

# CHIEF EXECUTIVE OFFICER'S REPORT

MAY 2015

**Community Corrections** – The female IRT is now closed and we have made the transition to an all-male facility. The current bed capacity in IRT is 36 and we plan to stay at this level into FY 2016. I have not met with the DCJ to discuss the foot note and will schedule a meeting in June. We have been preparing for a DCJ audit on the anticipation that we will be next on the schedule. We have been preparing to offer a draft proposal to local county government and the Alamosa Sheriff on housing female county prisoners. Once the draft is complete it will be reviewed by the community corrections board. The revenue continues to be positive and the programs over all line item expenses are positive to budget as well.

**Revenue Concerns FY16** – The Office of Behavioral Health is in the process of moving what has been indigent funding (General Fund) into other areas of interest. The event that is causing the shift is the Affordable Care Act. The majority of the indigent population now has insurance under Medicaid. We are waiting for information on how much the loss will be and is estimated to be above 50%. The other big problem is the unspent dollars that mental health centers show on their books. The gap between dollars received and service provided has grown with the higher numbers of eligible. The unspent funds have brought undue attention by HICPF to this issue. There is intense negotiation on this matter, but in the end there will be a rate adjustment, which will even affect smaller programs like ours. We will have the numbers by next week. In anticipation that our revenue will be less in FY16 we are in the process of looking at our options. The area that will be affected most will be in personnel and we are working to mitigate the impact.

**Interim Chief Financial Officer** – Robert Pacheco has been appointed and will be helping with the FY16 budget and providing support for staff. He is also assisting with housing and working with the maintenance crew. He will continue to work for CHP as the Compliance Officer and will remain in the position for the next two years. He spends approximately 8% of his time on this task and can do the majority of his work from his office. A small contract from CHP will offset our cost for time lost.

**SyCare** – The retreat in Santa Fe went without incident. Most of the discussion was a general conversation about the partnership. The other topics covered included Kavleys and Mt Carmel. I informed the group that we were not interested in purchasing the building and that I supported the relinquishment of any ownership with the Mt. Carmel project. There was no acknowledgment of the tape incident.

