



Board of Directors Meeting
May 15, 2019





Welcome & Introductions





Consent Agenda

- Approval of May 15, 2019 Agenda
- Adoption of March 20, 2019 Board Minutes

*Proposed Board Resolution:
The Board accepts the items on the Consent Agenda.*



Mission Report



- Emily Fraser,
Case Manager





Re-Election of Board Members

- Joe Derdzinski
- Mark Ferrandino
- Lloyd Lewis





President's Report

- First Amendment to Bylaws (Name Change)
- Dissolution of RMHS, Inc.
- Strategic Planning Committee



Public Comment





Executive Director's Report

- Strategic Planning
- Conflict-Free Case Management Update





Conflict-Free Case Management Update

May 2019





Conflict-Free Case Management Milestones

June 2018: RMHS submitted its Business Continuity Plan to the State.

- Case management and direct services but not to same individual
- Staffing plan
- Quality assurance plan
- Safeguards to ensure conflict-free choices



Conflict-Free Case Management Milestones

April 2019: HCPF conducted technical assistance visit with RMHS.

June 2019: HCPF governing body to approve rules of qualifications for new Case Management Agencies (CMAs) and Case Managers.

After June 2019: CMAs begin operating.





Conflict-Free Case Management Milestones

June 30, 2021: 25% of Colorado's CCB system must be conflict-free.

June 30, 2022: 100% of Colorado's CCB system must be conflict-free.

In 2019, HCPF believes CCB system is averaging 50% conflicted statewide.



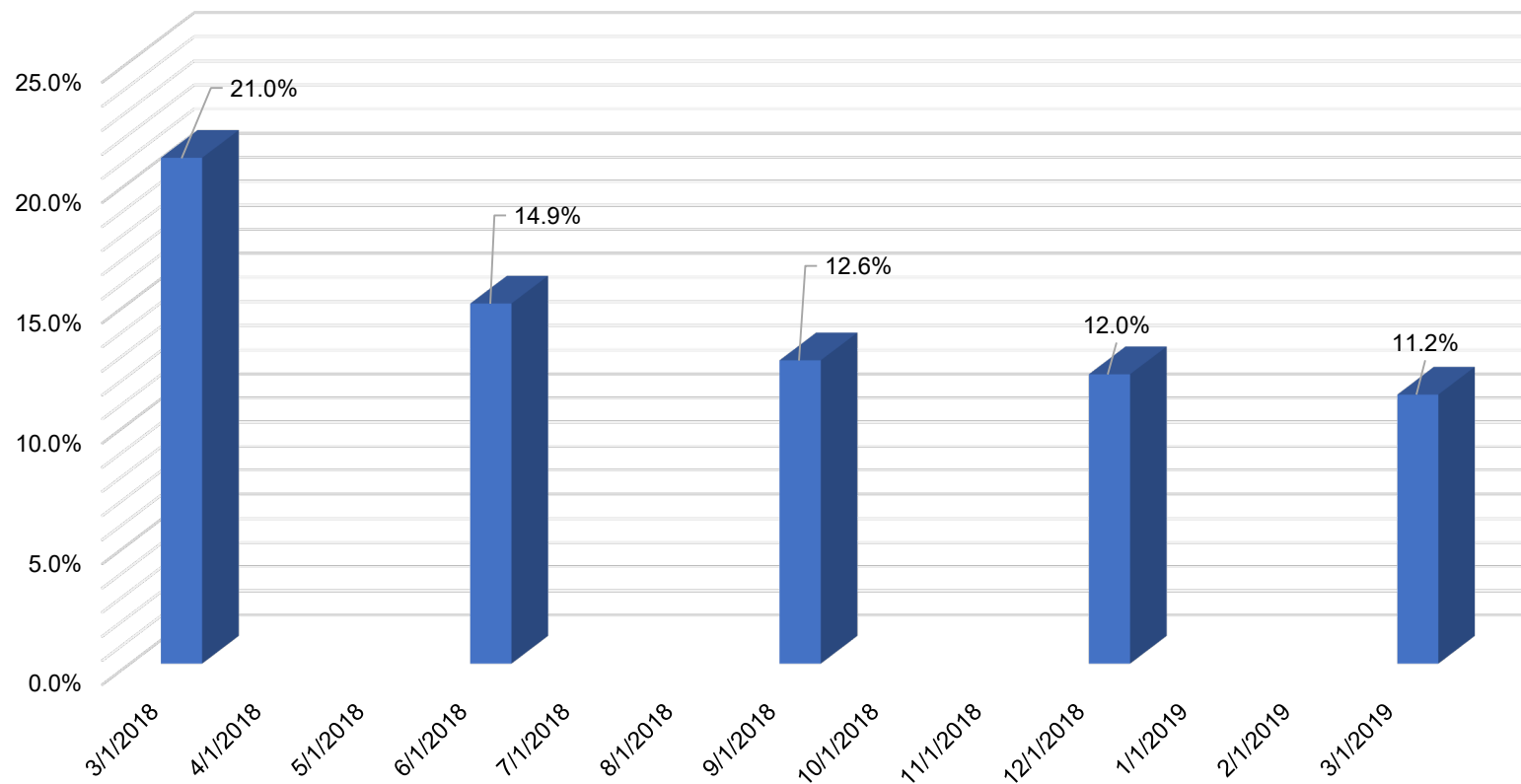


RMHS Actions to Prepare for CFCM

- Effective FY 18, we utilize separate client information management systems for service coordination and direct service departments with access limitations,
- Implemented strategic business decisions to exit some programs,
- Monitor our percent of conflict and report to HCPF quarterly,

RMHS Conflict-Free Snapshot

% of RMHS Clients Conflicted Between Direct Service and Service Coordination (CES, SLS, DD-Comp)



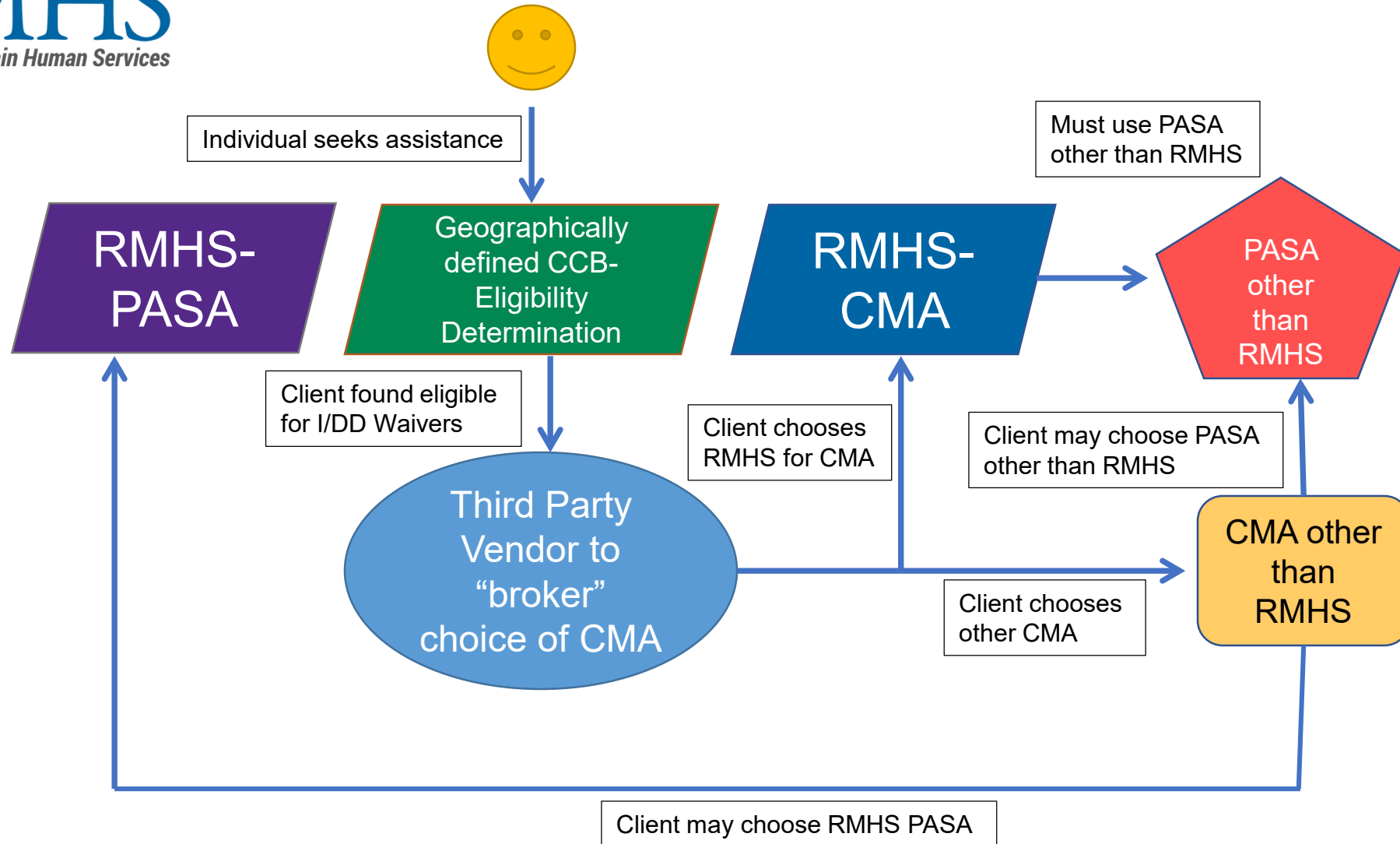
of shared clients in direct services
of clients in service coordination



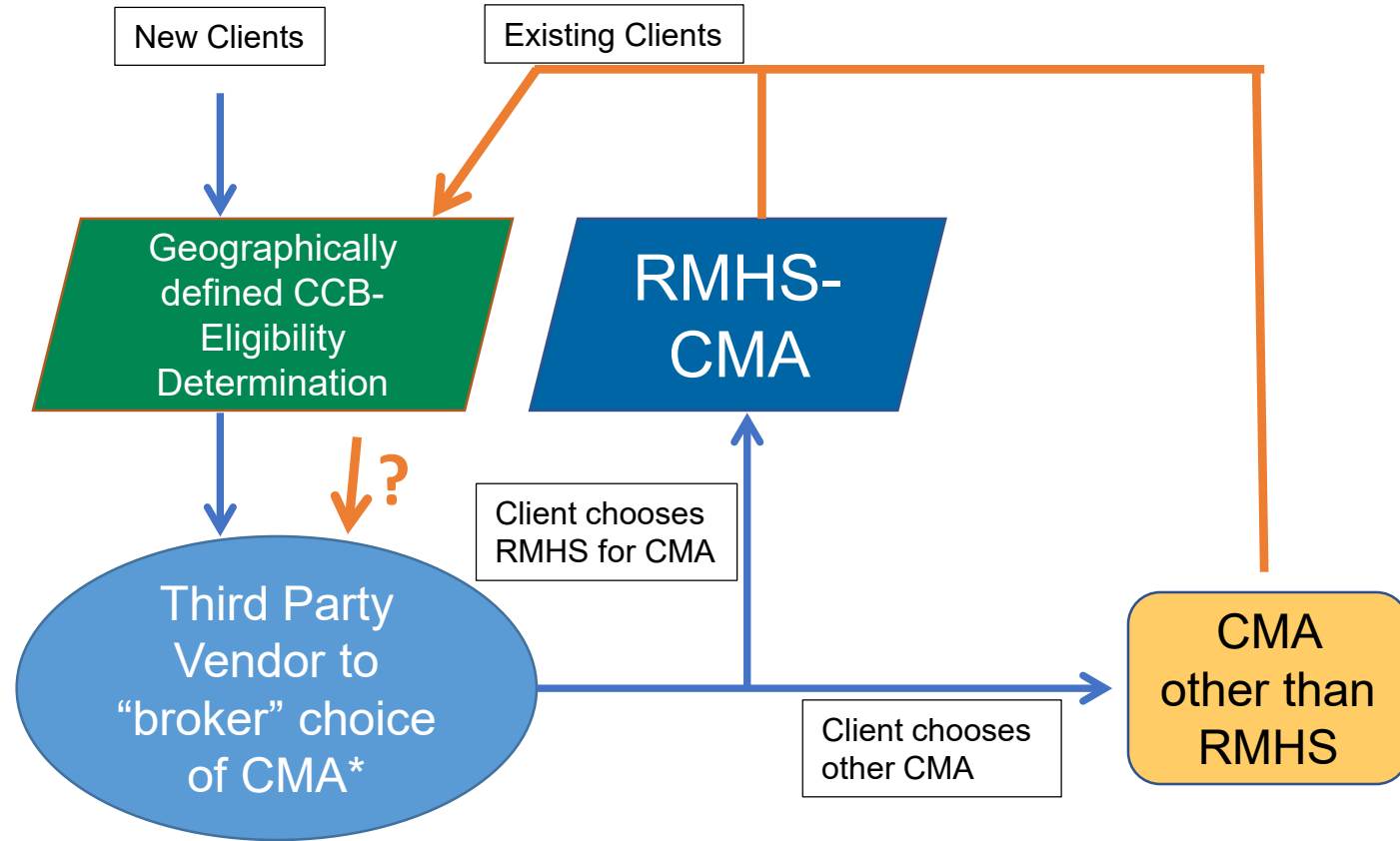
What's Next?



Proposed Conflict-Free Model (Updated May 2019)



Proposed Conflict-Free Model (May 2019)



*Unknown if third-party vendor involved only at initial intake or annually

Clients receiving Service Coordination from different county CCB go back to geographic CCB annually for eligibility determination

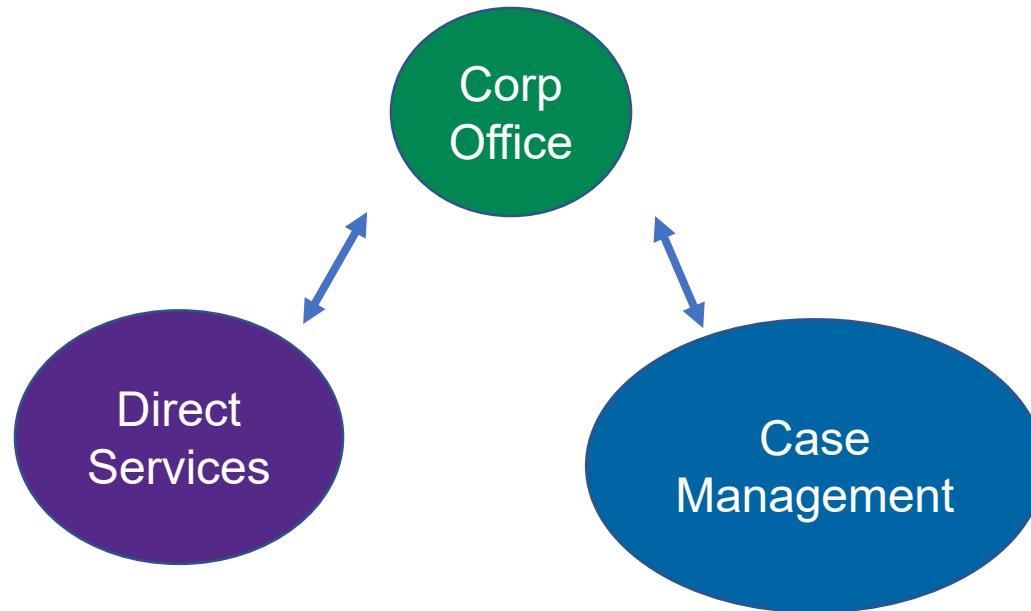


Two Major Unknowns in Proposed Model

1. Unclear how individuals will cycle from current CCB back to geographic home CCB.
 - More than 1,000 individuals statewide
 - Annual eligibility determination
 - Requests to increase SIS levels
 - Human Rights Committee
 - Critical Incident Investigations
 - Informed consent

Two Major Unknowns in Proposed Model

2. Corporate structure issues not clarified as meeting conflict-free regulations other than “no fiduciary relationship.”



What's Next?

- We will continue to monitor activities to get answers to what is currently unknown.
- System design:
 - Front door access
 - Enrollment broker roles
 - CCB roles
 - CMA roles



Finance Committee Report

- Year-To-Date Financials Ending March 31, 2019
- 2020 Budget Planning
- 403(b) Investment Compliance
 - Investment Policy
 - Investment Committee



Finance Committee Report

FY19 Year-to-Date Results

(000's)

7/1/18 to 3/31/19

	Actual	Budget	Variance	%Variance
Revenues	\$ 33,138	\$ 34,879	\$ (1,742)	(5.0%)
Expenses	32,238	34,063	(1,825)	(5.4%)
Net Operating Income	899	816	83	NM
Extinguishment of Debt ¹	1,200		1,200	
Revenues Less Expenses²	\$ 2,099	\$ 816	\$ 1,283	

1. Two loans were converted to leases.
2. Does not reflect transfer of building to Foundation.



Finance Committee Report

FY19 Year-to-Date Results

(000's)

7/1/18 to 3/31/19

		Actual		Budget		Variance		%Variance
Medicaid ¹	\$	10,149	\$	9,296	\$	852		9.2%
State Funding ²		8,620		9,526		(906)		(9.5%)
Mill Levy ³		10,982		11,726		(744)		(6.3%)
Grants ⁴		2,544		2,870		(326)		(11.4%)
Individual Insurance/Room & Board ⁵		831		1,444		(613)		(4.3%)
Billing Fees/Donations/Other		13		18		(5)		NM
Total Revenues	\$	33,138	\$	34,879	\$	(1,742)		(5.0%)

1. Medicaid ahead largely due to a) LSS residential and b) EI (in part due to mix of Medicaid vs. Part C).
2. State funding behind largely due to a) ramp-up of Momentum and b) higher than budgeted EI Medicaid payments.
3. Mill levy behind largely due to timing issues associated with contract.
4. Grants behind largely due to a mix of Medicaid vs. Part C in EI.
5. Individual Insurance behind largely due to private insurance billed versus collected.



Finance Committee Report

Statement of Financial Position (000's)

	3/31/2019	6/30/2018
ASSETS		
Cash & equivalents	\$ 2,773,453	\$ 2,149,452
Receivables (net)	7,860,420	8,500,161
Other current assets	125,639	65,648
Fixed assets (net) ¹	1,122,240	5,181,745
Other	<u>144,216</u>	<u>-</u>
Total assets	\$ 12,025,968	\$ 15,897,006
LIABILITIES		
Accounts payable	\$ 1,682,451	\$ 2,060,133
Accrued expenses	2,219,128	2,992,534
Debt ¹	<u>449,189</u>	<u>8,415,980</u>
Total liabilities	\$ 4,350,768	\$ 13,468,647
Net assets	\$ 7,675,200	\$ 2,428,359
LIABILITIES & NET ASSETS	12,025,968	15,897,006

1. Reflects transfer of RMHS building and debt to Foundation.



*Proposed Board Resolution:
The Board accepts the Financial Committee Report as presented.*





2020 Budgeting

Contracts Submitted (\$ millions)

EI	\$	6.6
HAV		4.1
Momentum		4.4
TSP		3.2
Total Submitted		18.3

Other Considerations

LEPN	\$	(1.2)
Mill Levy		14.5 15.0 mil in calendar 2020



403(b) Investment Compliance

403(b) Investment Compliance

- Investment Policy
- Investment Committee





Compliance Update

- City Audit Update
- Fraud, Waste and Abuse Reporting Policy
- Investment Committee Charter





New Business Announcements

