

CHIEF EXECUTIVE OFFICER'S REPORT

MARCH 2017

Community Corrections – The program continues to operate under Doug Carrigan with Kristina Daniel as acting director. The bed capacity is holding at 65 given that the Department of Corrections is holding referrals pending the outcome of the sale of the program. We received the appraisal last week and have already sent it off to the Asset Management Corp for review. We are working on several options for the board and once I am given direction on the wishes of the board, I will enter into negotiations with Mr. Carrigan. We will also be sending a 30-day extension notice to the 12th Judicial District Board that would include the month of April. This is necessary because we are still in the process of negotiating the terms of the purchase. I will ask the board to approve the extension.

ICHP – There are not many changes with the current operation as it begins to wind down. We are only operating to meet the deliverables of the program. Once the contract term is up the ICHP brand will cease to exist. The executive committee is meeting monthly and the board meets mostly every 2 months or quarterly given the needs of the program.

SyCare – Sandy has been busy with looking for a buyer for the Kavely's building, working with Netsmart, IPN and helping create a new company to go after the ACCII RFP. One of the biggest challenges with the IPN is that it has gotten to a level that seems unmanageable. The concern is that the billing from this group has begging to clime and there is only superficial auditing. The concern is that there is very little oversite and that a high number of claims may be fraudulent. Sandy is also helping recruit Centura (St. Mary Corwin) to be a member of our partnership. She is expecting notice this week. Dorothy was invited to join a new partnership with Donald Moore (Pueblo Community Health Center) and Mike Baxter (Parkview Hospital). During the meeting, they reported that their partners would be Centura, Colorado Community Managed Care Network (CCMCN) and High Plains (FQHC). They are also looking for an MSO similar to Beacon/VO to be their administrative partner. This information only verified what we thought Donald Moore was attempting to do as a competitive bidder with FFP.

The most exciting point in this journey to create a new company is that the Valley Wide Health Systems Board of Directors voted to be part of our new partnership, I cannot thank the board and staff enough given this great outcome.

CBHC - A board retreat has been scheduled this Thursday through mid-day Friday in Pueblo. The core topic of discussion will be the **RFP**. There is much concern over the rates that will be coming next month. There is a projection that they may go as high as 8% and this may be compounded if we cannot keep the SyCare IPN in check.