

CHIEF EXECUTIVE OFFICER'S REPORT

November 2017

Community Corrections – The San Luis Valley Community Corrections Board of Directors met on November 17, 2017 for a special meeting to address the matter to dissolve the company. A resolution was passed to begin the process to this end. The board's resolution will now go to the parent company San Luis Valley Behavioral Health Group for a final approval. The nonprofit company was created for the sole purpose of addressing the Community Correction business line and due to the sale of the business; the nonprofit no longer has a purpose.

Crisis Expansion – We have decided that a residential bed operation in our valley is not sustainable. We are currently in negotiations with OBH to do transports for all law enforcement agencies to any psychiatric beds in Colorado with some emergency backup. The current \$200,000 on the table will cover this cost. The other service that they want is an extension of our crisis living room to 24 hours 7 days a week. We have attentively agreed to do this if more dollars are available above what is on the table. We are still waiting for a response.

Health Colorado – We have a plan in place for the management of the company. The partnership is in agreement for the upper management of the company to include Alonzo, Sandy and Tina. This will be a great team and I am very excited for them to start the planning. To this end, Alonzo will need to resign as a board member and with his help; we hopefully can recruit his replacement. Health Colorado will officially start July of 2018, so we have time to think about his replacement.

There will be a cash call of about \$65,000 in the next 30 days to satisfy a requirement by the state, which will be credited to the partnership cash call we are expecting June of 2018 in the \$800,000.

CHP – Arnold continues to wind down the company and will be hosting fewer meetings. He will work with Tina and others to make sure that all the deliverables will be addressed before dissolving the company. We have at least a six month wait before there is a final resolution on the assets that need to be distributed to the partners.

Open House – I am pleased to report that the open house went off without a hitch. The place was full of well-wishers and we have great media coverage. Arnold presented the plaques to both organizations and he really did a nice job complimenting what we are about as a provider organization. The articles in the paper were also on spot.