Southwest Michigan
BEHAVIORAL HEALTH

Substance Use Disorder Oversight Policy Board (SUDOPB)
Southwest Michigan Behavioral Health
5250 Lovers Lane, Suite 200, Portage, MI 49002
Monday, July 20, 2026
4:00-5:30
Draft: 7/15/26

1. **Welcome and Introductions (R. Hazelbaker)**
2. **Public Comment**
3. **Agenda Review and Adoption (R. Hazelbaker)** (d) pg.1
4. **Financial Interest Disclosure and Conflict of Interest Handling (A. Strasser)**
   - None
5. **Consent Agenda (R. Hazelbaker)**
   - May 18, 2026 Meeting Minutes (d) pg.3
6. **Board Actions**
   - St Joe County – 3B District Court Amendment Request (d) pg.6
7. **Board Education**
   a) Intergovernmental Contract (J. Smith) (d) pg.9
   b) Fiscal Year 2026 Financials (G. Guidry) (d) pg.16
   c) Fiscal Year 2026 PA2 Utilization (G. Guidry) (d) pg.17
   d) PA2 Historical Revenue and Expense (G. Guidry) (d) pg.19
   e) FY 2027 Budget Proposals and 3 Year Estimates (G. Guidry and J. Smith) (d) pg.21
   f) Synar Inspection Summary (L. Smithson) (d) pg.31
8. **Communication and Counsel**
   a) Legislative and Policy Updates (M. Todd)
      1. PIHP RFP litigation and updates
      2. MDHHS Fiscal Year 2027 Budget Updates (d) pg.32
      3. Fiscal Year 2025 SWMBH Annual Report (d) pg.36
   b) Fiscal Year 2026 Attendance (d) pg.44
   c) September 21, 2026 Meeting: 3:00 @ Air Zoo
9. **County Updates**

The meeting will be held in compliance with the Michigan Open Meetings Act

10. **Public Comment**

11. **Adjourn**

Southwest Michigan
BEHAVIORAL HEALTH

Substance Use Disorder
Oversight Policy Board (SUDOPB) Meeting Minutes

May 18, 2026
4:00 – 5:30 pm
Draft: 5/19/26

Members Present: Richard Godfrey (Van Buren County); Paul Schincariol (Van Buren County); Marsha Bassett (Barry County); Jared Hoffmaster (St. Joseph County); Dominic Oo (Calhoun County); Rayonte Bell (Berrien); Allyn Witchell (Kalamazoo County); Matt Saxton (Calhoun County)

Members Present via MS Teams: NA

Members Absent: Alex R. Ott (Berrien); Randall Hazelbaker (Branch County); Jonathan Current (Kalamazoo County); RJ Lee (Cass County);

Staff and Guests Present:
Mila Todd, Interim Executive Officer, SWMBH; Joel Smith, Substance Use Treatment and Prevention Director, SWMBH; Garyl Guidry, Chief Financial Officer, SWMBH; Amy St. Peter, Clinical Grants Specialist, SWMBH; Michelle Jacobs, Senior Operations Specialist and Rights Advisor, SWMBH; Achiles Malta, Regional Prevention Coordinator, SWMBH; Megan O'Dea, Financial Analyst, SWMBH; Alena Lacey, Chief Clinical Officer

Welcome and Introductions
Jared Hoffmaster called the meeting to order at 4:02 pm. Introductions were made.

Public Comment
None

Agenda Review and Adoption

Motion	Paul Schincariol
Second	Marsha Bassett
Motion Carried	

Financial Interest Disclosure Statements (FIDS)
None

Consent Agenda

Motion	Marsha Bassett moved to approve the 3/16/26 meeting minutes as presented.
Second	Paul Schincariol
Motion Carried	

Board Actions
None

Board Education
Intergovernmental Contract
Joel Smith reviewed the Intergovernmental Contract which expires 12/31/2026 including a brief history and process for renewing. Mila Todd noted that SWMBH counsel reviewed and sent red line revisions. SWMBH will review that document and get it sent out to the Board members.

Fiscal Year 2026 YTD Financials
Garyl Guidry reported as documented, highlighting numbers for Medicaid, Healthy Michigan, MI Child, Block Grant, PA2 and PA2 carryforward. Garyl noted PA2 revenue is declining. Grant funding reductions/eliminations will cause more PA2 funds to be utilized which further decreases the PA2 funds. Mila Todd noted the Fiscal Year 2025 SWMBH deficit of $13 million. SWMBH is advocating with MDHHS on covering the deficit with the 2026 surplus. MDHHS requested SWMBH perform due diligence in reviewing various fund sources to potentially reduce the FY25 Medicaid deficit, including reviewing use of PA2 fund balances. SWMBH has performed this due diligence review. Fiscal Year 2025 had a Medicaid SUD surplus which was used to offset Medicaid Mental Health deficit. Use of PA2 fund balances would have to be approved by the SUDOPB and would serve to further increase the surplus of Medicaid SUD that shifts to cover Medicaid Mental Health. Essentially resulting in use of PA2 to subsidize Medicaid Mental Health services. Management is not recommending this approach to the SUDOPB. Discussion followed.

PA2 Utilization Fiscal Year 2026 YTD
Garyl Guidry reported as documented.

Fiscal Year 2027 Budget Overview and Planning
Joel Smith reported as documented noting 2026 is the first baseline allocation re-set in response to new legislation. SWMBH is reviewing budget process, grants and PA2 funds. Grant funds will be $3.5 million less in 2027 which will create a heavier reliance on PA2 funds. A reduction of $1.4 million in SOR grant funding is possible in 2027. Discussion followed.

Fiscal Year 2027 Three Year Estimate
Garyl Guidry reported as documented noting declining revenue and reliance on PA2 funds. Discussion followed. Garyl will provide a historical PA2 revenue report by county so that Board members can review trends in their county.

Fiscal Year 2026 Mid-Year Outsomces Report
Joel Smith reported as documented. Discussion followed.

Problem Gambling Awareness Month Screening Results
Joel Smith reported as documented. Discussion followed.

Communication and Counsel
Public Policy and Legislative Updates

PIHP RFP Updates
Mila Todd noted the following:

- Judge Yates dismissed the case without prejudice

- A claim of appeal was filed May 14th based on geographic boundary drawing. The Michigan Mental Health Code gives CMHs authority to draw boundaries and create PIHPs not MDHHS. MDHHS could file a cross appeal. A new MDHHS Mental Health Framework has been paused for now.

Fiscal Year 2027 Budget Proposal

Mila Todd reported as documented.

2026 Attendance Report, 2026 Board Member Roster and 2026 Meeting Dates

Documents in packet for Board members' review.

County Updates

Barry County – recent CMH Board transitions
Berrien County – County Administrator resigned and the replacement process has begun
Calhoun County – none
Cass County – NA
St Joseph County – courthouse renovations will begin in July
Van Buren County – new Board chair and Vice chair

Public Comment

None

Adjourn

Motion	Paul Schincariol moved to adjourn the meeting
Second	Dominic Oo

Motion Carried
Meeting adjourned at 5:25pm

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
PROGRAM BUDGET SUMMARY

POPULATION(S): ☐ MIA ☐ SED ☐ DDA ☐ DDC ☑ SA

PROGRAM:			PROGRAM	CFDA	DATE PREPARED:
Court Services			**PUBLIC ACT 2 - PA2**	N/A	6/4/2025
			- Please Select -	#N/A	BUDGET PERIOD:
			- Please Select -	#N/A	From: 10/1/2025
CONTRACTOR NAME:			**- Please Select -**	#N/A	
3B District Court-St. Joseph County			**- Please Select -**	#N/A	To: 9/30/2026
MAILING ADDRESS (Number and Street):			BUDGET AGREEMENT:		
125 W Main St			☑ ORIGINAL		☐ AMENDMENT
CITY:	STATE:	ZIP CODE:	AMENDMENT NO:		FEDERAL TAX ID:
Centreville	MI	49032			36-60006524

EXPENDITURE CATEGORY	Drug/Alcohol Testing-Sobriety Court	0	0	**TOTAL BUDGET**
1. SALARIES AND WAGES	-	-	-	**-**
2. FRINGE BENEFITS	-	-	-	**-**
3. TRAVEL	-	-	-	**-**
4. SUPPLIES AND MATERIALS	-	-	-	**-**
5. CONTRACTUAL	-	-	-	**-**
6. EQUIPMENT	-	-	-	**-**
7. UTILITIES	-	-	-	**-**
8. INSURANCE	-	-	-	**-**
9. REPAIRS AND MAINTENANCE	-	-	-	**-**
10. RENTAL/ LEASE	-	-	-	**-**
11. OTHER EXPENSES	45,040.00	-	-	**45,040.00**
12. TOTAL DIRECT EXPENDITURES (Sum of Lines 1-11)	$ 45,040.00	$ -	$ -	**$ 45,040.00**
13. INDIRECT COSTS Rate %	-	-	-	**-**
14. TOTAL EXPENDITURES FUNDED (Sum of Lines 12-13)	**$ 45,040.00**	**$ -**	**$ -**	**$ 45,040.00**
SOURCE OF FUNDS				
15. FEES AND COLLECTIONS	-	-	-	-
16. SWMBH	-	-	-	-
17. LOCAL/MATCH		-	-	-
18.- 22. SWMBH FUNDING SOURCE				
PUBLIC ACT 2 - PA2	45,040.00			**45,040.00**
- Please Select -		-	-	-
- Please Select -		-	-	-
- Please Select -	-	-	-	-
- Please Select -	-	-	-	-
23. OTHERS		-	-	-
24. TOTAL FUNDING	**$ 45,040.00**	**$ -**	**$ -**	**$ 45,040.00**

SECTION 2.3.: ABILITY TO PAY DETERMINATION ☐ YES ☐ NO

SECTION 2.4: COORDINATION OF BENEFITS ☐ YES ☐ NO

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
PROGRAM BUDGET - COST DETAIL

PROGRAM:	BUDGET PERIOD:	DATE PREPARED:
Drug/Alcohol Testing-Sobriety Court	From: 10/01/25 To: 09/30/26	06/04/25
CONTRACTOR NAME:	BUDGET AGREEMENT:	AMENDMENT NO:
3B District Court-St. Joseph County	☑ ORIGINAL ☐ AMENDMENT	0

1. SALARIES AND WAGES POSITION DESCRIPTION	COMMENTS	FTE REQUIRED	TOTAL SALARY
1. TOTAL SALARIES AND WAGES		0.000	$ -

2. FRINGE BENEFITS (SPECIFY)				COMPOSITE RATE % 0.00%	Amount
☐ FICA	☐ HEALTH INS	☐ HEARING INS	☐ SHORT TERM DISB		-
☐ UNEMPLOY INS	☐ LIFE INS	☐ DENTAL INS	☐ LONG TERM DISB		
☐ RETIREMENT	☐ VISION INS	☐ WORK COMP	☐ OTHER: specify		
2. TOTAL FRINGE BENEFITS					$ -

3. TRAVEL (Specify if category exceeds 10% of Total Expenditures)	Amount
3. TOTAL TRAVEL	$ -

4. SUPPLIES AND MATERIALS (Specify if category exceeds 10% of Total Expenditures)	Amount
4. TOTAL SUPPLIES AND MATERIALS	$ -

5. CONTRACTUAL (Subcontracts) Name	Address	Amount
5. TOTAL CONTRACTUAL		$ -

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
PROGRAM BUDGET - COST DETAIL

6. EQUIPMENT (Specify)	Amount
6. TOTAL EQUIPMENT	$ -

7. UTILITIES (Specify)	Amount
7. TOTAL UTILITIES	$ -

8. INSURANCE (Specify)	Amount
8. TOTAL INSURANCE	$ -

9. REPAIRS AND MAINTENANCE (Specify)	Amount
9. TOTAL REPAIRS AND MAINTENANCE	$ -

10. RENTAL/LEASE (Specify)	Amount
10. TOTAL RENTAL/LEASE	$ -

11. OTHER EXPENSES (Specify)	Amount
Drug/Alcohol Testing for Sobriety Court Participants	45,040.00
Request is for an additional $8,000 from originally approved allocation	
11. TOTAL OTHER EXPENSES	$ 45,040.00

12. TOTAL DIRECT EXPENDITURES (Sum of Totals 1-11)	$ 45,040.00

13. INDIRECT COSTS	** SWMBH'S Maximum I/C**		Amount
PUBLIC ACT 2 - PA2	5%	$ -	
- Please Select -	5%	$ -	
- Please Select -	5%	$ -	
		$ -	
	INDIRECT RATE	0.00%	-
13. TOTAL INDIRECT COSTS			$ -

14. TOTAL EXPENDITURES FUNDED (Sum of Lines 12-13)	**$ 45,040.00**

INTERGOVERNMENTAL CONTRACT

This Contract (this "Contract") is made as of this ___day of _____, 2027~~3~~, by and among Southwest Michigan Behavioral Health Regional Entity ("SWMBH"), Barry County, Berrien County, Branch County, Cass County, Calhoun County, Kalamazoo County, St. Joseph County and Van Buren County (individually referred to as the "County," and collectively referred to as the "Counties").

RECITALS

SWMBH is a community mental health Regional Entity formed under the Mental Health Code, MCL 330.1204b.

The Counties are located in Region 4, as such region is designated to SWMBH. ~~a region designated by the Michigan Department of Health and Human Services, as defined under MCL 300.1100a(22) ("MDHHS"), as Region 4 under MDHHS's restructuring of PIHPs in Michigan.~~

~~Under 2012 PA 500 and 2012 PA 501, the coordination of the provision of substance use disorder services were transferred from prior existing coordinating agencies to community mental health entities designated by MDHHS to represent a region of community mental health authorities, community mental health organizations, community mental health services programs or county community mental health agencies.~~

SWMBH represents eight (8) community mental health authorities in Region 4 ~~, and is a MDHHS-designated Community Mental Health Entity ("CMHE")~~ and coordinates ~~to coordinate~~ the provision of substance use disorder services for its ~~in~~ Region ~~4~~.

SWMBH, as a MDHHS-designated community mental health entity, is required, under MCL 330.1287(5) to establish a Substance Use Disorder Oversight Policy Board ("SUD Oversight Policy Board") through a contractual agreement, under appropriate law, between SWMBH and each of the Counties in Region 4.

SWMBH and the Counties are authorized to enter into contracts under 1951 PA 35, Intergovernmental Contracts Between Municipal Corporations, MCL 124.1 et. seq.

SWMBH and the Counties desire to enter into this Contract, under 1951 PA 35, to establish a SUD Oversight Policy Board.

NOW, THEREFORE, in furtherance of the foregoing and for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the parties hereto agree as follows:

ARTICLE I

PURPOSE

Section 1.1 **PURPOSE.** The purpose of this Contract is to set forth the terms and conditions for the establishment of a SUD Oversight Policy Board pursuant to MCL 330.1287(5).

ARTICLE II

SUD POLICY BOARD

Section 2.1 FUNCTIONS AND RESPONSIBILITIES. The SUD Oversight Policy Board shall have the following functions and responsibilities:

2.1.1 Approval of any portion of SWMBH's budget that contains 1986 PA 2 (MCL 211.24e(11)), funds ("PA 2 Funds") for the treatment or prevention of substance use disorders which shall be used only for substance use disorder treatment and prevention in the Counties from which the PA 2 Funds originated; provided, however, that the SUD Oversight Policy Board's approval authority under this Section 2.1.1 shall be limited to the substantive allocation of PA 2 Funds among programs and services and shall not extend to SWMBH's administrative, operational, or overhead expenditures, staffing decisions, or other internal budgetary matters;

2.1.2 Advise and make recommendations regarding SWMBH's budgets for substance use disorder treatment or prevention using non PA 2 Funds;

2.1.3 Advise and make recommendations regarding contracts with substance use disorder treatment or prevention providers; and

2.1.4 Any other function or responsibilities consistent with 2012 PA 500 and MCL 330.1287(5)(d) and as requested by SWMBH.

2.1.5 The functions and responsibilities described in Sections 2.1.2 and 2.1.3 are advisory in nature only. SWMBH shall consider in good faith any recommendations made by the SUD Oversight Policy Board under those Sections, but SWMBH shall retain sole and final decision-making authority with respect to its budgets for substance use disorder treatment or prevention using non-PA 2 Funds and its contracts with substance use disorder treatment or prevention providers.

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Section 2.2 APPOINTMENT/COMPOSITION. The Board of Commissioners of each of the Counties shall appoint up to two (2) members of the SUD Oversight Policy Board. The Board of Commissioners may appoint any combination of County Commissioners or others, as allowed by Michigan law, that it deems best represents the interests of its County. Records of appointments shall be provided to SWMBH upon request.

Section 2.3 VACANCIES. A vacancy on the SUD Oversight Policy Board shall be filled by the County that originally filled the vacated position.

Section 2.4 REMOVAL. The County that appointed a SUD Oversight Policy Board member may remove its appointee at any time. The SUD Oversight Policy Board is responsible for informing the relevant County of any lack of participation or attendance by the County's appointed SUP Oversight Policy Board member. Attendance records shall be provided to County Commissions at least twice annually.

Section 2.5 ETHICS AND CONFLICTS OF INTEREST. The SUD Oversight Policy Board shall adhere to all conflict of interest and ethics laws applicable to public officers and public servants, serving as members of the SUD Oversight Policy Board.

Section 2.6 COMPLIANCE WITH LAWS. The SUD Oversight Policy Board shall fully comply with all applicable laws, regulations and rules, including without limitation 1976 PA 267 (the "Open Meetings Act"), 1976 PA 422 (the "Freedom of Information Act"), 2012 PA 500, 2012 PA 501 and 1986 PA 2.

Section 2.7 BYLAWS. The SUD Oversight Policy Board shall maintain and periodically review its Bylaws. The Bylaws may be amended by the SUD Oversight Policy Board in accordance with all applicable Michigan state laws and regulations. The parties hereto agree that said Bylaws are not subject to SWMBH's approval; provided, however, that the SUD Oversight Policy Board shall provide SWMBH with written notice and a copy of any proposed amendment to its Bylaws at least thirty (30) days prior to the effective date of such amendment, and shall consider in good faith any written comments submitted by SWMBH during such notice period. No Bylaw or amendment thereto shall be effective to the extent it conflicts with any provision of this Contract.~~.~~

ARTICLE III

SWMBH

Section 3.1 FUNDING. SWMBH shall ensure that PA2 funding dedicated to substance use disorder services shall be retained for substance use disorder services and not diverted to fund services that are not for substance use disorders. MCL 330.1287(2).

ARTICLE IV

TERM AND TERMINATION

Section 4.1 TERM. The Term of this Contract shall commence on January 1, 2027~~4~~, and continue for a term of three (3) years ending December 31, 2030~~26~~, unless terminated at an earlier date as provided in Section 4.2.

Section 4.2.1 TERMINATION. Any party may terminate their participation in this Contract at any time for any or no reason by giving all other parties thirty (30) days written notice of the termination. Any notice of termination of this Contract shall not relieve either party of its obligations incurred prior to the effective date of such termination.

Section 4.2.2 TERMINATION of CMHE STATUS. This contract shall automatically and simultaneously terminate in the event MDHHS withdraws its designation of SWMBH as a CMHE. During any such transition period, the parties shall cooperate in good faith to ensure the orderly transition of SUD Oversight Policy Board functions and records to any successor entity designated by MDHHS.

ARTICLE V

LIABILITY

Section 5.1 LIABILITY/RESPONSIBILITY. No party shall be responsible for the acts or omissions of the other party or the employees, agents or servants of any other party, whether acting separately or jointly with the implementation of this Contract. Each party shall have the sole nontransferable responsibility for its own acts or omissions under this Contract. The parties shall only be bound and obligated under this Contract as expressly agreed to by each party and no party may otherwise obligate any other party.

Section 5.2 INDEMNIFICATION. To the extent permitted by applicable law and subject to available appropriations, e~~E~~ach County shall indemnify, defend, and hold harmless SWMBH, its board members, officers, employees, and agents from and against any and all claims, losses, damages, liabilities, costs, and expenses (including reasonable attorneys' fees) arising out of or resulting from (a) the acts or omissions of the County's appointed SUD Oversight Policy Board member(s) in connection with the performance of duties under this Contract, or (b) any breach of this Contract by such County. Notwithstanding the foregoing, nothing in this Agreement shall waive any defense, limitation, immunity or liability cap available to such County. This indemnification obligation shall survive the termination or expiration of this Contract.

Section 5.3 INSURANCE. Each County shall maintain, throughout the Term of this Contract, commercial general liability insurance or an equivalent self-insurance program with coverage limits of not less than $1,000,000 per occurrence and $2,000,000 in the aggregate. Upon request, each County shall provide SWMBH with certificates of insurance or evidence of self-insurance demonstrating compliance with this Section.

ARTICLE VI

MISCELLANEOUS

Section 6.1 AMENDMENTS. This Contract shall not be modified or amended except by a written document signed by all parties hereto.

Section 6.2 ASSIGNMENT. No party may assign its respective rights, duties or obligations under this Contract.

Section 6.3 NOTICES. All notices or other communications authorized or required under this Contract shall be given in writing, either by personal delivery or certified mail (return receipt requested) and shall be deemed to have been given on the date of personal delivery or the date of the return receipt of certified mail. Notices shall be delivered to the Executive Officer of SWMBH and the County Administrator of each County.

Section 6.4 ENTIRE AGREEMENT. This Contract shall embody the entire agreement and understanding between the parties hereto with respect to the subject matter hereof. There are no other agreements or understandings, oral or written, between the parties with respect to the subject matter hereof and this Contract supersedes all previous negotiations, commitments and writings with respect to the subject matter hereof.

Section 6.5 GOVERNING LAW. This Contract is made pursuant to, and shall be governed by, construed, enforced and interpreted in accordance with, the laws and decisions of the State of Michigan.

Section 6.6 BENEFIT OF THE AGREEMENT. The provisions of this Contract shall not inure to the benefit of, or be enforceable by, any person or entity other than the parties and any permitted successor or assign. No other person shall have the right to enforce any of the provisions contained in this Contract including, without limitation, any employees, contractors or their representatives.

Section 6.7 **ENFORCEABILITY AND SEVERABILITY.** In the event any provision of this Contract or portion thereof is found to be wholly or partially invalid, illegal or unenforceable in any judicial proceeding, such provision shall be deemed to be modified or restricted to the extent and in the manner necessary to render the same valid and enforceable, or shall be deemed excised from this Contract, as the case may require. This Contract shall be construed and enforced to the maximum extent permitted by law, as if such provision had been originally incorporated herein as so modified or restricted, or as if such provision had not been originally incorporated herein, as the case may be.

Section 6.8 **CONSTRUCTION.** The headings of the sections and paragraphs contained in this Contract are for convenience and reference purposes only and shall not be used in the construction or interpretation of this Contract.

Section 6.9 **COUNTERPARTS.** This Contract may be executed in one or more counterparts, each of which shall be considered an original, but together shall constitute one and the same agreement.

Section 6.10 **EXPENSES.** Except as is set forth herein or otherwise agreed in writing by the parties, each party shall pay its own costs, fees and expenses of negotiating and consummating this Contract, the actions and agreements contemplated herein and all prior negotiations, including legal and other professional fees.

Section 6.11 **REMEDIES CUMULATIVE.** All rights, remedies and benefits provided to the parties hereunder shall be cumulative, and shall not be exclusive of any such rights, remedies and benefits or of any other rights, remedies and benefits provided by law. All such rights and remedies may be exercised singly or concurrently on one or more occasions.

Section 6.12 **BINDING EFFECT.** This Contract shall be binding upon the successors and permitted assigns of the parties.

Section 6.13 **NO WAIVER OF GOVERNMENTAL IMMUNITY.** The parties agree that no provision of this Contract is intended, nor shall it be construed, as a waiver by any party of any governmental immunity or exemption provided under the Mental Health Code or other applicable law.

Section 6.14 CONFIDENTIALITY. Each party acknowledges that, in connection with this Contract, its representatives and appointed SUD Oversight Policy Board members may receive or have access to confidential, proprietary, or sensitive information of SWMBH, including without limitation draft budgets, financial projections, provider contract terms, strategic plans, and personally identifiable information of service recipients ("Confidential Information"). Each party shall cause its appointed Board members and representatives to maintain the confidentiality of all Confidential Information and shall not disclose such information to any third party except as required by the Freedom of Information Act, the Open Meetings Act, or other applicable law. This obligation shall survive the termination or expiration of this Contract for a period of three (3) years.

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Section 6.15 DISPUTE RESOLUTION. In the event of any dispute arising out of or relating to this Contract, the parties shall first attempt to resolve the dispute through good-faith

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negotiation between the Executive Officer of SWMBH and the County Administrator(s) of the affected County or Counties. If the dispute is not resolved within thirty (30) days of written notice of the dispute, any party may submit the dispute to non-binding mediation before a mutually agreed-upon mediator. The costs of mediation shall be shared equally among the participating parties. Nothing in this Section shall preclude any party from seeking injunctive or other equitable relief in a court of competent jurisdiction where necessary to prevent irreparable harm.

ARTICLE VII

CERTIFICATION OF AUTHORITY TO SIGN THIS CONTRACT

The persons signing this Contract on behalf of the parties hereto certify by said signatures that they are duly authorized to sign this Contract on behalf of said parties, and that this Contract has been authorized by said parties pursuant to formal resolution(s) of the appropriate governing body(ies), copies of which shall be provided to SWMBH.

IN WITNESS WHEREOF, the parties hereto have entered into, executed and delivered this Contract as of the dates noted below.

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH REGIONAL ENTITY

By: ________________________________

Date: ________________________________

Its: __________________________________

BARRY COUNTY

By: ________________________________

Date: ________________________________

Its: __________________________________

BERRIEN COUNTY

By: ________________________________

Date: ________________________________

Its: __________________________________

BRANCH COUNTY

By: ________________________________

Date: ________________________________

Its: __________________________________

CASS COUNTY

By: ________________________________

Date: ________________________________

Its: __________________________________

CALHOUN COUNTY

By: ________________________________
Date: _______________________________
Its: _________________________________

KALAMAZOO COUNTY
By: ________________________________
Date: _______________________________
Its: _________________________________

ST. JOSEPH COUNTY
By: ________________________________
Date: _______________________________
Its: _________________________________

VAN BUREN COUNTY
By: ________________________________
Date: _______________________________
Its: _________________________________

Southwest Michigan Behavioral Health

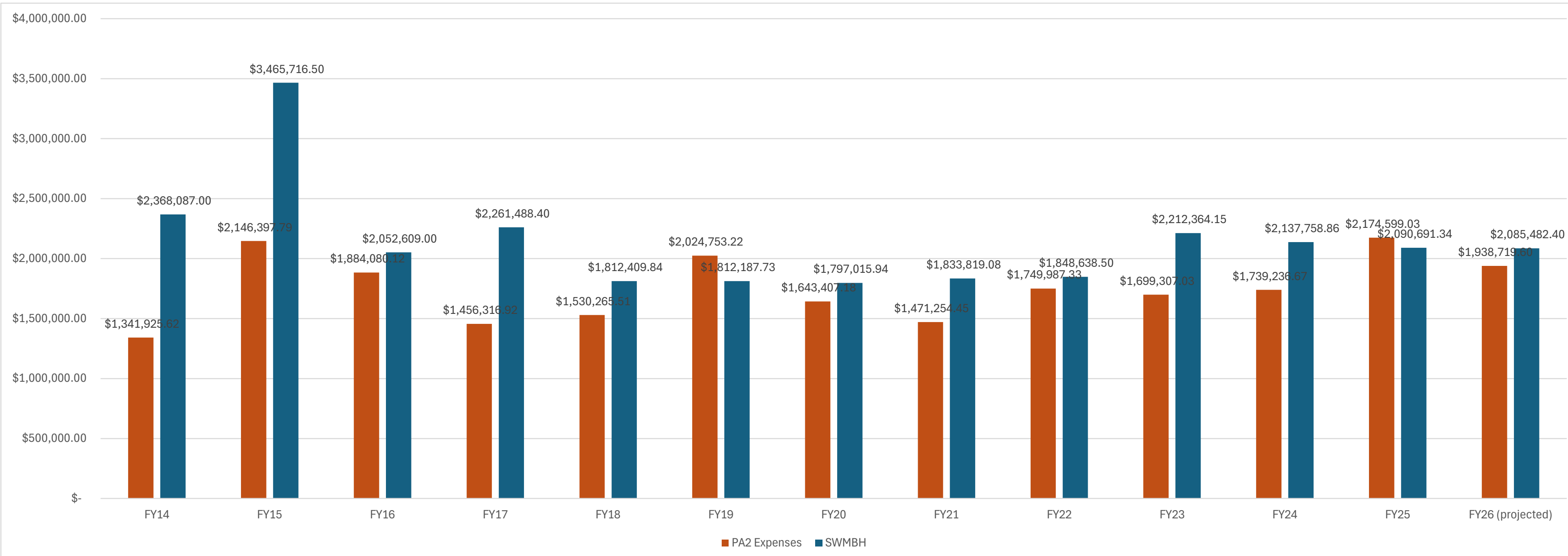
	A	D	E	F	G	H	I	J	K
1		**Substance Use Disorders Revenue & Expense Analysis Fiscal Year 2026**							
2		**For the Fiscal YTD Period Ended 5/31/2026**							
4		**MEDICAID**				**Healthy MI**			
5		**Budgeted**	**Actual**	**YTD**	**Fav**	**Budgeted**	**Actual**	**YTD**	**Fav**
6		**YTD Revenue**	**YTD Revenue**	**Expense**	**(Unfav)**	**YTD Revenue**	**YTD Revenue**	**Expense**	**(Unfav)**
7	Barry	161,465	86,258	9,817	76,441	243,532	173,819	22,053	151,766
8	Berrien	608,135	343,934	32,991	310,943	967,981	736,860	83,853	653,007
9	Branch	170,002	98,228	164	98,063	226,320	163,762	11,908	151,854
10	Calhoun	673,670	372,966	314,447	58,519	910,094	643,321	648,252	(4,931)
11	Cass	189,009	100,237	166,469	(66,232)	294,534	191,816	435,874	(244,059)
12	Kazoo	857,025	521,012	170,405	350,607	1,427,309	1,045,132	330,464	714,667
13	St. Joe	241,742	123,967	17,560	106,408	377,424	234,282	30,715	203,566
14	Van Buren	314,044	176,679	602	176,077	460,719	308,785	19,723	289,062
15	DRM	2,413,082	1,410,567	2,544,867	(1,134,300)	3,371,668	2,861,817	5,032,989	(2,171,173)
17	**Grand Total**	**5,628,173**	**3,233,849**	**3,257,321**	**(23,472)**	**8,279,582**	**6,359,593**	**6,615,833**	**(256,240)**
19		**BLOCK GRANT**				**BLOCK GRANT BY COUNTY**			
20	**EGRAMS**	**Budgeted**	**Actual**	**YTD**	**Fav**		**Actual**	**YTD**	**Fav**
21	**SUD Block Grant**	**YTD Revenue**	**YTD Revenue**	**Expense**	**(Unfav)**	**County**	**YTD Revenue**	**Expense**	**(Unfav)**
22	Community Grant	2,278,993	2,615,434	2,615,434	0	Barry	72,662	72,662	0
23	WSS	133,333	102,329	102,329	0	Berrien	664,467	664,467	0
24	Prevention	1,178,623	1,076,999	1,076,999	0	Branch	67,411	67,411	0
25	Admin/Access	140,000	152,026	152,026	0	Calhoun	355,512	355,512	0
26	State Disability Assistance	83,526	94,662	94,662	0	Cass	185,355	185,355	0
27	Gambling Prevention	133,333	127,415	127,415	0	Kazoo	473,228	473,228	0
28	State's Opioid Response	935,163	773,036	773,036	0	St. Joe	168,253	168,253	0
29	Partnership for Advancing Coalition	93,333	60,250	60,250	0	Van Buren	322,343	322,343	0
30	Substance Use Disorder - Tobacco	2,667	1,583	1,583	0	DRM	1,445,805	1,445,805	0
31	Alcohol Use Disorder Treatment	147,467	65,691	65,691	0	Admin/Access	131,501	131,501	0
32	Recovery Incentives Infrastructure	295,129	86,615	86,615	0				
33	Healing and Recovery Community Engager	227,419	108,684	108,684	0		**3,886,539**	**3,886,539**	-
34									
35	**Mental Health Block Grant**								
36	Transitional Navigators	133,333	72,644	72,644	0	Legend			
37	Veterans Navigator	86,667	63,811	63,811	0	DRM - Detox, Residential, and Methadone			
38	Behavioral Health Disparities	166,667	156,597	156,597	0	WSS - Women's Specialty Services			
39	Admin/Access	0	0	8,551	(8,551)				
40									
41	**Grand Total**	**6,035,652**	**5,557,776**	**5,566,327**	**(8,551)**				
42									
43		**PA2**				**PA2 Carryforward**			
44		**Budgeted**	**Actual**	**YTD**	**Fav**		**Prior Year**	**Current**	**Projected**
45		**YTD Revenue**	**YTD Revenue**	**Expense**	**(Unfav)**		**Balance**	**Utilization**	**Year End Balance**
46	Barry	95,425	61,205	49,926	11,279	Barry	804,479	11,279	815,758
47	Berrien	415,751	269,427	259,333	10,094	Berrien	820,919	10,094	831,013
48	Branch	76,484	47,801	11,085	36,716	Branch	595,883	36,716	632,599
49	Calhoun	368,456	252,559	233,283	19,276	Calhoun	193,794	19,276	213,071
50	Cass	81,228	54,173	51,099	3,074	Cass	541,276	3,074	544,351
51	Kazoo	750,823	502,267	483,746	18,522	Kazoo	2,110,723	18,522	2,129,245
52	St. Joe	126,259	86,565	101,114	(14,549)	St. Joe	397,237	(14,549)	382,688
53	Van Buren	176,265	116,323	52,973	63,350	Van Buren	623,433	63,350	686,783
54	**Grand Total**	**2,090,691**	**1,390,322**	**1,242,559**	**147,763**		**6,087,745**	**147,763**	**6,235,508**

Public Act 2 (PA2) Utilization Report
Fiscal Year 2026

Program	FY26 Approved Budget	Utilization FY26 May 2026	PA2 Remaining	YTD Utilization
Barry	**207,833**	**49,926**	**157,907**	**24%**
Barry County - Adult Specialty Court	32,215	6,883	25,332	21%
Barry County - Peer Recovery Coach	49,920	21,443	28,478	43%
BCCMHA - Outpatient Services	49,920	21,600	28,320	43%
BCCMHA-Prevention Services	75,778	-	75,778	0%
Berrien	**512,616**	**259,333**	**253,283**	**51%**
Abundant Life - Healthy Start	77,700	49,805	27,895	64%
Berrien MHA - Riverwood Jail Based Assessment	16,085	10,572	5,513	66%
Berrien County - Treatment Court Programs (DTC)	90,000	28,832	61,168	32%
Berrien County - Trial Courts (Intake/Assessment Coordinator)	62,564	27,936	34,628	45%
CHC - Jail Services	8,000	103	7,897	1%
CHC - Carol's Hope	42,000	-	42,000	0%
CHC - Wellness Group	6,000	367	5,633	6%
CHC - Star of Hope Recovery House	60,000	58,382	1,618	97%
Sacred Heart - Butternut	25,267	-	25,267	0%
Berrien County Health Department - Prevention Services	125,000	83,336	41,664	67%
Branch	**123,884**	**11,085**	**112,799**	**9%**
Pines BHS - Outpatient Treatment	30,000	9,546	20,454	32%
Jail Based Clinician	93,884	1,539	92,345	2%
Calhoun	**407,016**	**233,283**	**173,733**	**57%**
Calhoun County 10th Dist Sobriety Treatment Court	114,499	85,234	29,265	74%
Calhoun County 10th Dist Veteran's Treatment Court	6,013	1,219	4,794	20%
Calhoun County 37th Circuit Drug Treatment Court	215,313	105,478	109,835	49%
Haven of Rest-Haven Life Recovery Program (Men's)	20,000	17,000	3,000	85%
Calhoun County Juvenile SUD Services	26,191	7,685	18,506	29%
Michigan Rehabilitation Services - Calhoun	25,000	16,667	8,333	67%
Cass	**216,592**	**60,975**	**79,426**	**28%**
Woodlands - Meth Treatment & Drug Court Outpatient Services	86,521	45,874	40,647	53%
Woodlands BHN-Family Education Group	8,880	5,225	3,655	59%
Woodlands Case Management Outreach	45,000	9,876	35,124	22%
Woodlands-Prevention Services	76,191	-	76,191	0%
Kalamazoo	**1,119,099**	**501,491**	**617,608**	**45%**
CHC - New Beginnings	77,627	77,627	-	100%
CHC - Bethany House	56,154	37,040	19,114	66%
ISK - Oakland Drive Shelter	42,000	28,000	14,000	67%
8th District Sobriety Court	29,590	5,887	23,703	20%
8th District General Probation Court	14,850	3,642	11,208	25%
8th District Mental Health Recovery Court	4,950	952	3,998	19%
9th Circuit Problem Solving Courts	80,003	51,345	28,658	64%
CHC - Adolescent Services	21,876	1,702	20,175	8%
KCHCS Healthy Babies	87,000	37,105	49,895	43%
ISK - Opiod Overdose Response Program (OORP)	168,818	474	168,344	0%
ISK - Homeless Emergency Response System (HERS)	33,600	22,400	11,200	67%
ISK - Mental Health Services Court	100,000	66,667	33,333	67%
Michigan Rehabilitation Services - Kalamazoo	17,250	11,500	5,750	67%
Mothers of Hope	60,000	59,154	846	99%
Recovery Institute - Recovery Coach	115,000	60,396	54,604	53%

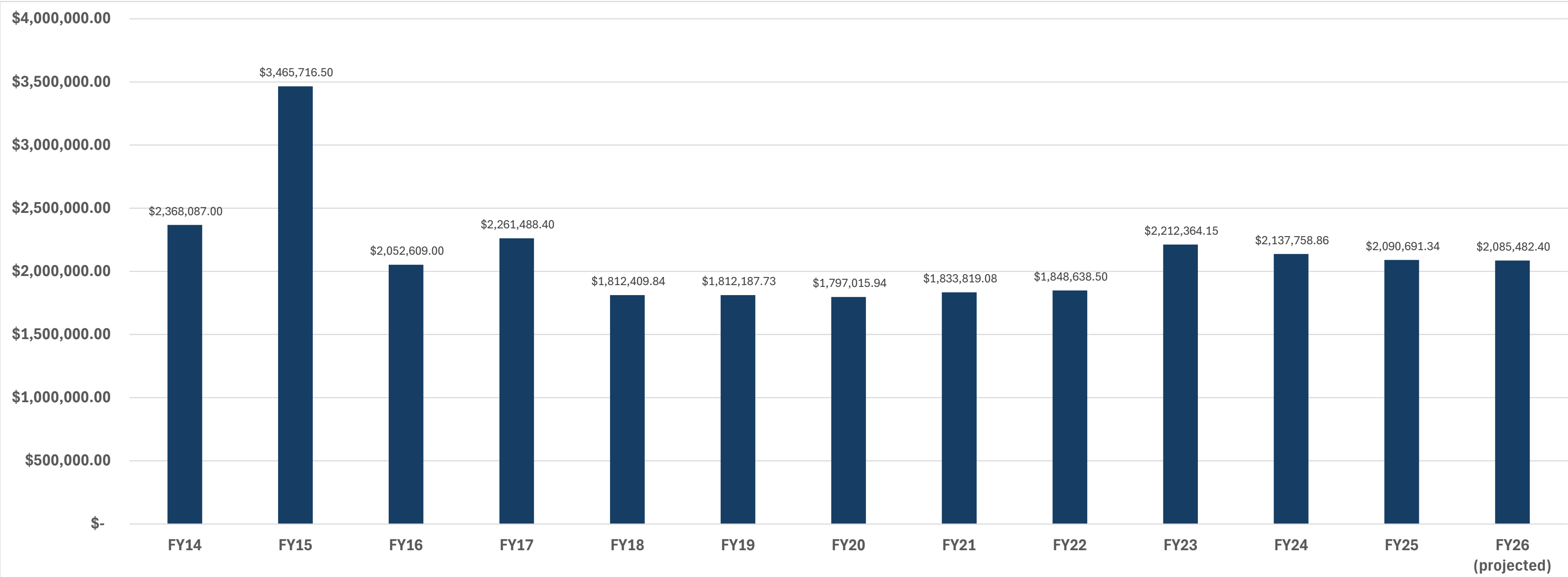
Program	FY26 Approved Budget	Utilization FY26 May 2026	PA2 Remaining	YTD Utilization
CHC - Prevention	29,381	-	29,381	0%
Prevention Works - ATOD	100,000	-	100,000	0%
Prevention Works - Task Force	25,000	-	25,000	0%
Gryphon Gatekeeper - Suicide Prevention	20,000	13,600	6,400	68%
Gryphon Helpline/Crisis Response	36,000	24,000	12,000	67%
St. Joseph	**165,392**	**101,115**	**64,277**	**61%**
CHC - Hope House	57,325	39,610	17,715	69%
3B District - Drug/Alcohol Testing	37,040	24,514	12,527	66%
3B District - Sobriety Courts/Ignition Interlock	3,276	-	3,276	0%
Pivotal (CMH) - Court Ordered Drug Testing/Assessments	44,000	36,991	7,009	84%
Pivotal (CMH) - Prevention	23,751	-	23,751	0%
Van Buren	**204,454**	**52,973**	**151,481**	**26%**
Van Buren CMHA- Substance Abuse Treatment	88,007	25,353	62,654	29%
Van Buren County-Speciality Courts and Pretrial Services	71,466	27,620	43,846	39%
Van Buren CMHA - Prevention	44,981	-	44,981	0%
Totals	**2,956,886**	**1,270,180**	**1,686,706**	**43%**

SWMBH Historial PA2 Revenue/Expenses



PA2 Revenue	FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26 (projected)
Barry	$ 140,351.00	$ 134,190.50	$ 78,580.00	$ 91,192.18	$ 73,704.01	$ 74,539.13	$ 76,879.54	$ 79,700.92	$ 80,103.42	$ 98,050.60	$ 98,825.70	$ 95,424.94	$ 91,807.20
Berrien	$ 324,494.50	$ 713,821.00	$ 425,365.00	$ 468,015.86	$ 373,876.85	$ 364,833.99	$ 357,932.14	$ 359,135.76	$ 366,811.18	$ 436,222.75	$ 424,310.56	$ 415,751.20	$ 404,140.80
Branch	$ 59,918.00	$ 129,757.50	$ 76,372.50	$ 83,250.14	$ 65,661.08	$ 64,543.31	$ 64,596.50	$ 64,200.43	$ 65,529.28	$ 78,192.88	$ 79,263.29	$ 76,483.93	$ 71,701.60
Calhoun	$ 457,307.50	$ 630,864.50	$ 377,119.50	$ 415,978.77	$ 331,547.13	$ 334,768.50	$ 333,118.20	$ 344,269.57	$ 344,357.61	$ 402,388.28	$ 378,805.60	$ 368,455.66	$ 378,839.20
Cass	$ 57,437.00	$ 127,487.00	$ 77,773.50	$ 89,107.35	$ 74,485.75	$ 70,561.25	$ 65,462.54	$ 63,961.92	$ 69,601.57	$ 83,765.44	$ 84,563.17	$ 81,227.82	$ 81,259.60
Kalamazoo	$ 943,122.50	$ 1,285,795.00	$ 751,543.50	$ 814,981.50	$ 652,243.60	$ 660,672.21	$ 658,342.09	$ 676,649.74	$ 676,597.60	$ 807,927.33	$ 768,536.58	$ 750,823.05	$ 753,401.20
St. Joseph	$ 129,623.00	$ 175,115.50	$ 103,800.00	$ 121,197.55	$ 96,502.20	$ 98,989.12	$ 98,518.44	$ 100,863.49	$ 100,761.98	$ 125,563.29	$ 123,630.77	$ 126,259.36	$ 129,848.00
Van Buren	$ 255,833.50	$ 268,685.50	$ 162,055.00	$ 177,765.07	$ 144,389.24	$ 143,280.24	$ 142,166.51	$ 145,037.27	$ 144,875.86	$ 180,253.58	$ 179,823.19	$ 176,265.38	$ 174,484.80
PA2 Expenses	$ 1,341,925.62	$ 2,146,397.79	$ 1,884,080.12	$ 1,456,316.92	$ 1,530,265.51	$ 2,024,753.22	$ 1,643,407.18	$ 1,471,254.45	$ 1,749,987.33	$ 1,699,307.03	$ 1,739,236.67	$ 2,174,599.03	$ 1,938,719.60
SWMBH	$ 2,368,087.00	$ 3,465,716.50	$ 2,052,609.00	$ 2,261,488.40	$ 1,812,409.84	$ 1,812,187.73	$ 1,797,015.94	$ 1,833,819.08	$ 1,848,638.50	$ 2,212,364.15	$ 2,137,758.86	$ 2,090,691.34	$ 2,085,482.40
County/SWMBH	50/50	50/50	50/50	50/50	50/50	50/50	50/50	50/50	50/50	60/40	60/40	60/40	60/40

SWMBH Historial PA2 Revenue



PA2 Revenue	FY14	FY15	FY16	FY17	FY18	FY19	FY20	FY21	FY22	FY23	FY24	FY25	FY26 (projected)
Barry	$ 140,351.00	$ 134,190.50	$ 78,580.00	$ 91,192.18	$ 73,704.01	$ 74,539.13	$ 76,879.54	$ 79,700.92	$ 80,103.42	$ 98,050.60	$ 98,825.70	$ 95,424.94	$ 91,807.20
Berrien	$ 324,494.50	$ 713,821.00	$ 425,365.00	$ 468,015.86	$ 373,876.85	$ 364,833.99	$ 357,932.14	$ 359,135.76	$ 366,811.18	$ 436,222.75	$ 424,310.56	$ 415,751.20	$ 404,140.80
Branch	$ 59,918.00	$ 129,757.50	$ 76,372.50	$ 83,250.14	$ 65,661.08	$ 64,543.31	$ 64,596.50	$ 64,200.43	$ 65,529.28	$ 78,192.88	$ 79,263.29	$ 76,483.93	$ 71,701.60
Calhoun	$ 457,307.50	$ 630,864.50	$ 377,119.50	$ 415,978.77	$ 331,547.13	$ 334,768.50	$ 333,118.20	$ 344,269.57	$ 344,357.61	$ 402,388.28	$ 378,805.60	$ 368,455.66	$ 378,839.20
Cass	$ 57,437.00	$ 127,487.00	$ 77,773.50	$ 89,107.35	$ 74,485.75	$ 70,561.25	$ 65,462.54	$ 63,961.92	$ 69,601.57	$ 83,765.44	$ 84,563.17	$ 81,227.82	$ 81,259.60
Kalamazoo	$ 943,122.50	$ 1,285,795.00	$ 751,543.50	$ 814,981.50	$ 652,243.60	$ 660,672.21	$ 658,342.09	$ 676,649.74	$ 676,597.60	$ 807,927.33	$ 768,536.58	$ 750,823.05	$ 753,401.20
St. Joseph	$ 129,623.00	$ 175,115.50	$ 103,800.00	$ 121,197.55	$ 96,502.20	$ 98,989.12	$ 98,518.44	$ 100,863.49	$ 100,761.98	$ 125,563.29	$ 123,630.77	$ 126,259.36	$ 129,848.00
Van Buren	$ 255,833.50	$ 268,685.50	$ 162,055.00	$ 177,765.07	$ 144,389.24	$ 143,280.24	$ 142,166.51	$ 145,037.27	$ 144,875.86	$ 180,253.58	$ 179,823.19	$ 176,265.38	$ 174,484.80
SWMBH	$ 2,368,087.00	$ 3,465,716.50	$ 2,052,609.00	$ 2,261,488.40	$ 1,812,409.84	$ 1,812,187.73	$ 1,797,015.94	$ 1,833,819.08	$ 1,848,638.50	$ 2,212,364.15	$ 2,137,758.86	$ 2,090,691.34	$ 2,085,482.40
County/SWMBH	50/50	50/50	50/50	50/50	50/50	50/50	50/50	50/50	50/50	60/40	60/40	60/40	60/40

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
ALCOHOL TAX PLAN - FY27 - PROVIDER REQUESTS

	Approved Budget FY 26 Oct-Sep	Amended Budget FY 26 Oct-Sep	Projected Revenue/Expense FY 26 Oct - Jul	Proposed Budget FY 27 Oct-Sep	Inc/(Dec) over approved FY 25 Budget
Revenue:					-
Prior Year(s) Carryover	6,286,420	6,286,420	6,317,599	6,191,453	17,871
PA2 Revenue	2,085,482	2,085,482	2,085,482	2,085,482	(98,994)
Total Revenue	**8,371,902**	**8,371,902**	**8,403,082**	**8,276,936**	**(81,123)**
Expenses:					
RESIDENTIAL TREATMENT SERVICES	233,106	233,106	273,416	233,706	59,400
OUTPATIENT TREATMENT SERVICES	2,167,698	2,176,294	1,556,030	2,702,898	(99,488)
					-
PREVENTION SERVICES	556,082	556,082	382,182	568,371	163,447
Total Expenses	**2,956,886**	**2,965,482**	**2,211,628**	**3,504,975**	**123,359**
Total Carryover	**5,415,017**	**5,406,421**	**6,191,453**	**4,771,961**	**(204,482)**

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
ALCOHOL TAX PLAN - FY27 - PROVIDER REQUESTS

		Approved Budget FY26 Oct-Sep	Amended Budget FY26 Oct-Sep	Projected Rev/Exp FY26 Oct - Jul	Proposed Budget FY27 Oct-Sep	Inc/(Dec) over approved FY 26 Budget
Barry						
	OUTPATIENT TREATMENT SERVICES	132,055	132,055	89,051	140,268	8,213
	PREVENTION SERVICES	75,778	75,778	75,778	75,778	-
	Total	207,833	207,833	164,829	216,046	8,213
Berrien						
	OUTPATIENT TREATMENT SERVICES	387,616	387,616	278,590	541,823	154,207
	PREVENTION SERVICES	125,000	125,000	125,004	125,000	-
	Total	512,616	512,616	403,594	666,823	154,207
Branch						
	OUTPATIENT TREATMENT SERVICES	123,884	123,884	16,627	39,050	(84,834)
	PREVENTION SERVICES	-	-	-	-	-
	Total	123,884	123,884	16,627	39,050	(84,834)
Calhoun						
	OUTPATIENT TREATMENT SERVICES	407,016	407,016	356,841	817,254	410,238
	PREVENTION SERVICES	-	-	-	-	-
	Total	407,016	407,016	356,841	817,254	410,238
Cass						
	OUTPATIENT TREATMENT SERVICES	140,401	140,997	98,105	138,201	(2,796)
	PREVENTION SERVICES	76,191	76,191	-	88,480	12,289
	Total	216,592	217,188	98,105	226,681	9,493
Kalamazoo						
	RESIDENTIAL TREATMENT SERVICES	175,781	175,781	214,001	176,381	600
	OUTPATIENT TREATMENT SERVICES	732,938	732,938	517,931	748,088	15,151
	PREVENTION SERVICES	210,381	210,381	181,400	210,381	-
	Total	1,119,099	1,119,099	913,332	1,134,850	15,751
St Joseph						
	RESIDENTIAL TREATMENT SERVICES	57,325	57,325	59,415	57,325	-
	OUTPATIENT TREATMENT SERVICES	84,316	92,316	100,183	127,526	35,210
	PREVENTION SERVICES	23,751	23,751	-	23,751	-
	Total	165,392	173,392	159,599	208,602	35,210
Van Buren						
	OUTPATIENT TREATMENT SERVICES	159,473	159,473	98,703	150,687	(8,785)
	PREVENTION SERVICES	44,981	44,981	-	44,981	-
	Total	204,454	204,454	98,703	195,668	(8,785)
All Counties						
	RESIDENTIAL TREATMENT SERVICES	233,106	233,106	273,416	233,706	600
	OUTPATIENT TREATMENT SERVICES	2,167,698	2,176,294	1,556,030	2,702,898	526,604
	PREVENTION SERVICES	556,082	556,082	382,182	568,371	12,289
	Total	2,956,886	2,965,482	2,211,628	3,504,975	539,493

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
BARRY COUNTY
ALCOHOL TAX PLAN - FY27 - PROVIDER REQUESTS

	Approved	Projected	Proposed	Inc/(Dec) over approved			
	Budget FY26 Oct - Sep	Rev/Exp FY26 Oct - May	Budget FY27 Oct - Sep	Budget FY26 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:							
Prior Year(s) Carryover	768,248	822,702	760,109	(8,139)	635,870	505,151	367,755
PA2 Revenue	102,236	102,236	91,807	(10,428)	91,807	91,807	91,807
Total Revenue	**870,483**	**924,937**	**851,916**	**(18,567)**	**727,678**	**596,958**	**459,562**
Expenses:							
OUTPATIENT TREATMENT SERVICES							
Barry County Community Mental Health Authority - Jail Service	49,920	32,400	49,920	-	51,418	52,960	54,549
Barry County - Adult Specialties Court	32,215	13,766	13,548	(18,667)	13,954	14,373	14,804
Barry County - Peer Recovery Coach	49,920	42,885	76,800	26,880	79,104	81,477	83,921
PREVENTION SERVICES	75,778	75,778	75,778	-	78,051	80,392	82,804
Total Expenses	**207,833**	**164,829**	**216,046**	**8,213**	**222,527**	**229,203**	**236,079**
Total Carryover	**662,651**	**760,109**	**635,870**	**(26,780)**	**505,151**	**367,755**	**223,483**

Note(s)

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
BERRIEN COUNTY
ALCOHOL TAX PLAN - FY27 - PROVIDER REQUESTS

	Approved Budget FY26 Oct - Sep	Projected Rev/Exp FY26 Oct - May	Proposed Budget FY27 Oct - Sep	Inc/(Dec) over approved Budget FY26 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:							
Prior Year(s) Carryover	777,491	904,380	905,485	127,994	642,803	360,116	56,825
PA2 Revenue	429,966	429,966	404,141	(25,825)	404,141	404,141	404,141
Total Revenue	**1,207,457**	**1,334,346**	**1,309,626**	**102,169**	**1,046,944**	**764,257**	**460,966**
Expenses:							
OUTPATIENT TREATMENT SERVICES							
Abundant Life - Healthy Start	77,700	75,333	88,600	10,900	91,258	93,996	96,816
Berrien MHA - Riverwood Jail Based Drug Assessment	16,085	15,858	17,168	1,083	17,683	18,213	18,759
New Way 365, Recovery Community Organization	-	-	100,000	100,000	103,000	106,090	109,273
Berrien County - DTC	90,000	43,248	122,400	32,400	126,072	129,854	133,750
Berrien County - Trial courts (Intake Coordinator)	62,564	55,872	66,111	3,547	68,094	70,137	72,241
CHC - Jail	8,000	155	8,000	-	8,240	8,487	8,742
CHC- Carol's Hope	42,000	-	42,000	-	43,260	44,558	45,895
CHC - Wellness Grp	6,000	550	6,000	-	6,180	6,365	6,556
CHC - Star of Hope Recovery House	60,000	87,574	60,000	-	61,800	63,654	65,564
Sacred Heart - Butternut	25,267	25,267	31,544	6,278	32,491	33,466	34,470
PREVENTION SERVICES	125,000	125,004	125,000	-	128,750	132,613	136,591
Total Expenses	**512,616**	**428,861**	**666,823**	**154,207**	**686,828**	**707,432**	**728,655**
Total Carryover	**694,841**	**905,485**	**642,803**	**(52,038)**	**360,116**	**56,825**	**(267,690)**

Note(s)

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
BRANCH COUNTY
ALCOHOL TAX PLAN - FY27 - PROVIDER REQUESTS

	Approved Budget FY26 Oct - Sep	Projected Rev/Exp FY26 Oct - May	Proposed Budget FY27 Oct - Sep	Inc/(Dec) over approved Budget FY26 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:							
Prior Year(s) Carryover	591,264	607,479	673,796	82,533	706,448	737,928	768,202
PA2 Revenue	82,945	82,945	71,702	(11,243)	71,702	71,702	71,702
Total Revenue	**674,209**	**690,424**	**745,498**	**71,289**	**778,150**	**809,630**	**839,903**
Expenses:							
OUTPATIENT TREATMENT SERVICES							
Outpatient Treatment	30,000	14,319	30,000	-	30,900	31,827	32,782
Jail Base Clinician	93,884	2,309	9,050	(84,834)	9,322	9,601	9,889
PREVENTION SERVICES	-	-	-	-	-	-	-
Total Expenses	**123,884**	**16,627**	**39,050**	**(84,834)**	**40,222**	**41,428**	**42,671**
Total Carryover	**550,325**	**673,796**	**706,448**	**156,123**	**737,928**	**768,202**	**797,232**

Note(s)

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
CALHOUN COUNTY
ALCOHOL TAX PLAN - FY27 - PROVIDER REQUESTS

	Approved Budget FY26 Oct - Sep	Projected Rev/Exp FY26 Oct - May	Proposed Budget FY27 Oct - Sep	*Inc/(Dec)* over approved Budget FY26 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:							
Prior Year(s) Carryover	284,284	213,071	235,069	71,213	256,107	215,719	162,755
PA2 Revenue	378,839	378,839	378,839	-	378,839	378,839	378,839
Total Revenue	**663,123**	**591,910**	**613,908**	**71,213**	**634,946**	**594,559**	**541,594**
Expense:							
OUTPATIENT TREATMENT SERVICES							
10th Dist Drug Sobriety Court	114,499	127,852	275,460	160,961	117,934	121,472	125,116
10th Dist Veteran's Court	6,013	1,828	105,754	99,741	6,193	6,379	6,571
37th Circuit Drug Treatment Court	215,313	158,218	334,939	119,626	221,772	228,426	235,278
Haven of Rest	20,000	25,500	40,000	20,000	20,600	21,218	21,855
MRS	25,000	25,000	25,000	-	25,750	26,523	27,318
Summit Pointe - Youth Center	26,191	18,443	36,101	9,910	26,977	27,786	28,620
Total Expenses	**407,016**	**356,841**	**817,254**	**410,238**	**419,227**	**431,804**	**444,758**
Total Carryover	**256,107**	**235,069**	**(203,346)**	**(339,025)**	**215,719**	**162,755**	**96,837**

Note(s)

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
CASS COUNTY
ALCOHOL TAX PLAN - FY27 - PROVIDER REQUESTS

	Approved Budget FY26 Oct - Sep	Projected Rev/Exp FY26 Oct - May	Proposed Budget FY27 Oct - Sep	Inc/(Dec) over approved Budget FY26 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:							
Prior Year(s) Carryover	616,715	642,915	632,280	15,565	486,859	334,636	175,410
PA2 Revenue	87,470	87,470	81,260	(6,210)	81,260	81,260	81,260
Total Revenue	**704,185**	**730,385**	**713,540**	**9,355**	**568,118**	**415,896**	**256,670**
Expense:							
OUTPATIENT TREATMENT SERVICES							
Woodlands BHN Jail & Outpatient Services	86,521	68,609	84,321	(2,200)	86,851	89,456	92,140
Woodlands BHN Family Education Group	8,880	7,700	8,880	0	9,147	9,421	9,704
Woodlands BHN Case Management Outreach	45,000	21,795	45,000	-	46,350	47,741	49,173
PREVENTION SERVICES	76,191	-	88,480	12,289	91,134	93,868	96,684
Total Expenses	**216,592**	**98,105**	**226,681**	**10,089**	**233,482**	**240,486**	**247,701**
Total Carryover	**487,593**	**632,280**	**486,859**	**(735)**	**334,636**	**175,410**	**8,969**

Note(s)

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
KALAMAZOO COUNTY
ALCOHOL TAX PLAN - FY27 - PROVIDER REQUESTS

	Approved Budget FY26 Oct - Sep	Projected Rev/Exp FY26 Oct - May	Proposed Budget FY27 Oct - Sep	Inc/(Dec) over approved Budget FY25 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:							
Prior Year(s) Carryover	2,244,279	2,371,146	2,246,111	1,833	1,864,662	1,449,685	1,000,174
PA2 Revenue	788,297	788,297	753,401	(34,896)	753,401	753,401	753,401
Total Revenue	**3,032,576**	**3,159,443**	**2,999,513**	**(33,063)**	**2,618,063**	**2,203,086**	**1,753,575**
Expenses:							
RESIDENTIAL TREATMENT SERVICES							
CHC - New Beginnings	77,627	116,441	77,627	-	79,956	82,354	84,825
CHC - Bethany House	56,154	55,561	56,154	-	57,839	59,574	61,361
ISK - Oakland Drive Shelter	42,000	42,000	42,600	600	43,878	45,194	46,550
OUTPATIENT TREATMENT SERVICES							
8th District Sobriety Court	29,590	11,774	29,590	-	30,478	31,392	32,334
8th District Probation Court	14,850	7,283	14,850	-	15,296	15,754	16,227
8th District Mental Health Recovery Court	4,950	1,428	4,950	-	5,099	5,251	5,409
9th Circuit Drug Court-Problem Solving Court	80,003	77,018	90,450	10,447	93,164	95,958	98,837
8th District Veteran's Treatment Court	-	-	14,300	14,300	14,729	15,171	15,626
CHC - Adolescent Services	21,876	2,552	21,876	-	22,533	23,209	23,905
KCHCS Healthy Babies	87,000	74,211	87,000	-	89,610	92,298	95,067
CHC - Prevention	29,381	-	29,381	-	30,262	31,170	32,105
Gryphon Gatekeeper - Suicide Prevention	20,000	20,400	20,000	-	20,600	21,218	21,855
Gryphon Helpline/Crisis Response	36,000	36,000	36,000	-	37,080	38,192	39,338
Prevention Works - ATOD	100,000	100,000	100,000	-	103,000	106,090	109,273
Prevention Works - Task Force	25,000	25,000	25,000	-	25,750	26,523	27,318
Total Expenses	**1,119,099**	**913,332**	**1,134,850**	**15,751**	**1,168,378**	**1,202,912**	**1,238,482**
Total Carryover	**1,913,476**	**2,246,111**	**1,864,662**	**(48,814)**	**1,449,685**	**1,000,174**	**515,093**

Note(s)

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
ST. JOSEPH COUNTY
ALCOHOL TAX PLAN - FY27 - PROVIDER REQUESTS

	Approved Budget FY26 Oct - Sep	Amended Budget FY26 Oct - May	Projected Rev/Exp FY26 Oct - Jul	Proposed Budget FY27 Oct - Sep	Inc/(Dec) over approved Budget FY26 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:								
Prior Year(s) Carryover	398,992	379,931	380,842	343,823	(55,169)	265,070	180,058	88,600
PA2 Revenue	122,580	122,581	122,580	129,848	7,268	129,848	129,848	129,848
Total Revenue	**521,572**	**502,512**	**503,422**	**473,671**	**(47,901)**	**394,918**	**309,906**	**218,448**
Expenses:								
RESIDENTIAL TREATMENT SERVICES								
Hope House	57,325	57,325	59,415	57,325	-	59,045	60,816	62,641
OUTPATIENT TREATMENT SERVICES								
3B District - Sobriety Courts	3,276	3,276	-	3,276	-	3,374	3,476	3,580
3B District - Drug/Alcohol Testing	37,040	45,040	63,413	77,000	31,960	79,310	81,689	84,140
CMH Drug Testing/Assessments	44,000	44,000	36,770	47,250	3,250	48,668	50,128	51,631
PREVENTION SERVICES	23,751	23,751	-	23,751	-	24,463	25,197	25,953
Total Expenses	**165,392**	**173,392**	**159,599**	**208,602**	**35,210**	**214,860**	**221,306**	**227,945**
Total Carryover	**356,181**	**329,121**	**343,823**	**265,070**	**(83,111)**	**180,058**	**88,600**	**(9,497)**

Note(s)

SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
VAN BUREN COUNTY
ALCOHOL TAX PLAN - FY27 - PROVIDER REQUESTS

	Approved Budget FY26 Oct - Sep	Projected Rev/Exp FY26 Oct - Jul	Proposed Budget FY27 Oct - Sep	Inc/(Dec) over approved Budget FY26 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:							
Prior Year(s) Carryover	567,346	641,625	727,421	160,075	706,238	679,184	646,084
PA2 Revenue	184,499	184,499	174,485	(10,014)	174,485	174,485	174,485
Total Revenue	**751,846**	**826,124**	**901,906**	**150,061**	**880,723**	**853,669**	**820,569**
Expenses:							
OUTPATIENT TREATMENT SERVICES							
Van Buren CMHA	88,007	43,463	78,395	(9,612)	80,747	83,169	85,664
Van Buren Circuit Court-Specialty Court	71,466	55,240	72,292	827	74,461	76,695	78,996
PREVENTION SERVICES							
Van Buren CMHA	44,981	-	44,981	-	46,331	47,721	49,152
Total Expenses	**204,454**	**98,703**	**195,668**	**(8,785)**	**201,539**	**207,585**	**213,812**
Total Carryover	**547,392**	**727,421**	**706,238**	**158,846**	**679,184**	**646,084**	**606,757**

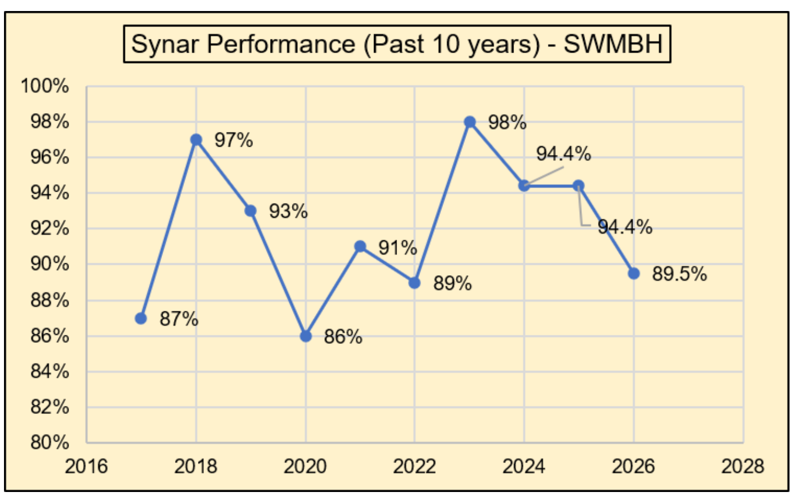
Note(s)

2026 Synar Summary Overview of Synar Tobacco Compliance Checks:

- The "Alcohol, Drug Abuse, and Mental Health Administration Reorganization Act" of July 1992 includes the Synar Amendment (Section 1926), which requires states to create a Youth Tobacco legislation (MI- YTA), verify retailer compliance level annually, and report it to the Department of Health and Human Services.
- Minimum compliance rate expected from each state is **80%.**
- States that fail to demonstrate a minimum compliance rate of 80% stand to lose as much as 40% of their allocated block grant funding (penalty incurred in the following FY)
- Each year, the Michigan Department of Health and Human Services (MDHHS) randomly selects tobacco and vaping retailers of each county, and assigns PIHPs to conduct covert compliance inspections of these retailers during a specific time of the year (June 2026)
- In addition to the Synar Compliance Inspections, the PIHP conducts year-round compliance checks and education efforts of tobacco retailers, alcohol retailers and vaping devices retailers in each county. These efforts are focused on supporting retailers in maintaining compliance with legislation that restricts youth access to these substances.

2026 Results:

- SWMBH was assigned the responsibility of conducting Synar Inspections (Compliance Checks) of 40 Tobacco/Vaping Retailers.
- Compliance rate: 34/38 (89.5%), or Retailer Violation Rate (RVR): 10.5% (note: Two of the assigned retailers were eventually excluded from the list: One had gone out of business and the other stopped selling tobacco/vaping products)
- NOTE: The compliance rate of our region has stayed above the 80% mark for the past 18 years. Synar Compliance rate of past ten inspection cycles:
    - **2026: 89.5%**
    - 2025: 94%
    - 2024: 94%
    - 2023: 98%
    - 2022: 89%
    - 2021: 91%
    - 2020: 86%
    - 2019: 93%
    - 2018: 97%
    - 2017: 87%



FY27 Conference Report (Final Budget)

Specific Mental Health/Substance Abuse Services Line items

	FY'27 (Exec Rec)	FY'27 (House)	FY'27 (Senate)	FY'27 (Final)
-CMH Non-Medicaid services	$125,578,200	$125,578,200	$125,578,200	$125,578,200
-Medicaid Mental Health Services	$3,667,513,800	$3,329,969,700	$3,663,869,500	$3,429,794,900
-Medicaid Substance Abuse services	$84,902,600	$84,902,600	$84,902,600	$86,779,200
-State disability assistance program	$2,018,800	$1,922,000	$2,018,800	$1,865,200
-Community substance abuse (Prevention, education, and treatment programs)	$79,221,100	$79,207,900	$78,186,700	$77,133,400
-Health Homes Program	$50,239,800	$50,239,800	$50,239,800	$34,239,800
-Autism services	$560,716,600	$560,716,600	$560,716,600	$552,239,000
-Healthy MI Plan (Behavioral health)	$525,256,200	$375,780,500	$518,153,900	$392,882,000
-CCBHC	$916,062,700	$916,062,700	$916,062,700	$916,062,700
-Total Local Dollars	$9,943,600	$9,943,600	$9,943,600	$9,943,600

Other Highlights of the FY27 Final Budget:

Boilerplate sections NOT included:

Sec. 1020. PIHP Request for Proposal – NOT INCLUDED

Sec. 1021. "Mental Health Framework" Prohibition – NOT INCLUDED

Sec. 1022. Waskul Cost Reimbursements – NOT INCLUDED

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Direct Care Worker Wages

- Executive includes $351.8 million Gross ($118.9 million GF/GP) to backfill federal COVID-19 Public Health Emergency (ARPA) revenue and retain $3.40 per hour wage add-on, incorporate state minimum wage increases for CY 2025 and 2026, include an additional $1.27 per hour increase to recognize minimum wage rate effective January 1, 2027, and provide for statutorily-required sick-leave payment costs for Medicaid reimbursed Direct Care Worker wages. **Conference does not include in FY 2026-27, but includes in a FY 2025-26 supplemental.**

- FY26 Supplemental Budget Boilerplate: Sec. 409. Direct Care Wages Allocates funds for minimum wages increases in 2026, 2027, and sick leave costs related to changes to state law; designates unexpended funds as a work project appropriate.

Applied Behavior Analysis (ABA) Service Delivery

- Conference reduces $21.6 million Gross ($7.4 million GF/GP) from the department implementing service and delivery changes to ABA services either independently or associated with federal policy or regulatory modifications. Section 923 is related boilerplate.

Certified Community Behavioral Health Clinics (CCBHCs)

- Includes $7.9 million GF/GP to offset a like amount of federal funds based on updated, anticipated federal cost reimbursements.

- **Conference moves $242.3 million Gross ($46.0 million GF/GP) to the one-time unit.** This results in a net $0 change in FY 2026-27.

Crisis Stabilization Unit Expansion – One-Time

- Conference includes $5.0 million GF/GP on a one-time basis.to expand the number of crisis stabilization units.

Medicaid Efficiencies – (479,703,400 Gross savings) / (185,000,000 GF/GP savings)
- The Conference reduced funding due to changes to the pharmaceutical program such as participation in the GENEROUS program, utilization of a single pharmaceutical benefits manager, increased utilization of generic and biosimilars, and prescription fee alignment ($311.2 million Gross and $84.0 million GF/GP)
- Carving out of the Medicaid adult dental program ($48.8 million Gross and $11.3 million GF/GP)
- Medicaid autism services utilization review ($21.6 million Gross and $7.4 million GF/GP)
- Medicaid Health Maintenance Organization administrative reductions ($20.3 million Gross and $5.0 million GF/GP)
- Medicaid third-party contract savings ($7.0 million Gross and $3.5 million GF/GP)
- Eliminated the non-Medicaid long term care direct care worker wage backfill ($73.9 million Gross and GF/GP)

Conference One-Time Items

Conference includes 5.4 million GF/GP for the following one-time items:

- Center for Behavioral Health - $2.0 million GF/GP.

- Common Ground Crisis Center - $405,000 GF/GP.
- St. Louis Center - $2.0 million GF/GP.
- First Responder Mental Health Supports - $1.0 million GF/GP.

Behavioral Health Boilerplate Changes

Sec. 226. U.S. Citizenship Requirement **– NOT INCLUDED**

Sec. 227. Prohibition on DEI Programs – **NOT INCLUDED**

REVISED Sec. 231. 264. Direct Care Worker Wage Increase and Report – Conference revises to remove specific direct care wage and references rate of previous fiscal year; requires pass-through of wage uplift directly to direct care workers, and requires documented proof from contractors; and requires the department to recoup payments from employers that do not provide for the wage uplift pass-through.

REVISED Sec. 920. Rate-Setting Process for PIHPs – Requires the Medicaid rate-setting process for PIHPs include any state and federal wage and compensation increases. **Conference adds requirement that DHHS complete rate setting process before requiring PIHPs to implement new direct care worker wage requirements, and requires a report.**

NEW Sec. 923. ABA Adjustments – Conference requires DHHS to identify and implement services delivery and policy modifications to realize utilization efficiencies for ABA either independently or in alignment with federal policy modifications.

REVISED Sec. 924. Autism Services Fee Schedule – Requires DHHS to maintain a fee schedule for autism services by not allowing expenditures used for actuarially sound rate certification to exceed the identified fee schedule, also sets behavioral technician fee schedule at not less than $66.00 per hour. **Executive revises to only require a minimum fee of not less than $66.00 per hour for behavioral technicians. Conference concur with the Executive.**

NEW Sec. 925. Autism Services Quality Control – Requires DHHS to dedicate up to $1.0% from the autism line to contract with an independent agency to identify fraud, institute quality control measures, and provide technical assistance to improve outcomes and accountability.

RETAINTED: Sec. 994. National Accreditation Review Criteria for Behavioral Health Services – House retains Requires DHHS to seek, if necessary, a federal waiver to allow a CMHSP, PIHP, or subcontracting provider agency that is reviewed and accredited by a national accrediting entity for behavioral health care services to be in compliance with state program review and audit requirements; requires a report that lists each CMHSP, PIHP, and subcontracting provider agency that is considered in compliance with state requirements; requires DHHS to continue to comply with state and federal law not initiate an action by negatively impacts beneficiary safety; defines “national accrediting entity.”

RETAINED Sec. 1002. Prohibition on using appropriated funds to expand the certified community behavioral health clinic (CCBHC) demonstration.

Sec. 1020. PIHP Request for Proposal – NOT INCLUDED

Sec. 1021. “Mental Health Framework” Prohibition – NOT INCLUDED

Sec. 1022. Waskul Cost Reimbursements – NOT INCLUDED

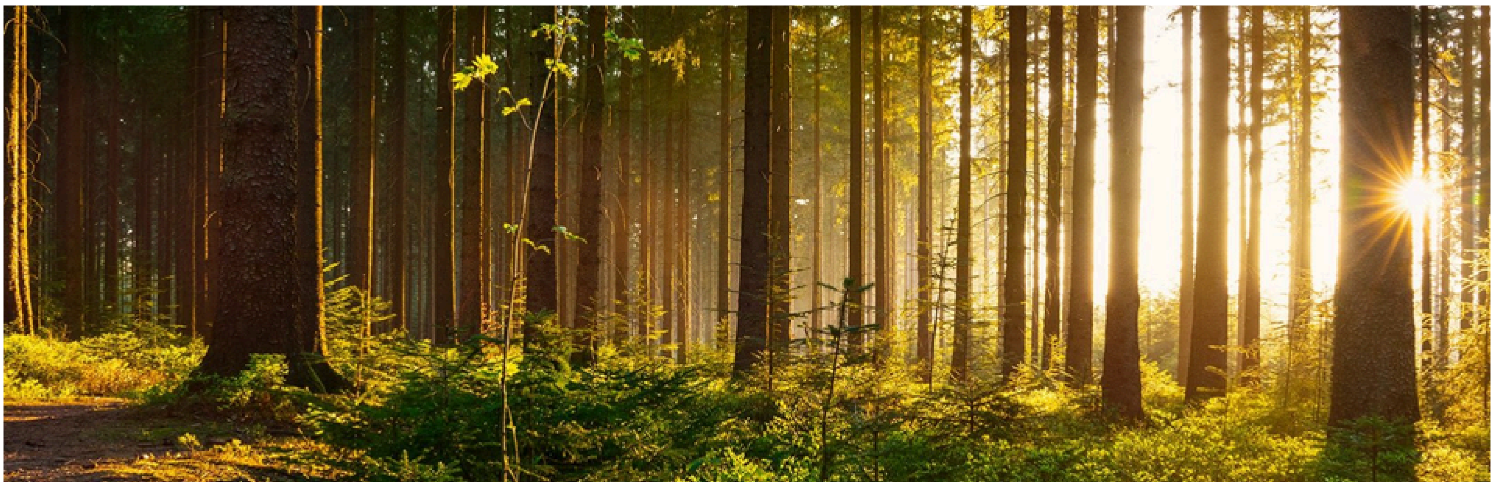
NEW Sec. 1530. Medicaid Waiver Approvals – House prohibits the department from requesting or implementing a CMS waiver or Medicaid State Plan amendment prior to statutory approval. Senate does not include. Conference concurs with the House.

NEW Sec. 1762/1793. Medicaid Health Plan – Medical Loss Ratio – House requires department to ensure adherence to CMS guidance for Medicaid health plans medical loss ratio requirements. Conference requires adherence to CMS guidance for medical loss ratio requirements, and disallows use of investment income as part of medical loss ratio.

ANNUAL REPORT

Fiscal Year 2025

October 2024 - September 2025



Philosophy

Quality and Excellence through partnerships.

Mission

SWMBH strives to be Michigan's preeminent benefits manager and integrative healthcare partner, assuring regional health status improvements, quality, value, trust, and CMHSP participant success.

Vision

An optimal quality of life in the community for everyone.

Values

Person-Centered
Recovery Oriented
Evidence-Based
Integrated Care
Trust
Integrity
Transparency
Inclusive
Culturally Competent & Diverse Workforce
Accessibility
Acceptability
Impact
Value
High Quality Services

Partner Community Mental Health Agencies

Barry County Community Mental Health Agency

Riverwood Center

Pines Behavioral Health

Integrated Services of Kalamazoo

Summit Pointe

Pivotal

Van Buren County Community Mental Health

Woodlands Behavioral Healthcare Network

Board of Directors and Operations Committee

The SWMBH Board of Directors is the independent governing body that oversees organizational governance policies and directs the Executive Officer, who manages day-to-day operations.

The Board draws its membership from across the eight-county SWMBH region, with each county represented by one primary representative and one alternate. All members are Community Mental Health Board Members from their respective counties, ensuring the Board reflects regional mental health governance expertise.

Information on current SWMBH Board Members and Board meetings can be found at https://SWMBH.org

The Operations Committee's purpose is to assist the SWMBH Board and management in assessing matters of major strategic interest for the growth and development of the SWMBH regional organization and business lines. Members are the CEOs of the Regional CMHs or their designees.

What we Do and Who we Serve

SWMBH connects members to regional CMH partners and local providers, ensuring access to the personnel, treatments, and resources needed with services tailored to the individual's needs and goals.

Individuals served include adults with severe and persistent mental illness, children with severe emotional disturbance, individuals with intellectual/developmental disabilities, and individuals with substance use disorders. We prioritize urgent, high-risk needs among community members, including parents at risk of losing custody of their children and pregnant individuals.

Total Encounters
2,070,492

People Eligible for Medicaid
257,091

Total People Served
35,719

People Served with Medicaid
28,229

The number of people served through our system has grown over the years while the number of people eligible for Medicaid has decreased. The PIHP system in Michigan is funded via capitation which means the more people who are eligible for Medicaid, the more revenue we are able to receive. This increase in service utilization with a decrease in the eligible population is what, in part, caused SWMBH to be underfunded in Fiscal Year 2025.

Fiscal Year 2025 Medicaid Statement of Revenues and Expenses

Medicaid Financial Fiscal Year 2025	
Traditional Medicaid	
Revenue	280,599,809
Expense	290,157,983
Medicaid Deficit	**(9,558,174)**
Traditional Healthy Michigan Plan (HMP)	
Revenue	35,446,526
Expense	40,471,924
Healthy Michigan Deficit	**(5,025,398)**
Prior Year ISF Interest Earnings	806,883.00
Net Deficit	**(13,776,690)**

Traditional Medicaid is our primary source of revenue and the Certified Community Behavioral Health Clinic Demonstration (CCBHC) represents a large portion of these services and funding. As of 2025, seven of our eight CMHs are participating in the CCBHC demonstration; and as of 2026, MDHHS has assumed all responsibility for CCBHC services.

CCBHC Medicaid Financials Fiscal Year 2025			
CCBHC	Medicaid	HMP	Total
CCBHC Base	33,562,089	10,711,519	44,273,608
CCBHC Supplemental	39,570,343	19,229,720	58,800,063
Total CCBHC Revenue	**73,132,432**	**29,941,239**	**103,073,672**
CCBHC Supplemental Admin Revenue	**(683,743)**	**(339,598)**	**(1,023,341)**
CCBHC Services	62,188,281	20,879,171	83,067,452
Surplus Retained	12,096,093	4,280,492	16,376,585
CCBHC Deficit	(715,169)	(257,377)	(972,546)
Total CCBHC Expenses	**73,569,205**	**24,902,285**	**98,471,491**
CCBHC Supplemental Due to MDHHS	**(1,120,516)**	**4,699,356**	**3,578,840**

Substance Use Prevention and Treatment

Liquor Tax (PA2) Funded Services

Available funds are based on liquor sales in each county, 40% of which are given to the regional PIHP to manage. In fiscal year 2025, SWMBH managed $2.6 million. Financial oversight rests with SWMBH's Substance Use Disorder (SUD) Oversight Policy Board (OPB). SWMBH management works closely with each county to review programs and develop budgets that fit within each county's PA2 funding, then presents those budgets and programs to the SUD OPB for approval. This review and approval occur annually during a Public Hearing, where providers, individuals served, and the public are invited to attend and provide testimonials on their programming and the services they receive.

23 Contracted Providers

50 Programs Supported

154 Outcome Measures

You can find more information on SWMBH's SUD OPB scheduled meetings, including the annual Public Hearing, at **https://www.SWMBH.org**

Recovery Incentives Pilot

Recovery Incentives Pilot (RI Pilot) services began in fiscal year 2025 and SWMBH was the first region in the state to enroll customers. The RI Pilot is a contingency management program being piloted by MDHHS funded through the opioid settlement. In this 24-week program, participants are drug tested twice a week then titrate down to once a week. They are able to earn up to $599 a year by testing negative for their targeted substance. In our region two providers participated, Recovery Services Unlimited and Victory Clinical Services Kalamazoo.

101 People Enrolled

38% Successfully Completed

$17,000 Dispersed

Behavioral Health Home (BHH)

Pines Behavioral Health enrolled as a BHH and enrolled 8 customers in fiscal year 2025. Enrolled individuals must have active Medicaid or Healthy Michigan Plan with a diagnosis for Serious Mental Illness or Serious Emotional Disturbance. An interdisciplinary team, including Peer Support Specialists and Community Health Workers, support whole-person health and wellness by addressing both health and social needs.

Substance Use Disorder Health Homes (SUDHH)

SWMBH's SUDHH provider network includes Summit Pointe and three Opioid Treatment Programs: Harbortown Treatment Center, Victory Clinical Services Battle Creek and Victory Clinical Services Kalamazoo. An integrated care team focuses on assisting customers in meeting their social determinants of health needs such as food resources, housing supports, physical health care needs, legal concerns, and employment needs. They do this via six core services: comprehensive care management, care coordination, health promotion, comprehensive transitional care, individual and family support, and referrals to community and social support services.

395 Customers Monthly

~11,000 Services Provided

15 Completed the Program

Naloxone Program - Prevention and Rescue

First Responders reported

37 Overdose Reversals

The Community Reported

14 Overdose Reversals

191 First Responders completed the online Naloxone Protocol Training. These 191 include:

98 First Responders in the SWMBH Region from
68 Law Enforcement agencies and
30 Fire Departments

~2,798 Community Members were trained in Naloxone over-dose rescue protocol. 10,076 kits were distributed regionally including:

6,892 Distribution boxes
161 EMS, Hospitals, & Emergency Departments
3,013 other methods such as personal & training

Customer Contact and Care by SWMBH Staff

SWMBH—Customer Service and Call Center Contacts

Substance Use	11,618
Utilization Management	490
Priority Clinician	31
Total	**12,139**

Integrated Care ~ Care Coordination

Care Coordination Reviews	577
Customers Identified	145
Goals Met - Cases Closed	117
Lost Coverage	19
Active at the end of FY25	2

Health Services Advisory Group (HSAG) External Quality Review

Health Services Advisory Group (HSAG) is contracted by the Michigan Department of Health and Human Services (MDHHS) to perform External Quality Review (EQR) activities for Medicaid programs. These include the Network Adequacy Validation (NAV) and Performance Measure Validation (PMV) components.

Overall Compliance Score 95%

EQR is a mandatory quality review process completed in a 3-year cycle. It is required by the Centers for Medicare & Medicaid Services (CMS) under CFR §438.358(b) and ensures Medicaid programs meet state and federal quality standards, including accuracy of data, compliance with regulations, and effective performance improvement.

2024 marked the beginning of a new cycle of compliance reviews.

The SWMBH region demonstrated strong performance in the areas of Availability of Services, Assurances of Adequate Capacity & Service, and Coordination & Continuity of Care. Opportunities for improvement included Member Rights & Information and Coverage & Authorization of services.

Grants

State Opioid Response (SOR) Grant 4

SWMBH managed $1.4 million in SOR supplemental funds to support both treatment and prevention providers. Highlights from this grant funding:

Project ASSERT Recovery Coaches from 4 different agencies connected in emergency departments with 3,100 people.

3,100 People

Peer and Recovery coaches met with individuals at churches, libraries, homeless encampments, jails, and other locations. In FY2025 they connected with 4,810 people.

4,810 People

American Rescue Plan Act (ARPA) Grant Funding

SWMBH managed $525,000 in ARPA funds to support both treatment and prevention providers. Funding abruptly ended in March 2025. Despite this, services were still impactful including a grass roots recovery agency increasing access to SUD services for African Americans by serving 466 individuals in meetings, fellowship gatherings, and resource groups. In a separate program, quick response teams provided recovery support services for 383 individuals. Additional highlights about people served:

224 Students Referred

92 Completed Prevention Programming

178 Served at 2 Recovery Houses

Women's Specialty Block Grant/Women's Specialty Services (WSS)

SWMBH contracts with six MDHHS-certified, designated women's programs. The overarching goal of the WSS providers is family preservation, sustained recovery, and successful reunification. Of the women served, 39 were working toward regaining custody of their children.

95 Women Served

12 Pregnant Participants

7 of 12 Substance Free Births

183 Children Supported

Problem Gambling Prevention Grant

Problem Gambling Prevention grant funding is used to raise awareness, promote education, and screen for gambling problems.

The SWMBH SUD call center screens individuals calling for SUD services for potential problem gambling and if necessary make referrals to the Michigan Problem Gambling Hotline. Of the 136 full screenings 69.1% were at severe risk.

136
Full Screen and Referral

3,813
Brief Screens

Waiver Programs

Habilitation Supports Waiver (HSW)

Habilitation Supports Waiver (HSW) is available to persons with an Intellectual / Developmental Disability diagnosis who meet level of care criteria, have a habilitative need, and require active treatment. For each enrolled beneficiary a managed care payment is received based on their residential setting. SWMBH supports the regional CMHs to ensure fidelity of submissions.

The region had the top submission rate in the state ~ 99.5% ~ of timely recertifications. A low rate of returned applications resulted in a high rate of submissions ~ 97.8% ~ resulting in enrollment.

536 Technical Assistance Communications

200 Related to Initial Applications

337 Regarding Recertification & Monthly Reports

Children with Serious Emotional Disturbances Waiver

This program allows Medicaid to fund home and community-based services for children with serious emotional disturbance and a developmental disability. To be eligible for this waiver a child must be at risk of psychiatric hospitalization. Children must be under 18 when first approved and may receive services up to age 21 provided they continue meeting eligibility requirements which are reviewed annually.

121
Children Served

57
New Cases

44
Cases Closed

Southwest Michigan Behavioral Health (SWMBH)

2026 Substance Use Disorder Oversight Policy Board (SUDOPB) Attendance

Name	January	March	May	July	September	November
Marsha Bassett (Barry)						
Alex R. Ott (Berrien)						
Rayonte Bell (Berrien)						
Randall Hazelbaker (Branch)						
Dominic Oo (Calhoun)						
Matt Saxton (Calhoun)						
RJ Lee (Cass)						
Jonathan Current (Kalamazoo)						
Allyn Witchell (Kalamazoo)						
Jared Hoffmaster (St.Joe)						
Paul Schincariol (Van Buren)						
Richard Godfrey (Van Buren)						

v. 5/18/26

Green = present

Red= absent

Black=not a member at that time

Grey=Meeting cancelled