

CHIEF EXECUTIVE OFFICER'S REPORT

JANUARY 2018

Hill Day at the Capitol – Dawn sent out pictures of our time at the Capitol as we engaged with Representative Valdez and Senator Crowther. As always, CBHC did a wonderful job with this event and was able to have legislators engaged throughout the day. Both of our legislators participated in the luncheon, which included several presenters on behavioral health. There was very good attendance on both sides.

Health Colorado – We have done a lot of preliminary work on the three documents that have to be submitted to the Department of Insurance. The three documents included By-laws, Service Agreement and Distribution model. These documents were sent to you last month and you gave me that authority to move them forward with the partnership. We made some minor changes that were not substantive and I will submit them so Health Colorado can prepare them for final signature in the next 60 days.

We have been informed that the Department of Insurance has pushed up the date for the partnership to pay the \$4,000,000 reserve. We will have to pay this amount in March of 2018. The Business Office was already anticipating a faster track on the cash call. We are prepared to pay our portion of the insurance reserve totaling \$750,000. With the anticipated close out of ICHP we will have another \$200,000 disbursement prior to June 30th and at the close of the company we should receive at least \$100,000. This will almost cover in total our partnership investment.

We finally resolved our leadership at Health Colorado and everyone is in agreement with how it turned out. Alonzo is the CEO, Tina is the COO and Sandy is the Director of Program Development. We have already operationalized the company. All three individual will be supported by their current employer until June of 2018.

Oak Leaf Solar – The Company ran into a roadblock with the low-income housing requirement with Xcel. The local housing authority was not interested in signing up with this company and thus they were not able to meet this low-income requirement. I was approached and asked if we were in the housing business and I let them know that we have been for many years. They contacted Xcel and asked if we could qualify and they said yes. We were offered a lower rate than we settled on because we meet their indigent standard. I have agreed to change the contract to reflect the reduced rate. It turned out to be a win for both sides.

Netsmart – This is our EHR software company. Sandy continues to work with them on the final deliverables. We have held back the final payment of \$130,000 until we have received to our satisfaction what was outlined in the contract.

Crossroads Turning Point – I am sad to report that we have not gotten any closed to investigating the possibility of an acquisition. Leroy is in poor health and is not able to move the agenda that he

agreed to do several months ago. We will continue the conversation but are not banking on a successful outcome.

Colorado Health Partnerships (CHP) – Due to the closing of CHP, the “A” Board will not meet in person and will have conference calls as needed. The “B” Board will meet every month until the close out on June 30, 2018. There is still a six month close after June and is mostly administratively done by Arnold and Beacon. The A Board had a conference call on January 26, 2018 to resolve some issues that surfaced on Arnold’s contract. To my surprise, we had a unanimous vote to support his contract as outlined.

SB 207 and Transportation – This is the crisis dollars I have been presenting to you over several months. We have been successful in promoting our plan to expand crises services. We have been authorized to renovate our CC admin building to extend the walking crises to 24 hrs. In addition, to purchase two transport vehicles to assist in the transportation of clients who are in need of a psychiatric bed outside of the valley.