

North Country Community Mental Health
Section 460 Cost Allocation Report Addendum
Organization Narrative Overview
June 5, 2007

North Country Community Mental Health is an Authority established on April 1, 2003. The Authority covers six counties: Antrim, Charlevoix, Cheboygan, Emmet, Kalkaska, and Otsego counties. North Country Community Mental Health is a direct provider of various services throughout the six county service area. There are 12 program sites located in Petoskey, Gaylord, Walloon Lake, Charlevoix, Cheboygan, Bellaire, Kalkaska, and Rapid City. Each site operates various programs and services including administrative services, as defined and identified in the Section 460 Cost Allocation Report. As an Authority, the counties do not provide any administrative services to North Country Community Mental Health; therefore there are no indirect administrative charges. North Country holds a lease with both Antrim and Otsego County for two service sites. The annual lease cost for the Antrim County building is \$119,775 (\$16.49 square foot). The lease includes all utility, janitorial, and general maintenance costs. The annual lease cost for the Otsego County building is \$99,200 (\$10.25 square foot). This lease does not include electric and janitorial services.

North Country Community Mental Health also purchases community inpatient, residential, skill building and day services, some specialized clinical services including psychiatric services, other minor support services from various providers. During “Phase 1”, these costs are all reported as Direct Services.

North Country is the PIHP and holds the contract with the Department of Community Health for Medicaid revenue for a thirteen county region. North Country Community Mental Health entered into an agreement under the Intergovernmental Transfer of Functions and Responsibilities Act (P.A. 8, 1967) with AuSable Valley Community Mental Health (covering Iosco, Ogemaw, and Oscoda counties) and Northeast Michigan Community Mental Health (covering Alcona, Alpena, Montmorency, and Presque Isle counties). AuSable Valley Community Mental Health, Northeast Michigan Community Mental Health and Northern Michigan Substance Abuse hold contracts as Medicaid service providers with North Country Community Mental Health.