

MINUTES

BAY ARENAC BEHAVIORAL HEALTH BOARD OF DIRECTORS FINANCE COMMITTEE MEETING

Wednesday, October 7, 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	X			Kathy Niemiec	X			BABH: Marci Rozek, Chris Pinter, and Eric Strode
Sally Mrozinski, V Ch, Ex Off		X		Pam Schumacher	X			
Richard Byrne	X			Pat McFarland, Ex Off	X			
Patrick Conley	X			Robert Pawlak, Ex Off	X			
Christopher Girard	X							Legend: M-Motion; S-Support; MA-Motion Adopted; AB-Abstained

	Agenda Item	Discussion	Motion/Action
1.	Call To Order & Roll Call	The committee chair, T. Banaszak, called the meeting to order at 5:00 pm.	On the motion by C. Girard and support by R. Byrne, S. Mrozinski was excused. The motion passed unanimously.
2.	Public Input (Maximum of 5 Minutes)	There was not any public present.	
3.	Unfinished Business	There was not any unfinished business.	
4.	New Business 4.1) Investment earnings reports for the period ending September 30, 2026 4.2) Mulholland Janitorial Services Bid Report 4.3) Finance October 2026 contract list	4.1) M. Rozek reviewed the investment earnings reports for the end of September noting that earned interest has been decreasing during the last few months. 4.2) M. Rozek reviewed the bids received for janitorial services at the Mulholland building and the basis for recommending Stathakas for board consideration. 4.3) M. Rozek reviewed the October Finance Committee contact list and highlighted items related to specialty providers, inpatient hospitals, software support costs, and potential access to Blue Care Network insurance enrollment portal.	4.1) On the motion by P. Conley and support by C. Girard the investment earnings reports for the period ending September 30, 2026 were referred to the full Board for information. The motion was adopted unanimously. 4.2) No action necessary 4.3) On the motion by P. Conley and support by P. Schumacher, the Finance October 2026 contract list was referred to the full Board for approval. The motion was adopted unanimously.

	4.4) Property Update	4.4) M. Rozek discussed the status of negotiations with Trademark Realty related to the 3933 Monitor Road property. Board members encouraged consideration of a purchase "option" as opposed to a purchase "agreement", requested further discussion related to the mortgage/financing plan, the need for a Broker to represent BABH, and appraisals related to the North Bay and Madison properties.	4.4) No action was necessary
	4.5) Financial Position of Midstate Health Network (MSHN) & Comparison of 2026 and 2027 Rates	4.5) M. Rozek reviewed the final Medicaid rates for fiscal year (FY) 2026 and 2027 for MSHN. MSHN received an additional \$14 million in revenue for FY2026. This places the MSHN financial position at end of FY26 at maximum savings and internal service funds of approximately \$107 million for the next year.	4.5) No action was necessary
	4.6) Strategic Initiatives & Dashboard Reports	4.6) M. Rozek reviewed the dashboards and highlighted steady improvement in relation to fund balance. BABH is also experiencing significant expense increases related to service claims for Autism, Healthy MI, and general funds, and will be evaluating possible changes going forward.	4.6) No action was necessary
	4.7) Fiscal Year 2027 Budget Follow Up	4.7) M. Rozek provided details related to the software license agreement and Arenac Center expenses originally discussed during the September 28, 2026 special Board meeting.	4.7) No action was necessary
5.	Adjournment	On the motion by C. Girard and support by P. Conley, the meeting adjourned at 5:37 pm. The motion passed unanimously.	


Tim Banaszak, Committee Chair