

**MINUTES
CENTRAL UTAH COUNSELING CENTER
AUTHORITY BOARD BUDGET HEARING**

DATE: June 14, 2023

PLACE: Central Utah Counseling Center
282 S 100 E
Richfield, UT 84701

TIME: 4:30 PM

PRESENT: Commissioner Scott Bartholomew, Commissioner Dennis Blackburn, Commissioner Ralph Brown, Kathryn Brown, Commissioner Darin Bushman, Keri Bushman, Commissioner Trevor Johnson, Commissioner Marty Palmer, Kandas Palmer, Nathan Strait, Alyson Strait, Richard Anderson, Leslee Anderson, Anna LaDamus, Chad Williams, Jared Kummer, Shana Kummer, Lynnette Robinson, Christian Matthews, Melanie Matthews, Julie Lynn, Ryan Lynn

EXCUSED: Holly Kunzler

A Budget Hearing was held on this date for the purpose of revising the fiscal year (FY) 2023 budget and reviewing the proposed budget for fiscal year FY2024. Richard Anderson stated this portion of the meeting is for public input. If there is no public input, the meeting can be closed. Commissioner Scott Bartholomew asked if there are any changes from the previously proposed FY2024 budget. Richard stated there are a few modifications based on Medicaid rates that were received. There is a bit of a shift from mental health (MH) to substance use disorder (SUD). The Medical Loss Ratio (MLR) has shown this for a few years. MH is right on. SUD has been over 100%, meaning the Center has not been paid enough for SUD treatment. Richard requested one million for SUD and \$8.2 million for MH. The rates that came in show \$2 million for SUD and \$7.4 million for MH. Nathan Strait will meet with the crisis commission this week where he will discuss a receiving center and changes to the Mobile Crisis Outreach Team (MCOT) funding. This year, the Center received \$797,278 for MCOT and will only receive \$470,000 next year. The Center will receive \$400,000 from other centers in the state who could not spend all their MCOT funding. Commissioner Dennis Blackburn asked if they cannot spend their funding because they received too much. Richard stated it is a combination of things, including strict requirements on what the funding can be used for such as certain ages and diagnoses. The finance directors discuss money that needs to be moved between centers in April and May. Commissioner Darin Bushman asked if there is an explanation on the change. Richard stated the changes are based on the MLR. The Center had over 119% in SUD so the money is shifted to the correct categories. Commissioner Ralph Brown asked if there is a change in county match. Richard stated there is no change to county match, and that figure is only affected by state dollars. Commissioner Marty Palmer asked when the county match is due. Lynnette Robinson stated Juab and Millard Counties pay once per year, and the other four counties pay twice. As

soon as the budget is approved, she will send invoices to the county clerks so they can enter the information into their 2024 calendar budget. Ricahrd stated some counties pay in January.

Richard stated for the revised FY2023 budget, \$400,000 in revenue from reserves has been modified. Richard does not think the money will be used, but there needs to be enough revenue to cover expenses. Removing that figure takes MH revenue to 99% with 92% of the year gone. MH and SA revenue will be over 100%. Interest is doing very well at 1151% MH. The negative \$39,047 in Returns and Allowances was the Behavioral Healthcare Network (BHCN) pass through money that the Center is no longer responsible for. It was a negative thing for the MLR so it is good that it is gone. On the wages side, the overstaffing in Ephraim is reflected. Travel continues to be low and is reduced in the revision. The FY2024 budget will show quite a reduction in travel. On the expenditure side, inpatient Medicaid is \$1.2 million. The \$100,000 in revenue from reserves is \$200,000 less than expected. The Center received \$797,000 from the American Rescue Plan Act (ARPA) for the residential expansion. The bid came in at \$1.8 million. The Center went into a cost plus agreement with Harward and Rees. Options increased the bid to \$2.2 million. The Center ended up paying \$1.1 million plus the \$797,000 from ARPA. The tail end of the public health emergency was a good time to build the residential expansion. The Community Impact Board (CIB) funding will be \$2 million short for the Richfield clinical building and \$1.5 million for the administrative building in Gunnison. This funding will come from reserves. Approximately \$1.5 million was expended in capital this year. Commissioner Marty Palmer asked for the total budget amount. Richard stated it is around \$14 million combining MH and SUD.

A motion was made by Commissioner Marty Palmer to close the Budget Hearing. The motion was seconded by Commissioner Darin Bushman. Motion carried.

The Budget Hearing closed at 4:57 p.m.

Julie Lynn, Accountant