

# Southwest Michigan

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## BEHAVIORAL HEALTH

### Board Meeting Minutes

February 13, 2026

SWMBH, 5250 Lovers Lane, Suite 200, Portage, MI 49002

9:30 am-11:30 am

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**Members Present:** Sherii Sherban, Tom Schmelzer, Michael Seals, Tina Leary, Carol Naccarato, Joyce Locke, Edward Meny

**Members Present via MS Teams:** None

**Members Absent:** Allen Edelfson, Lorraine Lindsey

**Guests Present:** Mila Todd, Interim CEO, SWMBH; Garyl Guidry, Chief Financial Officer, SWMBH; Anne Wickham, Chief Administrative Officer; Alena Lacey, Chief Clinical Officer, SWMBH; Ella Philander, Executive Project Manager, SWMBH; Michelle Jacobs, Senior Operations Specialist & Rights Advisor, SWMBH; Alison Strasser, Interim Compliance Officer, SWMBH; Ric Compton, Riverwood; Jeff Patton, ISK; Marsha Bassett, Barry County; Sue Germann, Pines BH; Jeannie Goodrich, Summit Pointe; Cameron Bullock, Pivotal; Cathi Abbs, SWMBH Board Alternate

**Guests Present via MS Teams:**

Gail Patterson-Gladney, Jon Houtz, Richard Thiemkey

**Welcome Guests**

Sherii Sherban called the meeting to order at 9:27am and introductions were made.

**Public Comment**

None

**Agenda Review and Adoption**

Motion Michael Seals moved to approve the agenda as presented.

Second Tom Schmelzer

Motion Carried

**Financial Interest Disclosure (FID) Handling**

Alison Strasser reviewed the Financial Interest Disclosure information for Kayla Wisniewski, who is a member of the Woodlands CMH Board, noting the inherent conflict of interest.

Motion Edward Meny moved that a conflict exists and that:

- 1) The Board is not able to obtain a more advantageous arrangement with someone other than Kayla Wisniewski

- 2) The Financial Interest disclosed by Kayla Wisniewski is not so substantial as to be likely to affect the integrity of the services that SWMBH may expect to receive; and
- 3) A Conflict of Interest Waiver should be granted.

Second Michael Seals  
Motion Carried

### **Consent Agenda**

Motion Tom Schmelzer moved to approve December 12, 2025, and January 9, 2026, Board meeting minutes; December 5, 2025, and January 8, 2026, Board Finance Committee meeting minutes; January 14, 2026, and January 28, 2026, Operations Committee meeting minutes as presented.

Second Joyce Locke  
Motion Carried

### **2026 Year to Date Financial Statements; Cash Flow Analysis; Mid-Year Revenue Rate Assumptions and Revised SWMBH Budget/Projections**

Garyl Guidry gave an update on Fiscal Year 2025 financials as follows:

- Amendment #5 payment received on February 5, 2026 – additional \$2.3 million, less than expected
- PIHPs shared payment file data to determine if and why the Amendment was less than expected.
- Historically, SWMBH gets 8.5% of Statewide allocation
- Additional revenue is projected to reduce the Fiscal Year 2025 deficit to approximately \$14 million
- CMHs are preparing their final FSRs for Fiscal Year 2025 with a final deficit calculation by March 2026

Garyl Guidry gave an update on Fiscal Year 2026 financials as follows:

- Eligibles down – Medicaid enrollment went from approximately 101K last month to 100K this month, DABs went from 42K last month to 41K this month
- Quarter 1, Period 3 shows a revenue surplus of \$6.3 million which speaks to all the collaborative work done within our region
- Annualized projected surplus of \$25 million but still short .vs what the department said to expect. Should have received an additional \$13 million
- HMP down each month
- Variance Report shows a \$13 million revenue shortfall
- PIHPs met with DHHS, Keith White and Milliman. Keith White acknowledged the shortfall but too early for a mid-year rate adjustment.
- SWMBH continues to raise concerns with MDHHS
- Plans on how to cover the \$14 million deficit for Fiscal Year 2025 to cost settle with CMHs
- MDHHS will let SWMBH know after final FSRs and numbers are received before advising on utilizing Fiscal Year 2026 surplus to offset Fiscal Year 2025 deficit
- One goal is to build back the regions depleted internal service fund (ISF)
- Regional collaborative work continues to identify how MDHHS rates are being determined and set

- Discussion followed.

### **Operations Committee Update**

Jeannie Goodrich distributed a handout covering key topics from recent Operations Committee meetings. Discussion followed.

### **CMH Board Updates**

Barry-N/A

Berrien-SWMBH survey sent electronically in January and will be discussed at February Board meeting  
Branch-January Board meeting was cancelled due to inclement weather. SWMBH survey to be discussed at February Board meeting

Calhoun-SWMBH survey moved to March meeting due to no Board meeting in February

Cass-SWMBH survey to be discussed at February Board meeting

Kalamazoo-SWMBH survey to be discussed at February Board meeting. Interviews are beginning for CEO replacement. ISK lost a Board member, Sharon Spears.

St. Joseph-CARF visit moved to April. Cameron Bullock recently received a Hometown Health Hero award. SWMBH survey completed.

Van Buren-Board completed SWMBH survey

### **Required Approvals**

#### **Fiscal Year 2026 Quality Assurance and Performance Improvement Program Plan**

Alena Lacey reported as documented. Discussion followed.

Motion Edward Meny moved to approve the Fiscal Year 2026 Quality Assurance and Performance Improvement Program Plan as presented.

Second Michael Seals

Motion Carried

### **Ends Metrics Updates**

#### **Sub End #3 – Fiscal Year 2026 Network Adequacy Evaluation**

Mila Todd reported as documented, noting history and development of SWMBH's Network Adequacy Evaluation which occurs during the Fiscal Year under review, and how it is aligned to gather the necessary data to complete the MDHHS Network Adequacy retrospective reporting requirement. Discussion followed.

#### **Sub End #1 – SWMBH 3<sup>rd</sup> Quarter Bulletin**

Mila Todd reported as documented.

### **Board Actions to be Considered**

#### **Executive Officer Search Committee Recommendation**

Sherii Sherban stated that the Executive Officer Search Committee met last Friday regarding the SWMBH CEO position.

Motion Edward Meny moved that the SWMBH Board move forward to develop a contract for the SWMBH CEO position with Mila Todd

Second Tom Schemelzer

Motion Carried  
Discussion followed

**Board Policy Review**

None scheduled

**Executive Limitations Review**

None scheduled

**Board Education**

None scheduled

**Communication and Counsel to the Board**

**PIHP Procurement**

Mila Todd reported as follows:

- Official cancellation notice from Department of Technology, Management and Budget was received on January 29, 2026.
- State filed a motion to dismiss with prejudice on January 30, 2026.
- Plaintiffs filing a response on February 13, 2026.
- Judge Yates continues jurisdiction over the case.
- Rumor of MDHHS reissuing an RFP in the Spring of 2026 with an implementation date of October 1, 2027. Many variables are unknown.

**Fiscal Year 2025 Quality Assurance and Performance Improvement Program Evaluation**

Alena Lacey reported as documented. Discussion followed.

**March Board Policy Direct Inspection**

None scheduled

**April Board Policy Direct Inspection**

2.5 Investments (Board Finance Committee)

**Public Comment**

- SWMBH Audit underway with a draft by the 3<sup>rd</sup> or 4<sup>th</sup> week of March. Board Finance Committee to meet on March 27 to review draft before submission to MDHHS
- SWMBH Board in collaboration with Mila Todd to review Ends and Interpretations and bring suggested revisions to the March Board. Input from CMHs is welcomed and encouraged.
- Request to add to the March Board agenda a topic of possible time change to the SWMBH Board meetings

**Adjournment**

Motion                      Michael Seals moved to adjourn  
Second                     Carol Naccarato  
Motion Carried