeks and 3 payrolls making the amount so large this month.

Motion carried.

- C. The Finance Committee recommends that the Network180 Board accept the April 2021 financial statements.

Moved: Commissioner Ponstein

Supported: Ms. Moore-Brown

Ms. Rottman presented the financial statements and was available for questions.

Motion carried.

- D. The Finance Committee recommends that the Network180 Board approve the October 2020, November 2020, December 2020, January 2021, February 2021, and March 2021 Financial Statements.

Moved: Commissioner Ponstein

Supported: Ms. Moore-Brown

Motion carried.

- E. The management recommends that the Network180 Board approve an increase to the FY 2021 revenue and expenditure budget as presented.

Moved: Commissioner Ponstein

Supported: Ms. Rottman

Ms. Rottman presented the motion and was available for questions.

Motion this amendment be tabled brought to the work session on June 21.

Moved: Commissioner Stek

Supported: Commissioner Ponstein

Motion carried.

- F. Management requests Board amend its contract with Plante Moran Cresa, L.L.C for owner representation services related to the real estate and renovation of Network180's Fuller site. Network180 shall pay Plante Moran Cresa, L.L.C an hourly fee, but the total contract not-to-exceed balance will be increased from \$50,000 to \$85,000, plus actual out of pocket expenses incurred in the performance of the contract.

Moved: Ms. Moore-Brown

Supported: Commissioner Ponstein

Ms. Rottman, Mr. Ward and Ms. Ryskamp presented the motion and was available for questions.

Motion carried.

V. INFORMATIONAL ITEMS

- A. LRE March 2021 Bucket Report

Ms. Rottman reviewed the document and was available for questions.

- B. Department of Treasury Deficit Letter & Corrective Action Plan Response

Ms. Rottman reviewed the document that was distributed and was available for questions.

VI. HR UPDATE

None

VII. PUBLIC COMMENT

None

VIII. ADJOURNMENT

Mr. Oberst adjourned the meeting at 4:59 pm.

Network180

**FINANCE & HUMAN
RESOURCES
COMMITTEE
ACTION REQUEST**

SUBJECT:
MEETING DATE:
PREPARED BY:

May 31, 2021 Disbursements
July 12, 2021
Joan Brown, Finance Director

RECOMMENDED MOTION:

The Finance Committee recommends that the Network180 Board approve the May 2021 disbursements of \$13,873,532.62

SUMMARY OF REQUEST/INFORMATION:

<u>Vendor Name</u>	<u>Amount</u>
SALARIES & WAGES	1,457,068.78
HOPE NETWORK BEHAVIORAL	891,711.62
PINE REST CHRISTIAN MH SERVICE	851,881.46
CENTRIA HEALTHCARE LLC	774,683.23
THRESHOLDS	629,222.04
HOPE NETWORK WEST MICHIGAN	621,730.48
BHT&D-GUSCO MONEY MGMNT LLC	517,620.11
CHERRY STREET SERVICES INC	513,160.31
FLATROCK MANOR, INC.	509,754.81
ARBOR CIRCLE CORPORATION	502,826.72
MOKA CORPORATION	335,352.65
TURNING LEAF RESIDENTIAL	329,889.15
FOREST VIEW PSYCHIATRIC HOSPITAL, INC	324,311.94
WESTERN MI HEALTH INSURANCE POOL	303,242.95
INTERACT OF MICHIGAN INC	271,083.99
D A BLODGETT FOR CHILDREN	265,201.22
SAINT MARY'S MERCY MEDICAL CTR	264,450.00
SPECTRUM COMMUNITY SERVICES	264,081.71
GUARDIANTRAC, LLC	247,646.85
ARTHUR J GALLAGHER RISK	243,310.00
FAMILY OUTREACH CENTER	231,839.08
POSITIVE BEHAVIOR SUPPORTS CORPORATION	218,461.08

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STATE OF MICHIGAN-DEPT OF HEALTH & HUMAN SERVICES	186,068.02
WEDGWOOD CHRISTIAN SERVICES	154,908.87
BRAINTRUST BEHAVIORAL HLTH LLC	137,524.15
TURNING POINT PROGRAMS	132,583.57
ACORN HEALTH OF MICHIGAN, LLC	130,960.18
DAVID'S HOUSE MINISTRIES	95,114.01
DEVELOPMENTAL ENHANCEMENT PLC	91,728.45
BEACON SPECIALIZED LIVING SERVICES	90,281.70
LOCUMTENENS HOLDINGS, LLC	81,851.53
MUNICIPAL EMPLOYEES RETIREMENT	75,153.40
HAVENWYCK HOSPITAL	75,094.53
MERAKEY MIDWEST	70,655.61
OTTAGAN ADDICTIONS RECOVERY	63,803.90
BCA OF DETROIT LLC	63,712.50
SPARKS BEHAVIORAL SERVICES LLC	59,920.00
FRINGES	51,008.07
SAKSHAUG GROUP HOME LLC	47,894.81
WALLOON LAKE RECOVERY LODGE, LLC	44,114.43
BRIGHTSIDE LIVING LLC	43,169.69
EASTER SEALS MICHIGAN INC	43,012.28
TAYLOR, THURMAN J	42,407.46
ETCH	41,687.04
INDIAN TRAILS CAMP INC	40,951.39
REHMANN LLC	37,971.50
PETER CHANG ENTERPRISES, INC	37,627.61
JACQUELYN FAYLESE WILLIAMS	35,632.86
MICHAEL CHAFFEE	35,610.26
CENTER FOR AUTISM AND RELATED DISORDERS, LLC	35,527.50
EAGLE NUMBER TWO, LLC	35,117.98

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OUR HOPE ASSOCIATION	32,979.42
CLUTCH SOLUTIONS LLC	30,586.40
GRAND RAPIDS RED PROJECT	29,153.29
CRC RECOVERY, INC	28,491.80
TRIVALENT GROUP	27,923.51
COMPREHENSIVE PROF SERV INC	27,819.28
COMMUNITY LIVING SERVICES, INC	27,281.40
ARTHUR, MARLENE	26,450.65
CONSULT2.CLOUD	23,809.53
REAL LIFE LIVING SERVICES	23,375.10
FISHBECK THOMPSON CARR & HUBER INC	23,006.70
QUALITY AIR HEATING & COOLING, INC	21,444.66
UNLIMITED ALTERNATIVES	20,015.47
RODRIGUEZ, SHERRY	19,994.96
HEALTHSOURCE SAGINAW	19,890.17
ENRICHED LIVING	19,600.50
MERCY HEALTH PARTNERS	19,560.00
ZAWADI USA LLC	19,531.20
BALLA, SABRI	19,437.64
DELTA DENTAL PLAN OF MICH	19,418.71
DIGNIFIED CARE LLC	19,326.55
BETHANY CHRISTIAN SERVICES	18,969.89
RELIANCE COMM CARE PARTNERS	18,818.05
HARBOR HOUSE MINISTRIES	18,737.26
PURDY, LAURA L	17,286.28
IRIS TELEHEALTH MEDICAL GROUP, PA	16,867.00
MEDENDORP, WILLIAM	16,500.00
BOSHNIJAKU, NAILE	16,429.98
WILSON & WYNN INTERVENTIONS, PLC	16,182.17

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MAXIM HEALTHCARE SERVICES HOLDING, INC	15,517.44
DUHADWAY KENDALL & ASSOCIATES, INC.	15,369.28
VISA CREDIT CARD	15,190.34
MADISON NATIONAL LIFE INSURANCE COMPANY, INC	15,180.47
VISEL AFC INC	14,491.77
KLECK, CONNALEE	14,409.49
WOODCOCK, JENNIA MARI	14,107.31
EXTENDED CARE AT RAMSDELL	13,831.95
CARIN HANDS 2 LLC	13,737.57
AT&T MOBILITY II LLC	13,261.28
MCDONALD HOPKINS LLC	13,205.60
HOPE DISCOVERY ABA SERVICES, LLC	12,446.81
GOODWILL INDUSTRIES OF GREATER GRAND RAPIDS	12,214.09
IDA MAE'S GROUP HOMES LLC	11,774.33
WAGNER, FRANCES	10,862.39
WEST MICHIGAN PARTNERSHIP FOR CHILDREN	10,500.00
SWANBERG AFC INC	10,220.86
209 VENDOR PAYMENTS BELOW \$10,000 EACH	<u>358,700.59</u>
TOTAL DISBURSEMENTS	<u><u>13,873,532.62</u></u>

I affirm that all payments identified in the monthly summary above are for previously appropriated amounts.

STAFF: Joan Brown, Finance Director

DATE: June 15, 2021

Network180 Finance Committee

FINANCE & HUMAN RESOURCES COMMITTEE

SUBJECT: May 31, 2021 Financial Statements
MEETING July 12, 2021
DATE:
PREPARED BY: Amy Rottman, Chief Financial Officer

Significant revenue and expense variances that exceed \$100,000 and 5% of line item budget at the end of May 2021 are explained as follows:

REVENUE

- **Autism Revenue:** Under budget by \$3,633,468 or 12%

Autism services have been lower than anticipated due to precautions taken by clients during the pandemic. In March of 2021, we noted that this trend is changing, as the number of clients served, and the units received per person is increasing significantly. We expect that as services increase, the actual expenditures will more closely align with the budget.

- **Grant Revenue:** Under budget by \$939,300 or 11%

	2021 Amended Budget	May 31, 2021 Actual	Difference
CCBHC Direct Service Programs	\$ 540,000	\$ 270,660	\$ (269,340)
SOR FY 2020 Carryforward (LRE Pass through)	324,635	104,146	(220,489)
SUD Block Grant (LRE Pass through)	2,162,688	1,783,212	(379,476)
	<u>\$ 3,027,323</u>	<u>\$ 2,158,018</u>	<u>\$ (869,305)</u>

EXPENDITURES

- **Provider Network:** Under budget by \$4,303,746 or 3%

Spending is below anticipated through May 2021, but with the approval of residential stabilization funding starting June 1, we expect expenditures to trend upward toward the expected budget.

- **Direct run:** Under budget by \$499,548 or 3%

- An budget adjustment was made for the open position the first six months of the year. However, there are still 22 FTE positions open. The Integrated Case Management programs account for 7.0 FTEs, Supports Coordination 3.0 FTEs, Crisis Services 3.0 FTEs, and Med Clinic 3.0 FTEs.

- **Grant expenditures:** Under budget by \$1,100,496 or 13%

- See explanations in the grant revenue section above.

- **Earned Contracts:** Over budget by \$123,828 or 11%

This is due to the addition of the HOT team contract with the City of Grand Rapids. A budget amendment is proposed to include HOT team expenditures and revenue. We expect expenditures to trend downward toward the expected budget.

Network180 Finance Committee

- **Board Administration & Access Center:** Under budget by \$550,535 or 4%
- An budget adjustment was made for the open position the first six months of the year. However, there are still 11.66 FTE positions open.

STAFF: Amy Rottman, Chief Financial Officer

DATE: July 6, 2021

Network 180

Statement of Revenues and Expenses

For the 8 Months Ended May 31, 2021

	FY2021			
	Annual Budget	YTD Budget	YTD Actual	YTD Surplus (Deficit)
Revenues:				
Medicaid	\$ 123,988,498	\$ 82,658,997	\$ 80,849,751	\$ (1,809,246)
Healthy Michigan	19,943,605	13,295,737	14,209,541	913,804
General fund	6,656,887	4,437,925	4,437,923	(2)
Autism benefit	26,941,093	17,960,729	14,327,261	(3,633,468)
Grants	8,286,010	5,524,007	4,584,707	(939,300)
Local	6,146,269	4,097,513	3,897,765	(199,748)
	<u>191,962,362</u>	<u>127,974,908</u>	<u>122,306,948</u>	<u>(5,667,960)</u>
Expenses:				
Provider network service costs	150,222,613	100,148,409	95,844,663	(4,303,746)
Direct run services	15,545,474	10,363,649	9,864,101	(499,548)
Grants	8,463,511	5,642,340	4,541,844	(1,100,496)
Earned contracts	1,146,497	764,332	888,160	123,828
Board administration and access center	15,415,234	10,276,822	9,726,287	(550,535)
Total expenses	<u>190,793,329</u>	<u>127,195,552</u>	<u>120,865,055</u>	<u>(6,330,497)</u>
Increase (decrease) in net position	<u>1,169,033</u>	<u>779,356</u>	<u>1,441,893</u>	<u>662,537</u>
Total net position (beginning of year)	<u>4,099,340</u>	<u>4,099,340</u>	<u>4,099,340</u>	<u>-</u>
Total net position (end of period)	<u>\$ 5,268,373</u>	<u>\$ 4,878,696</u>	<u>\$ 5,541,233</u>	<u>\$ 662,537</u>

For internal use only. These financial statements have not been audited, and no assurance is provided.

Network 180

Statement of Revenues and Expenses

For the 8 Months Ended May 31, 2021

	YTD FY 2021 Actual	YTD FY 2020 Actual	Difference
Revenues:			
Medicaid	\$ 80,849,751	\$ 70,816,478	\$ 10,033,273
Healthy Michigan	14,209,541	11,405,653	2,803,888
General fund	4,437,923	4,246,305	191,618
Autism benefit	14,327,261	12,955,151	1,372,110
Grants	4,584,707	5,129,492	(544,785)
Local	3,897,765	3,877,885	19,880
	<u>122,306,948</u>	<u>108,430,964</u>	<u>13,875,984</u>
Expenses:			
Service provision	105,708,764	93,663,261	12,045,503
Grants	4,541,844	5,314,355	(772,511)
Earned contracts	888,160	630,000	258,160
Board administration and access center	9,726,287	8,991,110	735,177
Total expenses	<u>120,865,055</u>	<u>108,598,726</u>	<u>12,266,329</u>
Increase (decrease) in net position	<u>1,441,893</u>	<u>(167,762)</u>	<u>1,609,655</u>
Total net position (beginning of year)	<u>4,099,340</u>	<u>4,652,720</u>	<u>553,380</u>
Total net position (end of period)	<u>\$ 5,541,233</u>	<u>\$ 4,484,958</u>	<u>\$ 2,163,035</u>

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Network 180

Statement of Net Position

May 31, 2021

	FY 2021	FY 2020
Assets:		
Cash and investments	\$ 33,771,895	\$ 13,537,391
Due from Lakeshore Regional Partners	(19,441)	6,955,568
All other assets	7,767,777	7,791,658
Total assets	<u>41,520,231</u>	<u>28,284,617</u>
Deferred outflows of resources:		
Pension related items	1,239,715	2,853,907
OPEB related items	45,753	55,523
Total deferred outflows of resources	<u>1,285,468</u>	<u>2,909,430</u>
Total assets and deferred outflows of resources	<u>\$ 42,805,699</u>	<u>\$ 31,194,047</u>
Liabilities:		
Due to Lakeshore Regional Entity	\$ 8,080,411	\$ 353,795
All other liabilities	28,846,902	25,943,771
Total liabilities	<u>36,927,313</u>	<u>26,297,566</u>
Deferred inflows of resources:		
Pension related items	-	175,405
OPEB related items	337,153	236,118
Total deferred inflows of resources	<u>337,153</u>	<u>411,523</u>
Net position:		
Investment in capital assets	4,313,654	4,022,981
Unrestricted	1,227,579	461,977
Total net position	<u>5,541,233</u>	<u>4,484,958</u>
Total liabilities and net position	<u>\$ 42,805,699</u>	<u>\$ 31,194,047</u>

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Network180
FY2021 Summary Bucket Report for the LRE
as of May 31, 2021

	Medicaid-MH	Medicaid-SUD	Healthy MI-MH	Healthy MI-SUD	Autism	SED Waiver	Childrens Waiver	General Fund	Local Revenue & Earned Contracts	Grants	SUD	Total
Revenue	78,363,023	2,626,917	10,404,279	6,347,532	20,519,968	305,898	1,021,082	4,437,923	3,897,765	2,195,749	2,388,958	132,509,094
Expense	78,013,074	2,138,844	10,864,975	3,344,566	14,327,261	411,177	286,656	3,479,382	3,345,184	2,264,978	2,388,958	120,865,055
Difference	349,949	488,073	(460,696)	3,002,966	6,192,707	(105,279)	734,426	958,541	552,581	(69,229)	-	11,644,039
Due from LRE	(349,949)	(488,073)	460,696	(3,002,966)	(6,192,707)	105,279	(734,426)	-	-	-	-	(10,202,146)
Variance	-	-	-	-	-	-	-	958,541	552,581	(69,229)	-	1,441,893
Redirects	-	-	-	-	-	-	-	-	(69,229)	69,229	-	-
Total Variance	-	-	-	-	-	-	-	958,541	483,352	-	-	1,441,893
PROJECTION:												
	Medicaid-MH	Medicaid-SUD	Healthy MI-MH	Healthy MI-SUD	Autism	SED Waiver	Childrens Waiver	General Fund	Local Revenue & Earned Contracts	Grants	SUD	Total
LRE Revenue projection	117,650,260	3,828,239	14,378,300	8,377,762	27,467,805	442,900	1,495,662	6,656,887	5,042,865	4,847,838	3,615,673	193,804,191
Expense	118,104,709	3,259,794	16,378,950	5,045,528	22,890,892	719,849	432,134	6,245,168	5,042,865	4,847,838	3,615,673	186,583,400
Difference	(454,449)	568,444	(2,000,650)	3,332,234	4,576,913	(276,949)	1,063,528	411,719	-	-	-	7,220,791
Due from (to) LRE	454,449	(568,444)	2,000,650	(3,332,234)	(4,576,913)	276,949	(1,063,528)	-	-	-	-	(6,809,072)
Total N180 Net Position Impact	-	-	-	-	-	-	-	411,719	-	-	-	411,719

FY2021 Bucket Report - Full Year Projections Net Position By Member, By Fund Source

	Mental Health (MH)							Substance Use Disorder (SUD)							MH & SUD
Time Period	Allegan	Healthwest	Network180	Ottawa	West MI	LRE & MCO Admin	Total	Allegan	Healthwest	Network180	Ottawa	West MI	LRE & MCO Admin	Total	Total
Oct - April															
Net Med: 1115/HSW/CW/SED	309,990	10,647,535	23,796	1,956,595	(557,592)	(432,517)	11,947,807	112,987	570,136	495,954	358,374	35,580	114,314	1,687,344	13,635,151
Net Med: HealthyMI	(175,726)	1,943,442	522,873	1,201,389	323,194	(324,021)	3,491,151	257,034	1,640,039	3,467,777	127,904	286,546	154,094	5,933,394	9,424,545
Net Autism	(56,514)	118,989	8,296,119	1,223,274	176,707	(1,271)	9,757,304	-	-	-	-	-	-	-	9,757,304
Net General Fund	376,569	593,301	1,043,652	916,816	153,097	-	3,083,434	-	-	-	-	-	-	-	3,083,434
Net Block Grant	-	-	-	-	-	(10,695)	(10,695)	-	(67,597)	-	-	-	77,615	10,018	(677)
Net PA2	-	-	-	-	-	-	-	-	-	-	(32,075)	-	-	(32,075)	(32,075)
Subtotal	454,319	13,303,267	9,886,440	5,298,074	95,406	(768,504)	28,269,002	370,021	2,142,577	3,963,731	454,203	322,127	346,022	7,598,681	35,867,683
April															
Full Year Projection															
Net Med: 1115/HSW/CW/SED	2,867,239	13,402,335	16,222,840	6,509,204	1,223,664	-	40,225,283	231,403	672,263	924,120	593,960	117,840	-	2,539,586	42,764,868
Net Med: DCW Lapse	(710,716)	(2,124,178)	(4,202,500)	(1,396,779)	(1,221,329)	-	(9,655,503)	-	-	-	-	-	-	-	(9,655,503)
Net Med: HealthyMI	41,906	2,231,422	(843,694)	1,401,811	417,134	-	3,248,579	565,310	2,197,207	4,042,396	1,207,425	530,142	-	8,542,480	11,791,059
Net Autism	518,736	87,936	6,723,452	1,879,770	217,603	-	9,427,496	-	-	-	-	-	-	-	9,427,496
Net General Fund	645,546	135,455	169,571	-	-	-	950,572	-	-	-	-	-	-	-	950,572
Net Block Grant	-	-	-	-	-	-	-	-	(65,722)	-	-	-	-	(65,722)	(65,722)
Net PA2	-	-	-	-	-	-	-	-	161,124	-	-	-	-	161,124	161,124
Total	3,362,711	13,732,969	18,069,669	8,394,005	637,072	-	44,196,427	796,713	2,964,872	4,966,517	1,801,385	647,982	-	11,177,468	55,373,894
Risk	2,717,165	13,597,514	17,900,098	8,394,005	637,072	-	43,245,855	796,713	2,869,470	4,966,517	1,801,385	647,982	-	11,082,066	54,327,921
%of Budget	8.90%	21.30%	10.38%	18.30%	2.84%	0.00%	12.52%	39.57%	51.89%	37.83%	53.89%	33.81%	0.00%	40.98%	PENDING

FY Changes in Projected Med/HMP Spending

	March 2021 MH	April 2021 MH	Difference	%of Budget	FY20 Spend
Allegan	26,958,911	27,088,178	129,267	0.42%	24,939,541
Healthwest	47,079,515	47,556,665	477,150	0.75%	55,125,841
N180	148,991,661	150,387,291	1,395,630	0.81%	139,484,202
Ottawa	38,936,375	36,071,382	(2,864,993)	-6.25%	36,006,249
West MI	20,520,319	20,539,776	19,457	0.09%	17,637,237
LRE & Beacon	10,969,861	10,969,861	-	0.00%	11,809,258
	293,456,642	292,613,153	(843,489)		285,002,328

	March 2021 SUD	April 2021 SUD	Difference	%of Budget	FY20 Spend
Allegan	1,249,804	1,216,854	(32,950)	-1.64%	899,734
Healthwest	2,612,310	2,660,119	47,809	0.86%	4,623,426
N180	8,136,408	8,162,893	26,485	0.20%	6,248,337
Ottawa	1,646,422	1,541,022	(105,400)	-3.15%	1,569,919
West MI	1,288,237	1,268,780	(19,457)	-1.02%	1,614,656
LRE & Beacon	1,109,956	1,107,888	(2,067)	-0.19%	774,553
	16,043,137	15,957,557	(85,580)		15,730,625

Total Medicaid Surplus/(Deficit) Projection (Med 1115/HSW/CW/SED + Autism) 42,536,862

FY20 ISF	2,420,925
Projected FY21 ISF	35,733,826

Total Reserves: 38,154,751

Projected Medicaid ISF/Reserves At Year End: 80,691,613

Healthy Michigan Plan Surplus/(Deficit) Projection 11,791,059

Projected MDHHS Performance Bonus 2,419,516

Projected Reserve Total At Year End: 94,902,188

Network180

**FINANCE & HUMAN
RESOURCES
COMMITTEE
ACTION REQUEST**

SUBJECT:

FY 2020 Compliance Report

MEETING DATE:

July 12, 2021

PREPARED BY:

Amy Rottman, Chief Financial Officer

RECOMMENDED MOTION:

The Finance Committee recommends that the Network180 Board accept the September 30, 2020 Michigan Department of Health and Human Services Compliance Report.

SUMMARY OF INFORMATION:

- 1) The CMH Compliance Examination is required by MDHHS and is outlined by written guidelines. An independent auditor must examine compliance issues related to contracts between PIHP's and CMHSP's to manage Medicaid, Healthy Michigan and SUD Block Grant programs.
- 2) The Compliance Examination Guidelines outline the following compliance areas:
 - a. FSR Reporting
 - b. CRCS Reporting
 - c. Real Property Disposition
 - d. Administrative Cost Report
 - e. Procurement
 - f. Rate setting and ability to pay
 - g. ISF (PIHP only)
 - h. Medicaid savings and General fund carryforward
 - i. Match requirement
 - j. Fee for service billings
 - k. CMH Block Grant
 - l. SUD Block Grant
- 3) The issued Michigan Department of Health and Human Services Compliance Report for Network180 as of September 30, 2020 had no findings or questioned costs.

STAFF: Amy Rottman, Chief Financial Officer

DATE: July 6, 2021

DRAFT
Network180 Board Minutes
Location: Virtual
June 7, 2021

Network180 Board Present: Shellie Cole-Mickens, Caroline Dellenbusch, Tom Dooley, Emily Helder, Commissioner Melissa LaGrand, John Matias, Nessa McCasey, Donna Moore-Brown Larry Oberst, Commissioner Stan Ponstein, and Commissioner Stan Stek

Network180 Board Absent: None

Network180 Non-voting Board Members Present: None

Network180 Non-voting Board Members Absent: Samuel Jones and Amanda Rostic

Network180 Staff Present: Clark Bowman, Joan Brown, Ross Buitendorp, Chris Frederick, Dani Harris, Brenda Holquist, Kristin Kopec, Stacey O'Toole, Amy Rottman, Millie Russell-Emery, Beverly Ryskamp, Regina Salmi, Kristin Spykerman, Jill Thompson, Bill Ward and Ed Wilson

Others Present: Attendees were not identified as meeting was held virtually and no sign in was required.

I. CALL TO ORDER

Commissioner Stek called the meeting to order at 5:03 pm.

II. ROLL CALL was taken, and a quorum was reached.

III. PUBLIC COMMENT

None

IV. APPROVAL OF THE AGENDA with the removal of VII. c.

Moved: Mr. Matias

Supported: Ms. Dellenbusch

Motion carried.

V. CONSENT AGENDA

a. Approval of prior minutes

- i. Finance Committee – May 3, 2021
- ii. Work Session – May 17, 2021

b. Approval of Disbursements

- i. April 2021

Moved: Mr. Oberst

Supported: Ms. Moore-Brown

Motion carried.

VI. CHAIRPERSON'S REPORT

Commissioner Stek states the LRE continues to negotiate with the State of Michigan. No further substantive developments with the state for resolution. The transition at the LRE continues from Beacon and it is progressing well.

Commissioner Stek asked Mr. Ryskamp to give an update on crisis projects.

Ms. Ryskamp states that a secure crisis stabilization unit is being developed and Network180 will collaborate with Mercy Health. The location will be downtown Network180 and Hope Network are partnering for a Peer Respite setting and seeking joint funding. Hope Network is looking for a site for this program currently.

Commissioner Stek acknowledges the staff and Beverly and all of the folks that have worked so diligently on this initiative.

VII. FINANCE AND HUMAN RESOURCES COMMITTEE MOTIONS

- a. The Finance Committee recommends that the Network180 Board accept the April 2021 financial statements.

Moved: Mr. Oberst

Supported: Commissioner Ponstein

Motion carried unanimously by roll call.

- b. The Finance Committee recommends that the Network180 Board approve the October 2020, November 2020, December 2020, January 2021, February 2021, and March 2021 Financial Statements.

Moved: Mr. Oberst

Supported: Commissioner Ponstein

Motion carried unanimously by roll call.

- c. The management recommends that the Network180 Board approve an increase to the FY 2021 revenue and expenditure budget as presented.

Moved: Mr. Oberst

Supported: Ms. Helder

Motion carried unanimously by roll call.

VIII. EXECUTIVE DIRECTOR'S REPORT

Mr. Ward reviewed his report and was available for questions.

Discussion took place surrounding the proposed bills by Representative Whiteford.

Commissioner Stek would like to bring this back to a future meeting after more clarification takes place.

Mr. Ward suggests that we have Alan Bolter at a meeting to talk about the bills.

IX. PUBLIC COMMENT

Mary Marlatt-Dumas from the LRE. Tomorrow there is an advocacy meeting with the CMHA many of the PIHPs and CMHs will be present.

Tracey Hamlet from MOKA – Thanks to Ross for discussing the challenges that the provider network is having difficulty with hiring. She is deeply concerned that the motion to support the provider network was removed from the agenda.

X. BOARD COMMENT

Commissioner Ponstein will be gone for the July 12 meeting.

Mr. Dooley appreciates the conversation and update about crisis services.

Commissioner Stek states we will do one more of these hybrid meetings for the June 21 Program Committee and Work Session. Please let us know whether you will be virtual or in person. Starting in July, the county order will expire board members need to be here in person or excused by Commissioner Stek for a medical or service related issue.

XI. ADJOURNMENT

Commissioner Stek adjourned the meeting at pm.

WW/bh

A community leader, Network180 connects individuals and their families to services for mental illness, substance use disorders, or developmental disabilities.



Mission: Inspiring hope, improving mental health, supporting self-determined lives, and encouraging recovery.

DRAFT

NETWORK180 BOARD MINUTES

Monday, June 14, 2021

Executive Committee – 4:00 PM

Virtual Meeting via Microsoft Teams/Conference Call

Committee Members Present: Shellie Cole-Mickens, Caroline Dellenbusch, John Matias, Larry Oberst, Commissioner Stan Ponstein, and Commissioner Stan Stek

Committee Members Absent: None

Other Board Members Present: None

Others Present: Ross Buitendorp, Michelle Goraj, Amy Rottman, Beverly Ryskamp, Kristin Spykerman, and Bill Ward

I. CALL TO ORDER

Commissioner Stek called the meeting to order at 4:01 PM.

II. PUBLIC COMMENT

None

III. DEI UPDATE

Mr. Ward gave an update on the progress being made with Alchemy Consulting regarding our DEI assessment and was available for questions. Preliminary written documentation by next Thursday.

IV. CRISIS SYSTEM UPDATE

Mr. Ward offered an update on the crisis services. Network180 submitted a proposal to the State to include proof of concept. Mr. Ward was available for questions.

V. WHITEFORD BILLS

Mr. Ward gave an update on Whiteford Bills and was available for questions.

VI. CONSUMER ADVISORY COUNCIL

Mr. Ward gave an update on the Consumer Advisory Council and was available for questions. Consumer Advisory Council to present to the Board at a future meeting to show value.

VII. NETWORK STABILIZATION

Mr. Ward gave an update on Network Stabilization and was available for questions.

VIII. PUBLIC COMMENT

None

IX. BOARD COMMENT

None

X. ADJOURNMENT

Commissioner Stek adjourned the meeting at 4:52 pm.

WW/mlg

DRAFT
Network180 Emergency Board Minutes
Location: Virtual
June 16, 2021

Network180 Board Present: Shellie Cole-Mickens, Caroline Dellenbusch, Tom Dooley, Commissioner Melissa LaGrand, John Matias, Nessa McCasey, Larry Oberst, Commissioner Stan Ponstein, and Commissioner Stan Stek

Network180 Board Absent: Emily Helder and Donna Moore-Brown

Network180 Non-voting Board Members Present: None

Network180 Non-voting Board Members Absent: Samuel Jones and Amanda Rostic

Network180 Staff Present: Clark Bowman, Nicole Browett, Joan Brown, Arielle Goodson, Michelle Goraj, Stacey O'Toole, Amy Rottman, Annette Tuitel, and Bill Ward

Others Present: Attendees were not identified as meeting was held virtually and no sign-in was required.

I. CALL TO ORDER

Commissioner Stek called the meeting to order at 10:31 AM.

II. ROLL CALL was taken, and a quorum was reached.

III. PUBLIC COMMENT

None

IV. MOTION: FY21 BUDGET AMENDMENT 2

a. The management recommends that the Network180 Board approve an increase to the FY 2021 revenue and expenditure budget as presented.

Moved: Commissioner Ponstein

Supported: Commissioner LaGrand

Motion carried unanimously by roll call.

V. PUBLIC COMMENT

Mary Marlatt-Dumas from the LRE. Appreciate Network180 working with LRE effort to stabilize providers and thank you to Bill Ward for being persistent and for doing what is necessary to support providers in Kent County and to ensure individuals served are receiving best care they can. New CFO at LRE working with CFO at Network180 there is confidence in numbers, the expenditures are good, and there is funding available. Talking to AI at weekly meetings about

crisis point. Turnover at direct care level is always high issue is that there is no hiring pool. Discussed potential certified program for direct care staff as a source of pride and boost morale. State has a list of 18 areas of direct care staff for ways to incentivize staff to work in this system to alleviate worker shortage. Agree not a short-term problem and need to guarantee residential problems are around until a solution can be created.

Linda Kristensen, Parent. Contacted State Legislatures and Senator to visit kids in three different services – CLS, skill building and supported employment. Will report back to Board where money goes in self-determination.

VI. BOARD COMMENT

Commissioner Ponstein commented regarding ongoing funding issues for decades. Inquired what Board is doing to get this information out to the public about this crisis. Average person on street does not have any idea regarding the level or magnitude of this problem and it does not hit the media. Michigan Mental Health System has been recognized as one of the best in the nation for decades and has been slowly picked away and taken a different direction. Support standing up and telling our story.

Mr. Ward stated multi-faceted approach as not just a funding problem – but also a workforce, upward mobility and professional problem. Met with Director Hertel and talked about plans as well as longer-termed solutions. Potentially partner with community colleges to show individuals if they work in residential settings, there is path forward if they are able to see there is a path forward. Gaining input from specialized residential CEOs also. This issue will not be solved with finances alone but with re-looking at how care is provided to this vulnerable population.

Mr. Matias asked how compelling we are telling our story – seems as though are shy about stepping on toes when we put our story out there. He feels ashamed that we have not invited the press, told compelling story, followed several families, and really communicate. State of the Union on website and on Kent County website. Primetime for mental health agencies to put forth compelling stories regarding funding and near and short-sightedness. Stated he feels we should have called a press conference to say something about these matters and to share stories and educate.

Commissioner Stek expressed appreciation for accommodation of this emergency board meeting.

Commissioner LaGrand asked Linda Kristensen if she could send schedule to Board Members as she would like to participate in visiting the kids.

VII. ADJOURNMENT

Commissioner Stek adjourned the meeting at 10:50 AM.

WW/mlg

Executive Director – BOARD REPORT

William J. Ward, July 2021

COVID-19

On July 6, 2021, Kent County saw 28 cases of Covid-19, the seven-day average is down to 10 cases per day. If one compares the seven-day average against last month's report, the seven-day average of 32, the trend is clear that the community spread is extremely reduced. Vaccination rates for Kent County have also increased with 61% of all eligible persons partially vaccinated and 55% of the population fully vaccinated¹. Approximately, 58% of Network180 staff have been vaccinated.

Network180 has begun its return-to-work plan for Eaglecrest which has been mostly closed since February 2020. The first Phase began on June 1st with conference rooms and the training room open for collaborative meetings and in person training. The next phase of re-opening began on July 6th which includes bringing back some staff at Eaglecrest with staff divided into "pods." Each pod will be assigned a particular day to be in the office. This will still limit the number of persons in the office at one time.

Over the next two months additional staff, in-person days, and services will be brought back to both Fuller and Eaglecrest. Network180 will continue to monitor Covid-19 with an emphasis on the mutating variants and if necessary, reverse its reopening plan if community spread begins to rise in the fall.

System Re-Design / Integration

Last month Network180 reported Rep. Whiteford introduced House Bills 4925 to 4929 which would Re-design the public mental health system. The bills would eliminate the 10 PIHPs and turn over the administrative function to a statewide Administrative Service Organization (ASO) which would contract directly with either the Community Mental Health Program (CMHP) or directly with a provider. Since the bills introduction there have been two hearings regarding the potential legislation which Network180 attended both hearings. There has been strong skepticism by both the PIHP and CMHS during the hearings.

The legislation was not voted on prior to the summer recess to allow time for additional debate and possibly additional amendments which may alleviate the concerns. It is anticipated the legislation will receive a committee vote in the fall. In the meantime, Network180 has begun to meet with members of the West Michigan delegation to express concerns for the legislation as currently written. Last month it was also reported that a Senate version was also being written by Senator Shirkey. The earliest the Senate legislation would be introduced would be fall.

Lakeshore Regional Entity / Beacon

The transition of Beacon Health Options from a partnership with the Lakeshore Regional Entity (LRE) to an administrative service organization (ASO) is currently underway. It is anticipated

¹ The vaccination rates are the same as last months. Kent County has now updated to include both adults and adolescents aged 12 to 17. Last months vaccination rates only included adults 18 and above.

that the transition of all functions returning to the LRE will be completed by December. Additionally, SAMHSA announced in early July that both Allegan and Ottawa were awarded a Certified Behavioral Health Center (CCBHC). This would make the LRE the only region in the State of Michigan which all of its CMHs to be awarded CCBHCs.