



**Detroit Wayne
Integrated Health Network**

707 W. Milwaukee St.
Detroit, MI 48202-2943
Phone: (313) 833-2500
www.dwihn.org

FAX: (313) 833-2156
TDD: (800) 630-1044 RR/TDD: (888) 339-5588

May 15, 2020

To: DWIHN Provider Network
From: DWIHN CEO Willie E. Brooks, Jr.
RE: Provider Reduction

On March 6, 2020, Detroit Wayne Integrated Health Network (DWIHN) notified the provider network of a 7% reduction that was scheduled to be implemented on June 1, 2020. This letter is formally notifying the network that the reductions will be delayed and implemented on October 1, 2020, the beginning of the new fiscal year. There is one exception - H0018/19 Substance Use Disorder rate of \$98/day for residential stays greater than 29 days; this rate reduction will be implemented on June 1, 2020.

Effective April 1, 2020, Milliman Inc., the actuaries for the Michigan Department of Health and Human Services (MDHHS) acknowledged a funding shortfall to the PIHPs that resulted in a rate adjustment. This rate adjustment combined with the anticipated reduction in provider billings due to the COVID-19 pandemic, enabled DWIHN to absorb the projected \$50 million projected deficit for the year ending September 30, 2020.

DWIHN has estimated it will incur a \$10 million shortfall that would require the use of our unrestricted net assets. DWIHN made a conscious decision to bear the shortfall, understanding that the provider system, specifically outpatient providers, could not bear any further reductions and disruption.

DWIHN is committed to maintaining a strong provider network and we are investing our very limited resources behind our system and its stability because it is the right thing to do for the people we serve. We hope that the delay will allow providers to plan accordingly during these challenging times.

DWIHN is committed to serving our community and understands that we cannot fulfill that commitment without your partnership. We appreciate your continued partnership and thank you for all that you do in serving some of our most vulnerable members during this pandemic.

Sincerely,
Willie E. Brooks,
DWIHN CEO

cc: Eric Doeh, COO
Stacie Durant, CFO
Dana Lasenby, CCO
Callana Ollie, DGC
Manny Singla, CIO

Board of Directors

Bernard Parker, Chairperson
Dorothy Burrell
William T. Riley, III

Dr. Iris Taylor, Vice-Chairperson
Lynne F. Carter, MD
Kenya Ruth

Timothy Killeen, Treasurer
Angelo Glenn
Dr. Cynthia Tauieg

Dora Brown, Secretary
Kevin McNamara

Willie E. Brooks, Jr., President and CEO



