

AGENDA

BAY ARENAC BEHAVIORAL HEALTH BOARD OF DIRECTORS FINANCE COMMITTEE MEETING

Wednesday, February 11, 2026 at 5:00 pm

Room 225, Behavioral Health Center, 201 Mulholland Street, Bay City, MI 48708

Committee Members:	Present	Excused	Absent		Present	Excused	Absent	Others Present:
Tim Banaszak, Ch	_____	_____	_____	Pam Schumacher	_____	_____	_____	BABH: Marci Rozek, Jennifer Lasceski, Chris Pinter, and Sara McRae
Sally Mrozinski, V Ch	_____	_____	_____	Christopher Girard, Ex Off	_____	_____	_____	
Richard Byrne	_____	_____	_____	Pat McFarland, Ex Off	_____	_____	_____	
Jerome Crete	_____	_____	_____	Robert Pawlak, Ex Off	_____	_____	_____	Legend: M-Motion; S-Support; MA- Motion Adopted; AB-Abstained
Kathy Niemiec	_____	_____	_____					

	Agenda Item	Discussion	Motion/Action
1.	Call To Order & Roll Call		
2.	Public Input (Maximum of 3 Minutes)		
3.	Unfinished Business 3.1) None		
4.	New Business 4.1) Investment Earnings Reports for Period Ending January 31, 2026 4.2) Finance February 2026 Contract List 4.3) 2026 Voluntary Employees' Beneficiary Association (VEBA) Trust Assets		4.1) Consideration of motion to refer the investment earnings reports for the period ending January 31, 2026 to the full Board for information 4.2) Consideration of motion to refer the Finance February 2026 contract list to the full Board for approval 4.3) Consideration of a motion to refer utilizing the VEBA trust assets for calendar year 2026 retiree health benefit costs to the full Board for approval

AGENDA

BAY ARENAC BEHAVIORAL HEALTH
BOARD OF DIRECTORS
FINANCE COMMITTEE MEETING
Wednesday, February 11, 2026 at 5:00 pm
Room 225, Behavioral Health Center, 201 Mulholland Street, Bay City, MI 48708

Page 2 of 2

	4.4) Request to Purchase Vehicle 4.5) Agency Banking Options 4.6) BABHA Salary Schedule 4.7) Salary Schedule Adjustment for Direct Service Professionals (DSPs) related to Minimum Wage Effective January 1, 2026 4.8) Overall Fiscal Year (FY) 2026 BABHA Medicaid & General Fund Financial Trends		4.4) Consideration of motion to refer purchasing a Chevy Trax for an amount up to \$25,000 to the full Board for approval 4.5) No action necessary 4.6) No action necessary 4.7) Consideration of a motion to refer the adjusted salary schedule for DSPs effective January 1, 2026 to the full board to approval 4.8) No action necessary
5.	Adjournment	M -	S - pm

Bay-Arenac Behavioral Health Authority
Estimated Cash and Investment Balances Jan 31, 2026

Balance Jan 1, 2026	7,262,174.98
Balance Jan 31, 2026	5,863,500.84
Average Daily Balance	5,431,849.43
Estimated Actual/Accrued Interest Jan 2026	13,498.25
Effective Rate of Interest Earning Jan 2026	2.98%
Estimated Actual/Accrued Interest Fiscal Year to Date	59,298.80
Effective Rate of Interest Earning Fiscal Year to Date	3.15%

Note: The Cash and Investment Balances exclude Payroll and AP related Cash Accounts.

Cash Available - Operating Fund

	Rate	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26
Beg. Balance Operating Funds - Cash, Cash equivalents, Investments		5,777,598	5,192,261	4,585,448	7,971,323	6,179,005	4,597,768	6,261,517	6,775,688	5,966,633	5,274,202	8,431,919	6,776,354
Cash in		12,023,619	12,246,135	20,379,721	12,205,772	12,225,824	20,990,024	16,234,403	12,208,234	13,636,279	21,097,480	13,203,400	12,594,625
Cash out		(12,608,956)	(12,852,949)	(16,993,846)	(13,998,090)	(13,807,060)	(19,326,275)	(15,720,233)	(13,017,289)	(14,328,710)	(17,939,763)	(14,858,965)	(13,994,743)
Ending Balance Operating Fund		5,192,261	4,585,448	7,971,323	6,179,005	4,597,768	6,261,517	6,775,688	5,966,633	5,274,202	8,431,919	6,776,354	5,376,236
Investments													
Money Markets		5,192,261	4,585,448	7,971,323	6,179,005	4,597,768	6,261,517	6,775,688	5,966,633	5,274,202	8,431,919	6,776,354	5,376,236
	90.00												
	180.00												
	180.00												
	270.00												
	270.00												
Total Operating Cash, Cash equivalents, Invested		5,192,261	4,585,448	7,971,323	6,179,005	4,597,768	6,261,517	6,775,688	5,966,633	5,274,202	8,431,919	6,776,354	5,376,236
Average Rate of Return General Funds		3.48%	3.45%	3.43%	3.42%	3.40%	3.37%	3.36%	3.34%	3.06%	2.94%	3.14%	3.00%
		3.38%	3.30%	3.32%	3.32%		3.26%	3.13%	3.28%	3.06%	2.81%	3.56%	2.56%
		6,532,916	6,208,338	6,460,193	6,425,045	6,222,014	6,225,964	6,275,939	6,295,231	5,274,202	6,853,061	6,898,662	6,464,678

Cash Available - Other Restricted Funds

	Rate	Feb-25	Mar-25	Apr-25	May-25	Jun-25	Jul-25	Aug-25	Sep-25	Oct-25	Nov-25	Dec-25	Jan-26
Beg. Balance-Other Restricted Funds - Cash, Cash equivalents, Investments		468,220	469,711	471,366	472,974	474,641	476,260	477,939	479,623	481,232	482,860	484,348	485,821
Cash in		1,491	1,656	1,608	1,667	1,619	1,679	1,684	1,608	1,628	1,488	1,473	1,444
Cash out													
Ending Balance Other Restricted Funds		469,711	471,366	472,974	474,641	476,260	477,939	479,623	481,232	482,860	484,348	485,821	487,265
Investments													
Money Market		469,711	471,366	472,974	474,641	476,260	477,939	479,623	481,232	482,860	484,348	485,821	487,265
	91.00												
	0.70%												
	91.00												
	1.10%												
	91.00												
	1.15%												
	91.00												
	1.35%												
	90.00												
	1.70%												
	91.00												
	2.05%												
	90.00												
	2.15%												
	365.00												
	80.00%												
Total Other Restricted Funds		469,711	471,366	472,974	474,641	476,260	477,939	479,623	481,232	482,860	484,348	485,821	487,265
Average Rate of Return Other Restricted Funds		4.84%	4.84%	4.84%	4.84%	4.75%	4.68%	4.63%	4.58%	4.11%	4.11%	3.93%	3.85%
		4.84%	4.84%	4.84%	4.84%	4.02%	4.02%	4.15%	4.00%	4.11%	4.11%	3.58%	3.58%
		466,523	467,330	468,136	468,942	469,762	470,615	471,434	472,251	482,860	483,604	484,343	485,074
Total - Bal excludes payroll related cash accounts		5,661,972	5,056,814	8,444,297	6,653,646	5,074,388	6,739,456	7,255,311	6,447,865	5,757,062	8,916,267	7,262,175	5,863,501
Total Average Rate of Return		3.52%	3.51%	3.49%	3.49%	3.47%	3.44%	3.38%	3.39%	3.55%	3.33%	3.20%	3.15%

**Bay-Arenac Behavioral Health
Finance Council Board Meeting
Summary of Proposed Contracts
February 11, 2026**

			Old Rate	New Rate	Term	Out Clause?	Performance Issues? (Y/N) Risk Assessment Rating (Poor/Fair/Good/Excellent)
SECTION I. SERVICES PROVIDED BY OUTSIDE AGENCIES							
Clinical Services							
1	M	Residential, CLS and Vocational Providers Rate increases due to the minimum wage increase	See attached spreadsheet	See attached spreadsheet	1/1/26 - 9/30/26	Y	N
2	N	Prader Willi (Dousman, WI) Single Case Agreement for Respite for one BABHA individual	\$0	\$400/day	TBD (weekend stay)	Y	N
3	N	Rose Hill Center, Inc. (Holly, MI) Type A Residential Services for one BABHA individual at Kelly Community Center	\$0	\$763/day	2/2/26 - 9/30/26	Y	New Provider
4	M	Saginaw Psychological Services, Inc. Addition of ABA Case Management services to the contract	\$0	\$85/unit	2/20/26 - 9/30/26	Y	N
5	M	Montclair Specialized Residential LLC (Flint, MI) Type A Residential Services for a second BABHA individual moving into this home in need of 24 hours of 1:1 staffing	\$0	\$749.76/day + \$25.50/hour of 1:1 staffing	2/11/26 - 9/30/26	Y	N
6	N	Crisis Center Inc DBA Listening Ear, Valley Residential Services, Inc. & BABHA Management Agreement Management Agreement for the transition period of the merge between Listening Ear and Valley Residential Services	\$0	\$0	TBD	Y	N/A
7	N	Lansing Senior Partners LLC DBA Brightwell Behavioral Health (Lansing, MI) Inpatient Psychiatric Services	\$0	\$900/day	3/1/26 - 9/30/26	Y	New Provider
8	T	Arenac Opportunities, Inc. Termination of the Contract for Vocational and CLS services	Performance Based rates and H2014 ~ \$7.50/unit H2015 ~ \$7.50/unit H2023 HX 3Y ~ \$16.80/unit H20233Y ~ \$15.07/unit	\$0	Terminated eff. 4/30/26	Y	N
9	M	Do-All, Inc. Addition of CLS rates for individuals served in Arenac County	\$0	H2014 A6 - \$7.75/unit H2015 A6 - \$7.75/unit	2/10/26 - 9/30/26	Y	N
Admin/Other Services							
10	M	Great Lakes Hydro-Seeding & Landscaping Shovelling Sidewalks Salting Sidewalks	\$0 \$0	\$55/occurrence \$30/occurrence	11/1/25 - 10/31/27	Y	N
11	N	Applied Research Consultants (APPRECOTS) ABA consultation and utilization management services	\$0	\$7,800	2/23/26 - 9/30/26	Y	N
12	S	Netsource One* Next Generation VDI	\$31,500/month	Same	2/1/26-1/31/27	Y	N
SECTION II. SERVICES PROVIDED BY THE BOARD (REVENUE CONTRACTS)							
SECTION III. STATE OF MICHIGAN GRANT CONTRACTS							
SECTION IV. MISC PURCHASES REQUIRING BOARD APPROVAL							
13	S	Bay County Human Services Collaborative Annual Dues	\$500	Same	N/A	N/A	N/A
14	D	Progress® DevCraft Complete Developer License renewal	\$1,200	\$849	3/1/26 - 2/28/27	N/A	N/A

R = Renewal with rate increase since previous contract
D = Renewal with rate decrease since previous contract
S = Renewal with same rate as previous contract
ES = Extension

M = Modification
N = New Contract/Provider
NC = New Consumer
T = Termination

Footnotes:

* Netsource One Next Generation VDI monthly invoice varies based on number of users

Residential Providers

		Daily Home Per	
		<u>Diems as of</u>	<u>Daily Home Per</u>
		<u>10/1/25</u>	<u>Diems as of 1/1/26</u>
A	Bay Human Services		
	Almont	\$ 1,382.66	\$ 1,440.19
	Bangor	\$ 1,438.00	\$ 1,495.53
	Brookwood	\$ 1,231.22	\$ 1,288.75
	Georgetown	\$ 1,534.06	\$ 1,591.59
	Grove	\$ 1,312.58	\$ 1,370.11
	Jean Road	\$ 1,094.82	\$ 1,143.72
	Kasemeyer	\$ 1,316.48	\$ 1,374.01
	Mason	\$ 1,246.34	\$ 1,303.87
B	Central State		
	Willow	\$ 1,386.19	\$ 1,456.05
C	Fitzhugh House LLC		
	Fitzhugh	\$ 772.96	\$ 840.00
D	Hope Network		
	Bay House	\$ 1,483.26	\$ 1,495.79
	Bay Valley	\$ 1,451.00	\$ 1,508.53
	Harbor House	\$ 1,350.08	\$ 1,404.74
E	Liberty Living		
	Independence	\$ 930.44	\$ 968.86
	Jefferson	\$ 956.09	\$ 994.51
	Jefferson North	\$ 1,064.41	\$ 1,102.83
	Liberty	\$ 889.38	\$ 927.80
	Wilson	\$ 940.85	\$ 979.27
F	MCSI		
	Beechwood	\$ 1,227.24	\$ 1,262.17
	Candlestick	\$ 1,411.45	\$ 1,466.11
	Fisher	\$ 1,554.69	\$ 1,612.22
	Knight	\$ 1,240.00	\$ 1,288.90
	Nebobish	\$ 1,380.51	\$ 1,438.04
	Parker	\$ 907.75	\$ 942.27
G	Valley Residential		
	Elm	\$ 1,411.73	\$ 1,474.61
	Orchard	\$ 1,369.94	\$ 1,432.82
	Rose	\$ 1,543.00	\$ 1,594.78

CLS Providers

		<u>Rate as of 10/1/25</u>		<u>Rate as of 1/1/26</u>
A	APS Employment Services			
	H2015/T2027/H2015 UJ	\$ 6.59		\$ 6.94
B	Arnold Center			
	H2015/T2027	\$ 6.59		\$ 6.94
	H2015 A1	\$ 7.79		\$ 8.20
	H2025	\$ 4.57		\$ 4.92
C	Carebuilders at Home			
	H2015/T2027/H2015 UJ	\$ 6.59		\$ 6.94
	H2015/T2027/H2015 UJ S2	\$ 11.67		\$ 12.29
D	MCSI			
	H2015/T2027/H2015 UJ	\$ 11.96		\$ 12.31
	H2015 UN/ T2027/ H2015 UN:UJ	\$ 5.98		\$ 6.16
E	Assistance to Independence Home Care Services			
	H2015/T2027/H2015 UJ	\$ 6.59		\$ 6.94

Stuart Wilson, CPA

H2015/T2027/H2015 UJ	*Variable	*Variable
H2015 UN/ T2027/ H2015 UN:UJ	*Variable	*Variable
T1005	*Variable	*Variable

*Due to self-determination arrangements, various rates are paid.

Indirect Code for CLS providers

IND18	\$ 6.59	\$ 6.94
--------------	---------	---------

Used for when CLS staff are assisting consumers during medical appointments.

Time spent when CLS staff are in waiting room lobbies without the consumer present is not a reimbursable expense.

As such, those costs are incorporated into the unit rate.

APS - Training Contract

Training for one BABH individual - maximum 10 hours per staff

Rate per hour	\$ 26.36	\$ 27.76
---------------	----------	----------

BHS - Training Contract

Training for one BABH individual - maximum 80 hours per staff

Rate per hour	\$ 26.30	\$ 27.70
---------------	----------	----------

Vocational Providers

	<u>Rate as of 10/1/25</u>	<u>Rate as of 1/1/26</u>
Arenac Opportunities, Inc.		
H2014 - Skill Building	\$ 7.50	\$ 7.75
H2014 UN (2)	\$ 4.50	\$ 4.65
H2014 UP (3)	\$ 3.15	\$ 3.26
H2015 - CLS	\$ 7.50	\$ 7.75
H2015 UN (2)	\$ 3.75	\$ 3.88
H2015 UP (3)	\$ 2.50	\$ 2.58
H2015 UQ (4)	\$ 2.50	\$ 2.58
H2015 UR (5)	\$ 2.50	\$ 2.58
Do-All, Inc.		
H2014 - Skill Building	\$ 7.00	\$ 7.25
H2014 UN (2)	\$ 4.20	\$ 4.35
H2014 UP (3)	\$ 2.94	\$ 3.05
H2014 UQ (4)	\$ 2.94	\$ 3.05
H2014 UR (5)	\$ 2.94	\$ 3.05
H2014 US (6)	\$ 2.94	\$ 3.05
H2015 - CLS	\$ 7.00	\$ 7.25
H2015 UN (2)	\$ 3.50	\$ 3.63
H2015 UP (3)	\$ 2.34	\$ 2.42
H2015 UQ (4)	\$ 2.34	\$ 2.42
H2015 UR (5)	\$ 2.34	\$ 2.42
H2015 US (6)	\$ 2.34	\$ 2.42
New Dimensions		
H2014 - Skill Building	\$ 7.00	\$ 7.25
H2014 UN (2)	\$ 4.20	\$ 4.35
H2014 UP (3)	\$ 2.94	\$ 3.05
H2014 UQ (4)	\$ 2.94	\$ 3.05
H2014 UR (5)	\$ 2.94	\$ 3.05
H2015 - CLS	\$ 7.00	\$ 7.25
H2015 UN (2)	\$ 3.50	\$ 3.63
H2015 UP (3)	\$ 2.34	\$ 2.42
H2015 UQ (4)	\$ 2.34	\$ 2.42
H2015 UR (5)	\$ 2.34	\$ 2.42
H2015 US (6)	\$ 2.34	\$ 2.42

