



MINUTES
Governing Board of Directors
Friday, May 29, 2015

Directors Present: Cindy Maude Brad Burnside Jeff Vitter
David Johnson Ken McGovern Sue Hack
Elizabeth Sheils Reed Dillon

Directors Absent: Bob Morse Barbara Ballard Steve Glass
Jane Fevurly Don Grosdidier

Staff Present: Tracy Kihm, Finance Director (Minutes)
Pat Roach Smith, Chief Operations Officer

I Cindy Maude called the meeting to order.

II Public Comment: None.

Pat introduced Ryann Waller (New Director of Human Resources)

III Consent Agenda: The Consent Agenda included the March 3, 2015 & March 24, 2015 Minutes, Financials and CEO Report.

SUE HACK MOVED TO APPROVE THE CONSENT AGENDA; ELIZABETH SHEILS SECONDED THE MOTION. MOTION CARRIED.

Tracy explained that there are no financial reports due to the transition to the new financial software. David explained Accountable Care Organizations (ACO). In an ACO the insurance company becomes a partner and the biggest change is that everything today that is a revenue center becomes a cost. There is a base limit of \$5,000 covered lives. This is really too small to be able to cover risk. The importance of behavioral health becomes elevated in an ACO. We are entering into this discussion to be prepared.

IV Review & Comment: *Discussion with LMH:* David and Gene are proposing a committee to discuss a formal affiliation between Bert Nash CMHC and LMH. The hospital proposed John Ross and Mike Wildgen. Bert Nash will propose Don Grosdidier and Brad Burnside to serve on this committee. We would maintain ourselves as a community mental health center and we would also be the behavioral health department of LMH. David discussed other organizations that could participate in an ACO. This would include local agencies and insurers such as Blue Cross. The focus will be population health instead of sick care. Sheriff Ken McGovern suggested that we look at other communities where this was done and see what was successful and what failed. Reed Dillon asked David to develop a list of pros and cons from Bert Nash's perspective. David said "to face the future; we need to be able to adapt to rapid change."

REED DILLON MOVED TO APPROVE THE PARTICIPATION IN THE AD HOC COMMITTEE MADE UP OF BRAD BURNSIDE, DON GROSDIDIER, DAVID JOHNSON, GENE MEYER, JOHN ROSS & MIKE WILDGEN. IF DON GROSDIDER DOES NOT AGREE, ANOTHER BOARD MEMBER WILL BE CHOSEN. SUE SECONDED THE MOTION. MOTION CARRIED.

Transition Timeline: Cindy reported the timeline handout is for the board to review. Cindy invited anyone from the board to comment if they felt something was missing on the timeline. A strategic planning retreat will take place sometime early in the fall. Brad Burnside asked how the CEO position description would change if we were part of an ACO. David feels like we wouldn't need someone as versed in the operational/administrative functions. The board discussed cost of a strategic planning facilitation firm. Cindy asked the board to review this timeline and contact her directly with questions and concerns.

The meeting adjourned at 8:25 a.m. for an Executive Session. Executive Session adjourned at 8:55 a.m. The regular meeting regrouped and was back in session at 8:55 a.m. A motion was made by Sue Hack to discuss David's contract at the August board meeting. Jeff Vitter seconded this motion. Motion Carried.

The next Governing Board meeting will take place June 30, 2015.