

**EXECUTIVE LIMITATIONS COMMITTEE MEETING
SAGINAW COUNTY COMMUNITY MENTAL HEALTH AUTHORITY
MAY 28, 2025 – 5:15 P.M.
ROOM 190**

PRESENT: Cym Winiecke, Lisa Coney, Tracey Raquepaw

VIRTUAL:

ABSENT: John Pugh, Robert Woods

GUESTS:

STAFF: Sandra Lindsey, Jan Histed & Ryan Mulder

I. OPENING PROCEDURE

Cym Winiecke, Chair called the meeting to order at 5:18 p.m., a quorum was established, and verification of posting was determined.

II. PUBLIC PARTICIPATION

There was no public participation.

III. EXPENSE REPORT & BALANCE SHEET THRU APRIL 2025

Jan Histed, CFO reviewed the Statement of Net position (balance sheet) & Statement of Revenues, Expenses and Changes in Net Position as of 04/30/2025.

Motion was made by Lisa Coney and supported by Tracey Raquepaw to receive & file EXPENSE REPORT & BALANCE SHEETS THRU APRIL 30, 2025. Motion carried.

IV. MONTHLY REPORT ON EXECUTIVE LIMITATIONS

Sandy noted that there were no violations of the Executive Limitation Policies.

Motion was made by Tracey Raquepaw and supported by Lisa Coney to receive and file the MONTHLY REPORT ON EXECUTIVE LIMITATIONS. Motion carried.

V. REVIEW OF REPORTS ON EXECUTIVE LIMITATIONS

As part of SCCMHA's annual review of agency policies all Board Policies are on the agenda tonight. Copies of all the Governance, Executive Limitations and Ends Committee policies were included in the packet. Ryan noted that marked up versions

of the SCCMHA Board Policies with changes noted in red font are going to be sent out electronically by Ryan to Governance, Ends & Executive Limitations Committee members. These revised policies will then be formally approved at the June 9 Board meeting. Any recommended changes should be returned to Ryan no later than May 30, 2025. Note: there are several board policies associated with different committees that will be reviewed by all committees.

The Executive Limitations committee was able to ask questions / make comment. See handouts for details.

VI. OTHER ITEMS OF IMPORTANCE

MSHN Financial Condition:

Sandy noted Joe Sedlock's recent May MSHN Board Report email was included in tonight's packet. The report included the following information.

- Regional Financial Situation Update: May 14, 2025, J. Sedlock Email to Operations Council CEOs.
 - FY 2024 Medicaid Shortfall was \$24 Million,
 - Reports expanded utilization of high cost service categories including Autism, Community Living Supports and the cost of Inpatient Psych Admissions
 - Lower than expected revenue of at the root of the deficit problem that continues this year. 20% lower revenue for Health Michigan in particular and an overall revenue projection this year of revenue at 7-10% less than 2024 of \$35 Million.

Forecast for Possible 2025 Mid-Year Rate Adjustments Uncertain:

Sandy recently attended and chaired the CMHSP Annual CEO Retreat at Crystal Mountain to plan for the coming year. Email from Alan Bolter concerning mid-year Medicaid rate adjustment not looking good based upon a recent meeting between CMHA (B. Sheehan & A. Bolter) and MDHHS was very concerning. Briefly, the CMHA has been told funding remains in the 2025 PIHP Appropriation but that MDHHS is not planning on pushing it out mid-year to PIHPS without additional legislative approval. MDHHS suggested it may require legislative boilerplate action. The system cannot wait for an end of the year action in a legislative "Supplemental" for FY25 which would not occur until late September at the earliest. There will be some money left in MSHN ISF to help replenish the ISF but not at the level required for contract compliance in FY 26.

*Note: May 30, 2025 - Update on Mid-Year Medicaid Rate Adjustments

A meeting on Medicaid Rate Adjustments was held with PIHPS on May 30, 2025, with MDHHS.

Though at this writing, we do not know the specifics yet on additional Medicaid revenue for MSHN we have been advised, that state-wide additional revenue for the current year will include an additional \$160 Million. In addition, MDHHS will seek an additional supplemental appropriation from the legislature of \$25-30 Million associated with changes in minimum wage and ESTA. We are hoping to have more MSHN and SCCMHA specifics on additional revenue by the June 9th Board meeting.

MDHHS Press Release on Planned PIHP Procurement including: Outcome of MDHHS PIHP Survey, and Slide Deck w/ audio from Megan Groen, MDHHS Medicaid Director
Last Friday (5-3-25), the PIHPs and CMHSP CEOS and other audiences received an email from MDHHS (including a press release from the department about results of recent PIHP Survey, plans for their procurement process for privatization of PIHPs, etc.)

Another email on Tuesday, went on to share links to the state website, where a slide deck with audio were posted, explaining the MDHHS plan thus far. The implication is that the current 10 PIHPs cannot apply. The slide deck with audio will be shared with the Board at the June 9th meeting. It sure feels like MDHHS is trying to bleed the PIHP Internal Service Funds of all remaining cash. Things are pretty bad between the PIHPS and MDHHS at present. Stay tuned as this will be discussed further at the full Board meeting on June 9.

Stand Up for Medicaid event on May 6th at SVSU was a big success.

All materials for the event including videos of attendees that spoke, are posted to the SCCMHA Website under the Newsroom tab.

Federal Budget Cuts to HUD Contained in U.S. House Budget Bill now with the U.S. Senate

SCCMHA received information in mid-May from the National Low Income Housing Coalition (NLIHC) that the US House Budget Bill contained significant reductions in federal spending to HUD and numerous federal housing related programs. Information contained in the notice from NLIHC, identified federal cuts to grants that would include awards like the SCCMHA tenant based rental subsidy grant we

have held for over 25 years. Last year our HUD grant served 134 people across 75 households with tenant based rental subsidies.

We worked to quickly push out information to these consumer/tenants about the cuts encouraging that they contact our two Michigan Senators (Peters & Slotkin) as well as U.S. House Rep. Kristen McDonald Rivet encouraging them to work against these funding reductions.

In related activity, because the calendar for this grant runs July 1 – June 30, we received our new grant award for the next cycle, commencing July 1, 2025 last week, and were strongly encouraged by our grants manager at HUD/Detroit to sign the document ASAP, which we did. This new grant agreement was much different than all previous awards in that it included a new page of grant conditions. These conditions referenced numerous OMB Executive Orders including a prohibition of our agency engaging in DEI activity and requires that we check the legal immigration status of all people served by the grant.

VII. ADJOURNMENT

With no other business, a motion was made by Lisa Coney with support from Tracey Raquepaw to adjourn this meeting at 6:06 p.m. Motion carried.