

# MINUTES

## BAY ARENAC BEHAVIORAL HEALTH BOARD OF DIRECTORS FINANCE COMMITTEE MEETING

Wednesday, September 13, 2023 at 5:00 pm

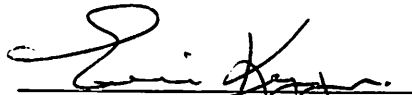
William B. Cammin Clinic, Bay Room, 1010 N. Madison Avenue, Bay City, MI 48708

Committee Members:	Present	Excused	Absent		Present	Excused	Absent	Others Present:
Ernie Krygier, Ch	X	_____	_____	Patrick McFarland	_____	X	_____	BABH: Chris Pinter, Marci Rozek, and Sara McRae  Legend: M-Motion; S-Support; MA-Motion Adopted; AB-Abstained
Sally Mrozinski, V Ch	X	_____	_____	Robert Pawlak, Ex Off	_____	X	_____	
Tim Banaszak	X	_____	_____	Colleen Maillette, Ex Off	X	_____	_____	
Jerome Crete	X	_____	_____	Richard Byrne, Ex Off	X	_____	_____	
Robert Luce	_____	X	_____		_____	_____	_____	

	Agenda Item	Discussion	Motion/Action
1.	Call To Order & Roll Call	Committee Chair, E. Krygier, called the meeting to order at 5:00 pm.	<p>On motion of R. Byrne and support of J. Crete, R. Luce was excused. The motion passed unanimously.</p> <p>On motion of C. Maillette and support of T. Banaszak, P. McFarland was excused. The motion passed unanimously.</p> <p>On motion of T. Banaszak and support of C. Maillette, R. Pawlak was excused. The motion passed unanimously.</p>
2.	Public Input (Maximum of 3 Minutes)	There were not any members of the public present.	
3.	Investment Earning Reports for Period Ending August 31, 2023	3) M. Rozek reviewed the reports noting the interest rates.	3) On motion of T. Banaszak and support of R. Byrne, the investment earnings reports for period ending August 31, 2023 were referred to the full Board for information. The motion passed unanimously.
4.	Contracts 4.1) Finance September 2023 Contract List	4.1) M. Rozek reviewed the contact list noting the fiscal year (FY) 2024 contracts for community hospitals, out of county placements, the impacts of the direct care wage mandates, the Michigan Rehabilitation Services cash match agreement, respite camp renewals, mass notification system renewal, waste management	4.1) On motion of J. Crete and support of C. Maillette, the Finance September 2023 contract list was referred to the full Board for approval. The motion passed unanimously.

		services, and revenue contracts for pre-admission screenings. There were discussions regarding the increases related to inpatient hospitals for the proposed renewal contracts for fiscal year 2024 and negotiations that are still taking place.	
5.	Unfinished Business	There was not any unfinished business presented to the Committee.	
6.	<p><b>New Business</b></p> <p>6.1) Michigan Municipal Risk Management Authority (MMRMA) 2023 Asset Distributions</p> <p>6.2) Fiscal Year (FY) 2023 Final Budget Amendment</p> <p>6.3) Medicaid Rates and Planning for FY2024</p>	<p>6.1) M. Rozek reviewed the letters from MMRMA noting the distribution for 2023.</p> <p>6.2) M. Rozek reviewed the FY23 proposed budget amendment noting the changes in expenses are mainly due to provider stabilization funding, inpatient hospitalization services, and post-COVID utilization of external services, personnel costs, and additional psychiatry services. The changes in revenue are resulting from Medicaid subcontract revenue, interest revenue, grant revenue, and county of fiscal responsibility agreements. M. Rozek also reviewed the general fund balance, unrestricted fund balance, and capital purchases. There were discussions regarding BABH's total budget amount.</p> <p>6.3) C. Pinter reviewed the letter to the Michigan Department of Health and Human Services (MDHHS) and the actuary, Milliman, noting concerns regarding the FY24 Medicaid rates. The rates are based on trending utilization data from during the pandemic and will not cover the utilization now resulting in BABH being significantly underfunded. C. Pinter also reviewed the email from the Community Mental Health Association of Michigan (CMHA) noting the same concerns that the Medicaid rates will not cover utilization rates for the community mental health (CMHs) organizations statewide. C. Pinter also sent a budget summary to the BABH representatives on the Midstate Health Network (MSHN) Regional Board of Directors noting the FY24 budget planning cost containment strategies. There were general discussions commending the CEO and his persistence on this matter, the final FY24 rates have not been received from the state yet, and a resolution is being prepared for the county commissions once the rates are released.</p>	<p>6.1) No action was necessary</p> <p>6.2) On motion of C. Maillette and support of J. Crete, the fiscal year 2023 final budget amendment resolution was referred to the full Board for approval. The motion passed unanimously.</p> <p>6.3) No action was necessary</p>

	<p>6.4) Provider Updates a) Bay Human Services b) Vocational Providers</p>	<p>6.4) M. Rozek reported Bay Human Services submitted a termination notice for community living support (CLS) services. BABH administration has been negotiating with BHS to continue this contract for FY24. There were discussions regarding specifics of outings that qualify under the CLS requirements.</p> <p>M. Rozek also provided an update on the cost settlement contracts with the vocational providers for FY23 noting that BABH has asked for additional information from one Provider.</p>	<p>6.4) No action was necessary</p>
7.	Adjournment	On motion of C. Maillette and support of J. Crete, the meeting adjourned at 5:42 pm. The motion passed unanimously.	

  
Ernie Krygier, Committee Chair