

CHIEF EXECUTIVE OFFICER'S REPORT

AUGUST 2015

Community Corrections – Utilization remains high and referrals remain steady. The board has decided not to enter into contract with the Alamosa Sheriff for jail removal of female offenders. The ongoing evolution and constant readjusting of the behavioral health industry has caused concern that any capital outlay for the startup of this program may not be wise at this time. It may be best to offer our building to the sheriff so that he can start his own program. We would only be the landlord, but open to discuss other support needs for this operation if it actually got off the ground. I hope to meet with the sheriff by the end of the month to tell our story.

We are in the process of preparing for the IRT audit and will be visiting the Larimer program who recently had their IRT program audited. The director Tim Hand has agreed to help us through this process and wants us to visit him. Both Denise and I will hopefully be in his area by the end of August.

SyCare – Sandy Gutierrez Reported to work on Monday. She called to check in and would like to visit our program soon. The SyCare IPN pool may not be enough to cover the anticipated increase in services. The growth in SUD continues to be the primary concern for the partnership. I am still trying to win some concessions from the partnership but not anticipating any favorable response.

We have been informed that the BHO will have to pay dollars back for issues that occurred in last years in the area of overpayments. This will trickle down to the centers and we are waiting to learn what the final number will be. We have heard that our centers obligation will be in the area of \$500,000. We are currently in the process of mapping how the revenue shortage will affect us. Hope to have a better understanding by the board meeting.

CBHC – Doyle has taken over George's position and seems fully capable of handling the responsibility of the position. The issue that seem to be taking everyone's time is related to protecting the current BHO structure given that no new alternative has been presented. The idea that MHC's have too much cash is still the focus point and the system is scheduled to lose 40 million this year.

Building Purchase – The Asset Corp. is in the process of Purchasing Helen Sigmond's Law office and accordingly an inspection of the property has been scheduled. The appraisal will occur in the next three weeks. The asking price is \$300,000. If the final decision is to purchase the building we will use our current assets to secure the loan and avoid any capital outlay.