

Region 10  
Genesee • Lapeer • Sanilac • St. Clair Counties

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GROUP MEETING: Region 10 PIHP Board  
PLACE: Region 10 PIHP – Summit Conference Room  
3111 Electric Ave., Port Huron, MI / Virtual Meeting via MS Teams  
Date: September 18, 2020  
TIME: 9:00 a.m.  
PRESIDING: Lori Curtiss, Chairperson

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PRESENT: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Gary Jones (Arrived at 9:07 a.m.), Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit

Absent: Terry Bankert, Robert Kozfkay, Nancy Thomson

ALSO PRESENT: *Region 10 PIHP Staff:* Jim Johnson, CEO; Richard Carpenter, CFO; Kelly VanWormer, COO; Kristen Potthoff, Compliance Officer; Michelle McFadden, Recording Secretary

*CMH Staff* Wil Morris, Sanilac CMH; Dan Russell, GHS; and Lauren Emmons, Lapeer CMH

GUESTS: None

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I. CALL TO ORDER

The meeting was called to order at 9:00 a.m. by Chairperson Curtiss. Roll call was conducted by Recording Secretary.

II. CITIZENS WISHING TO ADDRESS THE BOARD

None.

III. AGENDA CHANGES (*Action*)

The following agenda items were added under Finance, E. Direct Care Worker Wage Increase; F. Provider Stability Plan; and G. FY2020 SUD Block Grant Funding. It was moved by Mr. Priemer, seconded by Mr. Barnard to approve the revised meeting agenda with additions as presented.

**MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None.

IV. APPROVAL OF PREVIOUS MEETING MINUTES (*Action*)

It was moved by Ms. Joyce Johnson, seconded by Dr. Dani, to approve the August 21, 2020 meeting minutes as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole,

Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None.

V. FINANCE

A. FY2020 Budget

1. Monthly Finance Report – July 2020 (*Action*)

Presented by Mr. Carpenter who reviewed the eligibles and revenue which are consistent through July. The increase in revenue to all categories is related to the April-June Direct Care Wage payment. There will be an increase in September relative to the July-September Direct Care Wage payment, so there will be another spike in revenue that month. Medicaid surplus is at \$26 million; Healthy Michigan surplus is at \$1.9 million. He continues to meet with CMH CFOs to discuss how to utilize the funding. Mr. Carpenter noted that there will be a large surplus at the end of the fiscal year.

It was moved by Mr. Priemer, seconded by Ms. Mills, to approve the Monthly Finance Report for July 2020 as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Gary Jones, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None.

2. Monthly Payment Report – July 2020 (*Action*)

Presented by Mr. Carpenter. He noted that the payments for hospitals are moving from a monthly payment schedule to quarterly as directed by the State and this will be seen in the month of September 2020.

It was moved by Ms. Mills, seconded by Ms. Cole, to approve the Monthly Payment Report for July 2020 as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Gary Jones, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None.

B. FY2021 Proposed Budget (*Action*)

Mr. Carpenter presented the FY2021 Proposed Budget based on significant assumptions and projections from MDHHS. There will be a revenue increase of 3.5% for both Medicaid and Healthy Michigan. SUD Block Grant funding will likely be changing and will be discussed further in the agenda. All services will continue. PA2 Funding is estimated \$1.6 million, including Sanilac County and Lapeer County. PA2 funds must be used in the county from which they originated. There is \$90,750 budgeted for the PIHP Veterans Navigator Grant position for FY21. In FY21, CMH's will apply directly to MDHHS for this funding. The operating revenue budget is \$291 million for FY21, compared to the \$280 million projected for FY20. The operating expenses budget is \$273 million for FY21, compared to the projected \$252 million for FY20. Mr. Carpenter indicated an expected lapse of \$14.5 million after using funding for the Direct Care Wage payment.

It was moved by Ms. Joyce Johnson, seconded by Ms. Cole to approve the FY2021 Proposed Budget as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Gary Jones, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None.

### C. Procurement Policy

Mr. Carpenter stated that effective September 1, 2020, the Federal government made changes to the requirements for obtaining quotes and sealed bids by raising thresholds from \$3,000 to \$10,000 for quotes and sealed bids from \$100,000 to \$250,000. This change will require an update in the Procurement Policy, and this will be brought to the board for consideration/approval next month.

### D. Financial Staffing Update

Mr. Johnson indicated there are no Financial Staffing Updates to report. Chairperson Curtiss requested that this item be removed from future agendas.

### E. Direct Care Worker Wage Increase (*Action*)

Mr. Carpenter presented on the Direct Care Wage Increase. The legislature and MDHHS are considering an extension of the \$2.00 per hour premium pay for October through December 2020. He reported this will fit within the anticipated revenue for FY21 and anticipates a potential \$1.00 per hour premium pay for January 1 through March 31, 2021. The estimated cost is \$9 million for six months.

Mr. Johnson is recommending a \$2.00 per hour Direct Care Wage increase through March 31, 2020 for Region 10 Providers. This is not in addition to whatever the legislature provides and the conditions around the increase will be consistent with current Direct Care Wage guidance.

It was moved by Mr. Barnard, seconded by Ms. Mills to approve the Direct Care Wage Increase as presented for October-December 2020 and January 1-March 31, 2021. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Gary Jones, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None.

### F. Provider Stability Plan (*Action*)

Mr. Carpenter presented on the Provider Stability Plan. The State has required, as a part of the PIHP contract, that a Provider Network Stability Plan be designed and put in to place to ensure the financial viability of the provider network. Region 10 and its CMH partners have submitted a plan to MDHHS and updates are provided monthly. Due to the complexity of the funding sources available to providers and potential requests being received after the end of the fiscal year, Region 10 is requesting approval to utilize available FY2020 funds to provide stability funding to our provider network. Mr. Carpenter reviewed the formula that will be used to make this determination.

It was moved by Mr. Priemer, seconded by Ms. DeElla Johnson to approve the utilization of available FY2020 funds to provide stability funding to our Provider Network. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Gary Jones, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None.

### G. FY2020 SUD Block Grant Funding

Mr. Carpenter discussed FY2020 SUD Block Grant Funding issues related to the State overcommitting funding for SUD Block grant by \$15 million and the STR grant by \$1.7 million. All regions in the state received a phone call individually to discuss how to address the overage. Region 10 has permission to use PA2 funding in Genesee and St. Clair Counties if necessary and will do whatever is possible to ensure ongoing access to SUD Services.

VI. CONTRACTS

A. FY20 PIHP-CMH Contract Amendment No. 4 (*Action*)

Ms. Potthoff reviewed the FY20 PIHP-CMH Contract Amendment No. 4. The terms of the contract were extended to December 31, 2020. Language changes were added regarding the Direct Care Wage increase and the Provider Network Stability Plans for FY2020. Report due dates have been updated due to the contract extension to December 31, 2020.

It was moved by Mr. Barnard, seconded by Ms. Mills, to approve FY20 PIHP-CMH Contract Amendment No. 4 as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Gary Jones, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None.

B. FY20 PIHP-SUD Prevention Services Contract Amendment No. 3 (*Action*)

Ms. Potthoff reviewed the FY20 PIHP-SUD Prevention Services Contract Amendment No. 3. The terms of the contract were extended to December 31, 2020. Report due dates have been updated due to the contract extension to December 31, 2020.

It was moved by Ms. Joyce Johnson, seconded by Ms. Mills to approve FY20 PIHP-SUD Prevention Services Contract Amendment No. 3 as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Gary Jones, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None.

C. FY20 PIHP-SUD Treatment Services Contract Amendment No. 5 (*Action*)

Ms. Potthoff reviewed the FY20 PIHP-SUD Treatment Services Contract Amendment No. 5. The terms of the contract were extended to December 31, 2020. Language changes were added regarding the Direct Care Wage increase and report due dates have been updated due to the contract extension to December 31, 2020.

It was moved by Ms. Mills, seconded by Ms. Cole to approve FY20 PIHP-SUD Treatment Services Contract Amendment No. 5 as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Gary Jones, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None.

D. FY21 MDHHS-PIHP Contract (*Action*)

Ms. Potthoff reviewed the FY21 MDHHS-PIHP draft Contract and indicated that the contract looks different due to formatting at the State level. Additional noted changes include the revised language to match federal regulations, State level staff changes with updates in titles and a Business Associate template was also added to the contract. The contract should be received before the end of September 2020. This contract will be required to be final before October 1, 2020. Region 10 staff will provide an overview of changes to the agreement in October.

It was moved by Ms. Mills, seconded by Dr. Dani to approve the signing of the FY21 MDHHS-PIHP Contract when received. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Gary Jones, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None.

VII. COMPLIANCE

A. Regulatory Compliance Committee Meeting Minutes (8.21.20)

Ms. Mills reviewed the Regulatory Compliance Committee Meeting Minutes.

B. FY21 Corporate Compliance Plan (*Action*)

Ms. Potthoff reviewed the FY21 Corporate Compliance Plan. There are no significant changes to the plan. Once the plan is approved, it will be sent to the Provider Network and posted on Region 10's website accordingly.

It was moved by Ms. Mills, seconded by Dr. Dani, to approve the FY21 Corporate Compliance Plan as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Gary Jones, Elva Mills, Ed Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None.

VIII. FY20 SEMI-ANNUAL GRIEVANCE & APPEAL REPORT (*Action*)

Ms. Potthoff reviewed the FY20 Semi-Annual Grievance & Appeal Report. There have been several enhancements to the report, including the ability to track open inquiries. Thirty-eight (38) grievances were reported and eighteen (18) appeals were filed with the PIHP in the 1<sup>st</sup> half of the fiscal year, which is less than FY19.

It was moved by Ms. Joyce Johnson, seconded by Ms. Mills to approve the FY20 Semi-Annual Grievance & Appeal Report as presented. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Gary Jones, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None.

IX. SUBSTANCE USE DISORDERS

A. Meeting Minutes (9.8.20) (*Action*)

Ms. Cole presented the meeting minutes from the SUD Oversight Policy Board Meeting held on September 8, 2020. Mr. Johnson noted that there needs to be a correction to Agenda Item #6 CEO Update. The correction is Block Grant Budgets in general will be reduced in FY2020, not FY2021 as written.

It was moved by, Ms. Cole, seconded by Mr. Jones to approve the SUD Oversight Policy Board Meeting Minutes of 9.8.20 with the correction to agenda item #6. **MOTION CARRIED** by roll call vote: Ayes: Ronald Barnard, Wanda Cole, Lori Curtiss, Dr. Niketa Dani, DeElla Johnson, Joyce Johnson, Gary Jones, Elva Mills, Edwin Priemer, Wayne Strandberg, Bobbie Umbreit; Nays: None

X. DIRECTOR'S REPORT

Mr. Johnson reported that the State Targeted Response grant is done and overspent by \$1.7 million as reviewed earlier. The State Opioid Response No Cost Extension grant has \$17.5 million available and the State has permission to use the funding for the next year. The SOR 2.0 grant has \$36.5 million available for the next two years. Programs to include a Mobile MAT unit. He would like to see a Mobile MAT unit in St. Clair County.

The general State Budget is projecting a \$900 million shortfall, but this is “okay” because the State has taken care of the deficit through current year reductions. For FY21, there is a \$1.75 billion reduction in the budget, which is over half of the original forecast of \$3.5 billion. Boiler plate discussions are being wrapped up today and a budget must be complete by October 1, 2020. Another federal stimulus bill is currently pending in legislation. Michigan legislation is working on the Direct Care Wage increase of \$2 through December 31, 2020 and a \$1 Direct Care Wage increase for January 1, 2021 through March 31, 2021. The State has approved the SUD Strategic Plan. He indicated that Region 10 is waiting on a system transformation letter that basically shelves efforts by MDHHS begun last year. The legislature is concerned about Providers going out of business due to the pandemic.

Region 10 has been talking about training related to implicit bias and racial disparities in health care. There will be an upcoming virtual training titled, “Implicit Bias Training”. CEU’s for Social Workers and MCBAP are available for those who attend training. This will be a required training for our SUD Providers in the Provider Network. Flyers are coming soon, and this training will be in October at no cost to the Providers.

XI. ANY OTHER BUSINESS TO PROPERLY COME BEFORE THE BOARD

None.

XII. CITIZENS WISHING TO ADDRESS THE BOARD

None.

XIII. ADJOURNMENT

It was moved by Ms. Joyce Johnson to adjourn the meeting. With no further business to discuss, Chairperson Curtiss adjourned the meeting at 10:47 a.m.

Respectfully submitted,

Reviewed and approved,

Michelle McFadden  
Recording Secretary

Wanda Cole  
Region 10 Board Secretary