



NOTICE OF PUBLIC HEARING

In accordance with Public Act 258 of 1974 (Sec.226 (1)(e),
a Public Hearing on the Mental Health Annual Budget for
Fiscal Year 2022 is scheduled for
Monday, September 27, 2021
at the Board meeting which begins at 5:30 p.m.

The meeting will be held at:
Shiawassee Health and Wellness, Board Room
1555 Industrial Drive
Owosso, Michigan, 48867

The public is invited to present information and opinions
concerning mental health needs in the community, as well
as to make comments for consideration when preparing
the Annual Program Plan and Budget Submission.



ANNUAL PLAN AND BUDGET FOR FISCAL YEAR 2022

The following information represents the strategic priorities of Shiawassee Health and Wellness for Fiscal Year 2023 (October 1, 2021 through September 30, 2022) and the proposed allocation of monetary resources to support services to individuals with intellectual/developmental disabilities, adults living with severe forms of mental illness and children struggling with severe emotional disturbances.

Public comment is invited and welcome. To make comments or provide other input, please attend the public hearing scheduled for Monday, September 27, 2021, at 1555 Industrial Dr. Owosso. Or write to: Lindsey Hull, Chief Executive Officer, at 1555 Industrial Dr., Owosso, MI 48867 or by email at: lhull@shiabewell.org.

Fiscal Year 2022 Focus:

SHW will continue COVID-19 response planning and operations in FY22. We will strive to be an effective safety net provider for our community and will apply available resources when there are gaps, we can fill. Our practices will be refined along the way to ensure safe and effective specialty behavioral health services are easily accessible. We anticipate ongoing changes in the environment which will demand ongoing efforts to keep the workforce well prepared and healthy. We intend to continue working toward our mission and will remain focused on delivering services and supports that demonstrate positive outcomes for the people we serve.

It is anticipated that mental health treatment needs of the population have and will continue to increase given the recent lifestyle disruptions and isolation. SHW stands ready to meet those treatment needs and will make a concerted effort to be visible and available when and where treatment is needed.

As potential funding models are considered through the legislative process SHW will advocate that any system redesign efforts preserve person centered self-determined values, public oversight, and the unique social safety net role of CMHSP.

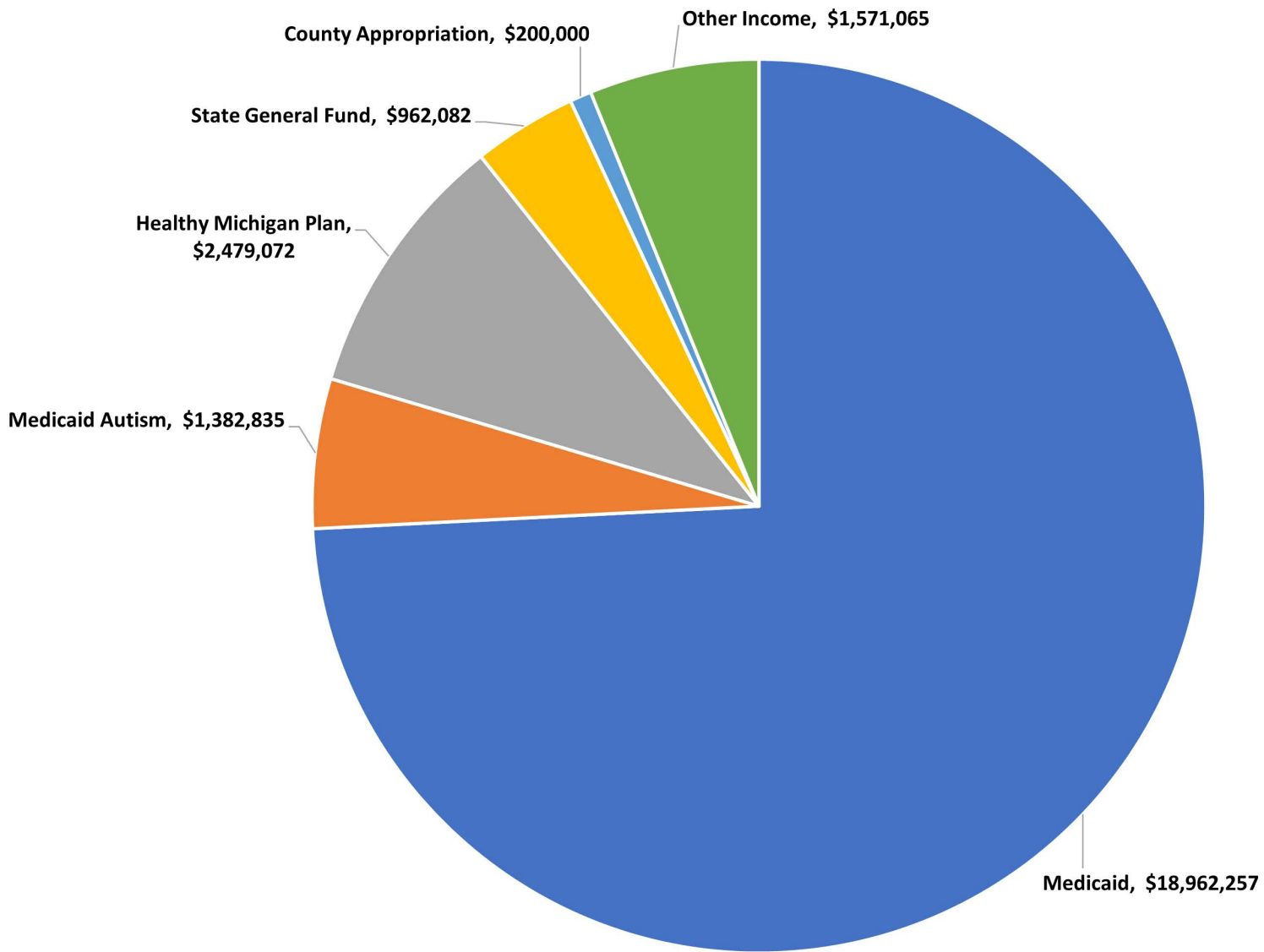
SHW will use the end of 2021 to further evaluate and determine the best organizational structure needed to realize our mission. SHW recognizes our team as our most valuable resource, and we are committed to taking care of and using this resource wisely. Our goal is to foster resilience among employees, boost their well-being and their confidence about the future. SHW remains focused on creating an environment where members of the team feel safe, protected, and prepared.

We must serve as responsible stewards of the public's investment. Our focus is to study our practices and learn from our experiences and make well informed and timely decisions that create the best value.

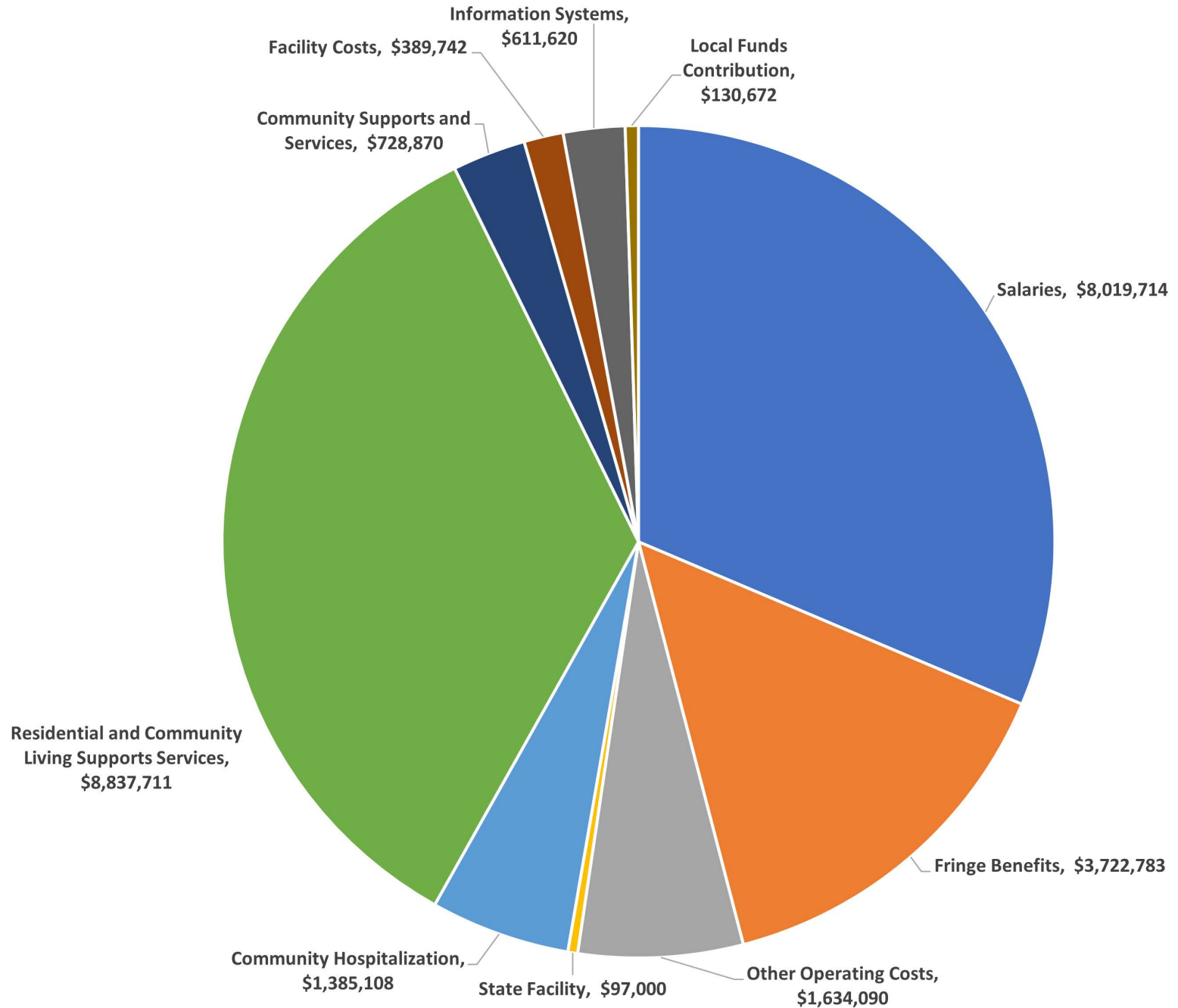
Shiawassee Health and Wellness
FY2022 Budget

	FY2021 Budget	FY2022 Proposed Budget	Variance	Percent Change	Note Reference
Medicaid	18,582,856	18,962,257	379,401	2.04%	1
Medicaid Autism	1,319,583	1,382,835	63,251	4.79%	1
Healthy Michigan Plan	2,202,459	2,479,072	276,613	12.56%	1
State General Fund	880,252	962,082	81,830	9.30%	2
County Appropriation	200,000	200,000	-	0.00%	3
Other Income	1,236,829	1,571,065	334,236	27.02%	4
Total Revenue	24,421,979	25,557,311	1,135,331	4.65%	
Salaries	7,765,697	8,019,714	254,017	3.27%	5
Fringe Benefits	3,515,001	3,722,783	207,782	5.91%	5
Other Operating Costs	1,901,258	1,634,090	(267,168)	-14.05%	5
State Facility	105,000	97,000	(8,000)	-7.62%	6
Community Hospitalization	1,039,767	1,385,108	345,341	33.21%	7
Residential and Community Living Supports Services	8,059,658	8,837,711	778,053	9.65%	8
Community Supports and Services	911,087	728,870	(182,217)	-20.00%	9
Facility Costs	387,915	389,742	1,827.00	0.47%	10
Information Systems	605,925	611,620	5,695	0.94%	11
Local Funds Contribution	130,672	130,672	-	0.00%	12
Total Expenditures	24,421,979	25,557,310	1,135,331	4.65%	
Surplus / (Deficit)	-	-			
Transfer from/to fund balance	-	-			
Total Surplus/(Deficit)	-	-			

Budget Revenues For FY2022



Budget Expenses for FY2022



Shiawassee Health and Wellness
FY2022 Budget Notes and Assumptions

Note Revenue

1	Medicaid, Autism Medicaid, Healthy Michigan Plan	<ul style="list-style-type: none"> • Budget assumes Mid-State Health Network (MSHN) will fund full request using all sources of available funding • Budget reflects MSHN FY 2022 Revenue Projection based on the FY 2021 rates without the DCW premium and use the average enrollment for October 2019 through January 2021. • MSHN has performed a preliminary review of the rates and all indications point to an increase in revenue from our current FY 2022 Budget estimates
	State General Funds	<ul style="list-style-type: none"> • On financial statements Medicaid and Autism will be combined because for the purpose of MDHHS reporting and cost settling, they are one category of funding • Budget is based on MDHHS budgeted numbers for General Fund Distribution
3	County Appropriation	<ul style="list-style-type: none"> • No changes
<hr/>		
4	Other Income	<ul style="list-style-type: none"> • Revenue includes Medicare, Blue Cross Blue Shield, and other commercial insurance; budget assumes service delivery at similar levels and reimbursement rates • Budget includes revenue received from other county community mental health agencies for services provided under contract • Revenue includes rent, recycling and other supported employment services • Revenue includes interest income • Revenue includes grant revenue equal grant budgets for FY 2022 • Increase is mainly due to increase in warehouse rent and grant revenues

Shiawassee Health and Wellness
FY2022 Budget Notes and Assumptions

Expenses

5	Salaries, Fringe Benefits, Other Operating Costs	<ul style="list-style-type: none"> • Budget includes current open positions and several new ones necessary to meet service demand • Budget includes full year cost for positions which may have been open or partially filled in FY 2021 • Budget includes increase to salaries and wages per the collective bargaining agreement
6	State Facility	<ul style="list-style-type: none"> • Most line items are developed using annualized FY 2021 data with 2% increases • FT medical director position is being budgeted at \$350,000 • Other operating costs reflect expenses necessary to keep staff and consumers safe during COVID-19 • Fringe benefits are higher due to higher salaries and include increase in pension contributions due to transition to 10 year amortization period • Health insurance cost included is an estimate because actual data was not available • Budget includes local share of costs for consumers placed at state facilities
7	Community Hospitalization	<ul style="list-style-type: none"> • Budget based on utilization for FY 2021 with some allowance for increased utilization and rates. Reflects intent to reduce hospitalization expense by making services more readily available in person
8	Residential and Community Living Supports Services	<ul style="list-style-type: none"> • Budget based on person centered plan authorized services combined with FY 2021 utilization. <p>Rates include 2 quarters of DCW enhanced fees related to COVID-19 due to MSHN Board's decision to support it in case federal legislature doesn't come through</p> <ul style="list-style-type: none"> • Budget accounts for increase of CLS/Respite rates from \$4.23 to \$5.25
9	Community Supports and Services	<ul style="list-style-type: none"> • Budget includes all other contracted services for consumers not covered above
10	Facility Costs	<ul style="list-style-type: none"> • Budget includes all facility related costs based on historical and planned usage
11	Information Systems	<ul style="list-style-type: none"> • Budget includes costs of IT support services purchased from NetSource One • Budget includes server enhancement software • Budget includes increase in costs due to implementation of new phone system
12	Local Funds Contribution	<ul style="list-style-type: none"> • Budget uses MSHN data

Shiawassee Health and Wellness
FY2022 Budget

	FY2021 Budget	FY2022 Proposed Budget	
<u>Medicaid</u>			
Revenue	18,582,856	18,962,257	2.04%
Expense	18,582,856	18,962,257	
Surplus/(Deficit) before settlement	-	-	
<u>Autism Medicaid</u>			
Revenue	1,319,583	1,382,835	4.79%
Expense	1,319,583	1,382,835	
Surplus/(Deficit) before settlement	-	-	
<u>Healthy Michigan Plan (HMP)</u>			
Revenue	2,202,459	2,479,072	12.56%
Expense	2,202,459	2,479,072	
Surplus/(Deficit) before settlement	-	-	
<u>PIHP Funding Total</u>			
Revenue	22,104,898	22,824,164	3.25%
Expense	22,104,898	22,824,164	
Surplus/(Deficit) before settlement	-	-	
<u>State General Fund</u>			
Revenue	880,252	962,082	9.30%
Expense	880,252	962,082	
Surplus/(Deficit)	-	-	
<u>Other Funds</u>			
Revenue	1,436,829	1,771,065	23.26%
Expense	1,436,829	1,771,065	
Surplus/(Deficit)	-	-	
Total Surplus/(Deficit)	-	-	

Shiawassee Health and Wellness
FY2022 Budgeted Capital Projects

Projects	Cost*	Useful Life	FY2022 Depreciation	Notes
4 HVAC Units	66,000	20	1,650	Following HVAC Plan
Flooring	12,150	15	405	Carpet Aisleway to Mailroom
Tractor	15,000	5	1,500	Equipment for Maintenance department
Electronic Front Sign	30,000	10	1,500	Remove current sign, replace with more noticeable sign
Exterior Door O and wall	5,500	10	275	Recycling Door and wall
3 vehicles	72,000	5	7,200	Fleet Plan
Access Control and Security System Update	55,000	20	1,375	Tear out of old, installation of new system
Fire Alarm System	50,000	20	1,250	Tear out of old, installation of new system
Avaya Phone Replacement	30,000	3	5,000	Avaya Phone Replacement
Totals	\$ 335,650	--	20,155	

*These numbers are estimates only.

Requests for bids will be issued when appropriate to determine actual costs and presented for approval.