

Southwest Michigan

B E H A V I O R A L H E A L T H

Substance Use Disorder Oversight Policy Board (SUDOPB)

Air Zoo Aerospace & Science Museum

6151 Portage Rd, Portage, MI 49002

Monday, September 15, 2025

3:00-5:30

Draft: 9/9/25

1. **Welcome and Introductions (Randall Hazelbaker)**
2. **Agenda Review and Adoption (Randall Hazelbaker) (d) pg.1**
3. **Public Act 2 Dollars**
 - a) SWMBH Fiscal Year 2026 PA2 Budget Summary (G. Guidry) (d) pg.2
 - b) Board Questions and Answers
 - c) Public Comment
4. **Board Actions**
 - 2026 PA2 Budget Approval
5. **Consent Agenda (Randall Hazelbaker)**
 - July 21, 2025, Meeting Minutes (d) pg.29
6. **Board Education**
 - a) Fiscal Year 2025 YTD Financials (G. Guidry) (d) pg.32
 - b) PA2 Utilization Fiscal Year 2025 YTD (G. Guidry) (d) pg.33
 - c) International Overdose Awareness Day Update (A. Malta)
 - d) Opioid Settlement Funding Update (J. Smith) (d) pg.35
7. **Communication and Counsel**
 - a) Legislative and Policy Updates (M. Todd) (d) pg.39
 - o PIHP Procurement
 - o FY26 PIHP Agreement
 - o FY26 House Budget Proposal
 - b) Purdue/Sackler Settlement (J. Smith) (d) pg.49
 - c) SUDOPB Attendance Report (d) pg.52
8. **County Updates**
9. **Public Comment**
10. **Adjourn**

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

**SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
ALCOHOL TAX PLAN - FY26**

	Approved Budget FY 25 Oct-Sep	Approved Amended Budget FY 25 Oct-Sep	Projected Revenue/Expense FY 26 Oct - Jul	Proposed Budget FY 26 Oct-Sep	Inc/(Dec) over approved FY 25 Budget
Revenue:					-
Prior Year(s) Carryover	6,268,549	6,268,549	6,317,599	6,286,420	17,871
PA2 Revenue	2,184,476	2,184,476	2,184,476	2,085,482	(98,994)
Total Revenue	8,453,025	8,453,025	8,502,075	8,371,902	(81,123)
Expenses:					
RESIDENTIAL TREATMENT SERVICES	173,706	173,706	171,987	233,106	59,400
OUTPATIENT TREATMENT SERVICES	2,275,590	2,267,186	1,650,632	2,167,698	(99,488)
PREVENTION SERVICES	188,558	392,635	393,035	556,082	163,447
Total Expenses	2,637,854	2,833,527	2,215,655	2,956,886	123,359
Total Carryover	5,815,171	5,619,498	6,286,420	5,415,017	(204,482)

**SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
ALCOHOL TAX PLAN - FY26**

	Approved	Approved Amended	Projected	Proposed	Inc/(Dec)
	Budget FY25 Oct-Sep	Budget FY25 Oct-Sep	Rev/Exp FY25 Oct - Jul	Budget FY26 Oct-Sep	over approved FY 25 Budget
Barry					
OUTPATIENT TREATMENT SERVICES	150,043	150,043	80,914	132,055	(17,988)
PREVENTION SERVICES	32,558	75,776	75,776	75,778	2
Total	182,601	225,819	156,690	207,833	(17,986)
Berrien					
OUTPATIENT TREATMENT SERVICES	401,708	401,708	296,044	387,616	(14,093)
PREVENTION SERVICES	100,000	100,000	100,001	125,000	25,000
Total	501,708	501,708	396,045	512,616	10,907
Branch					
OUTPATIENT TREATMENT SERVICES	118,139	118,139	74,707	123,884	5,745
PREVENTION SERVICES	-	-	-	-	-
Total	118,139	118,139	74,707	123,884	5,745
Calhoun					
OUTPATIENT TREATMENT SERVICES	397,873	397,873	393,839	407,016	9,143
PREVENTION SERVICES	-	-	-	-	-
Total	397,873	397,873	393,839	407,016	9,143
Cass					
OUTPATIENT TREATMENT SERVICES	96,403	137,499	58,005	140,401	2,902
PREVENTION SERVICES	-	60,859	60,859	76,191	15,332
Total	96,403	198,358	118,864	216,592	18,234
Kalamazoo					
RESIDENTIAL TREATMENT SERVICES	116,381	116,381	116,381	175,781	59,400
OUTPATIENT TREATMENT SERVICES	757,166	707,666	561,006	732,938	25,272
PREVENTION SERVICES	56,000	156,000	156,400	210,381	54,381
Total	929,547	980,047	833,787	1,119,099	139,053
St Joseph					
RESIDENTIAL TREATMENT SERVICES	57,325	57,325	55,606	57,325	-
OUTPATIENT TREATMENT SERVICES	84,316	84,316	81,099	84,316	-
PREVENTION SERVICES	-	-	-	23,751	23,751
Total	141,641	141,641	136,706	165,392	23,751
Van Buren					
OUTPATIENT TREATMENT SERVICES	269,942	269,942	105,018	159,473	(110,469)
PREVENTION SERVICES	-	-	-	44,981	44,981
Total	269,942	269,942	105,018	204,454	(65,488)
All Counties					
RESIDENTIAL TREATMENT SERVICES	173,706	173,706	171,987	233,106	59,400
OUTPATIENT TREATMENT SERVICES	2,275,590	2,267,186	1,650,632	2,167,698	(99,488)
PREVENTION SERVICES	188,558	392,635	393,035	556,082	163,447
Total	2,637,854	2,833,527	2,215,655	2,956,886	123,359

**SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
BARRY COUNTY
ALCOHOL TAX PLAN - FY26**

	Approved	Approved Amended	Projected	Proposed			
	Budget FY25 Oct - Sep	Budget FY25 Oct - Sep	Rev/Exp FY 25 Oct - Jul	Budget FY26 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:							
Prior Year(s) Carryover	811,902	811,902	822,702	768,248	652,222	529,962	401,279
PA2 Revenue	102,236	102,236	102,236	91,807	91,807	91,807	91,807
Total Revenue	914,138	914,138	924,937	860,055	744,029	621,769	493,087
Expenses:							
OUTPATIENT TREATMENT SERVICES							
Barry County Community Mental Health Authority - Jail Service:	68,300	68,300	34,452	49,920	51,418	52,960	54,549
Barry County - Adult Specialties Court	31,823	31,823	172	32,215	33,181	34,177	35,202
Barry County - Peer Recovery Coach	49,920	49,920	46,290	49,920	51,418	52,960	54,549
PREVENTION SERVICES	32,558	75,776	75,776	75,778	78,051	80,392	82,804
Total Expenses	182,601	225,819	156,690	207,833	214,068	220,490	227,104
Total Carryover	731,537	688,319	768,248	652,222	529,962	401,279	265,982

Note(s)

**SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
BERRIEN COUNTY
ALCOHOL TAX PLAN - FY26**

	Approved Budget FY 25 Oct - Sep	Projected Rev/Exp FY 25 Oct - Jul	Proposed Budget FY 26 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:						
Prior Year(s) Carryover	777,491	904,380	938,301	829,826	705,973	566,279
PA2 Revenue	429,966	429,966	404,141	404,141	404,141	404,141
Total Revenue	1,207,457	1,334,346	1,342,442	1,233,967	1,110,114	970,420
Expenses:						
OUTPATIENT TREATMENT SERVICES						
Abundant Life - Healthy Start	74,200	73,663	77,700	80,031	82,432	84,905
Berrien MHA - Riverwood Jail Based Drug Assessment	33,184	-	16,085	16,568	17,065	17,577
Berrien County - DTC	29,750	6,630	90,000	92,700	95,481	98,345
Berrien County - Trial courts (Intake Coordinator)	58,274	52,782	62,564	64,441	66,374	68,365
CHC - Jail	8,000	5,831	8,000	8,240	8,487	8,742
CHC- Carol's Hope	42,000	42,000	42,000	43,260	44,558	45,895
CHC - Wellness Grp	6,000	3,800	6,000	6,180	6,365	6,556
CHC - Star of Hope Recovery House	60,000	54,482	60,000	61,800	63,654	65,564
Sacred Heart	90,300	56,856	-	-	-	-
Sacred Heart - Butternut	-	-	25,267	26,025	26,806	27,610
PREVENTION SERVICES	100,000	100,001	125,000	128,750	132,613	136,591
Total Expenses	501,708	396,045	512,616	527,994	543,834	560,149
Total Carryover	705,749	938,301	829,826	705,973	566,279	410,271

Note(s)

**SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
BRANCH COUNTY
ALCOHOL TAX PLAN - FY26**

	Approved Budget FY25 Oct - Sep	Projected Rev/Exp FY 25 Oct - Jul	Proposed 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	615,717	563,534	507,636	447,909
PA2 Revenue	82,945	82,945	71,702	71,702	71,702	71,702
Total Revenue	674,209	690,424	687,418	635,236	579,337	519,610
Expenses:						
OUTPATIENT TREATMENT SERVICES						
Outpatient Treatment	30,000	18,828	30,000	30,900	31,827	32,782
Jail Base Clinician	88,139	55,879	93,884	96,701	99,602	102,590
PREVENTION SERVICES	-	-	-	-	-	-
Total Expenses	118,139	74,707	123,884	127,601	131,429	135,371
Total Carryover	556,070	615,717	563,534	507,636	447,909	384,239

Note(s)

**SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
CALHOUN COUNTY
ALCOHOL TAX PLAN - FY26**

	Approved Budget FY25 Oct - Sep	Projected Rev/Exp FY25 Oct - Jul	Proposed Budget FY26 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:						
Prior Year(s) Carryover	266,468	221,154	213,798	185,621	145,233	92,269
PA2 Revenue	386,483	386,483	378,839	378,839	378,839	378,839
Total Revenue	652,951	607,637	592,637	564,460	524,072	471,108
Expense:						
OUTPATIENT TREATMENT SERVICES						
10th Dist Drug Sobriety Court	108,586	108,586	114,499	117,934	121,472	125,116
10th Dist Veteran's Court	6,050	6,050	6,013	6,193	6,379	6,571
37th Circuit Drug Treatment Court	213,238	211,124	215,313	221,772	228,426	235,278
Haven of Rest	20,000	20,000	20,000	20,600	21,218	21,855
MRS	25,000	24,999	25,000	25,750	26,523	27,318
Calhoun County Youth Center	25,000	23,081	26,191	26,977	27,786	28,620
Total Expenses	397,873	393,839	407,016	419,227	431,804	444,758
Total Carryover	255,078	213,798	185,621	145,233	92,269	26,350

	Approved Budget FY25	Amended Budget FY25	Projected Rev/Exp FY25	FY26 Budget Request	FY26 Proposed Allocation	Difference
PREVENTION SERVICES						
Substance Abuse Council**	289,605	289,605	289,605	289,550	289,550	-
Substance Abuse Prevention Services	144,832	181,984	181,984	190,200	144,832	(45,367)
Total Expenses	434,437	471,589	471,589	479,750	434,382	(45,367)

***Prevention services are funded through federal SUD block grant and State Opioid Response grant*

Note(s)

Notes:

**SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
CASS COUNTY
ALCOHOL TAX PLAN - FY26**

	Approved Budget FY25 Oct - Sep	Approved Amended Budget FY25 Oct - Sep	Projected Rev/Exp FY 25 Oct - Jul	Proposed Budget FY26 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:							
Prior Year(s) Carryover	616,715	616,715	642,915	611,521	476,188	334,358	185,835
PA2 Revenue	87,470	87,470	87,470	81,260	81,260	81,260	81,260
Total Revenue	704,185	704,185	730,385	692,780	557,448	415,618	267,095
Expense:							
OUTPATIENT TREATMENT SERVICES							
Woodlands BHN Jail & Outpatient Services	65,673	65,673	48,065	86,521	89,117	91,790	94,544
Woodlands BHN Family Education Group	15,730	15,730	6,897	8,880	9,146	9,421	9,703
Woodlands BHN Case Management Outreach	-	45,596	-	45,000	46,350	47,741	49,173
Woodlands BHN - Contingency Management	15,000	10,500	3,043	-	-	-	-
PREVENTION SERVICES	-	60,859	60,859	76,191	78,477	80,831	83,256
Total Expenses	96,403	198,358	118,864	216,592	223,090	229,782	236,676
Total Carryover	607,783	505,828	611,521	476,188	334,358	185,835	30,419

Note(s)

**SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
KALAMAZOO COUNTY
ALCOHOL TAX PLAN - FY26**

	Approved Budget FY25 Oct - Sep	Approved Amended Budget FY25 Oct - Sep	Projected Rev/Exp FY 25 Oct - Jul	Proposed Budget FY26 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:							
Prior Year(s) Carryover	2,244,279	2,244,279	2,371,146	2,325,656	1,959,958	1,586,954	1,180,676
PA2 Revenue	788,297	788,297	788,297	753,401	753,401	753,401	753,401
Total Revenue	3,032,576	3,032,576	3,159,443	3,079,058	2,713,359	2,340,355	1,934,077
Expenses:							
RESIDENTIAL TREATMENT SERVICES							
CHC - New Beginnings	47,627	47,627	47,627	77,627	79,956	82,354	84,825
CHC - Bethany House	26,154	26,154	26,154	56,154	57,839	59,574	61,361
ISK - Oakland Drive Shelter	42,600	42,600	42,600	42,000	43,260	44,558	45,895
OUTPATIENT TREATMENT SERVICES							
8th District Sobriety Court	26,900	26,900	14,406	29,590	30,478	31,392	32,334
8th District Probation Court	14,850	14,850	7,536	14,850	15,296	15,754	16,227
8th District Mental Health Recovery Court	4,950	4,950	2,670	4,950	5,099	5,251	5,409
9th Circuit Drug Court-Problem Solving Court	80,000	80,000	80,000	80,003	82,403	84,876	87,422
Alano Club	49,500	-	-	-	-	-	-
CHC - Adolescent Services	21,876	21,876	1,549	21,876	22,533	23,209	23,905
KCHCS Healthy Babies	87,000	87,000	81,982	87,000	89,610	92,298	95,067
ISK - Opioid Overdose Response Program (OORP)	100,000	100,000	100,000	168,818	173,883	179,099	184,472
ISK - Homeless Emergency Response System (FUSE)	33,600	33,600	33,600	33,600	34,608	35,646	36,716
ISK - MH Court	100,000	100,000	100,000	100,000	103,000	106,090	109,273
ISK - IDDT Transporation	16,500	16,500	15,269	-	-	-	-
Mothers Of Hope	-	-	-	60,000	61,800	63,654	65,564
MRS	17,250	17,250	17,250	17,250	17,250	17,250	17,250
Recovery Institute - Recovery Coach	108,336	108,336	97,230	115,000	118,450	122,004	125,664
WMU - Jail Groups	85,851	85,851	-	-	-	-	-
WMU - BHS Text Messaging	10,552	10,552	9,514	-	-	-	-
PREVENTION SERVICES							
CHC - Prevention	-	-	-	29,381	30,262	31,170	32,105
Gryphon Gatekeeper - Suicide Prevention	20,000	20,000	20,400	20,000	20,600	21,218	21,855
Gryphon Helpline/Crisis Response	36,000	36,000	36,000	36,000	37,080	38,192	39,338
Prevention Works - ATOD	-	75,000	75,000	100,000	103,000	106,090	109,273
Prevention Works - Task Force	-	25,000	25,000	-	-	-	-
Total Expenses	929,547	980,047	833,787	1,119,099	1,126,405	1,159,680	1,193,953
Total Carryover	2,103,029	2,052,529	2,325,656	1,959,958	1,586,954	1,180,676	740,125

Note(s)

**SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
ST. JOSEPH COUNTY
ALCOHOL TAX PLAN - FY26**

	Approved Budget FY25 Oct - Sep	Projected Rev/Exp FY25 Oct - Jul	Proposed Budget FY26 Oct - Sep	Estimate FY27 Oct - Sep	Estimate FY28 Oct - Sep	Estimate FY29 Oct - Sep
Revenue:						
Prior Year(s) Carryover	398,992	380,842	366,716	331,173	290,667	245,051
PA2 Revenue	122,580	122,580	129,848	129,848	129,848	129,848
Total Revenue	521,572	503,422	496,564	461,021	420,515	374,899
Expenses:						
RESIDENTIAL TREATMENT SERVICES						
Hope House	57,325	55,606	57,325	59,045	60,816	62,641
OUTPATIENT TREATMENT SERVICES						
3B District - Sobriety Courts	3,276	1,080	3,276	3,374	3,476	3,580
3B District - Drug/Alcohol Testing	37,040	37,040	37,040	38,151	39,296	40,475
CMH Drug Testing/Assessments	44,000	42,979	44,000	45,320	46,680	48,080
PREVENTION SERVICES	-	-	23,751	24,463	25,197	25,953
Total Expenses	141,641	136,706	165,392	170,354	175,464	180,728
Total Carryover	379,931	366,716	331,173	290,667	245,051	194,171

Note(s)

**SOUTHWEST MICHIGAN BEHAVIORAL HEALTH
VAN BUREN COUNTY
ALCOHOL TAX PLAN - FY26**

	Approved Budget FY25 Oct - Sep	Projected Rev/Exp FY25 Oct - Jul	Proposed 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	721,106	691,137	655,035	612,615
PA2 Revenue	184,499	184,499	174,485	174,485	174,485	174,485
Total Revenue	751,846	826,124	895,591	865,622	829,520	787,099
Expenses:						
OUTPATIENT TREATMENT SERVICES						
Van Buren CMHA	107,964	34,528	88,007	90,647	93,366	96,167
Van Buren CMHA-Recovery Coaching	92,213	16,984	-	-	-	-
Van Buren Circuit Court-Specialty Court	69,765	53,505	71,466	73,610	75,818	78,093
PREVENTION SERVICES						
Van Buren CMHA	-	-	44,981	46,331	47,721	49,152
Total Expenses	269,942	105,018	204,454	210,587	216,905	223,412
Total Carryover	481,904	721,106	691,137	655,035	612,615	563,687

Note(s)

Barry County FY 2026 Proposals			
Agency	Program/Service	Description	Amount
Barry County CMHSAS	Outpatient and Jail Services	Funding is used to provide gender specific group treatment in the jail. Groups are run separately for both men and women, multiple times per week.	\$ 49,920.00
Barry County CMHSAS	Prevention	Separate funding amount requested for prevention services at Barry County CMHSAS.	\$ 75,777.60
Barry County Specialty Courts	Adult Specialty Courts: Treatment Services	Gender specific groups will include Relapse Prevention, Moral Reconation Therapy (MRT) and Seeking Safety. All clinicians providing SUD treatment services will be required, at a minimum, to possess a bachelor's degree in the Behavioral Sciences (social work, counseling, psychology) and must possess appropriate state licensure and credentials including Michigan Certification Board of Addiction Professionals (MCBAP) certification; master's level certified clinicians are preferred. Additional certification/training will be obtained/completed as required by program curriculum (i.e. to facilitate MRT groups).	\$ 32,215.00
Barry County Specialty Courts	Adult Specialty Courts: Recovery Coaching	Peer Recovery Coach Services support and promote recovery and prevent relapse through supportive services that result in the knowledge and skills necessary for an individual's recovery. Peer recovery services are designed and delivered primarily by individuals in recovery and offer social, emotional, and/or educational supportive services to help prevent relapse and promote recovery.	\$ 49,920.00
Estimated PA2 Revenue			\$ 91,807.00
Proposed PA2 Expenses			\$ 207,832.60
Difference (Carryforward Impact)			\$ (116,025.60)

Berrien County FY2026 Proposals			
Agency	Program/Service	Description	Amount
Abundant Life	Jail	This program provides gender based Substance Use Disorder programming to incarcerated women and men in the Berrien County Jail. The program aims to reduce substance use and improve functioning of participants during incarceration and post-release. Programming is focused on SUD education, community based resources, recovery coaching and post-release assistance.	\$ 77,700.00
Berrien County Health Dept	Prevention	Local match dollars required for prevention services. 25k increase recommended for FY26 due to ARPA prevention grant going away.	\$ 125,000.00
Berrien County Trial Court	Treatment Court	Drug and alcohol testing is a critical component of Drug Treatment Court and Mental Health Court operations. Participants are better able to maintain their sobriety knowing that they will be subject to frequent, random and observed testing over the course of their involvement with DTC (15-24 months) or MHC (12-24 months). Expenses associated with testing represents a significant barrier to the continued operation of the programs when other funding does not cover all the costs, and/or there are increases in test administration, confirmation and supplies expenses, as is expected for 2024. Request also includes the use of recovery coaches to help support participants. FY26 increase due to drug testing supplies and contractual services (SUD counseling, assessments, testing administration for Berrien's new Sobriety Court).	\$ 90,000.00
Berrien County Trial Court	Intake Coordinator	A comprehensive biopsychosocial assessment will be performed on all individuals needing substance use disorder treatment, prior to sentencing. This type of comprehensive assessment will assist in making better treatment recommendations to avoid the need for a duplicative assessment to be performed and charged to an individual prior to beginning treatment.	\$ 62,564.80

Berrien County FY2026 Proposals			
Agency	Program/Service	Description	Amount
Community Healing Center	Wellness Group (Recovery Life Group)	The Recovery Life Group is based on the Stages of Change and its purpose is to assist persons in the maintenance phase. Its focus will be for persons who have established recovery either through a treatment program or other method of recovery. This group will be once a month for 3 hours. The facilitators are peer support specialists who are also in recovery. This is a county wide program and referrals from other agencies are accepted. The age requirement is 18 years and older.	\$ 6,000.00
Community Healing Center	Co-Occurring Jail Treatment	The jail program provides groups, case management, individual sessions, and recovery coaching for men and women who suffer from addiction and are incarcerated. The men's group meets on Wednesdays and the women's group meets on Thursdays. The groups are facilitated by a therapist and a certified peer recovery coach. The evidence-based program used is the Matrix Model. The inmates can participate in programming for the length of their incarceration if they choose. The goal of the program is to assist the person in preparing for recovery once they are released from jail.	\$ 8,000.00
Community Healing Center	Recovery Housing - Star of Hope	This program is specifically designed to help women with chemical dependency and to help guide them in changing their behaviors by engaging with them in person centered planning and by building healthy relationships. Each woman will be provided with an individualized plan for living a balanced life with successful recovery. During this program the women develop independence and increased self-awareness. They learn how to overcome life's diversities and how to cope in healthy ways to current life stressors. While staying at Star of Hope each woman will learn how to regain control of their lives, repair relationships that have been damaged by substance use, and in many cases, regain custody of their children.	\$ 60,000.00

Berrien County FY2026 Proposals

Agency	Program/Service	Description	Amount
Community Healing Center	Carol's Hope	Carol's Hope Team aims to assist individuals in navigating access to SUD and other services. By assisting those individuals when they are in crisis from overdose or other situations and helping them to navigate entry into treatment whenever possible. Staff will primarily consist of Certified Recovery Coaches who are equipped to help those presenting for care make the move into recovery. The Carol's Hope Team provides 24/7 emergency support to individuals in the ER and community experiencing a crisis related to substance use. Carol's Hope Recovery Coach services include: 24/7 rapid response to local ER's and medical floors, patient navigation, direct referrals to substance use treatment, linkage to community recovery supports, recovery coaching in the Berrien County jail, outreach with the law enforcement agencies, engagement with family members, and ongoing recovery coaching.	\$ 42,000.00
Riverwood	Outpatient and Outreach Services	PA2 funding will assist with the funding of an outreach recovery coach position that primarily works to engage individuals in recovery in the Berrien community. Funding will also assist in providing substance use disorder assessments at the Berrien County jail to help expedite transitions of care. Finally, funding will assist Riverwood with the implementation of contingency management for participants in their intensive outpatient program, regardless of substance.	\$ 16,085.00
Sacred Heart	Recovery Housing	Sacred Heart has expanded the continuum of treatment and Recovery Support Services in Berrien County operating a MAAR-certified home in Benton Harbor township with the capacity of 4-5 women, 18 years of age or older. Additional Recovery-oriented support services are offered in the home. Recovery housing is designed to provide a safe and supportive environment for individuals who are at high risk of relapse and have the desire to live in a milieu dedicated to maintaining abstinence and sustaining recovery. Recovery housing services are enhanced by treatment and recovery supportive services. At the core is the peer recovery support provided by a certified Recovery Coach; the residents meet with the Coach at least weekly at house meetings. <i>New request for FY26. Previously funded under ARPA .</i>	\$ 25,266.94

Estimated PA2 Revenue	\$ 404,140.80
Proposed PA2 Expenses	\$ 512,616.74
Difference (Carryforward Impact)	\$ (108,475.94)

Branch County FY 2026 PA2 Proposal Summary			
Agency	Program/Service	Description	Amount
Pines Behavioral Health	Outpatient Services	Covered services include court evaluations not covered by another source, outpatient treatment not covered by another funding source, and staff development.	\$ 30,000.00
Pines Behavioral Health	Jail Based Services	Jail based treatment program inside the jail setting to provide for early recovery and transition to services upon release. The jail clinician will implement an evidenced based curriculum such as Seeking Safety, the Change Company, and/or MRT to prepare the individual for ongoing recovery post-release.	\$ 93,884.00
Estimated PA2 Revenue			\$ 71,701.60
Proposed PA2 Expenses			\$ 123,884.00
Difference (Carryforward Impact)			\$ (52,182.40)

Calhoun County FY2026 Proposals			
Agency	Program/Service	Description	Amount
Calhoun 37th Circuit	Drug Treatment Court	Drug court case managers are the heart of the drug court program. From screening to program discharge, case managers have by far the most direct contact with program participants of any team member. Case managers are at the center of information and activities. Through the case managers screening and assessment activities, an individualized treatment plan is initiated. Case managers act as the entry and referral point for prevention and intervention services, connecting participants with appropriate services; i.e. substance abuse/mental health, life skills, MRT classes, self-help recovery support services, job readiness development, educational development, housing, parenting, anger management, etc. Working collaboratively with the courts, mental health and substance abuse treatment providers, educational institutions, employment services, health and dental providers, etc. they bring together the justice partners (i.e. judges, prosecutors, defense attorneys) and community stakeholders (i.e. treatment, schools, employers, families, social services, etc.). Request will fund 2 FTE case managers, drug testing, and participant incentives.	\$ 215,313.00
Calhoun County 10th District	Sobriety Court	Probation Case Managers meet face-to-face weekly, biweekly and monthly with participants depending on which program phase a participant is in at the time. Case Managers help participants navigate through program requirements, administer alcohol/drug tests, identify community resources and monitor compliance with program requirements. Case Managers participate in the bi-weekly team review meetings and update all team members on the progress, or lack thereof, of every participant. Case Managers recommend to the review committee, including the Sobriety Court Judge, that a participant either be given an incentive or sanction for their behavior. The Case Managers monitor a participant's compliance with the Court's incentive or sanction. Funding will also cover drug testing.	\$ 114,499.00
Calhoun County 10th District	Veteran's Court	The purpose of Veterans Treatment Court is to divert individuals charged with certain offenses into a program that brings treatment, community supervision and judicial supervision together. Participants are individually assessed for what treatment and support services they need in order to address the substance abuse or mental health issue that brought them into the criminal justice system. Funding will assist with drug testing expenses and other needs such as transportation and incentives.	\$ 6,013.00

Calhoun County FY2026 Proposals

Agency	Program/Service	Description	Amount
Haven of Rest	Mens LRP	The Haven's Men's Life Recovery Programs ("LRP's") is an ongoing substance abuse treatment ministry to the chronically addicted. These programs are conducted physically in Battle Creek. The Men's LRP has a 15 year history of creating positive change in men's lives, allowing them to rehabilitate from substance and/or alcohol abuse and reconnect with the community in positive ways. The LRP's operate with a holistic, Christian faith-based view of patient-centered care, and use evidence-based practices extensively, applied through licensed and accredited therapists. Funding will assist with funding clinical treatment staff.	\$ 20,000.00
Michigan Rehabilitation Services (MRS)	Vocational Rehabilitation	Local match to provide rehabilitation services for individuals with a substance use disorder. This agreement was developed in partnership with community substance abuse providers to enhance services for MRS customers with substance abuse disabilities. The program will provide a comprehensive and coordinated vocational rehabilitation service model to the targeted population. This will be accomplished through a team approach with MRS and local substance abuse service providers working together to enhance service delivery by providing and coordinating a full range of vocational rehabilitation services. Services will assist each identified customer served under this agreement to reach their identified employment goal.	\$ 25,000.00
Summit Pointe	Youth Home Services (Juvenile Home)	Effective treatment provides the young offender with the opportunity to make positive changes in their behavior. Treatment for the individual with the dual disorder of SUD and criminal behavior utilizes motivation enhancement strategies, cognitive behavioral approaches, and focuses on dynamic risk factors as promising targets for change. Treatment initiated within this setting should include an SUD assessment, short-term interventions and linking to community resources for ongoing treatment and monitoring. Services will include: assessment, group treatment, individual discharge planning and referral to community resources. Group therapy will utilize one of the following evidence based practices: MET/CBT5, Family Support Network, or Seeking Safety.	\$ 26,191.00

Estimated PA2 Revenue	\$ 378,839.00
Proposed PA2 Expenses	\$ 407,016.00
Difference (Carryforward Impact)	\$ (28,177.00)

Cass County FY 2026 Proposals			
Agency	Program/Service	Description	Amount
Woodlands	Jail Services	Woodlands BHN seeks to continue their collaborative partnership with the Cass County Jail, for provision of treatment to incarcerated individuals who have a reported Stimulant Use Disorder and/or other Substance Use Disorder. As reflected in county demographics, Cass County has a high number of individuals who struggle with Methamphetamine and other Substance Use Disorders, often resulting in arrest, prison and the loss of parental custody of dependent children. Many of these individuals may later be eligible for deferred prosecution through the various Treatment Courts in our county. In effort to promote treatment outcomes and adherence upon release from jail, early treatment is recommended. The in-custody treatment groups have been found to be an effective and beneficial tool for use with long term management of Stimulant (Methamphetamine) Use Disorder and other Substance Use Disorders in Cass County. Requesting addition funding for FY26 for additional groups in the jail.	\$ 86,520.50
Woodlands	Family Group	<p>Woodlands seeks to improve treatment outcomes by providing an education group to family and friends of persons with Substance Use Disorders. Research suggests that successful recovery is improved when family/friends of persons in recovery are educated about Substance Use Disorder treatments and recovery concepts (SAMSHA TIP #39)</p> <p>The PA-2 funding will be accessed to assist in paying for staff time and services in providing a biweekly Education Group. The Group will be 90 minutes and will meet face-to-face or via telehealth if circumstances dictate. Materials for the Group will be evidence-based and will draw largely form the Matrix Institute's Family Education Group curriculum.</p>	\$ 8,800.00

Cass County FY 2026 Proposals			
Agency	Program/Service	Description	Amount
Woodlands	Case Management Outreach	Case Manager screens and identify patients who may have a possible substance use disorder (SUD) while incarcerated, involved in criminal justice system or other community programs, with emphasis on patients with a possible Opioid Use Disorder (OUD) and Stimulant Use Disorders StUD. The provider will determine where in the CMH system of care a SUD case manager may intervene to help potential clients receive case manager services to stabilize their living situation and help make referrals to treatment. The case manager will assist them in applying for benefits, finding stable, safe, and drug-free housing, connecting them to treatment or recovery coach services during incarceration and after, following up to assure connections, and advocating to remove barriers both in achieving recovery as well as avoiding incarceration. Half funded with SOR 4.	\$ 45,000.00
Woodlands	Prevention Services	Supplement funding to block grant and other funding in order to provide prevention services in Cass County.	\$ 76,191.00
Estimated PA2 Revenue			\$ 81,260.00
Proposed PA2 Expenses			\$ 216,511.50
Difference (Carryforward Impact)			\$ (135,251.50)

Kalamazoo County FY26 PA2 Proposal Summary			
Agency	Program/Service	Description	Amount
Community Healing Center	Adolescent Drug Assessment	The Community Healing Centers partner with the Kalamazoo County 9th Circuit Court Family Division to provide substance abuse assessments for adolescents. An assessment is conducted to determine the diagnosis and treatment needs. Recommendations and referrals are provided to the court and client.	\$ 21,876.25
Community Healing Center	Prevention Programming	Supplemental request for PA2 funding to assist with evidenced based prevention services. <i>New request this year as last year it was funded under ARPA.</i>	\$ 29,381.00
Community Healing Center	Recovery Housing - Bethany House	This program is specifically designed to help women with chemical dependency and to help guide them in changing their behaviors by engaging with them in person centered planning and by building healthy relationships. Each woman will be provided with an individualized plan for living a balanced life with successful recovery. During this program the women develop independence and increased self-awareness. They learn how to overcome life's diversities and how to cope in healthy ways to current life stressors. While staying at the Healing House each woman will learn how to regain control of their lives, repair relationships that have been damaged by substance use, and in many cases, regain custody of their children. <i>Increase ask of 30k due to ARPA ending.</i>	\$ 56,154.00
Community Healing Center	Recovery Housing - New Beginnings	New Beginnings provides gender specific housing for up to 12 men who are in early recovery from substance use disorders. The program provides a nurturing environment where men can address their emotional, social, and familial issues. The services provided while at New Beginnings are; individual case management, community based substance abuse counseling, education on developing a healthy lifestyle, promote self-growth, goal setting, budgeting, and peer support. The program's purpose is to help men, who have become homeless because of their substance use, build the tools they will need to return to a productive life through attending to their physical and mental health needs, finding a job or returning to school. <i>Increase ask of 30k due to ARPA ending.</i>	\$ 77,627.00

Kalamazoo County FY26 PA2 Proposal Summary			
Agency	Program/Service	Description	Amount
Gryphon Place	HELP Line	HELP-Line services provide information and referral to those community members seeking information regarding community services, mental health, or substance abuse services. The HELP-Line also provides crisis intervention services to community members who may be experiencing a mental health, substance abuse, or co-occurring crisis.	\$ 36,000.00
Gryphon Place	Gatekeeper	The Gryphon Place Gatekeeper Youth Suicide Prevention Program, developed by Gryphon Place, is a universal prevention program that is presented in both middle and high school classrooms via a standardized curriculum. The Gatekeeper Program helps to increase the likelihood that school gatekeepers, administrators, faculty, staff, and students can identify, intervene, and obtain help for at-risk youth. Additional goals of the program are to educate about issues of mental illness, depression, and substance abuse in a manner that reduces stigma and encourages help-seeking behaviors; and to develop positive coping skills, self-esteem, asset-building, stress reduction, and communication skills.	\$ 20,000.00
Integrated Services of Kalamazoo	Oakland Drive House	The Oakland House Shelter programs are designed to move individuals from homelessness to permanent housing within 60 days. Individuals who have a disability and/or substance use disorder and are homeless or chronically homeless are in need of a rich set of resources including mental health, substance use disorder services, disability income, medical insurance, opportunities for supported employment and access to psychiatrists and other medical and clinical professionals. In addition, ISK is committed to a recovery, strength-based model for individuals receiving services. Request will assist with staffing for the program.	\$ 42,000.00
Integrated Services of Kalamazoo	Mental Health Recovery Court	MHRC focuses on the treatment and rehabilitation of offenders with a history of serious and persistent mental illness, or co-occurring disorders, which is oftentimes the cause of the person's criminal involvement. After identification of a potential a MHRC participant, a clinical staff member will determine if the individual is open to ISK specialty services. If the individual is open, MHRC will contact the case manager and gather clinical information, a copy of the person center plan, and facilitate obtaining needed releases of information. If the potential participant is not open to ISK services, a MHRC clinical staff member will meet with the individual to screen for clinical eligibility to MHRC. Funding request is for MHRC staffing.	\$ 100,000.00

Kalamazoo County FY26 PA2 Proposal Summary

Agency	Program/Service	Description	Amount
Integrated Services of Kalamazoo	Homeless Emergency Response System (HERS) Formerly FUSE	<p>Kalamazoo Community Mental Health & Substance Abuse Services (KCMHSAS) is part of a collaborative effort targeting frequent users of the Bronson Hospital emergency department (ED) with chronic unmanaged pain who are also homeless. The Homeless Emergency Response System (HERS) program will serve the population representing the highest utilizers of multiple community safety net systems, particularly those with complex medical and social needs as well as underlying mental health, behavioral health, and substance use disorder issues. These issues coupled with fragmented care significantly impact quality of life.</p> <p>The HERS program seeks to create a system change, whole person approach addressing medical needs concurrent with mental health, substance use disorders, social service, and housing needs that contribute to high utilization of ED services, poor health outcomes, and poor life choices. The HERS program will bridge safety net systems and the medical community, building communication between medical, mental health, substance use disorders, housing, and other disciplines that do not traditionally collaborate effectively. Request is to support staffing costs of the program.</p>	\$ 33,600.00
Integrated Services of Kalamazoo	Opioid Overdose Response Program	<p>The Opioid Overdose Response Program (OORP) provides 24/7 emergency support to individuals in the ER and community experiencing a crisis related to substance use. OORP services include: 24/7 rapid response to local ER's and medical floors, patient navigation, direct referrals to substance use treatment, linkage to community recovery supports, recovery coaching in the Kalamazoo County jail, outreach with the Kalamazoo Department of Public Safety, engagement with family members, and ongoing recovery coaching. OORP engages with clients via phone and face to face (ISK access center, hospitals, jails, local shelters, and community outreach). OORP prioritizes 24/7 rapid response to local ER's. When appropriate, OORP coordinates with EMH to assist with diverting individuals from hospitalization or other crisis services to substance use treatment. OORP uses evidence-based models such as Project ASSERT (Alcohol & Substance Use Services, Education and Referral to Treatment) and SBIRT (Screening, Brief Intervention and Referral to Treatment).</p> <p><i>Resquesting ~68k more this year as it was previously funded under ARPA last year.</i></p>	\$ 168,818.00

Kalamazoo County FY26 PA2 Proposal Summary			
Agency	Program/Service	Description	Amount
Kalamazoo 8th District Court	Mental Health Recovery Court	Funding request will assist MHRC participants with costs of drug screening, interlock devices, supplies, and training for MHRC staff.	\$ 4,950.00
Kalamazoo 8th District Court	Sobriety Court	The mission of the 8th District Courts OWI Program is to reduce the number of participants who engage in subsequent DWI's or other drug/alcohol related criminal behavior and to reduce substance abuse by participants through referrals to appropriate levels of treatment, regardless of ability to pay. Funding will assist the OWI Court Program in the following areas: Treatment Services, Pro-social and recovery oriented services, PBT/ Interlock Devices, trainings for staff, and supplies.	\$ 29,590.00
Kalamazoo 8th District Court	General Probation	An estimated 1,000 individuals are sentenced to "regular" or general supervision through the 8th District Court. The majority of these probationers are ordered to complete some type of substance abuse counseling, for which there is no available grant funding - unlike the specialty court programs. Many of these individuals, while consenting and often eager to comply with counseling, have limited financial means to pay for this court ordered treatment. Many qualify for outpatient services through local block grant funds, however, the cost of the initial assessment is not covered. The inability to pay this assessment fee (\$125-\$250) often keeps probationers from starting treatment and leads to probation violation warrants for failure to comply with court orders. This in turn often leads to a sentence of jail, all precipitated by an inability to pay. The ability to get probationers involved in substance abuse treatment as soon as possible after sentencing is a significant need. In addition, many probationers fail to report for drug/alcohol testing due to an inability to pay. This as well, often leads to a probation violation warrant for failure to test and subsequently a jail sentence. Funding will allow probationers to stay in counseling, therefore reducing jail sentences, and assist the general probation population in the following areas: assessment services, drug/alcohol testing, and supplies.	\$ 14,850.00

Kalamazoo County FY26 PA2 Proposal Summary

Agency	Program/Service	Description	Amount
Kalamazoo 9th Circuit	Problem Solving Court (Formerly Drug Treatment Court)	The mission of the 9th Circuit Problem Solving Court is to hold non-violent felony offenders accountable, to stop criminal activity related to the abuse of alcohol and drugs, and to increase the likelihood of successful rehabilitation of offenders through early, continuous, and intensive judicially supervised substance abuse treatment and other appropriate rehabilitation services that will allow participants to become more integrated in the community as productive and responsible members of society. DTCP's are designated a "priority population" drug treatment court, whose target population includes straddle and presumptive prison cell offenders, dependent upon drugs and/or alcohol, who are screened as high risk/high need using the COMPAS Assessment tool. The DTCP's are both a pre and post adjudication court, accepting those that plea into the program and probationers/parolees that are sentenced into the program. Funding will assist with costs associated with drug testing to assure compliance with treatment court programming requirements.	\$ 80,003.30
Kalamazoo Health and Human Services	Healthy Babies/Healthy Start	Healthy Babies Healthy Start is a community collaboration reducing fetal and infant mortality in Kalamazoo County, specifically focused on the 49001, 49006, 49007, and 49048 zip codes. These zip codes are specific to higher incidences of poverty, low birth weight infants, infant mortality, mental health issues, and alcohol and substance use or abuse. The project offers one on one support to families through case management and educational opportunities through in-home visits and/or community activities and outreach. Women are enrolled prenatally and provided services up to the infant's 2nd birthday. Enrolled moms are also encouraged to engage their infant's father or male caregiver in the newly implemented Fatherhood program to support the family as a unit. Teams work together to ensure both parents are provided education to sustain their infant's health and well-being. Funding will provide staffing, training, and other program related expenses.	\$ 87,000.00

Kalamazoo County FY26 PA2 Proposal Summary			
Agency	Program/Service	Description	Amount
Michigan Rehabilitation Services (MRS)	Vocational Rehabilitation	Local match to provide rehabilitation services for individuals with a substance use disorder. This agreement was developed in partnership with community substance abuse providers to enhance services for MRS customers with substance abuse disabilities. The program will provide a comprehensive and coordinated vocational rehabilitation service model to the targeted population. This will be accomplished through a team approach with MRS and local substance abuse service providers working together to enhance service delivery by providing and coordinating a full range of vocational rehabilitation services. Services will assist each identified customer served under this agreement to reach their identified employment goal.	\$ 17,250.00
Mothers of Hope	Navigator	Mothers of Hope is a private, non-profit agency located on the northside of Kalamazoo with a long history of providing recovery support groups for individuals with substance use disorders. This funding provides a recovery coach to be on site during scheduled meeting times to either coach individuals in recovery or link them with other community resources, including substance use disorder treatment. <i>New request this year. Previously funded under ARPA.</i>	\$ 60,000.00
Prevention Works	Prevention Programming	Supplemental request for PA2 funding to assist with evidenced based prevention services and to support the local substance abuse task force.	\$ 125,000.00
Recovery Institute	Recovery Coach	As a peer run organization, RI serves as a resource to other organizations and employees at various levels to learn more about the process of recovery from addiction and strategies for recruiting, hiring and training Recovery Coaches. RI is also a resource for people in recovery who wish to enter employment in the field of addiction services as Recovery Coaches. It offers mentorship, volunteer opportunities and information about other training and professional development opportunities. The primary goal of this project is to expand Recovery Coach service capacity to the point where all Substance Use Disordered Service Providers in Kalamazoo have the knowledge and capacity to arrange Recovery Coaching for everyone who meets SWMBH eligibility standards.	\$ 115,000.00

Estimated PA2 Revenue	\$ 753,401.00
Proposed PA2 Expenses	\$ 1,119,099.55
Difference (Carryforward Impact)	\$ (365,698.55)

St. Joseph County FY26 PA2 Proposal Summary			
Agency	Program/Service	Description	Amount
Pivotal (CMH of St Joe County)	Drug Court Assessments/Testing	PA2 funding is requested to provide drug and/or alcohol testing at the Day Reporting Center (DRC). The DRC is a branch of the Twin County Community Probation Center located in Three Rivers, Michigan. The DRC is the primary drug and alcohol testing facility in St. Joseph County supported and utilized by the County Courts for virtually all of its testing of those who are out on bond, on probation, parole and involved in other types of criminal cases where testing has been ordered as part of a conditional release.	\$ 44,000.00
Pivotal (CMH of St Joe County)	Prevention	PA2 funding is requested to help supplement other grant funding for prevention services.	\$ 23,751.00
Community Healing Center	Recovery Housing - Hope House	This program is specifically designed to help women with chemical dependency and to help guide them in changing their behaviors by engaging with them in person centered planning and by building healthy relationships. Each woman will be provided with an individualized plan for living a balanced life with successful recovery. During this program the women develop independence and increased self-awareness. They learn how to overcome life's diversities and how to cope in healthy ways to current life stressors. While staying at Hope House each woman will learn how to regain control of their lives, repair relationships that have been damaged by substance use, and in many cases, regain custody of their children.	\$ 57,324.99
St. Joe 3B District Court	Sobriety Court - Interlock	Through the use of an ignition interlock device, 3-B District Court Sobriety Court Program (SOBC) participants will be allowed access to employment, treatment services and other positive community resources with the reinstatement of their driving privileges through the Michigan Ignition Interlock Project which began in January 2011. Participants are eligible to have an Ignition Interlock device installed in their vehicle after 45 days of compliance with the SOBC program. Once installed, participants provide random breath tests while operating the vehicle.	\$ 3,276.00
St. Joe 3B District Court	Sobriety Court - Drug Testing	Within a treatment court such as Sobriety Court, there are very few opportunities to objectively measure compliance. Drug/alcohol testing, when following evidence-based practices, can provide an objective measurement to determine if a participant is progressing. These tests can provide guidance on appropriateness of treatment levels, holds participants accountable, and gives timely and accurate assessment of substance use during a program. Sobriety court participants are required to be given frequent and random tests for the duration of the program. PA2 funding provides drug and/or alcohol testing.	\$ 37,040.00
Estimated PA2 Revenue			\$ 129,848.00
Proposed PA2 Expenses			\$ 165,391.99
Difference (Carryforward Impact)			\$ (35,543.99)

Van Buren County FY26 PA2 Proposal Summary			
Agency	Program/Service	Description	Amount
Van Buren Circuit Court	Circuit Specialty Court	The Drug Treatment Court is a fifteen-month minimum program that provides intense services to non-violent offenders with the following requirements 1) random drug testing 2) case management 3) judicial supervision 4) treatment 5) ancillary services and 5) productivity requirements. The Sobriety Court is a minimum of a twelve-month program that provides intense services to non-violent OWI offenders with the following requirements 1) random drug testing 2) case management 3) judicial supervision 4) treatment 5) ancillary services and 5) productivity requirements. The purpose of these program is to divert non-violent offenders from costly and ineffective incarceration and provide services in the community to reduce recidivism and save taxpayer money. PA2 funding is requested for drug testing (\$25,000) and ignition interlock services for indigent participants (\$20,000). Remaining request for FY26 includes funding recovery coach to help support participants throughout the program.	\$ 71,465.86
Van Buren CMH	Outpatient SUD	Variety of substance use disorder services including contingency management programming to increase attendance, providing assessments to individuals who are required to complete an SUD assessment due to an operating while intoxicated offense, and serving as a treatment representative at Van Buren specialty courts.	\$ 88,006.77
Van Buren CMH	Prevention Services	Supplemental funding to support prevention programming and services throughout Van Buren County.	\$ 50,000.00
Estimated PA2 Revenue			\$ 174,485.00
Proposed PA2 Expenses			\$ 209,472.63
Difference (Carryforward Impact)			\$ (34,987.63)

Southwest Michigan

BEHAVIORAL HEALTH

Substance Use Disorder Oversight Policy Board (SUDOPB) Meeting Minutes

July 21, 2025
4:00 – 5:30 pm
Draft: 7/23/25

Members Present: Randall Hazelbaker (Branch County); Richard Godfrey (Van Buren County); RJ Lee (Cass County); Jonathan Current (Kalamazoo County); Dominic Oo (Calhoun County); Matt Saxton (Calhoun County); Paul Schincariol (Van Buren County); Marsha Bassett (Barry County)

Members Absent: Rayonte Bell (Berrien); Alex R. Ott (Berrien); Jared Hoffmaster (St. Joseph County); Allyn Witchell (Kalamazoo County)

Staff and Guests Present:

Brad Casemore, CEO, SWMBH; Mila Todd, Chief Compliance Officer, SWMBH; Joel Smith, Substance Use Treatment and Prevention Director, SWMBH; Garyl Guidry, Chief Financial Officer, SWMBH; Alena Lacey, Chief Clinical Officer, SWMBH; Amy St. Peter, Clinical Grants Specialist, SWMBH; Lily Smithson, Gambling Disorder Specialist, SWMBH; Michelle Jacobs, Senior Operations Specialist and Rights Advisor, SWMBH; Anastasia Miliadi, SUD Treatment Specialist, SWMBH; Emily Flory, Strategic Initiatives Project Manager, SWMBH; Megan O'Dea, Financial Analyst, SWMBH

Welcome and Introductions

Randall Hazelbaker called the meeting to order at 4:00 pm. Introductions were made.

Public Comment

None

Agenda Review and Adoption

Motion	Paul Schincariol
Second	RJ Lee
Motion Carried	

Financial Interest Disclosures

None

Consent Agenda

Motion	Matt Saxton moved to approve the 3/17/25 meeting minutes as presented.
Second	Dominic Oo
Motion Carried	

Board Actions

None scheduled

Board Education

Fiscal Year 2025 YTD Financials

Garyl Guidry reported as documented, highlighting numbers for Medicaid, Healthy Michigan, MI Child, Block Grant, PA2 and PA2 carryforward. Garyl also covered Period 7 SWMBH financials noting deficits, projected deficits, a possible mid-year rate adjustment and CMHs that will run out of money. Discussion followed.

PA2 Utilization Fiscal Year 2025 YTD

Garyl Guidry reported as documented. Discussion followed.

2026 Budget Proposals

Garyl Guidry reported as documented.

Joel Smith noted the following:

- Reviewed each County's proposals
- Provided additional information regarding Calhoun County's submission
- Meeting with Providers are being scheduled
- Meetings with County Administrators and County Commissioners are being scheduled
- Loss of grants affecting Prevention Services
- Fiscal Year 2025 estimates project Block Grant overspending due to Detox, and Residential Services
- SWMBH researching details in overspending of Block Grant funds

Discussion followed.

Synar Report

Joel Smith reported as documented.

Fiscal Year 2024 Opioid Health Homes

Emily Flory reported as documented.

Communication and Counsel

Legislative Updates

Joel Smith reported as documented and discussed possible Medicaid cuts from the Federal level.

Public Policy and Legislative Updates

Brad Casemore noted the following:

- The Federal Budget Bill was passed and signed on July 4, 2025
- A Federal report is being finalized on the effects of the Federal Budget Bill
- Federal Budget 2026 is still being hashed out
- State Budget for 2026 not finalized

- MDHHS' Procurement history and bid qualifications
- The Substance Use Disorder Oversight Policy Board is hard coded to exist by State Statue
- SWMBH Board approved Ends, Sub Ends and Interpretations
- At the July 11, 2025, SWMBH Board meeting the Board and Brad Casemore agreed an immediate separation contingent upon a mutually agreeable Separation Agreement likely to be completed in days and he will no longer be the CEO within days or weeks.

September 15, 2025 SUDOPB Meeting

Joel Smith reminded the SUDOPB of the September 15, 2025 meeting which starts at 3:00pm and includes consumer and provider testimonies as well as voting on the Fiscal Year 2026 PA2 Budget.

2025 SUDOPB Attendance Report

Michelle Jacobs noted the attendance report for 2025 will be included in each month's packet per County Administrator request.

County Updates

Barry: New Administration Building, funds for body cams, beginning to secure funds for a new jail, and Opioid Settlement funds and RFPs.

Branch: New jail is open

Calhoun: Opioid Settlement Funds, RFPs and released \$600,000 to be spent. Calhoun County Representation thanked Brad Casemore for his years of service.

Van Buren: Prevention and Specialty Courts spending has reduced jail recidivism rates

Public Comment

None

Adjourn

Randall Hazelbaker adjourned the meeting.

Meeting adjourned at 5:06pm



	A	D	E	F	G	H	I	J	K
1	Substance Use Disorders Revenue & Expense Analysis Fiscal Year 2025								
2	For the Fiscal YTD Period Ended 7/31/2025								
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	178,181	179,432	23,219	156,213	347,412	313,837	26,924	286,913
8	Berrien	671,095	712,102	44,241	667,861	1,380,876	1,424,720	126,207	1,298,513
9	Branch	187,602	191,997	3,592	188,405	322,858	313,362	28,220	285,143
10	Calhoun	743,415	776,738	344,160	432,578	1,298,297	1,264,036	848,609	415,426
11	Cass	208,577	209,554	220,556	(11,002)	420,168	363,883	502,684	(138,801)
12	Kazoo	945,753	1,022,118	216,658	805,461	2,036,132	1,861,621	444,311	1,417,309
13	St. Joe	266,769	259,161	23,594	235,568	538,415	481,152	51,526	429,627
14	Van Buren	346,557	352,721	1,485	351,236	657,240	570,301	32,525	537,776
15	DRM	2,662,906	2,856,805	2,916,016	(59,211)	4,809,862	4,668,599	5,487,556	(818,957)
17	Grand Total	6,210,854	6,560,629	3,793,521	2,767,108	11,811,259	11,261,510	7,548,561	3,712,950
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	2,797,129	3,461,533	3,461,533	0	Barry	125,936	125,936	0
23	WSS	166,667	145,580	145,580	0	Berrien	679,681	679,681	0
24	Prevention	1,372,445	1,194,655	1,194,655	0	Branch	69,115	69,115	0
25	Admin/Access	175,000	185,766	185,766	0	Calhoun	489,100	489,100	0
26	State Disability Assistance	104,408	98,091	98,091	0	Cass	225,731	225,731	0
27	Gambling Prevention	157,237	169,876	169,876	0	Kazoo	475,226	475,226	0
28	State's Opioid Response 3	1,166,667	1,194,647	1,194,647	0	St. Joe	190,355	190,355	0
29	Partnership for Advancing Coalition	104,167	92,296	92,296	0	Van Buren	211,258	211,258	0
30	Substance Use Disorder - Tobacco 2	3,333	0	0	0	DRM	2,255,818	2,255,818	0
31	Alcohol Use Disorder Treatment	184,333	0	0	0	Admin/Access	173,018	173,018	0
32	Recovery Incentives Infrastructure	371,232	32,845	32,845	0				
33	Healing and Recovery Community Engagem	833,333	246,047	246,047	0		4,895,238	4,895,238	-
34	ARPA Treatment	316,667	273,382	273,382	0				
35	ARPA Prevention	120,050	144,060	144,060	0				
36	Mental Health Block Grant								
37	Transitional Navigators	166,667	125,153	125,153	0				
38	Clubhouse Engagement	2,212	2,654	2,654	0				
39	Veterans Navigator	108,333	82,449	82,449	0				
40	Behavioral Health Disparities	208,333	206,591	206,591	0				
41	Bhvr! Hlth Home Expansion	57,704	0	0	0				
42	Bhvr! Hlth Wrkfrce Stabilization Spprt	56,667	0	0	0				
43	Admin/Access	0	0	10,687	(10,687)	Legend			
44						DRM - Detox, Residential, and Methadone			
45	Grand Total	8,472,583	7,655,625	7,666,312	(10,687)	WSS - Women's Specialty Services			
46									
47		PA2				PA2 Carryforward			
48		Budgeted	Actual	YTD	Fav		Prior Year	Current	Projected
49		YTD Revenue	YTD Revenue	Expense	(Unfav)		Balance	Utilization	Year End Balance
50	Barry	102,236	85,196	63,542	21,654	Barry	801,048	21,654	822,702
51	Berrien	429,966	358,305	373,468	(15,163)	Berrien	774,628	(15,163)	759,465
52	Branch	82,945	69,121	62,256	6,865	Branch	588,878	6,865	595,743
53	Calhoun	386,483	322,069	348,483	(26,414)	Calhoun	220,401	(26,414)	193,987
54	Cass	87,470	72,892	47,733	25,159	Cass	614,189	25,159	639,348
55	Kazoo	788,297	656,914	591,084	65,831	Kazoo	2,213,481	65,831	2,279,311
56	St. Joe	122,580	102,150	114,363	(12,213)	St. Joe	409,726	(12,213)	397,513
57	Van Buren	184,499	153,749	73,148	80,601	Van Buren	548,929	80,601	629,530
58	Grand Total	2,184,476	1,820,396	1,674,078	146,319		6,171,280	146,319	6,317,599



**Public Act 2 (PA2) Utilization Report
Fiscal Year 2025**

Program	FY25 Approved Budget	Utilization FY25 July 2025	PA2 Remaining	YTD Utilization
Barry	225,819	63,542	162,276	28%
Barry County-Adult Specialty Court	81,743	34,832	46,911	43%
BCCMHA - Outpatient Services	68,300	28,710	39,590	42%
BCCMHA-Prevention Services	75,776	-	75,776	0%
Berrien	501,708	313,348	188,360	62%
Abundant Life - Healthy Start	74,200	61,386	12,814	83%
Berrien MHA - Riverwood Jail Based Assessment	33,184	-	33,184	0%
Berrien County - Treatment Court Programs (DTC)	29,750	5,525	24,225	19%
Berrien County - Trial Courts (Intake/Assessment Coordinator)	58,274	43,985	14,289	75%
CHC - Jail Services	8,000	4,859	3,141	61%
CHC - Carol's Hope	42,000	42,000	0	100%
CHC - Wellness Group	6,000	3,166	2,834	53%
CHC - Star of Hope Recovery House	60,000	45,402	14,598	76%
Sacred Heart - Juvenile SUD Services	90,300	23,690	66,610	26%
Berrien County Health Department - Prevention Services	100,000	83,334	16,666	83%
Branch	118,139	62,256	55,883	53%
Pines BHS - Outpatient Treatment	30,000	15,690	14,310	52%
Jail Based Clinician	88,139	46,566	41,573	53%
Calhoun	397,873	348,484	49,389	88%
Calhoun County 10th Dist Sobriety Treatment Court	108,586	108,586	(0)	100%
Calhoun County 10th Dist Veteran's Treatment Court	6,050	5,818	232	96%
Calhoun County 37th Circuit Drug Treatment Court	213,238	175,937	37,301	83%
Haven of Rest-Haven Life Recovery Program (Men's)	20,000	20,000	-	100%
Calhoun County Juvenile SUD Services	25,000	17,310	7,690	69%
Michigan Rehabilitation Services - Calhoun	25,000	20,833	4,167	83%
Cass	198,358	48,338	89,161	24%
Woodlands - Meth Treatment & Drug Court Outpatient Services	65,673	40,054	25,618	61%
Woodlands BHN-Family Education Group	15,730	5,748	9,983	37%
Woodlands Case Management Outreach	45,596	-	45,596	0%
Woodlands BHN-Contingency Management	10,500	2,536	7,964	24%
Woodlands-Prevention Services	60,859	-	60,859	0%
Kalamazoo	980,047	636,221	343,826	65%
CHC - New Beginnings	47,627	47,627	-	100%
CHC - Bethany House	26,154	26,154	(0)	100%
ISK - Oakland Drive Shelter	42,600	35,500	7,100	83%
8th District Sobriety Court	26,900	10,804	16,096	40%
8th District General Probation Court	14,850	6,280	8,570	42%
8th District Mental Health Recovery Court	4,950	2,002	2,948	40%
9th Circuit Problem Solving Courts	80,000	71,881	8,120	90%
CHC - Adolescent Services	21,876	1,033	20,843	5%
KCHCS Healthy Babies	87,000	61,487	25,513	71%
ISK - Opiod Overdose Response Program (OORP)	100,000	99,068	932	99%
ISK - Homeless Emergency Response System (FUSE)	33,600	28,000	5,600	83%
ISK - Mental Health Services Court	100,000	83,333	16,667	83%
ISK - IDDT Transportation Participant Support	16,500	12,724	3,776	77%
Michigan Rehabilitation Services - Kalamazoo	17,250	14,375	2,875	83%
Recovery Institute - Recovery Coach	108,336	81,025	27,311	75%

Program	FY25 Approved Budget	Utilization FY25 July 2025	PA2 Remaining	YTD Utilization
Prevention Works - ATOD	75,000	-	75,000	0%
Prevention Works - Task Force	25,000	-	25,000	0%
WMU - Jail Groups	85,851	-	85,851	0%
WMU - BHS Engagement Via Text Messaging	10,552	7,929	2,624	75%
Gryphon Gatekeeper - Suicide Prevention	20,000	17,000	3,000	85%
Gryphon Helpline/Crisis Response	36,000	30,000	6,000	83%
St. Joseph	141,641	120,095	21,546	85%
CHC - Hope House	57,325	46,339	10,986	81%
3B District - Sobriety Courts	37,040	37,040	-	100%
3B District - Drug/Alcohol Testing	3,276	900	2,376	27%
Pivotal (CMH) - Court Ordered Drug Testing/Assessments	44,000	35,816	8,184	81%
Van Buren	269,942	73,148	196,794	27%
Van Buren CMHA- Substance Abuse Treatment	107,964	28,773	79,191	27%
Van Buren CMHA-Recovery Coaching	92,213	4,246	87,967	5%
Van Buren County-Speciality Courts and Pretrial Services	69,765	40,129	29,636	58%
Totals	2,833,526	1,665,432	1,168,094	59%

SWMBH Healing and Recovery Community Engagement and Infrastructure Allocations (Opioid Settlement Funding)		
Provider	Request	Amount
Community Healing Center	Gilmore provider stabilization	\$246,047
	Total	\$246,047
COPE Network	Outdoor lighting	\$4,300
	Window upgrade	\$12,000
	Total	\$16,300
Gracious Homes	Property acquisition - new home	\$50,000
	Total	\$50,000
Haven of Rest	Used mini van	\$12,500
	Consulting expenses for medicaid credentialing	\$12,500
	Fire Alarm Panel Replacement	\$14,500
	Total	\$43,000
Integrated Services of Kalamazoo	Mindfulness devices, EMDR kits	\$1,120
	Telehealth cart/monitor/computer	\$1,600
	Wall display with mount	\$700
	Total	\$6,792
Recovery Services Unlimited	Office furniture	\$29,227
	Generator installation	\$15,284
	Parking lot replacement- outpatient clinic	\$40,000
	Sidewalk accessibility upgrade	\$11,497
	Recovery house driveway - Cherry St House	\$25,600
	Recovery house driveway - Clay St House	\$11,500
	HVAC system improvements	\$21,320
	Water heater replacements	\$2,259
	Total	\$156,687
Riverwood	Expand group room	\$34,200
	Total	\$34,200
Sacred Heart Total	Client room furniture	\$145,000
	Dining tables	\$14,500
	Chairs: dining, didactic, conference, and desk stools	\$33,100
	Total	\$199,600

**SWMBH Healing and Recovery Community Engagement and Infrastructure
Allocations (Opioid Settlement Funding)**

Provider	Request	Amount
Southwest Michigan Behavioral Health	Block grant claims	\$164,654
	Total	\$164,654
Victory Clinic - Kalamazoo	Lighting in parking lot	\$23,120
	Total	\$23,120
Victory Clinic - Battle Creek	Parking lot	\$59,600
	Total	\$59,600

MDHHS Response
Y

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Y

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Y
Y
Y
Y

Y
Y

Y

Y
Y
Y
Y
Y

Y



Department of Technology, Management, and Budget – Procurement

**Prepaid Inpatient Health Plan (PIHP)
 Request for Proposal No. 250000002670**

Solicitation Manager Name: Marissa Gove
 Direct Phone: 517-449-8952
 Email: Govern1@michigan.gov
 Main Phone: 1-855-MI-PURCH 1-855-647-8724

**This is a Request for Proposal (RFP) for:
 Prepaid Inpatient Health Plan (PIHP)**

RFP Timeline

Event	Time	Date
RFP issue date	N/A	Monday, August 4, 2025
Rate Setting Meeting	10:00 a.m. Eastern	Monday, August 11, 2025
Bidder's Conference	1:00 p.m. Eastern	Monday, August 11, 2025
Deadline for bidders to submit questions about this RFP	12:00 p.m. Eastern	Wednesday, August 20, 2025
Anticipated date the State will post answers to bidder questions on www.michigan.gov/SIGMAVSS	5:00 p.m. Eastern	Friday, September 5, 2025
Proposal deadline*	11:50 a.m. Eastern	Monday, October 6, 2025
Anticipated date of contract signature (start of transition period)	N/A	Tuesday, February 24, 2026
Contract effective date (services begin)	N/A	Thursday, October 1, 2026

***A bidder's proposal received at 11:50:01 a.m. Eastern is late and subject to disqualification.**

This RFP is subject to change. Check www.michigan.gov/SIGMAVSS for current information.



FOR IMMEDIATE RELEASE

CONTACT: Molly Hisey
molly.hisey@llyc.global

COMMUNITY MENTAL HEALTH ASSOCIATION OF MICHIGAN PRAISES LAWSUIT FILED TO STOP PHIP BID PROCESS

LANSING, Mich., August 29, 2025— The Community Mental Health Association of Michigan (CMHA) released the following statement today from its CEO Robert Sheehan to applaud the public behavioral health entities who filed suit to stop the bid out of the management of Michigan's public mental health system to private insurance companies.

"This lawsuit is being filed because of the gravity of the threat, posed by this bid out, to persons served and the system upon which they have relied for over sixty years. Michiganders have expressed their opposition to similar plans in the past, with those plans being shelved in the face of this growing opposition in communities across the state. This plan must also be shelved and replaced with a redesigned system that involves all people served by the system, their families, advocacy groups, the Michigan Department of Health and Human Services (MDHHS), and the providers and payers of the public system.

"At CMHA, we share our gratitude with the dozens of Michigan counties who have passed resolutions in opposition to the bid out of the management of the state's public mental health system and thank the large and growing coalition of organizations who have spoken out against this privatization bid out.

Sheehan added that the MDHHS bid process seeks to eliminate the public management of the state's public mental health system and replace it with a system managed by private health insurance companies.

"Our system, founded in Michigan law and in partnership with the federal Centers for Medicare and Medicaid, is the envy of states across the country who have suffered because of similar moves from a publicly managed to privately managed mental health system. The Michigan Legislature was intentional in assigning the responsibility for mental health treatment to the state's counties, their elected officials and the public community mental health (CMH) centers. Those counties, CMHs and public managed behavioral health plans, are best able to assess and serve the unique mental health needs of their community members."

“This plan illegally eliminates the public managed care organization that have been entrusted with managing the care for some of the most vulnerable and resilient members of our communities. We are hopeful that the courts will see the wisdom of the concerns raised by our members, in this suit, and act to halt this bid-out process.”

###

Article carried in August 28, 2025 Gongwer

Lawsuit filed to stop DHHS mental health rebid

Several organizations that manage and provide mental health services filed Thursday in the Court of Claims to stop the Department of Health and Human Services' rebidding what organizations serve as the system's de facto insurers.

Filed by one of the current pre-paid inpatient health plans and several county mental health agencies, [the lawsuit](#) charges that DHHS is violating the Mental Health Code with how it designed the request for proposals.

Currently, the state is divided into 10 regions. A pre-paid in-patient health plan (PIHP) functions as the managing entity in each region for Medicaid funds, disbursing them to county mental health agencies for services and assuring compliance with the law.

DHHS has designed the RFP to reduce the number of regions to three and, in effect, prevent the existing 10 PIHPs from bidding because PIHPs, under statute, only have authority in their service areas.

"This violates the clear statutory right of CMHSPs to elect to form regional entities of their choosing and of those entities or CMHSPs to serve as the PIHPs for their designated service areas," the lawsuit says. "State agencies cannot repeal or rewrite this legislative framework through procurement design. The Legislature set the model; executive agencies must operate within it."

The county mental health agencies, under the Mental Health Code, have the statutory authority to form the regional PIHPs and serve as the PIHP for a region, the lawsuit contends.

The plaintiffs in the case are Region 10 PIHP, Southwest Michigan Behavioral Health and the Mid-State Health Network, all PIHPs, as well as three county mental health agencies – the St. Clair County Community Mental Health Authority, Integrated Services of Kalamazoo and the Saginaw County Community Mental Health Authority.

The lawsuit asserts that DHHS drew the three new regions so that none of the existing PIHPs had a matching service area. One covers Macomb, Oakland and Wayne counties (which currently each have their own PIHP). Another covers the Lower Peninsula from Mason, Lake, Osceola, Clare, Gladwin and Arenac counties south to the state line. The other covers the Upper Peninsula and the rest of the Lower Peninsula.

"No provision of the Mental Health Code, the Social Welfare Act, or any other Michigan statute authorizes MDHHS or DTMB to unilaterally redefine regions in a manner that excludes CMHSPs or existing regional entities from eligibility," the lawsuit states. "MDHHS cannot use the RFP as an end run around plaintiffs Region 10, SWMBH, and/or MSHN's Legislative grant of authority to operate as the PIHP in their respective regions. The RFP's structure, if implemented, would effectively abolish existing PIHP arrangements created under MCL 330.1204b by making it impossible for statutorily authorized regional entities to fulfill their role."

The plaintiffs requested an expedited ruling before the Sept. 29, 2025, deadline for bids. They asked the court to declare the RFP in violation of the Mental Health Code and issue an injunction prohibiting the RFP from proceeding.

Robert Sheehan, CEO of the Community Mental Health Association of Michigan, praised the lawsuit. The association represents the county mental health agencies and has warned against the rebid.

"This lawsuit is being filed because of the gravity of the threat, posed by this bid out, to persons served and the system upon which they have relied for over sixty years," he said in a statement. "Michiganders have expressed their opposition to similar plans in the past, with those plans being shelved in the face of this growing opposition in communities across the state. This plan must also be shelved and replaced with a redesigned system that involves all people served by the system, their families, advocacy groups, the Michigan Department of Health and Human Services and the providers and payers of the public system."

DHHS [Director Elizabeth Hertel](#) has said the restructuring will improve service options for patients with fewer PIHPs, enabling more choice.

Bidding out the Management of **Michigan's Public Mental Health System**

On August 4, 2025, the Michigan Department of Health and Human Services (MDHHS) announced the release of a Request for Proposals (RFP) to competitively bid the state's public mental health managed care system. Proposals are due by September 29, 2025. This approach brings with it several risks without addressing real gaps in the system.

Myth

The proposal eliminates an administrative layer and related costs and does not cut funding for services.



Fact

Switching to private insurance companies does not eliminate an administrative layer – in fact it replaces the single payer, per region, with multiple payers per region all with much higher overhead. Private insurers spend 15% on overhead, while the public system only spends 2%. That higher overhead will cut funding for services by \$500 million.

The proposal keeps the CMH system intact.



The proposal strips funding from local public CMHs by diverting CMH dollars to private organizations. It violates the Michigan Mental Health Code by prohibiting CMHs from managing their established provider networks and performing the contract oversight and management functions. It forces CMHSPs to relinquish decision-making authority to outside entities and join regional entities against their will. The proposal dismantles the very foundation of the public mental health system rather than keeping it intact.

MDHHS survey results, of stakeholders to the system, indicate a demand for competitive bidding of system management.



The survey results actually highlight the need to address workforce shortages, lack of transparency, long-term care gaps, funding issues, and client rights concerns. None of these are fixed by competitive bidding.

The current system just wants no change.



The current system supports bold and dramatic change but wants it to be open, transparent, include all stakeholders in the new system design and ensure a sound mental health safety net in Michigan.

Federal government (CMS) requires competitive bidding.



The Centers for Medicare and Medicaid (CMS) does not require this. MDHHS admits that there is no written communication from the federal government requiring competitive bidding of the system. Since 1997, CMS has approved Michigan's sole source contract with the state's public health plans. In 2014, Michigan reduced PIHPs from 18 to 10 via sound sole source contract development, and CMS fully supported it.



FY26 House Budget Proposal

Specific Mental Health/Substance Abuse Services Line items

	<u>FY'25 (Final)</u>	<u>FY'26(Exec Rec)</u>	<u>FY'26(House)</u>
-CMH Non-Medicaid services	\$125,578,200	\$125,578,200	\$125,578,200
-Medicaid Mental Health Services	\$3,387,066,600	\$3,422,415,900	<i>\$3,352,643,500</i>
-Medicaid Substance Abuse services	\$95,650,100	\$98,752,100	<i>\$88,323,300</i>
-State disability assistance program	\$2,018,800	\$2,018,800	\$2,018,800
-Community substance abuse (Prevention, education, and treatment programs)	\$79,626,200	\$80,207,900	\$78,626,200
-Health Homes Program	\$53,418,500	\$53,239,800	<i>\$25,000,000</i>
-Autism services	\$329,620,000	\$458,715,500	<i>\$467,644,200</i>
-Healthy MI Plan (Behavioral health)	\$527,784,600	\$535,508,300	<i>\$531,044,900</i>
-CCBHC	\$525,913,900	\$916,062,700	<i>\$565,286,700</i>
-Total Local Dollars	\$10,190,500	\$9,943,600	<i>\$246,900</i>

Other Highlights of the FY26 Executive Budget:

PIHP Funding to One-Time Basis

House transfers 6 Medicaid PIHP behavioral health services line items from the ongoing Behavioral Health Services unit to the One-Time Basis unit. Line items include, Autism Services, CCBHCs, Health Homes, Healthy Michigan Plan – Behavioral Health, Medicaid Mental Health Services, and Medicaid Substance Use Disorder Services.

Certified Community Behavioral Health Clinics (CCBHCs)

Executive adds \$39.3 million Gross (\$6.3 million GF/GP) for utilization and cost adjustments for the CCBHC demonstration program. Also includes a net \$0 transfer of \$350.8 million Gross (\$75.7 million GF/GP) of base CCBHC payments currently within the Medicaid Mental Health and Healthy Michigan Plan – Behavioral Health lines into the supplemental payments CCBHC line.

House includes the cost adjustments but does not include the base CCBHC payment transfers.

Medicaid Direct Care Agency Rate Reduction

House reduces \$215.8 million Gross (\$74.9 million GF/GP) from reducing the direct care agency rates by \$4.56 per hour. Rate reduction would have to come from agency overhead costs and not from direct care work wages paid through agencies.

Medicaid Methadone Rate Reduction

House reduces \$16.0 million Gross (\$4.0 million GF/GP) to reduce the Medicaid methadone reimbursement rates from boilerplate section 965.

Medicaid Mental Health Local Match

House removes \$9.9 million of local funding, and associated federal reimbursement, used for Medicaid mental health services. Local funds were originally added to increase Medicaid mental health rates. Section 928 is related boilerplate.

Behavioral Health Lapse Savings

House includes \$28.4 million Gross (\$10.7 million GF/GP) in lapse savings within the health homes line item

Medicaid Pre-Release Services Demonstration

Executive includes \$40.0 million Gross (\$20.0 million GF/GP) for start-up costs for correctional and other facilities, staffing, outreach, and IT costs of a new Medicaid demonstration program to provide 90 days of Medicaid covered pre-release services, including: case management, medication assisted treatment, pharmaceutical services, practitioner services, and diagnostics. Services that would begin in the following fiscal year. **House does not include.**

Autism Benefit Managed Care Carve-Out

Senate transfers in \$25.0 million Gross (\$8.7 million GF/GP, which is a net GF/GP increase of \$2.6 million GF/GP) from the CCBHC line for the department to make payments to PIHPs and CMHSPs for autism services outside of the managed care per-capita payment process. **House does not include.**

State Psychiatric Hospital Reductions

House reduces 4.0 FTEs and \$1.8 million Gross (\$1.1 million GF/GP) from purchase of medical services, special maintenance, and state hospital administration.

Behavioral Health Program Reductions and Eliminations

House reduces \$13.4 million Gross (\$11.0 million GF/GP) from behavioral health FTE reductions and the elimination of the following programs:

- Michigan Clinical Consultation and Care (MC3) (\$5.3 million).
- Mental Health Diversion Council (\$3.9 million).
- Autism Navigators (\$2.0 million).
- Conference of Western Wayne (\$1.0 million).
- Altarum (\$600,000).
- National Association of Yemeni Americans (\$400,000)

BOILERPLATE SECTIONS

PIHP Procurement – Sec. 1009. (1) From the funds appropriated in part 1, the department shall continue the request for proposal process for PIHPs into the current fiscal year. The request for proposal process for PIHPs must result in a simplified, workable PIHP system that improves behavioral health outcomes and reduces costs. The department shall include at least all of the following factors when selecting a PIHP through the request for proposal process: (a) Improved behavioral health outcomes. (b) Conflict of interest provisions. (c) Uniform contractual and benefit standards. (d) Increased accountability and transparency for payers and providers. (e) Reduced administrative overhead costs.

(2) Not later than April 1 of the current fiscal year, the department shall submit a report to the standard report recipients on the process and rationale the department and the department of technology, management, and budget used to consider each request for proposal submission for the new PIHP contracts.

Sec. 917. Michigan Opioid Healing and Recovery Fund and Report – REVISED Allocates \$19.2 million from the Michigan Opioid Healing and Recovery Fund, MCL 12.253, to supplement other opioid-related programs and services; allocates \$4.0 million for peer recovery services; and requires a semiannual report. **House revises by updating allocation to \$81.0 million and subdivides amount into 10 programmatic categories.**

Sec. 924. Autism Services Fee Schedule – RETAINED 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. (Document from the State Budget Office dated September 3 noted this section is unenforceable.) **House retain.**

Sec. 994. National Accreditation Review Criteria for Behavioral Health Services – NEW House 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."

Sec. 1002. CCBHC Organization Criteria – REVISED Establishes criteria organizations need to meet to be part of the CCBHC expansion including be a CMHSP or other eligible organization as outlined in federal law and be able to achieve CCBHC certification by September 1, 2024, and requires administrative funds be used for outreach to encourage CCBHC expansion into new counties. **House revises by prohibiting funds from being used to expand the CCBHC demonstration.**

Sec. 1005. Health Home Programs – REVISED Requires DHHS to maintain the number of behavioral health homes in PIHP regions and the number of opioid health homes in PIHP regions, and permits expansion into

additional PIHP regions; requires a report. **House revises to require any expansions to be made through the submission of a request to the legislature.**

Sec. 1034. PIHP Performance Incentives – NEW House conditions eligibility of PIHP performance incentives funded in part 1 on compliance with the provider rates for autism services and direct care in section 924 and 1031; requires the inspector general to audit claims and utilization data to verify compliance.

Section Language:

Sec. 1034. (1) In order to be eligible for performance incentives funded in part 1, PIHPs must verify, on a quarterly basis, to the department and to the standard report recipients that every provider within the PIHP's provider network receives not less than the applicable reimbursement rates or fees required in sections 924 and 1031 of this part. The verification under this subsection must provide actual claims and utilization data.

(2) The office of inspector general shall audit the claims and utilization data provided in this section. If the office of inspector general audit determines that a PIHP reimburses any provider within that PIHP's provider network at a rate less than the applicable reimbursement rates or fees required in sections 924 and 1031 of this part, the department shall notify that PIHP that it is not eligible for performance incentives funded in part 1. Not later than 10 days after a notification to a PIHP under this subsection, the department shall notify the standard report recipients that the PIHP is not eligible for performance incentives funded in part 1.

Joel Smith

Subject: FW: Opioids - Purdue/Sackler Sign-on Update
Attachments: Association Spreadsheet for Purdue-Sackler.xlsx

From: Smith-Butterwick, Angela J. (DHHS) <SmithA8@michigan.gov>
Sent: Friday, August 22, 2025 4:40 PM
Cc: Welehodsky, Jared (DHHS) <WelehodskyJ@michigan.gov>; Coleman, Lisa (DHHS) <ColemanL7@michigan.gov>; Morningstar, Kristen (DHHS) <MorningstarK@michigan.gov>; O'Neil, Logan (DHHS) <ONeilL@michigan.gov>
Subject: FW: Opioids - Purdue/Sackler Sign-on Update

Good afternoon-

Attached is the list of local governments for the Purdue/Sackler settlement. Please reach out to any you have a relationship with that have not signed up yet and let them know the deadline is September 30, 2025.

Thank you,
Angie

Angie Smith-Butterwick, MSW
Division Director
Substance Use, Gambling and Epidemiology
Bureau of Specialty Behavioral Health Services
Health Services
Michigan Department of Health and Human Services
400 S. Pine St.
Lansing, MI 48933
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From: Welehodsky, Jared (DHHS) <WelehodskyJ@michigan.gov>
Sent: Friday, August 22, 2025 12:46 PM
To: de la Rambelje, Laura (DHHS) <DelaRambeljeL@michigan.gov>; Smith-Butterwick, Angela J. (DHHS) <SmithA8@michigan.gov>
Subject: FW: Opioids - Purdue/Sackler Sign-on Update

Updated list to send to local health departments and PIHPs.

From: Walker, Matthew (AG) <WalkerM30@michigan.gov>
Sent: Friday, August 22, 2025 12:32 PM
Subject: Opioids - Purdue/Sackler Sign-on Update

Good afternoon,

Attached is an updated spreadsheet for the Purdue/Sackler opioid settlement sign-on. We have 125/279 local governments signed on so far. The sign on deadline is September 30, 2025.

If you have any questions, please let me know.

Sincerely,
Matt Walker

--

Matthew L. Walker (P75548)
Michigan Department of Attorney General
Corporate Oversight Division
Phone: 517-614-7000
Email: WalkerM30@michigan.gov

Status Rev. 8/22/25; 11:00am	Local Government	Anticipated Total Purdue/Sackler (15 Years)	County
Not Completed	Antwerp Township	\$481.59	VB
Not Completed	Bangor Charter Twp	\$4,006.32	VB
Not Completed	Barry County	\$158,773.35	Barry
Not Completed	Benton Charter Twp	\$33,269.19	Berrien
Not Completed	Berrien County	\$880,830.05	Berrien
Not Completed	Cass County	\$253,297.81	Cass
Not Completed	Coldwater City	\$4,742.82	Branch
Not Completed	Comstock Charter Twp	\$5,186.83	Kzoo
Not Completed	Cooper Charter Twp	\$588.58	Kzoo
Not Completed	Kalamazoo Charter Twp	\$19,077.23	Kzoo
Not Completed	Kalamazoo County	\$1,364,053.21	Kzoo
Not Completed	Niles City	\$21,390.51	Berrien
Not Completed	Niles Township	\$7,896.98	Berrien
Not Completed	Oshtemo Charter Twp	\$4,561.47	Kzoo
Not Completed	Sturgis City	\$21,977.46	St Joe
Not Completed	Van Buren County	\$279,759.98	VB



Southwest Michigan Behavioral Health (SWMBH)

2025 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. 7/21/25

Green = present

Red= absent

Black=not a member at that time

Grey=Meeting cancelled