

San Luis Valley Behavioral Health Group
March 28, 2017

Members Present: Jerry Gallegos, Laurie Rivera, Brenda Vialpando, Louise Sanchez, Harry Larsen, Richard Pacheco, Marcella Garcia, Pat Stanford and Fernando Martinez

Members Excused: Alonzo Payne

Staff Present: Robert Pacheco, Kristina Daniel and Dawn Loch

1. Roll Call/Declaration of Quorum

2. Approval of Agenda

It was M/S by Louise Sanchez and Richard Pacheco to approve the agenda as presented. Motion carried.

3. Approval of Minutes:

Richard asked to have his name corrected in the February 28, 2017 minutes. It was M/S by Louise Sanchez and Richard Pacheco to approve the minutes from February 28, 2017 with the correction. Motion carried. Laurie Rivera abstained.

4. Correspondence Review

There was no correspondence to review.

5. Valley Wide – Adam Roberts

Adam is attending a conference in Washington and will not be available tonight.

6. SyCare – Sandy Gutierrez

Sandy explained that the most important thing she has been working on is the RFP. They are expecting the RFP to come out mid-May and are prepared to have a quick response. Sandy expressed kudos to the board for bringing Valley Wide in as a partner. She is excited about the adventure with new partners and will be busy developing a new corporate structure and mission statement. Sandy expressed how she has enjoyed working with the team from the SLV Behavioral Group on the Netsmart transition.

7. Financial Committee Report

Harry Larsen explained that the finance committee met today and reviewed the Statement of Expenditures and Revenues for the months ending January 31, 2017 and February 28, 2017. It was M/S by Richard Pacheco and Louise Sanchez to file the financial statements for audit. Motion carried.

8. Review of Minutes – SLV Asset Management Corp

The March 13, 2017 minutes were not available at the meeting therefore, it was M/S by Louise Sanchez and Pat Stanford that the March 13, 2017 and April 10, 2017 minutes be presented at the April 25, 2017 meeting. Motion carried.

9. Review of Minutes – SLV Community Corrections Board

Richard explained that the board met today and Robert reviewed the financial statements. The financials showed a net loss for the month in the amount of \$53,000, this is due to the fact the Department of Corrections is holding referrals pending the outcome of the sale of the program. Doug Carrigan from the Advantage Treatment Program is very interested in starting the negotiation progress to purchase the program. We received the updated appraisal and the value was 1 million dollars less than in 2013. The Asset Corp was included in the meeting and Fernando was given the authority to go into negotiations with Doug Carrigan of the Advantage Treatment Program and can negotiate up to giving a 30% discount of the value. The board approved the signing of the letter to the 12th Judicial District Community Corrections Board extending the termination of the contract until April 30, 2017.

10. SyCare

Sandy Gutierrez, CEO of SyCare gave the report earlier in the agenda.

11. CEO Report

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 tonight the Asset Corp gave Fernando the authority to start the negotiation process with Doug 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.

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 Kavley'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, Fernando 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.

12. Other Business

There was no other business to report.

13. Next Meeting

The next meeting will be on Tuesday April 25, 2017

14. Adjournment

The meeting adjourned at 6:45 p.m.