

**EATON COUNTY BOARD OF COMMISSIONERS**

August 21, 2019

**RESOLUTION TO EXPRESS OPPOSITION TO THE TERMINATION OF STATE  
CONTRACT WITH THE LAKESHORE REGIONAL ENTITY****Introduced by the Health & Human Services Committee**

Commissioner Pearl-Wright moved for the approval of the following resolution. Seconded by Commissioner Whitacre.

**WHEREAS**, on June 28, 2019, the Michigan Department of Health and Human Services (MDHHS) notified the Lakeshore Regional Entity (LRE), its member Community Mental Health organizations, and the general public regarding its intent to terminate the specialty Prepaid Inpatient Health Plan contract with the LRE effective September 30, 2019.

**WHEREAS**, this proposal, by the MDHHS, causes a great deal of unnecessary chaos and conflict for the over 250,000 Medicaid recipients within the 7 counties in Lakeshore Regional Entity.

**WHEREAS**, this proposal eliminates local public governance of the public behavioral health system, one of the foundations of Michigan's nationally recognized behavioral health system for the past 50 years, and replaces it with a state-appointed advisory group.

**WHEREAS**, this proposal does not get to the root cause of the fiscal distress of Lakeshore Regional Entity, nor of the other Prepaid Inpatient Health Plans (PIHPs) facing such distress – inadequate funding over a sustained period. Without adequate funding, as required by the Michigan Mental Health Code and Michigan's Medicaid Plan, the Lakeshore system and others who have been underfunded – regardless of the greater involvement of the state in the operation of the local public system, will be unable to pay providers and provide behavioral healthcare services to persons entitled to such services.

**WHEREAS**, a better plan could be achieved sooner, simpler and more directly without eliminating the local public control of the public behavioral healthcare system in this region. This plan would include MDHHS joining Lakeshore and Beacon in a three-way contract co-managing the benefit in the region.

**WHEREAS**, a three-way contract maintains the momentum already achieved by the Lakeshore/Beacon partnership; maintains the local public governance of the public behavioral health system; and prevents the unnecessary chaos that the MDHHS proposal would create.

**NOW, THEREFORE BE IT RESOLVED**, that the Eaton County Board of Commissioners requests that MDHHS does not terminate its contract with the Lakeshore Regional Entity,

thereby ensuring respect for the law and the rich history of Michigan's mental health system, which is clear in its intent to maintain a publicly governed mental health system.

**BE IT FURTHER RESOLVED**, that copies of this resolution will be provided to Governor Gretchen Whitmer, Senator Thomas Barrett, Representative Angela Witwer, Representative Sarah Lightner, Michigan Department of Health and Human Services Director Robert Gordon, Behavioral Health and Developmental Disabilities Administration Deputy Director Dr. George Mellos, the Michigan Association of Counties and the Community Mental Health Association of Michigan.

COUNTY OF EATON )  
STATE OF MICHIGAN ) SS

I, Diana Bosworth, Clerk of the Eaton County Board of Commissioners do hereby certify that the foregoing is a true and correct copy of a resolution adopted by the Board at its meeting held on August 21, 2019 and is on file in the Eaton County Clerk's office.

Dated: 8-23-19

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[Signature]  
Deputy Clerk