



MINUTES
Governing Board of Directors
Tuesday, July 26, 2016

Directors Present: Brad Burnside David Johnson Elizabeth Sheils
Jane Fevurly Lucia Orth Steve Glass
Gene Bauer Ken McGovern

Directors Absent: Barbara Ballard Cindy Maude Don Grosdidier
Reed Dillon

Staff Present: Cindy Hart, Development Director
Tracy Kihm, Finance Director
Leah Hansen, Executive Assistant (Minutes)

I Jane Fevurly called the meeting to order. Gene Bauer was welcomed as a new member on the board.

II Public Comment: None.

III Consent Agenda: The Consent Agenda included June 28, 2016 Minutes, Financials and CEO Report

STEVE GLASS MOVED TO APPROVE THE JUNE 28, 2016 MINUTES; BRAD BURNSIDE SECONDED THE MOTION. MOTION CARRIED.

Financials: This is the first month that we have been impacted by the 4% Medicaid cut and loss of funding for Health Homes. Overall, June was a good month financially. Summer camp is held annually in June and lasts for two months. This youth camp has a positive financial impact due to the intensity of services provided and the codes we are able to bill for. Bad debt continues to run higher than planned and is being closely monitored. Bad debt is persistent in two main categories; clients in CSS who don't have Medicaid and clients that have Medicaid and a spend down. Legal and Accounting Expenditures increased this year due to the recent HR audit. A representative from Allen, Gibbs & Houlik, L.C. (AGH) will be at the meeting next month to report on findings from the recent audit.

STEVE GLASS MOVED TO APPROVE THE JUNE FINANCIALS; GENE BAUER SECONDED THE MOTION. MOTION CARRIED.

CEO Report: Bert Nash utilized Open Minds for the formation of a proposed 3 year strategic plan. David provided the first quarterly update on the plan at today's meeting. Objectives that will be instrumental in 2016 were specifically outlined. To date, a lot of work has already been completed in correlation to the plan. The three biggest initiatives include the crisis facility, integration of the criminal justice system and the financial operations learning collaborative

which involves weekly focus from the Executive Team relating to future operations. David was open to feedback on ways to improve or change his reports for future meetings. A suggestion was made to highlight specific tactics and describe what has changed.

IV Review & Comment: *Strategic Plan Quarterly Update*: Reviewed in CEO Report.

Consumer Report: Organization of Adult Services at Bert Nash: This month's consumer report outlines the many services Bert Nash provides to adult mental health consumers as either a Community Support Service (CSS) or Adult Out-Patient (AOP) consumer. CSS and AOP are separate departments; however, they collaborate to provide Community Psychiatric Support & Treatment (CPST), better known as Case Management (CM). The only payer source that reimburses for case management or rehabilitation services is Medicaid. Each treatment plan is based on medical necessity with or without insurance coverage. Consumers without insurance will meet with the clinician to determine the best course of treatment. The sliding fee is offered to assess the needed services for consumers without coverage. Amy Warren, Adult Services Director, will be asked to elaborate on the organization of Adult Services at the board meeting next month. At the meeting in September, Josh Reese will be asked to speak about Integrated Dual Diagnosis Treatment (IDDT), a type of treatment that helps a consumer dealing with a mental illness in combination with a substance abuse issue.

Budget: The budget will remain a topic of discussion at future meetings. Bert Nash continues to deal with all the changes and challenges taking place. We have done a good job of building our cash reserves. We don't have to act immediately and cuts don't have to be made fast. The five main challenges we have been dealt with over the course of a few months include the discontinuation of Health Homes, Medicaid hospital screens, 4% Medicaid cut, city cut, and the DOL standards on exempt/non-exempt staff. All of these challenges will have a direct impact on how we look at and budget for next year.

V Adjourn: The meeting adjourned at 8:45 A.M.

The next Governing Board meeting will be Tuesday, August 30, 2016.