



Detroit Wayne Integrated Health Network

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Finance Committee Meeting
DWIHN Administration Building
8726 Woodward Avenue
Detroit, MI 48202
Wednesday, March 5, 2025
1:00 p.m.
AGENDA

- I. Call to Order**
- II. Roll Call**
- III. Committee Member Remarks**
- IV. Approval of Agenda**
- V. Follow-Up Items**
 - a. Committee members request DWIHN staff (Procurement & Legal) to give an explanation on how to improve the Policies and Procedures and increase purchasing goods and services within Wayne County.
 - b. Board Action 25-53 -AI Models: Development and Implementation -The Committee members requested an Executive Summary – a written one-page explanation from the CEO/IT Department. Summary was presented at PCC meeting 2/12/25 and approved at Full Board meeting 2/19/25.
- VI. Approval of Minutes – February 5, 2025**
- VII. Presentation of the Monthly Finance Report**
- VIII. Unfinished Business:**

Staff Recommendations:

 - a. Board Action 21-72(Revision 4) – Plante & Moran PLLC
 - b. Board Action 23-59(Revised) – Diligent Corporation
 - c. Board Action 25-25(Revision 3) – FY 2025 DWIHN Operating Budget
- IX. New Business:**

Staff Recommendations: None
- X. Good and Welfare/Public Comment**

Members of the public are welcome to address the Board during this time for no more than two minutes. (The Board Liaison will notify the Chair when the time limit has been met.) Individuals are encouraged to identify themselves and fill out a comment card to leave with the Board liaison; however, those individuals that do not want to identify themselves may still address the Board. Issues raised during Good and Welfare/Public Comment that are of concern to the general public and may initiate an inquiry and follow-up will be responded to and may be posted to the website. Feedback will be posted within a reasonable timeframe (information that is HIPAA related or of a confidential nature will not be posted but rather responded to on an individual basis).
- XI. Adjournment**

Board of Directors

Dr. Cynthia Taueg, Chairperson
Karima Bentounsi
Jonathan C. Kinloch

Kevin McNamara, Vice Chairperson
Angela Bullock
Bernard Parker

Dora Brown, Treasurer
Lynne F. Carter, MD
William Phillips

Eva Garza Dewaelsche, Secretary
Angelo Glenn
Kenya Ruth

James E. White, President and CEO



FINANCE COMMITTEE

MINUTES

FEBRUARY 5, 2025

1:00 P.M.

**8726 WOODWARD AVE.
DETROIT, MI 48202
(HYBRID/ZOOM)**

MEETING CALLED BY	Ms. Dora Brown, Chair called the meeting to order at 1:03 p.m.
TYPE OF MEETING	Finance Committee Meeting
FACILITATOR	Ms. Dora Brown, Chair
NOTE TAKER	Ms. Nicole Smite, Management Assistant to VP of Finance
ATTENDEES	<p>Finance Committee Members Present: Ms. Dora Brown, Chair Mr. Kevin McNamara, Vice Chair Ms. Eva Garza Dewaelsche Mr. Angelo Glenn</p> <p>Committee Members Attending Virtually: Ms. Karima Bentounsi</p> <p>Committee Members Excused: Ms. Kenya Ruth</p> <p>Board Members Attending Virtually: Dr. Cynthia Taueg</p> <p>Board Members Present: None</p> <p>Board Members Excused: None</p> <p>SUD Oversight Policy Board Members Attending Virtually: None</p> <p>Staff: Mr. James White, CEO and President; Mr. Manny Singla, Executive VP of Operations; Ms. Stacie Durant, VP of Finance; Ms. Brooke Blackwell, VP of Governmental Affairs and Chief of Staff; Ms. Yolanda Turner, VP of Legal Affairs; Ms. Monifa Gray, Associate VP of Legal Affairs; Ms. Sheree Jackson, VP of Corporate Compliance; Mr. Jody Connally, VP of Human Resources; Mr. Mike Maskey, VP of Facilities; Mr. Keith Frambro, VP of IT Services and Ms. Ebony Reynolds, VP of Direct Services</p> <p>Staff Attending Virtually: Ms. Dhannetta Brown, Associate VP of Finance; Mr. Jeff White, Associate Vice President of Operations; and Ms. J. Mira, Procurement Administrator</p> <p>Guests: None</p>

AGENDA TOPICS

- I. Roll Call** Ms. Lillian Blackshire, Board Liaison

II. Roll Call

Roll Call was taken by Ms. Blackshire, Board Liaison and a quorum was present.

III. Committee Member Remarks – The Finance Committee members did not have any remarks. Ms. Durant noted the passing of Finance Team member, Mr. Antonio Ziegler and extended condolences to his family.

IV. Approval of Agenda

The Chair, Ms. Brown called for a motion on the agenda. **Motion:** It was moved by Mr. McNamara and supported by Mr. Glenn approval of the agenda. There were no changes or modifications requested to the agenda. **Motion carried.**

V. Follow-up Items

The Chair called for any follow-up items. There was one follow up item requested from the Legal department by the Committee. A legal opinion was requested from outside counsel regarding Procurement policies and procedures. The privileged and confidential report was obtained and provided to the committee members confidentially.

VI. Approval of the Meeting Minutes

The Chair, Ms. Brown called for approval of the minutes from the meeting on Monday, January 13, 2025. **Motion:** It was moved by Mr. Glenn and supported by Ms. Garza Dewaelsche approval of the Finance Committee minutes from the meeting on Monday, January 13, 2025. There were no corrections to the minutes. **Motion carried.** Minutes accepted as presented.

VII. Presentation of the Monthly Finance Report

S. Durant, VP of Finance presented the Monthly Finance report. A written report for the two months ended December 31, 2024, was provided for the record. The DWIHN Finance accomplishments and noteworthy items to report were:

DWIHN received notification from MDHHS of our annual Performance Incentive Bonus Payment (PIBP). DWIHN received \$6.1 million out of a possible \$6.9 million. The funds are considered local and have been appropriated to cover FY24 general fund overages. DWIHN received \$6.4 million in the previous year. Discussion ensued.

Effective January 28, 2025, DWIHN received notification from the federal government that there is a pause on payments in LOCCS system for federal grants. These grants include HUD grants that are disbursed to 5 providers totaling approximately \$2.1 million annually or \$175,000 per month. To not disrupt the programs, DWIHN will continue to pay providers until such time the pause is lifted. Discussion ensued regarding the effects of the lost of funding. Mr. White, CEO stated staff was in the process of constructing a plan of action.

DWIHN is still awaiting its PPS1 rate from MDHHS. DWIHN received feedback from CMS and based on the feedback, revised the cost report to address all questions and concerns raised. Until DWIHN receives CCBHC CMS approval, the services and costs incurred are Medicaid eligible under DWIHN's CMHSP status.

The annual single audit is underway and there are 5 major programs. The audit scope and pricing take into consideration 3 major programs. This will increase the audit contract by approximately \$12,000 per program or \$24,000. A board action amendment will be forthcoming.

Due from other governments – comprise various local, state and federal amounts due to DWIHN. Approximately \$4.0 million in SUD and MH block grant due from MDHHS. Approximately \$14.2 million for Quarter 1 pass-through HRA revenue. The remaining \$7 million relates to fiscal year 2024 outstanding receivables due from MDHHS.

Accounts Receivable – Approximately \$2.1 million relates to estimated Quarter 1 PA2 and December match payment due from Wayne County. In addition, approximately \$3 million due from FI cost settlement for FY24 Self determination providers. Finally, approximately \$1.3 million due from ICO's related to outstanding FY24 receivables.

Prepayments and deposits – Accounts comprises of several advances made in prior year to primarily children's providers to assist with temporary cash flow needs – The Children Center (\$2.5million) and Starfish (\$.8 million). In addition, DWIHN advanced Team Wellness \$425,000 related to their crisis stabilization unit (CSU). MDHHS is providing DWIHN funding to pass through to Team for the CSU. Finally, DWIHN advanced Southwest Counseling \$1.2 million in anticipation of their upcoming CCBHC rebasing whereby MDHHS will provide additional funds to DWIHN.

IBNR Payable – represents incurred but not reported (IBNR) claims from the provider network; historical average claims incurred through December 31, 2024, was approximately \$226.2 million. However, actual payments were approximately \$142.1 million. The difference represents claims incurred but not reported and paid of \$84.1 million. It should be noted the liability is higher in December due to the holiday cut off on processing payments is December 22nd which represents one less check run compared to other months.

The Chair, Ms. Brown, noted that the Finance Monthly Report was received and filed.

VIII. FY 25 1st Quarter Purchasing Non-Competitive & Cooperative Report

The 1st Quarter Procurement Report was presented by Ms. J. Mira, Procurement Administrator. The written report was provided to the Finance Committee and was included in the agenda packet for informational purposes. Noteworthy information includes purchasing percentages: Contract Percentage for Wayne County is 3.49% and Out of County is 96.51%; Funding Percentage w/o IT for Wayne County is 4.52% and Out of County is 95.48%. Amounts include Total under 50K or Cooperative purchasing total is \$1,485,971.30 Wayne County is \$51,896.13 IT total is \$337,940.81. Discussion ensued regarding the decrease in business purchase percentages within Wayne County. Committee members requested DWIHN staff (Procurement & Legal) to give an explanation on how to improve the Policies and Procedures and increase purchasing goods and services within Wayne County. The FY25 1st Quarter Procurement Report was received and filed.

IX. Unfinished Business – Staff Recommendations:

a. Board Action #25-25 (Revision 2) – FY 2025 DWIHN Operating Budget. Ms. S. Durant VP of Finance Department reporting. Detroit Wayne Integrated Health Network is requesting the proposed budget amendment serves to certify the following grant revenues and authorize expenditures of a like amount (\$7,308,898):

Wayne County Strong grant totaling \$3,633,298 (funds allocated to providers on BA 25-49). \$3,675,600 additional allocation from MDHHS for Crisis Stabilization Unit startup support. The board action also includes the use of \$1,059,077 of Medicaid/ Local Reserves to support the following budgetary needs: 1. Salaries and fringes for new administrative positions totaling \$573,397; Two (2) new IT positions totaling \$249,942; Three (3) new HR positions totaling \$242,591 and One (1) new Compliance position totaling \$80,864. 2. \$99,000 for CCBHC telehealth platform services contract with Mend VIP, Inc. (BA 25-54). 3. \$350,000 for 9-month

extended contract with WIT, Inc. for Detroit Wayne Connect (BA 23-15R2). 4. \$36,680 for Gravity Works Design, LLC website redesign services (BA 25-46).

The revised FY 2025 Operating Budget totaling \$1,213,869,645 consists of the following revenues: \$911,276,166 - Medicaid, DHS Incentive, Medicaid-Autism, Children's/SED Waiver, HAB, CCBHC Supplemental; \$145,823,434 - Healthy MI Plan; \$12,552,243 - MI Health Link; \$21,460,905 - State General Funds; \$23,533,633 - Wayne County Local Match Funds; \$4,723,521 - County PA2 Funds; \$38,197,515 - State Grants (MDHHS/ MDHHS SUD, OBRA); \$28,746,151 - Federal Grants (MDHHS/ MDHHS SUD, SAMHSA); \$1,608,743 - Local Grants; \$6,760,000 - Interest Income; \$40,000 - Miscellaneous Revenue; \$19,147,334 - Medicaid/ Local Reserves. The Chair called for a motion. **Motion:** It was moved by Mr. Glenn and supported by Ms. Garza Dewaelsche approval of BA#25-25 (Revision 2) FY 2025 DWIHN Operating Budget to Full Board. Discussion ensued regarding additional positions. There was no further discussion. **Motion carried.**

X. New Business – Staff Recommendations:

a. Board Action #25 -53 – AI Models: Development and Implementation Mr. K. Frambro, VP of Information Technology reporting. The board action is requesting the approval for the development and implementation of Artificial Intelligence (AI) model (web based software) to reduce hospital recidivism and allows data access utilizing natural language that allows DWIHN to gather for example demographic, patient claims, and geographic information on the members serviced without extensive system programming. In response to RFP 2025-002 issued in August 2024, Netlink Software Group America, Inc. was evaluated and determined to be the most responsive to the Request for Proposal. The contract is for three (3) years effective March 1, 2025 through February 29, 2028 with a 2 year renewal option for an amount not to exceed \$1,497,464, which includes two years of support and maintenance and licensing. The costs are broken down as follows: Implementation \$120,000 (capitalized); Support and maintenance \$552,464 (expense); Licensing \$825,000 (expense). DWIHN will own the web-based software however continued support and maintenance and licensing fees will be incurred at approximately \$495,000 per year.

A robust discussion ensued regarding DWIHN's need for the software tool. **Motion:** It was moved by Mr. Glenn and supported by Ms. Garza Dewaelsche approval of BA #25-53 –AI Models: Development and Implementation to Full Board for approval. **Motion carried.** After additional discussion it was determined the board action should be reviewed by the Program Compliance committee and that an Executive Summary be prepared. **Motion:** It was moved by Mr. Glenn and supported by Mr. McNamara that the Board action be referred to the Program Compliance Committee for discussion and that an Executive Summary, a written one-page explanation from the CEO/IT Department on the program and its services, and the criteria that will be used to determine if the contract will be longer than one year be provided. There was no further discussion. **Motion carried.**

b. Board Action #25-54 – Mend VIP Telehealth Platform. Mr. K. Frambro, VP of Information Technology reporting. Staff request to acquire 80 licenses of the Mend Engagement & Telehealth Service provided by MEND VIP. This service will be used to provide telehealth services for the members working with our CCBHC facilities. The Mend is the Sole-Source service that directly integrates with MHWIN, our EHR system provided by PCE. The term of the contract would be (3) three years, which includes the Mend Telehealth platform, implementation, initial customization of the platform, as well as customer support for the platform. The total cost of the contract is not to exceed \$272,410.00 for the contract period 03/01/2025 through 02/29/2028. **Motion:** It was moved by Mr. McNamara and supported by Ms. Garza Dewaelsche approval of BA #25-54 – Mend VIP Telehealth Platform to Full Board. There was no further discussion. **Motion carried.**

XI. Good and Welfare/Public Comment – The Chair read the Good and Welfare/Public Comment statement. There were no members of the public requesting to address the committee.

<p>XII. Adjournment – There being no further business; The Chair, Ms. Brown called for a motion to adjourn. Motion: It was moved by Mr. Glenn and supported by Ms. Garza Dewaelsche to adjourn the meeting. Motion carried. The meeting was adjourned at 2:29 p.m.</p>	
<p>FOLLOW-UP ITEMS</p>	<p>a. The Committee requested DWIHN staff (Procurement & Legal) to give an explanation on how to improve the Policies and Procedures and increase purchasing goods and services within Wayne County.</p> <p>b. Board Action 25-53 -AI Models: Development and Implementation -The Committee requested an Executive Summary – a written one-page explanation from the CEO/IT Department to be presented at PCC meeting 2/12/25, and at the Full Board meeting 2/19/25.</p>

**DWIHN Division of Management and Budget
Monthly Finance Report
For the Four Months ended January 31, 2025**

DWIHN Finance accomplishments and noteworthy items:

1. DWIHN has finalized its Financial Status Report and submitted it to MDHHS on February 28, 2025 for the fiscal year ended September 30, 2024. The following is a summary of the results:
 - \$13 million of Medicaid savings carried over to FY25; prior year amount was \$32 million therefore DWIHN spent \$20 million over the amount of revenue received (i.e. structural operating deficit).
 - \$69 million in Medicaid ISF (maximum allowed under contract).
 - \$13 million incurred in excess General Fund; budget contemplated \$5 million. Current year local revenue was able to absorb the shortfall. DWIHN did not have to use local reserves. Attached is summary of costs as compared to budget.
 - Approximately \$530,000 in PA2 covered block treatment expenses. All grant funds were expended for the fiscal year.
 - \$9.9 million PA2 balance @ 9/30/24; beginning balance \$9.3 million.

2. DWIHN offers several value-based incentives to the provider network. The following are additional payments received above and beyond the normal FFS revenue:

	Q1	Q2	Q3	Q4	Total
AMI	\$ 507,778.00	\$ 354,511.24	\$ 582,746.00	\$ 636,784.74	\$ 2,081,819.98
SED	\$ 247,107.00	\$ 240,047.00	\$ 294,049.00	\$ 173,678.13	\$ 954,881.13
IDD	\$ 204,000.00	\$ 124,760.00	\$ 280,321.00	\$ 251,720.00	\$ 860,801.00
HSW	\$ 49,000.00	\$ 20,000.00	\$ 22,000.00	\$ 23,000.00	\$ 114,000.00
					\$ 4,011,502.11
HSW incentive paid directly to supports coordinators					

3. Finance has prepared a budget adjustment for approximately \$30 million in additional Medicaid revenue based on actual cash receipts through January 31, 2025. The FY25 budget included approximately \$20 million use of Medicaid reserves therefore the additional anticipated revenue will absorb a significant portion.

Financial analysis- (refer to Authority balance sheet and income statement)

- Cash flow is very stable and should continue to remain strong throughout the year as liquidity ratio = 2.33.

	MAR	APR	MAY	JUN	JULY	AUG	SEPT	OCT	NOV	DEC	JAN
DWIHN	2.48	2.29	2.93	2.70	2.48	2.40	2.12	2.74	2.74	2.28	2.33

- (A) Due from other governments – comprise various local, state and federal amounts due to DWIHN. Approximately \$2.8 million in SUD and MH block grant due from MDHHS. Approximately \$18.9 million for Quarter 1 and January 2025 pass-through HRA revenue. The remaining \$7 million relates to fiscal year 2024 outstanding receivables due from MDHHS.

- (B) IBNR Payable – represents incurred but not reported (IBNR) claims from the provider network; historical average claims incurred through January 31 2025, was approximately \$311.8 million. However, actual payments were approximately \$240.9 million. The difference represents claims incurred but not reported and paid \$70.9 million.

DETROIT WAYNE INTEGRATED HEALTH NETWORK

Statement of Net Position

As of January 31, 2025

Assets

Cash and investments	\$ 182,809,463	
Investments in Internal Service Fund	68,944,031	
Receivables		
Due from other governmental units	29,687,355	A
Accounts receivable	4,901,413	
Less: allowance for uncollectible	(73,424)	
Prepayments and deposits	5,204,128	
Total current assets	<u>291,472,966</u>	
Capital assets, net of accumulated depreciation	<u>63,710,022</u>	
Total Assets	<u><u>\$ 355,182,987</u></u>	

Liabilities and Net Position

Liabilities

Accounts payable	\$ 30,278,544	
IBNR Payable	70,902,193	B
Due to Wayne County	1,635,406	
Due to other governments	1,612,915	
Accrued wages and benefits	905,682	
Unearned revenue	439,934	
Accrued compensated balances	2,119,980	
Total current liabilities	<u>107,894,654</u>	
Notes Payable	<u>20,877,155</u>	
Total Liabilities	<u><u>128,771,809</u></u>	

Net Position

Net investment in capital assets	41,584,141
Restricted - PA2 funds	9,883,957
Restricted Cash Collateral	21,907,338
Internal Service Fund	68,944,031
Restricted for Opioid Settlement	1,917,349
Unrestricted	<u>82,174,362</u>
Total Net Position	<u><u>226,411,178</u></u>

Liabilities and Net Position	<u><u>\$ 355,182,987</u></u>
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DETROIT WAYNE INTEGRATED HEALTH NETWORK
Statement of Revenues, Expenses and Changes to Net Position
For the Four Months Ending Friday, January 31, 2025

	January 2025			Year to Date		
	Budget	Actual	Variance	Budget	Actual	Variance
Operating Revenues						
Federal grants	\$ 2,395,513	\$ 2,366,209	\$ (29,304)	\$ 9,582,052	\$ 6,066,593	\$ (3,515,459)
State grants and contracts	92,979,836	92,071,660	(908,176)	371,919,344	367,321,286	(4,598,058)
MI Health Link	1,046,020	794,178	(251,842)	4,184,080	3,239,050	(945,030)
Local grants and contracts	2,572,158	1,492,336	(1,079,822)	10,288,632	6,735,141	(3,553,491)
Use of Revenues	1,583,111	-	(1,583,111)	6,332,444	-	(6,332,444)
Other charges for services	3,333	259	(3,074)	13,332	26,623	13,291
Total Operating Revenues	100,579,971	96,724,642	(3,855,329)	402,319,884	383,388,693	(18,931,191)
Operating Expenses						
Salaries	2,635,450	2,262,200	373,250	10,541,800	8,762,496	1,779,304
Fringe benefits	1,051,244	900,203	151,041	4,204,973	3,191,579	1,013,394
Substance abuse services	5,516,371	5,752,313	(235,942)	22,065,484	19,913,681	2,151,803
Autism Services	7,720,831	9,111,032	(1,390,201)	30,883,324	34,301,928	(3,418,604)
MI HealthLink	1,025,100	786,577	238,523	4,100,400	3,204,623	895,777
Adult Services	34,848,749	39,865,203	(5,016,454)	139,394,994	133,664,548	5,725,360
Children Services	5,598,044	6,709,911	(1,111,867)	22,392,176	22,099,177	292,999
Care Center	2,187,633	2,077,389	110,244	8,750,532	6,700,646	2,049,886
Direct Services	743,518	561,706	181,812	2,974,072	2,039,884	934,188
Intellectual Developmental Disabled	32,634,911	35,966,542	(3,331,631)	130,539,644	141,394,163	(10,854,519)
Grant Programs	1,237,715	595,861	641,854	4,950,860	1,846,142	3,104,718
State of Michigan	1,720,230	1,284,809	435,421	6,880,920	5,670,883	1,210,037
Depreciation	248,333	-	248,333	993,332	-	993,332
Other operating	1,723,582	1,416,659	306,923	6,894,328	4,397,184	2,497,144
Total Operating Expenses	98,891,711	107,290,405	(8,398,694)	395,566,839	387,186,934	8,374,819
Operating Revenues over (under) Expenses	1,688,260	(10,565,763)	4,543,365	6,753,045	(3,798,241)	(10,556,372)
Non-operating Revenues (Expenses)						
Investment Earnings	563,333	969,948	406,615	2,253,332	1,870,113	(383,219)
Total Non-operating Revenues (Expenses)	563,333	969,948	(406,615)	2,253,332	1,870,113	383,219
Change in Net Position	2,251,593	(9,595,815)	4,949,980	9,006,377	(1,928,128)	(10,939,591)
Net Position - Beginning of year					228,339,306	228,339,306
Net Position - End of Year	\$ 2,251,593	\$ (9,595,815)	\$ 4,949,980	\$ 9,006,377	\$ 226,411,178	\$ 217,399,715

DETROIT WAYNE INTEGRATED HEALTH NETWORK
Statement of Cash Flows
For the Four Months Ending January 31, 2025

Cash flows from operating activities	
Cash receipts from the state and federal governments	\$ 399,969,573
Cash receipts from local sources and customers	6,761,764
Payments to suppliers	(380,637,107)
Payments to employees	<u>(23,774,303)</u>
Net cash provided by (used in) operating activities	<u>2,319,928</u>
Cash flows from capital and related financing activities	
Acquisition of capital assets	(2,321,860)
Proceeds from Notes Payable	<u>1,658,208</u>
Net cash provided by (used in) capital and related financing activities	(663,651)
Cash flows from investing activities	
Interest received on investments	1,870,113
Proceeds from sale of assets	<u>-</u>
Net cash provided by investing activities	<u>1,870,113</u>
Net increase (decrease) in cash and cash equivalents	3,526,389
Cash and investments - beginning of period	<u>248,227,358</u>
Cash and investments - end of period	<u><u>251,753,747</u></u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities	
Operating income (loss)	(3,798,241)
Adjustments to reconcile operating income (loss) to net cash used in operating activities:	
Depreciation	
Decreases (increases) in current assets:	
Accounts receivable	6,125,002
Prepayments and deposits	(617,598)
Due from other governmental units	17,187,643
Due from Wayne County	
Other assets	
Increases (decreases) in current liabilities:	
Accounts and contracts payable	(84,939,958)
IBNR Payable	70,902,193
Accrued wages	(2,913,294)
Due to Wayne County	1,635,406
Due to other governmental units	(1,291,226)
Unearned revenue	<u>30,000</u>
Net cash provided by (used in) operating activities	<u><u>2,319,928</u></u>

General Fund Allocation Recommendation

Priority Population (Spenddown, SMI level 3 and above and SED CAFAS 90 and above)				Budget	Actual		
Services to Priority Populations	8,800,000			8,800,000	15,747,821	(6,947,821)	
Spend down for consumers	6,300,000			6,300,000	7,797,679	(1,497,679)	
Required GF Match for Grants	500,000			500,000	420,787	79,213	
CMHSP Administration	1,500,000			1,500,000	1,897,988	(397,988)	
GF share of other PIHP/CMHSP requirements	<u>1,000,000</u>			1,000,000	2,651,886	(1,651,886)	
	18,100,000						
DHS workers	432,900			432,900	370,750	62,150	
Dept of Labor (MRS 3 to 1 match)	443,295			443,295	443,295	-	
Consumer housing	25,000			25,000	-	25,000	
Jail services for persons in priority population	5,000,000			5,000,000	5,000,340	(340)	
Autism	200,000			200,000	873,616	(673,616)	
Homelessness	930,000			930,000	927,049	2,951	
Guardianship Costs	400,000			400,000	441,630	(41,630)	
PMTO	50,000			50,000	50,000	-	
	7,481,195						
Summer youth programs (mostly employment)		1,900,000		1,900,000	1,730,291	169,709	
Supplemental Ethnic funding		18,700		18,700	18,700	-	
Juvenile Restoration Program		200,000		200,000	162,240	37,760	
		2,118,700					
Grand Totals	18,100,000	7,481,195	2,118,700	27,699,895	38,534,072	(10,834,177)	
			Total GF Expense	27,699,895	90%	34,680,665	(13,219,760)
Revenue - State GF	21,460,905						
carryover	-						
Additional local funds	4,092,900						
10% Local funds	<u>2,146,091</u>						
Total funds available	27,699,895						

**DETROIT WAYNE INTEGRATED HEALTH NETWORK
BOARD ACTION**

Board Action Number: 21-72R4 Revised: Y Requisition Number:

Presented to Full Board at its Meeting on: 3/19/2025

Name of Provider: Plante & Moran, PLLC

Contract Title: Annual Financial Statement Audits

Address where services are provided: None

Presented to Finance Committee at its meeting on: 3/5/2025

Proposed Contract Term: 9/1/2021 to 6/30/2026

Amount of Contract: \$ 404,000.00 Previous Fiscal Year: \$ 365,000.00

Program Type: Continuation

Projected Number Served- Year 1: Persons Served (previous fiscal year):

Date Contract First Initiated: 8/1/2021

Provider Impaneled (Y/N)?

Program Description Summary: Provide brief description of services provided and target population. If propose contract is a modification, state reason and impact of change (positive and/or negative).

This board action is requesting approval to increase contractual audit costs by \$39,000 to include the testing of two additional major programs subject to Single Audit requirements (now five major programs in total) at a cost of \$12,000 each (\$24,000 for both); plus a one-time cost of \$3,000 for each of the five single audit programs (\$15,000 in total) to implement the requirements of SAS 145.

The new total not to exceed contract amount is \$404,000 and covers audits for the fiscal years ending September 30, 2024 and 2025.

Note: The additional \$39,000 expense will be reflected on the next budget adjustment.

Outstanding Quality Issues (Y/N)? If yes, please describe:

Source of Funds: Multiple

Fee for Service (Y/N):

Revenue	FY 24/25	Annualized
Multiple	\$ 404,000.00	\$ 404,000.00
	\$	\$
Total Revenue	\$	\$

Recommendation for contract (Continue/Modify/Discontinue): Continue

Type of contract (Business/Clinical): Business

ACCOUNT NUMBER: 64923.813000.00000

In Budget (Y/N)? N

Approved for Submittal to Board:

James White, Chief Executive Officer

Stacie Durant, Vice President of Finance

Signature/Date:

Signature/Date:

James White

Stacie Durant

Signed: Tuesday, February 25, 2025

Signed: Tuesday, February 25, 2025

**DETROIT WAYNE INTEGRATED HEALTH NETWORK
BOARD ACTION**

Board Action Number: 23-59R Revised: N Requisition Number:

Presented to Full Board at its Meeting on: 3/19/2025

Name of Provider: Diligent Corporation

Contract Title: Board Portal Renewal 2025

Address where services are provided: None

Presented to Finance Committee at its meeting on: 3/5/2025

Proposed Contract Term: 3/20/2025 to 3/19/2028

Amount of Contract: \$33,091.18 Previous Fiscal Year: \$62,303.49

Program Type: Modification

Projected Number Served- Year 1: Persons Served (previous fiscal year):

Date Contract First Initiated: 4/1/2022

Provider Impaneled (Y/N)?

Program Description Summary: Provide brief description of services provided and target population. If propose contract is a modification, state reason and impact of change (positive and/or negative).

This Board action is requesting board approval and modification for additional funds to continue the Board Portal Service subscription (BoardEffects) with Diligent 2025-2028. After the first year, there is a 3% increase each additional year:

(3/20/25 - 3/19/26) First year is \$10,706.00

(3/20/26 - 3/19/27) Second year is \$11,027.18. (Auto-renewal)

(3/20/27 - 3/19/28) Third year is 11,358.00. (Auto-renewal)

Total cost for the three (3) year subscription is \$33,091.18.

Total Contract Modification not to exceed \$95,394.18. (Note: previous amounts paid total \$62,303.49.)

Outstanding Quality Issues (Y/N)? If yes, please describe:

Source of Funds: Multiple

Fee for Service (Y/N):

Revenue	FY 24/25	Annualized
MULTIPLE	\$ 33,091.18	\$ 33,091.18
	\$	\$
Total Revenue	\$	\$

Recommendation for contract (Continue/Modify/Discontinue): Modify

Type of contract (Business/Clinical): Business

ACCOUNT NUMBER: 64910.736000.00000

In Budget (Y/N)? Y

Approved for Submittal to Board:

James White, Chief Executive Officer

Stacie Durant, Vice President of Finance

Signature/Date:

Signature/Date:

James White

Stacie Durant

Signed: Friday, February 28, 2025

Signed: Thursday, February 27, 2025

DETROIT WAYNE INTEGRATED HEALTH NETWORK BOARD ACTION

Board Action Number: 25-25R3 Revised: Y Requisition Number:

Presented to Full Board at its Meeting on: 3/19/2025

Name of Provider: Detroit Wayne Integrated Health Network

Contract Title: FY 2025 Operating Budget

Address where services are provided: None

Presented to Finance Committee at its meeting on: 3/5/2025

Proposed Contract Term: 10/1/2024 to 9/30/2025

Amount of Contract: \$ 1,245,356,753.00 Previous Fiscal Year: \$ 1,150,651,761.00

Program Type: Modification

Projected Number Served- Year 1: Persons Served (previous fiscal year):

Date Contract First Initiated: 10/1/2024

Provider Impaneled (Y/N)?

Program Description Summary: Provide brief description of services provided and target population. If propose contract is a modification, state reason and impact of change (positive and/or negative).

This board action is requesting approval to certify additional Medicaid revenue totaling \$34,864,361 and aligning budgeted expenses in accordance with actuals as follows:

A.) \$30,495,257 of revenue for projected changes in Medicaid and HMP funded programs, anticipated based on actual revenues received through January 31, 2025. Note that annual projected revenues are not inclusive of Milliman autism rate adjustments received in March 2025. Increases/ (decreases) to like expenses are as follows:

1. Autism services – \$10,255,812
2. Adult services – \$11,740,573
3. Children’s services – (\$8,250,418)
4. i/DD services – \$19,028,263
5. Substance use disorders – (\$3,086,105)
6. Additional full-time (FT), part-time (PT), and contingent (CT) Community Care Clinic (direct services) positions – \$3,952,251
 - 1 FT, 1 PT Medical Assistants (grade 3): \$94,069
 - 1 FT Medical Records Specialist (grade 3): \$57,340
 - 2 FT Community Health Workers (grade 5): \$176,430
 - 3 FT Peer Recovery Coaches (grade 5): \$220,537
 - 1 FT, 3 PT Peer Support Specialists (grade 5): \$208,185

- 1 PT Parent Support Partner: \$54,125
- 8 FT Case Managers (grade 6): \$655,283
- 12 FT, 1 PT Behavioral Health Clinicians (grade 8): \$1,442,696
- 1 FT Team Lead/ Supervisor (grade 9): \$124,971
- 2 FT Direct Service Administrators (grade 10): \$308,752
- 1 FT Nurse Practitioner (grade 10): \$176,430
- 2 CT Psychiatrists: \$433,433

7. Additional administrative costs totaling \$1,141,851:

- Salaries and fringes for two new administrative positions – \$441,074:
 - Director of Administration (grade 11) - \$220,537
 - Director of Homeless Initiatives (grade 11) - \$220,537
 - \$399,750 for Netlink AI software and support (BA 25-53)
 - \$36,000 to pay final invoices for temporary mobile units leased during Crisis Center construction (BA 22-58R3)
 - \$39,000 for additional accounting and auditing services under BA 21-72R4
 - \$226,027 – NeoGov system used for payroll, time/attendance, benefits and Network training (MiDeal contract)
- BI**n addition, a reduction in the use of reserves for \$3,-----

The revised FY 2025 Operating Budget of \$1,245,356,753 consists of the following revenue:

- \$937,701,659 - Medicaid, DHS Incentive, Medicaid-Autism, Children's/SED Waiver, HAB, CCBHC Supplemental;
- \$152,892,019 - Healthy MI Plan;
- \$12,552,243 - MI Health Link;
- \$21,460,905 - State General Funds;
- \$23,533,633 - Wayne County Local Match Funds;
- \$4,723,521 - County PA2 Funds;
- \$38,197,515 - State Grants (MDHHS/ MDHHS SUD, OBRA);
- \$28,746,151 - Federal Grants (MDHHS/ MDHHS SUD, SAMHSA);
- \$1,608,743 - Local Grants;
- \$6,760,000 - Interest Income;
- \$40,000 - Miscellaneous Revenue;
- \$17,140,364 - Medicaid/ Local Reserves

Outstanding Quality Issues (Y/N)? If yes, please describe:

Source of Funds: Multiple

Fee for Service (Y/N):

Revenue	FY 24/25	Annualized
MULTIPLE	\$ 1,245,356,753.00	\$ 1,245,356,753.00
	\$	\$
Total Revenue	\$	\$

Recommendation for contract (Continue/Modify/Discontinue): Modify

Type of contract (Business/Clinical): Business

ACCOUNT NUMBER: MULTIPLE

In Budget (Y/N)? N

Approved for Submittal to Board:

James White, Chief Executive Officer

Stacie Durant, Vice President of Finance

Signature/Date:

Signature/Date:

James White

Stacie Durant

Signed: Friday, February 28, 2025

Signed: Friday, February 28, 2025