

NETWORK180 BOARD AGENDA

Monday, October 2, 2023 - 4:45 PM

Location: Hybrid – Virtual/Kent County Health Department

The Network180 Board, to protect the public health, will conduct its meeting via electronic communications in combination with a limited amount of people at the Kent County Health Department. 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 or attend in person.

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

Telephone +1 616-552-9539 and then dial the **Conference ID: 126 672 483#**

If you require special accommodations to attend the meeting, please contact Stephanie McMillen - stephanie.mcmillen@network180.org by Monday at noon.

- | | | |
|-------------|---|-----------------|
| I. | CALL TO ORDER | Chairman Oberst |
| II. | ROLL CALL | Chairman Oberst |
| III. | PUBLIC COMMENT (Limited to agenda items) | Chairman Oberst |
| IV. | APPROVAL OF AGENDA | Chairman Oberst |
| V. | CONSENT AGENDA | Chairman Oberst |

All items listed under the Consent Agenda are routine and will be enacted by one motion. There will not be separate discussion on these items. If discussion is desired, the item will be removed from the consent agenda upon request of any board member and will be considered separately.

- | | | |
|-------------|--|-----------------|
| | A. Approve Meeting Minutes | |
| | i. September 18, 2023 Program Committee & Board Work Session | |
| | B. Approve Disbursements | |
| | i. August 2023 Disbursements | |
| VI. | PUBLIC HEARING | Chairman Oberst |
| | A. Delivery of Network180 Services | |
| | i. Public Comments | |
| VII. | MOTIONS | Chairman Oberst |
| | A. Contracts over \$50,000 | |

VIII. FINANCE & HUMAN RESOURCE COMMITTEE ITEMS

Melissa LaGrand

A. N180 August 2023 Financial Statements and Bucket Report

B. HR Updates

IX. CHAIRPERSON'S REPORT

Chairman Oberst

X. EXECUTIVE DIRECTOR'S REPORT

William Ward

XI. PUBLIC COMMENTS

XII. BOARD COMMENTS

XIII. ADJOURNMENT

Next meeting dates:

- October 9, 2023 – 4:00 PM – Executive Committee @ VIRTUAL ONLY
- November 6, 2023 – 4:00 PM – Finance Committee @ KCHD
- November 6, 2023 – 4:45 PM – Services Public Hearing & Board Meeting @ KCHD
- November 20, 2023 – 4:00 PM – Program Committee / Board Work Session @ KCHD

NETWORK180 BOARD
FINANCE & HUMAN RESOURCES COMMITTEE AGENDA

Monday, October 2, 2023 - 4:00 PM

Location: Hybrid – Virtual/Kent County Health Department

The Network180 Board, to protect the public health, will conduct its meeting via electronic communications in combination with a limited amount of people at the Kent County Health Department. 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 or attend in person.

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If you require special accommodations to attend the virtual meeting, please contact stephanie.mcmillen@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. September 11, 2023 Finance Committee Meeting Minutes
 - B. August 2023 Disbursements
 - C. N180 August 2023 Financial Statements and Bucket Report
 - D. Contracts over \$50,000
- V. INFORMATION ITEMS**
 - A. LRE July 2023 Combined Monthly FSR Summary Report
- VI. HUMAN RESOURCES**
 - A. 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 Stephanie McMillen at 616.855.5204 or stephanie.mcmillen@network180.org if you are unable to attend the meeting.

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

SEPTEMBER 11, 2023

LOCATION: HYBRID – VIRTUAL & IN PERSON @ KCHD

MEMBERS PRESENT: Larry Oberst, Melissa LaGrand, Stan Stek

OTHER BOARD MEMBERS PRESENT: Brandyn Heugel (virtual), Emily Helder, John Matias, Joe Stone

MEMBERS ABSENT: Donna Moore-Brown

NETWORK180 STAFF: Amanda Higgins, Amy Rottman, Ann Pohlman, Annette Tuitel, Bill Ward, Edward Wilson, Beverly Ryskamp, Jill Thompson, Keli Barris, Kristin Spykerman, Michelle Goraj, Ross Buitendorp, Stacey O'Toole, Stephanie McMillen, Tony Maniscalco

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

I. CALL TO ORDER

Melissa LaGrand called the meeting to order at 4:05 PM.

II. PUBLIC COMMENT

None

III. APPROVAL OF THE AGENDA, AS AMENDED

Moved: Oberst

Supported: Stek

Motion carried.

IV. MOTION ITEMS

A. The Finance and Human Resources Committee approves the August 7, 2023 Finance Committee meeting minutes.

Moved: Oberst

Supported: Stek

Motion carried.

B. The Finance and Human Resources Committee approves the July 2023 disbursements of \$15,833,931.

Moved: Oberst
Motion carried.

Supported: Stek

- C. The Finance and Human Resources Committee approves the N180 July 2023 Financial Statements and Bucket Report.

Moved: Oberst
Motion carried.

Supported: Stek

- D. The Finance and Human Resources Committee approves Budget Amendment #2

Moved: Stek
Motion carried

Supported: Oberst

V. INFORMATIONAL ITEMS

- A. LRE June 2023 FSR Summary/Bucket Report – Amy Rottman reviewed the document and was available for questions.
- B. Proposed FY24 Budget – Amy Rottman reviewed the document and was available for questions.

VI. HR UPDATE – Director Keli Barris

- A. Union negotiations will start in October.
- B. Current staff vacancies include 18 clinical and one administrative.
- C. Executive Director review will take place in October.

VII. PUBLIC COMMENT

None

VIII. ADJOURNMENT - Chairman LaGrand adjourned the meeting at 4:51 PM.

WW/sm

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**FINANCE & HUMAN
RESOURCES
COMMITTEE
ACTION REQUEST**

SUBJECT:
MEETING DATE:
PREPARED BY:

August 2023 Disbursements
October 02, 2023
Jill Thompson, Finance Director

RECOMMENDED MOTION:

The Finance Committee recommends that the Network180 Board approve the August 2023 disbursements of \$23,019,290.

Vendor Name	Vendor Category	Total
Salaries & Wages	Salaries & Fringes	\$ 3,119,458
PINE REST CHRISTIAN MH SERVICE	Service Provider	1,632,934
SPECTRUM COMMUNITY SERVICES	Service Provider	1,287,620
MOKA CORPORATION	Service Provider	1,186,868
HOPE NETWORK WEST MICHIGAN	Service Provider	1,142,539
HOPE NETWORK BEHAVIORAL	Service Provider	1,123,894
FLATROCK MANOR, INC.	Service Provider	916,561
CHERRY STREET SERVICES INC	Service Provider	827,739
THRESHOLDS	Service Provider	740,997
BHT&D-GUSCO MONEY MGMNT LLC	Service Provider	731,078
CENTRIA HEALTHCARE LLC	Service Provider	693,199
POSITIVE BEHAVIOR SUPPORTS CORPORATION	Service Provider	604,956
FOREST VIEW PSYCHIATRIC HOSPITAL, INC	Service Provider	487,407
BEACON SPECIALIZED LIVING SERVICES	Service Provider	428,649
ARBOR CIRCLE CORPORATION	Service Provider	418,785
WESTERN MI HEALTH INSURANCE POOL	Salaries & Fringes	404,001
TURNING LEAF RESIDENTIAL	Service Provider	391,223
DEVELOPMENTAL ENHANCEMENT PLC	Service Provider	324,499
ACORN HEALTH OF MICHIGAN, LLC	Service Provider	321,783
REAL LIFE LIVING SERVICES	Service Provider	305,372
D A BLODGETT FOR CHILDREN	Service Provider	303,413
FAMILY OUTREACH CENTER	Service Provider	302,858
GUARDIANTRAC, LLC	Service Provider	263,236
SAINT MARY'S MERCY MEDICAL CTR	Service Provider	213,902
REACH FOR RECOVERY	Service Provider	177,047
DIGNIFIED CARE LLC	Service Provider	169,223
DAVID'S HOUSE MINISTRIES	Service Provider	158,697
FULL CIRCLE CARE	Service Provider	157,003
REHMANN LLC	Accounting	147,777
INDIAN TRAILS CAMP INC	Service Provider	146,852
WEDGWOOD CHRISTIAN SERVICES	Service Provider	133,040
SPARKS BEHAVIORAL SERVICES LLC	Service Provider	119,055
WALLOON LAKE RECOVERY LODGE, LLC	Service Provider	115,999
MUNICIPAL EMPLOYEES RETIREMENT	Salaries & Fringes	114,609
BRIGHTSIDE LIVING LLC	Service Provider	104,066
GOODWILL INDUSTRIES OF GREATER GR	Service Provider	86,520
BENJAMIN'S HOPE	Service Provider	85,219
PHC OF MICHIGAN	Service Provider	80,300
SAKSHAUG GROUP HOME LLC	Service Provider	76,034
CRC RECOVERY, INC	Service Provider	73,295
MERAKEY MIDWEST	Service Provider	72,886
SEELYE GROUP LTD	Facilities	72,380
LOCUMTENENS HOLDINGS, LLC	Psychiatric Services	68,540
BERGMARK CONSULTING, LLC	Service Provider	65,476
TAYLOR, THURMAN J	Service Provider	64,716
TURNING POINT PROGRAMS	Service Provider	58,878

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ENRICHED LIVING	Service Provider	58,615
RELIANCE COMM CARE PARTNERS	Service Provider	55,970
THE LIGHT HOUSE INC	Service Provider	55,852
STATE OF MI-DEPT OF HEALTH & HUMAN SERVICES	State Inpatient	54,585
AUTISM OF AMERICA LLC	Service Provider	52,084
PROFESSIONAL REHABILITATION SERVICES, INC	Service Provider	50,869
CONSULT2.CLOUD	IT	44,466
HAVENWYCK HOSPITAL	Service Provider	43,982
Flex/HSA	Flex/HSA	42,512
BETHANY CHRISTIAN SERVICES	Service Provider	40,133
BCA OF DETROIT LLC	Service Provider	39,927
LA BENEDICTION CO LLC	Service Provider	38,904
PETER CHANG ENTERPRISES, INC	IT	37,652
HARBOR HOUSE MINISTRIES	Service Provider	37,141
PURDY, LAURA L	Service Provider	36,192
RODRIGUEZ, SHERRY	Service Provider	35,536
JACQUELYN FAYLESE WILLIAMS	Service Provider	34,912
ZAWADI USA LLC	Service Provider	34,427
CLUTCH SOLUTIONS LLC	IT	33,962
SPECTRUM AUTISM CENTER, LLC	Service Provider	33,350
NEW HOPE GROUP LLC	Service Provider	33,245
MEL TROTTER MINISTRIES	Service Provider	31,958
KINGDOM REST CENTER	Service Provider	31,471
COMMUNITY LIVING SERVICES, INC	Service Provider	31,395
COVENANT ENABLING RESIDENCES	Service Provider	30,520
IRIS TELEHEALTH MEDICAL GROUP, PA	Psychiatric Services	29,265
MERCY HEALTH PARTNERS	Service Provider	29,210
GRAND RAPIDS RED PROJECT	Service Provider	27,870
CEDAR SANDS	Service Provider	27,618
BALLA, SABRI	Service Provider	26,992
KALAMAZOO COUNTY CMH AUTHORITY	Service Provider	26,614
CMHA OF CLINTON EATON INGHAM COUNTI	FEP Grant	26,558
VISEL AFC INC	Service Provider	26,375
MICHAEL D WAGNER	Service Provider	25,597
OUR HOPE ASSOCIATION	Service Provider	25,548
GRAND TRAVERSE BEHAVIORAL MEDICINE, PC	Board	24,827
MESMERIZE MEDIA LLC	Communications & Outreach	24,500
BOSHNAKU, NAILE	Service Provider	24,442
DELTA DENTAL PLAN OF MICH	Salaries & Fringes	23,225
CARIN HANDS 2 LLC	Service Provider	22,609
HOLTON MANAGEMENT LLC	Service Provider	21,878
DUHADWAY KENDALL & ASSOCIATES, INC.	Facilities	21,839
HERITAGE HOMES, INC	Service Provider	21,348
CMHA OF CLINTON EATON INGHAM COUNT	Service Provider	20,453
MADISON NATIONAL LIFE INSURANCE COMPANY	Salaries & Fringes	20,289
UNLIMITED ALTERNATIVES	UA Grant	19,929
STRONG365 LAB LLC	FEP Grant	19,500
VISA CREDIT CARD	N180 Credit Card	19,187
733 PRINCE LLC	Service Provider	18,894
ETCH	FEP Grant	18,376
PRO CARE UNLIMITED, INC	Service Provider	18,345
CAMP SUNSHINE INC	Service Provider	18,125
DAVE BULTSMA & ASSOCIATES, INC	Facilities	17,833
CARING MEADOWS LIVING CENTER	Service Provider	17,730
LAKE SHORE CARE CORP	Service Provider	17,545
KLECK, CONNALEE	Service Provider	17,247
CENTER FOR NEUROPSYCHOLOGY AND BH	Service Provider	16,846
RUIZ, ERIKA	Service Provider	16,564
EASTER SEALS MICHIGAN INC	Service Provider	16,411

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1140 MONROE LLC	Facilities	15,992
KALAMAZOO PROBATION ENHANCEMENT PROGRAM	Service Provider	15,222
CRAN-HILL MINISTRIES	Service Provider	15,085
EXTENDED CARE AT RAMSDELL	Service Provider	14,893
ZYLEMA, ANDREA	Service Provider	14,831
PINE RIDGE BIBLE CAMP AND CONFERENCE CENTER	Service Provider	14,657
SWANBERG AFC INC	Service Provider	14,583
HR COLLABORATIVE LLC	HR	14,420
GATEWAY PEDIATRIC THERAPY, LLC	Service Provider	14,344
COMPREHENSIVE PROF SERV INC	Service Provider	13,843
MENGISTU, TENAGNE	Service Provider	13,797
TRAC AUTISM CENTER, INC	Service Provider	13,765
CSM NEWCO, LLC	Facilities	13,418
IKAZE HOME	Service Provider	13,271
HOPE NETWORK SE	Service Provider	12,957
APPLIED BEHAVIORAL SCIENCE INSTITUTION LLC	Service Provider	12,577
SERENITY HOMES NORTH LLC	Service Provider	11,828
KRAMER, LINDA SHARON	Service Provider	11,350
IDA MAE'S GROUP HOMES LLC	Service Provider	10,854
REGENCY ASSISTED LIVING LLC	Service Provider	10,532
REHMANN TECHNOLOGY SOLUTIONS LLC	IT	10,490
AT&T MOBILITY II LLC	IT	10,454
MAPLE GROVE AFC LLC	Service Provider	10,328
COUNTY OF OTTAWA	Service Provider	10,296
REA LLC	Data Analysis	10,250
DENHAM, JOHNNIE	Service Provider	10,230
276 VENDOR PAYMENTS BELOW \$10,000 EACH		395,187
TOTAL DISBURSEMENTS		<u>\$ 23,019,290</u>

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

STAFF: Jill Thompson, Finance Director

DATE: October 02, 2023

Network180 Finance Committee

**FINANCE & HUMAN
RESOURCES
COMMITTEE**

SUBJECT: August 31, 2023 Financial Statements
MEETING DATE: October 2, 2023
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 August 2023 are explained as follows:

REVENUE

- Grant revenue is under budget by \$2,155,677, or 18% due to the following:

Grant	Annual Budget	Budget YTD	Actual YTD	Variance
FEP - ARP	(1,143,843)	(1,048,523)	(521,229)	(527,294)
FEP COVID Supplemental	(400,000)	(366,667)	(191,534)	(175,133)
First episode psychosis	(2,076,326)	(1,903,299)	(1,641,214)	(262,085)
Subtotal FEP Grants	(3,620,169)	(3,318,489)	(2,353,976)	(964,513)
COVID-19 Supplemental Block Gr	(1,182,140)	(1,083,628)	(593,193)	(490,435)
SUDBG - Treatment	(2,285,720)	(2,095,243)	(1,526,431)	(568,812)
SUDBG - State Disability Asst	(267,070)	(244,814)	(205,988)	(38,826)
SUDBG - Womens Specialty Svcs	(173,253)	(158,815)	(128,291)	(30,525)
Subtotal SUD Block Grant	(2,726,043)	(2,498,872)	(1,860,709)	(638,163)

- General Fund revenue is under budget by \$376,116 or 5% due to the 2022 carryforward that was unbudgeted.
- Local revenue is over budget by \$918,687 or 11% due to the following:

Program	Variance
SUDBG - Prevention	175,243
1st & 3rd party payments	673,018
	848,261

EXPENDITURES

- Grant expenditures are under budget by \$1,834,961, or 16%. See details in the revenue section above.
- Earned Contract expenditures are under budget by \$269,115 or 11% due to the following:

Program	Annual Budget	Budget YTD	Actual YTD	Variance
Jail Mental Health Services	993,367	910,586	754,688	155,898

STAFF: Amy Rottman, Chief Financial Officer

DATE: October 2, 2023

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Statement of Net Position

August 31, 2023

	FY 2023	FY 2022
Assets:		
Cash and investments	\$ 27,159,833	\$ 18,599,375
Due from Lakeshore Regional Partners	8,878,793	10,773,997
All other assets	8,031,515	7,506,480
Total assets	44,070,141	36,879,852
Deferred outflows of resources:		
Pension related items	694,485	1,252,655
OPEB related items	186,572	-
Total deferred outflows of resources	881,057	1,252,655
Total assets and deferred outflows of resources	\$ 44,951,198	\$ 38,132,507
Liabilities:		
Due to Lakeshore Regional Entity	\$ 1,377,588	\$ -
All other liabilities	34,652,556	30,035,808
Total liabilities	36,030,144	30,035,808
Deferred inflows of resources:		
Pension related items	3,343,551	1,335,298
OPEB related items	205,668	474,520
Total deferred inflows of resources	3,549,219	1,809,818
Net position:		
Investment in capital assets	5,077,051	4,687,409
Unrestricted	294,784	1,599,472
Total net position	5,371,835	6,286,881
Total liabilities and net position	\$ 44,951,198	\$ 38,132,507

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

Network 180

Statement of Revenue, Expenses, and Changes in Fund Net Position

For the 11 Months Ended August 31, 2023

	FY2023			
	Annual Budget	YTD Budget	YTD Actual	YTD Surplus (Deficit)
Revenues:				
Medicaid	\$ 139,117,631	\$ 127,524,495	\$ 129,396,915	\$ 1,872,420
Healthy Michigan	27,128,569	24,867,855	23,011,454	(1,856,401)
Autism benefit	26,619,545	24,401,250	23,522,882	(878,368)
General fund	7,594,346	6,961,484	7,339,600	378,116
Grants	12,049,179	11,045,081	8,889,414	(2,155,667)
Local	8,723,714	8,341,525	9,260,203	918,678
Receivable Recovery	14,565,065	14,565,065	14,565,065	-
	<u>235,798,049</u>	<u>217,706,755</u>	<u>215,985,533</u>	<u>(1,721,222)</u>
Expenses:				
Provider network service costs	165,623,847	151,821,860	150,439,583	(1,382,277)
Direct run services	21,085,353	19,328,240	18,838,651	(489,589)
Grants	11,709,487	10,733,696	8,898,735	(1,834,961)
Earned contracts	2,457,807	2,252,990	1,983,875	(269,115)
Board administration and access center	20,356,491	18,660,116	18,055,729	(604,387)
Total expenses	<u>221,232,985</u>	<u>202,796,902</u>	<u>198,216,573</u>	<u>(4,580,329)</u>
Increase (decrease) in net position	<u>14,565,065</u>	<u>14,909,853</u>	<u>17,768,960</u>	<u>2,859,107</u>
Total net position (beginning of year)	<u>(12,397,125)</u>	<u>(12,397,125)</u>	<u>(12,397,125)</u>	<u>(12,397,125)</u>
Total net position (end of period)	<u>\$ 2,167,940</u>	<u>\$ 2,512,728</u>	<u>\$ 5,371,835</u>	<u>\$ (9,538,018)</u>

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Network 180

Statement of Revenue, Expenses, and Changes in Fund Net Position

For the 11 Months Ended August 31, 2023

	YTD FY 2023 Actual	YTD FY 2022 Actual	Difference
Revenues:			
Medicaid	\$ 129,396,915	123,499,809	\$ 5,897,106
Healthy Michigan	23,011,454	19,594,801	3,416,653
Autism benefit	23,522,882	19,931,907	3,590,975
General fund	7,339,600	6,553,829	785,771
Grants	8,889,414	7,740,673	1,148,741
Local	9,260,203	4,460,923	4,799,280
Receivable Recovery	14,565,065	-	14,565,065
	<u>215,985,533</u>	<u>181,781,942</u>	<u>34,203,591</u>
Expenses:			
Service provision	169,278,234	154,195,943	15,082,291
Grants	8,898,735	7,560,672	1,338,063
Earned contracts	1,983,875	1,597,104	386,771
Board administration and access center	18,055,729	17,236,195	819,534
Total expenses	<u>198,216,573</u>	<u>180,589,914</u>	<u>17,626,659</u>
Increase (decrease) in net position	<u>17,768,960</u>	<u>1,192,028</u>	<u>16,576,932</u>
Total net position (beginning of year)	<u>(12,397,125)</u>	<u>5,094,853</u>	<u>17,491,978</u>
Total net position (end of period)	<u>\$ 5,371,835</u>	<u>\$ 6,286,881</u>	<u>\$ (915,046)</u>

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Network180
FY2023 Summary Bucket Report for the Board
as of August 31, 2023

	<u>Medicaid-MH</u>	<u>Medicaid-SUD</u>	<u>Healthy MI-MH</u>	<u>Healthy MI-SUD</u>	<u>Autism</u>	<u>SED Waiver</u>	<u>Childrens Waiver</u>	<u>General Fund</u>	<u>Local Revenue & Earned Contracts</u>	<u>Grants</u>	<u>SUD</u>	<u>Total</u>
Revenue	117,154,982	4,256,259	18,021,074	9,413,711	20,819,390	639,407	1,928,220	7,339,600	9,260,203	5,684,198	3,205,262	197,722,306
Expense	124,715,836	2,783,386	18,189,982	4,821,451	23,522,861	899,459	998,234	5,982,435	6,223,683	6,873,986	3,205,262	198,216,573
Difference	(7,560,854)	1,472,873	(168,908)	4,592,260	(2,703,471)	(260,052)	929,986	1,357,166	3,036,520	(1,189,788)	-	(494,267)
Due from/(to) LRE	7,560,854	(1,472,873)	168,908	(4,592,260)	2,703,471	260,052	(929,986)	-	-	-	-	3,698,165
Redirects	-	-	-	-	-	-	-	(1,070,810)	(118,979)	1,189,788	-	-
Lapse	-	-	-	-	-	-	-	-	-	-	-	-
Change in net position	-	-	-	-	-	-	-	286,356	2,917,542	-	-	3,203,898
PROJECTION:	<u>Medicaid-MH</u>	<u>Medicaid-SUD</u>	<u>Healthy MI-MH</u>	<u>Healthy MI-SUD</u>	<u>Autism</u>	<u>SED Waiver</u>	<u>Childrens Waiver</u>	<u>General Fund</u>	<u>Local Revenue & Earned Contracts</u>	<u>Grants</u>	<u>SUD</u>	<u>Total</u>
LRE Revenue Projection as of 8/31/23	129,466,179	5,023,495	19,530,837	9,525,523	21,985,575	678,478	2,032,790	7,594,346	9,970,498	6,200,943	4,205,002	216,213,666
Expense Projections	135,885,127	3,430,961	19,703,370	5,256,185	25,311,909	979,824	1,080,337	6,472,956	6,789,472	7,498,894	4,205,002	216,614,036
Difference	(6,418,948)	1,592,534	(172,533)	4,269,338	(3,326,334)	(301,346)	952,453	1,121,390	3,181,027	(1,297,951)	-	(400,370)
Due from (to) LRE	6,418,948	(1,592,534)	172,533	(4,269,338)	3,326,334	301,346	(952,453)	-	-	-	-	3,404,836
Redirects	-	-	-	-	-	-	-	(1,168,156)	(129,795)	1,297,951	-	-
Lapse	-	-	-	-	-	-	-	428,884	-	-	-	428,884
Change in net position	-	-	-	-	-	-	-	382,119	3,051,232	-	-	3,433,351

Network180

FINANCE COMMITTEE MOTION REQUEST

SUBJECT: Grant & Admin Contracts over \$50,000

MEETING DATE:

October 2, 2023

PREPARED BY:

Amy Rottman, Chief Financial Officer

RECOMMENDED MOTION:

Management requests Board approval for the Executive Director to enter the following contracts for FY23 and FY24 spending. Expenditures were included in approved budgets. Specific contract and vendor relationships have now been finalized.

Provider & Description	Fiscal Year Budget or Grant	Original Approved Amount	Change	Requested Funding
<u>Automatic Data Processing (ADP)</u> -Payroll & HR Software	FY23 HR	\$95,000	\$35,000	\$130,000
<u>Automatic Data Processing (ADP)</u> -Payroll & HR Software	FY24 HR	\$75,000	\$35,000	\$110,000
<u>Custer</u> -BHCC Furniture & equipment	Covid BG/ KC ARPA/ \$5M GF	\$ -	\$200,000	\$200,000
<u>Trinity Health</u> -BHCC I/S Equipment and Professional Services	Covid BG	\$380,750	\$286,966	\$667,716

STAFF: Amy Rottman, Chief Financial Officer

DATE: 10/2/2023

Lakeshore Regional Entity Combined Monthly FSR Summary

FY 2023
July 2023 Reporting Month
Reporting Date: 09/20/2023

ACTUAL:	HealthWest	Network180	OnPoint	Ottawa	West Michigan	LRE	Total
Distributed Medicaid/HMP Revenue							
Medicaid	38,402,682	112,666,815	21,089,121	31,831,158	10,907,551	3,711,101	218,608,429
Autism	7,758,235	18,955,908	3,367,229	5,553,357	2,216,345	496,222	38,347,295
Healthy Michigan	7,500,640	24,992,670	3,708,071	7,024,740	1,447,238	613,045	45,286,403
Total Distributed Medicaid/HMP Revenue	53,661,556	156,615,393	28,164,421	44,409,255	14,571,134	4,820,367	302,242,127
Capitated Expense							
Medicaid	39,023,281	118,406,617	21,629,856	30,380,136	12,389,666	3,711,101	225,540,657
Autism	2,059,507	20,831,172	1,757,008	4,365,870	847,895	496,222	30,157,673
Healthy Michigan	6,650,661	20,852,092	3,305,938	4,514,947	1,320,850	613,045	37,257,532
Total Capitated Expense	47,733,449	160,089,881	26,692,802	39,260,953	14,358,411	4,820,367	292,955,863
Actual Surplus (Deficit)	5,928,107	(3,474,488)	1,471,619	5,148,302	212,724	-	9,286,265
% Variance	11.05%	-2.22%	5.23%	11.59%	1.46%	0.00%	
Information regarding Actual (Threshold: Surplus of 5% and deficit of 1%)	Expenses shift from straight Medicaid and HMP to CCBHC. And June capitated expense was overstated due to more expenses being moved to grant funding last month than what HW had noted. This report now lists actual to match. Consistent with April and May. To ensure this does not continue to occur, Rehrmann (contracted for financial assistance) is finalizing HW's standardized reports this month and those calculations will be used going forward.	Additional \$1.4m for PA2 reduced deficit of \$5,080,355 from prior month. Remaining deficit is being assessed internally by N180.	Spending is in line with board approved budget and initial spending plan. Surplus is consistent with prior months, as expected.	% variance down from previous month (13.79%) anticipate revenues to expenses gap will continue to narrow for remainder of FY.	Less than threshold for explanation	Less than threshold for explanation	
PROJECTION:	HealthWest	Network180	OnPoint	Ottawa	West Michigan	LRE	Total
LRE Revenue Projections as of:							
August							
Medicaid	46,842,546	137,200,942	25,499,510	38,830,387	13,365,224	14,604,871	276,343,480
Autism	9,002,268	21,985,575	3,904,783	6,440,699	2,575,519	1,987,334	45,896,177
Healthy Michigan	8,623,691	29,056,360	4,313,146	8,184,480	1,605,470	2,384,005	54,167,150
Total Projected Medicaid/HMP Revenue	64,468,505	188,242,877	33,717,439	53,455,565	17,546,213	18,976,209	376,406,808
Expense Projections							
Medicaid	47,320,590	142,914,334	26,632,880	40,534,844	15,015,013	14,604,871	287,022,532
Autism	2,497,408	24,664,846	2,201,166	6,352,937	1,352,427	1,987,334	39,056,118
Healthy Michigan	8,064,756	25,096,572	4,095,658	5,712,953	1,497,756	2,384,005	46,851,699
Total Capitated Expense Projections	57,882,754	192,675,752	32,929,704	52,600,734	17,865,195	18,976,209	372,930,348
Projected Surplus (Deficit)	6,585,751	(4,432,875)	787,735	854,831	(318,982)	-	3,476,459
% Variance	10.22%	-2.35%	2.34%	1.60%	-1.82%	0.00%	
Information regarding Projections (Threshold: Surplus of 5% and deficit of 1%)	Spending is 4.42% higher than the surplus that we are aiming for. HealthWest's spending plan has a planned 5.8% positive variance built in for last minute items due to historical swings and expected revenue reductions. We anticipate expense will continue to go up and remain within our 5.8% goal.	Impact of error in LRE revenue projection will need to be assessed for remaining deficit. IPA correction reduced revenue projection by \$2,578,551. Deficit in excess of IPA correction is \$1,854,324. Is being assessed internally at N180. Revenue projections from June also decreased by about \$1.1m due to decrease in enrollment.	Less than threshold for explanation	Less than threshold for explanation	WM based spending on the LRE revenue projections and we will not be able to adjust spending this late in the fiscal year to come in alignment with the LRE's latest revenue projections. IPA correction reduced revenue projection by \$343,361.	Less than threshold for explanation	
PROPOSED SPENDING PLAN:	HealthWest	Network180	OnPoint	Ottawa	West Michigan	LRE	Total
Submitted to the LRE as of:	12/8/2022	9/7/2023	10/18/2022	6/9/2023	6/9/2023		
Medicaid/HMP Revenue							
Medicaid	50,592,580	139,117,631	26,226,787	37,997,693	13,748,030	14,637,966	282,320,687
Autism	8,877,222	27,128,569	3,848,342	6,663,994	2,533,303	1,962,200	51,013,630
Healthy Michigan	9,801,631	26,619,545	4,320,883	8,381,507	1,583,863	2,239,706	52,947,135
Total Budgeted Medicaid/HMP Revenue	69,271,433	192,865,745	34,396,012	53,043,194	17,865,195	18,839,873	386,281,452
Capitated Expense							
Medicaid	52,832,547	145,025,753	26,869,897	40,534,844	15,015,013	14,637,966	294,916,020
Autism	2,409,949	24,664,846	1,961,305	6,002,636	1,352,427	1,962,200	38,353,363
Healthy Michigan	8,177,941	25,096,572	3,053,222	5,878,693	1,497,756	2,239,706	45,953,890
Total Budgeted Capitated Expense	63,420,437	194,787,171	31,894,424	52,416,174	17,865,195	18,839,873	379,223,273
Budgeted Surplus (Deficit)	5,850,996	(1,921,426)	2,501,588	627,021	0	-	7,058,179
% Variance	8.45%	-1.00%	7.27%	1.18%	0.00%	0.00%	
Information regarding Spending Plans (Threshold: Surplus of 5% and deficit of 1%)	Based on Board approved budget.	A deficit spending plan was submitted by N180 on 9/7/23. N180 reported revenue in their spending plan from the calculated need to meet expenditures and not based on LRE revenue projections, resulting in \$4.6m higher revenue being reported by N180 than the LRE in their spending plan. The expenditures that will now be covered by the additional \$1.4m of PA2 were not removed from the spending plan. If the LRE's revenue projections had been used and the expenses reduced by \$1.4m, then the spending plan deficit would be \$5m. \$2.5m resulting from the IPA correction, leaving \$2.5m for N180 to address.	Based on OnPoint Board approved budget.	Less than threshold for explanation	Less than threshold for explanation	Less than threshold for explanation	
Variance between Projected and Proposed Spending Plan	734,755	(2,511,449)	(1,713,853)	227,810	(318,983)	-	(3,581,720)
% Variance	1.06%	-1.30%	-4.98%	0.43%	-1.79%	0.00%	
Explanation of variances between Projected and Proposed Spending Plan (Threshold: Surplus of 5% and deficit of 1%)	Less than threshold for explanation	Impact of error in LRE revenue projection will need to be assessed.	Budget was prepared at the beginning of the year before SUD rate changes were known. OnPoint has also added a number of positions based on increased utilization, and worked with contracted service providers to supplement staffing vacancies, resulting in current projections being higher than initial spending plan.	Less than threshold for explanation	WM based spending on the LRE revenue projections and we will not be able to adjust spending this late in the fiscal year to come in alignment with the LRE's latest revenue projections. IPA correction reduced revenue projection by \$343,361.	Less than threshold for explanation	

Lakeshore Regional Entity Combined Monthly FSR Summary
FY 2023
July 2023 Reporting Month
Reporting Date: 09/20/2023

CCBHC ACTIVITY							
ACTUAL:	HealthWest	Network180	OnPoint	Ottawa	West Michigan	LRE	Total
Distributed Medicaid/HMP CCBHC Revenue							
Medicaid CCBHC Base Capitation	10,008,955				5,429,320	-	15,438,276
Medicaid CCBHC Supplemental	3,612,998				1,560,413	136,444	5,309,855
Healthy Michigan CCBHC Base Capitation	2,323,094				1,996,534	-	4,319,629
Healthy Michigan CCBHC Supplemental	1,143,072				615,524	75,003	1,833,599
Total Distributed Medicaid/HMP CCBHC Revenue	17,088,120	-	-	-	9,601,791	211,447	26,901,358
Capitated CCBHC Expense							
Medicaid CCBHC	12,595,248				6,992,652	56,337	19,644,237
Healthy Michigan CCBHC	2,600,014				2,613,518	14,918	5,228,449
Total Capitated CCBHC Expense	15,195,262	-	-	-	9,606,170	71,255	24,872,686
Actual CCBHC Surplus (Deficit)	1,892,858	-	-	-	(4,378)	140,192	2,028,671
% Variance	11.08%				-0.05%	66.30%	
Information regarding CCBHC Actual (Threshold: Surplus of 5% and deficit of 1%)	Surplus is retained by the CCBHC to be used in subsequent fiscal years.				Less than threshold for explanation	Surplus offsets traditional Medicaid and HMP expenses.	
PROJECTION:							
LRE CCBHC Revenue Projections *	HealthWest	Network180	OnPoint	Ottawa	West Michigan	LRE	Total
Medicaid CCBHC Base Capitation	12,010,747				6,515,184	-	18,525,931
Medicaid CCBHC Supplemental	4,335,597				1,872,496	163,732	6,371,825
Healthy Michigan CCBHC Base Capitation	2,787,713				2,395,841	-	5,183,554
Healthy Michigan CCBHC Supplemental	1,371,687				738,629	90,004	2,200,319
Total Projected Medicaid/HMP CCBHC Revenue	20,505,743				11,522,150	253,736	32,281,629
Capitated CCBHC Expense Projections							
Medicaid CCBHC	15,411,425				8,517,634	67,605	23,996,664
Healthy Michigan CCBHC	3,177,635				2,906,617	17,901	6,102,153
Total Capitated CCBHC Expense Projections	18,589,060	-	-	-	11,424,251	85,506	30,098,817
Projected CCBHC Surplus (Deficit)	1,916,683	-	-	-	97,899	168,230	2,182,812
% Variance	9.35%				0.85%	66.30%	
Information regarding CCBHC Projections (Threshold: Surplus of 5% and deficit of 1%)	Surplus is retained by the CCBHC to be used in subsequent fiscal years.				Less than threshold for explanation	Surplus offsets traditional Medicaid and HMP expenses.	
PROPOSED SPENDING PLAN:							
Submitted to the LRE as of:	HealthWest 12/8/2022	Network180 9/7/2023	OnPoint 10/18/2022	Ottawa 6/9/2023	West Michigan 6/9/2023	LRE	Total
Medicaid/HMP Revenue							
Medicaid CCBHC Base Capitation	9,239,326				6,463,513	-	15,702,839
Medicaid CCBHC Supplemental	4,126,582				1,978,533	163,732	6,268,847
Healthy Michigan CCBHC Base Capitation	1,747,430				2,360,375	-	4,107,805
Healthy Michigan CCBHC Supplemental	1,369,610				731,510	90,004	2,191,124
Total Budgeted Medicaid/HMP CCBHC Revenue	16,482,949				11,533,930	253,736	28,270,615
Capitated Expense							
Medicaid CCBHC	13,365,909				8,442,045	67,605	21,875,558
Healthy Michigan CCBHC	3,117,041				3,091,885	17,901	6,226,826
Total Budgeted Capitated CCBHC Expense	16,482,949				11,533,930	85,506	28,102,385
Budgeted Surplus (Deficit)	-				-	168,230	168,230
% Variance	0.00%				0.00%	66.30%	
Information regarding CCBHC Spending Plans (Threshold: Surplus of 5% and deficit of 1%)	Less than threshold for explanation				Less than threshold for explanation	Surplus offsets traditional Medicaid and HMP expenses.	
Variance between CCBHC Projected and Proposed Spending Plan	(1,916,683)				(97,899)	(336,461)	2,014,582
% Variance	-11.63%				-0.85%	-132.60%	
Explanation of variances between CCBHC Projected and Proposed Spending Plan (Threshold: Surplus of 5% and deficit of 1%)	Projected is coming in higher than initial spending plan.				Less than threshold for explanation	Surplus offsets traditional Medicaid and HMP expenses.	

*CCBHC Projected Revenue is based on the State's projections in the FY22 Rate Certification Letter.

Network180 Program Committee & Board Work Session Minutes

**Location: Hybrid – Virtual/Eaglecrest Office
September 18, 2023 – 4:45 PM**

Network180 Board Present: Donna Moore-Brown, Emily Helder, Joe Stone, John Matias, Jon Campbell, Katie Deboer, Larry Oberst, Melissa LaGrand, Shellie Cole-Mickens, Tom Dooley

Network180 Board Absent: Jarred Sper, Stan Stek, Tony Baker

**Network180 Non-voting
Board Members Present:** None

**Network180 Non-voting
Board Members Absent:** Brandyn Heugel

Network180 Staff Present: Amanda Higgins, Amy Rottman, Ann Pohlman, Annette Tuitel, Bill Ward, Jill Thompson, Keli Barris, Kristin Spykerman, Mark Madrilejo, Michelle Goraj, Ross Buitendorp, Sherry June, Stacey O'Toole, Stephanie McMillen

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

I. CALL TO ORDER

Chairman Oberst called the meeting to order at 4:48 PM.

II. ROLL CALL

Roll call was taken, and a quorum was reached.

III. PUBLIC COMMENT

None

IV. APPROVAL OF THE AGENDA

Moved: Deboer Supported: LaGrand

Motion carried.

V. CONSENT AGENDA

a. Approve Minutes – Board Meeting – September 11, 2023

Moved: LaGrand Supported: Deboer

Motion carried.

VI. PROGRAM COMMITTEE ITEMS

None

VII. PROPOSED FY24 BUDGET PUBLIC HEARING

Motion to open the public hearing to hear public comments on the proposed FY24 Budget.

Moved: Helder Supported: Matias

Public Comments – There were no public comments.

Motion to close the public hearing.

Moved: Helder Supported: Stone

VIII. MOTIONS

Approve the FY2024 Budget as presented.

Moved: LaGrand Supported: Matias
Motion carried.

IX. PUBLIC COMMENT

None

X. BOARD COMMENT

Joe Stone shared that he will be participating in a charity event with Carter’s Kids and the Grand Rapids Police Department.

XI. ADJOURNMENT

Chair Oberst adjourned the meeting at 5:38 PM.



Executive Director – BOARD REPORT

William J. Ward, October 2023

Community Outreach

Last month Network180 continued to meet with the community as well as statewide stakeholders. Network180 continues to meet with the Kent County Administrator to keep open lines of communication. On the provider side, Network180 met with residential providers - Mel Trotter, Degage, Pine Rest, and Family Outreach Center. It was critical to meet with these providers to give context to this year's upcoming budget given the significant changes after the ending of the Public Health Emergency. Further, Network180 met with the Chamber of Commerce to hear from the business community on how well Network180 is at being a good community partner. Network180 also met with legislators as well as the Community Mental Health Association to be kept abreast of the latest legislative initiatives.

Movie Screening “Suicide: The Ripple Effect”

In the middle of September Corewell Health hosted a screening of the film “Suicide: The Ripple Effect” at the Celebration Cinema. The film chronicled the life of a survivor and his journey spreading the message of seeking help for individuals struggling with mental illness. This screening was their way of highlighting September as suicide prevention month. Network180 was invited by Corewell Health to participate in a panel discussion alongside Corewell Health and Pine Rest to discuss the support available for the residents of Kent County.

Assisted Outpatient Treatment (AOT)

Since the beginning of the summer Network180 and the inpatient hospitals have been meeting with probate court Chief Judge Murkowski and Judge Rose to find ways to improve the AOT process in Kent County. This past month the meeting was expanded to include the Kent County Prosecutor, Kent County Public Defender's Office as well as the District Court. The goal is to improve the AOT system not only at the Probate Court level but also to see if there is a way to leverage the AOT process at the District Court Level.

Financial Public Hearing

Finally, this past month the Board of Directors held its annual public hearing on the FY24 Budget which was subsequently approved on September 18th. As discussed during the hearing, this next budget year will be challenging given the changes due to the end of the Public Health Emergency. As presented during the public hearing it may be necessary to have several budget revisions given all the unknown facts as normal operations return with the end of the Public Health Emergency. Another change in FY24 is Network180 has opted to return to holding two public hearing a year; one devoted to the budget and one devoted to services. The services public hearing will be held on October 2nd during the normal board meeting.