

**NEXT MEETING: JULY 23, 2026 – 7:00 P.M.
TBHS TRAINING CENTER
129 EAST BURNSIDE STREET, CARO MI
IF UNABLE TO ATTEND CALL: 989.673.6191 OR 1.800.462.6814**

The regular meeting of the Tuscola Behavioral Health Systems' Board of Directors was called to order by Chairperson Snider on June 25, 2026 at 7:00 pm, at the TBHS Training Center, 129 East Burnside Street, Caro, MI.

BOARD ATTENDANCE:	Bardwell	Excused	McNett	Present
	Bruno	Excused	Partridge	Present
	Fritz	Present	Ryan	Present
	Griesing	Present	Sherman	Present
	Grimshaw	Present	Snider	Present
	Harrington	Present	Zissler	Excused
STAFF ATTENDANCE:	Majeske	Present	Canady	Present
	Dudewicz	Present	Mitchell	Present

ROLL CALL taken of Secretary Harrington.

MEETING OPEN TO THE PUBLIC: No public in attendance.

GUESTS: TBHS Human Resources Supervisor, Desiree Smith.

DATE-NUMBER	BODY	ACTION
APPROVAL OF THE MINUTES:		
June 25, 2026 - - 1	McNett moved and Griesing supported to approve the minutes of the May 28, 2026 meeting as mailed.	
		Motion Carried

CONTRACTS/AGREEMENTS/TERMINATION REVIEWED BY DUDEWICZ: No contracts were presented.

FINANCIAL STATEMENTS REVIEWED BY DUDEWICZ:

Financial Report Correction - A correction was identified in the Variance Report. The figure in the Salaries section should read \$1,229,891. The corrected report will be filed with the original.

June 25, 2026 - - 2	Partridge moved and Fritz supported placing Financial Statements on file with correction.	
		Motion Carried

REPLACEMENT OF FURNACE UNITS AT ECHOLS PRESENTED BY DUDEWICZ:

Received two bids to replace two furnace units at the Echols building – one from Jack's Heating and Cooling and one from Newton-Johnson Plumbing and Heating.

June 25, 2026 - - 3

Griesing moved and Partridge supported to approve the bid from Jack's Heating & Cooling for the replacement of two furnace units at Echols in the amount of \$13,900.00 and authorize the CEO to sign on behalf of the board.

Motion Carried

ASPHALT REPAIR AT PIC PRESENTED BY DUDEWICZ:

Received three bids from Yeager Asphalt, Quality Asphalt, and Mr. Asphalt to repair the asphalt at the PIC parking lot.

June 25, 2026 - - 4

Grimshaw moved and Partridge supported to approve the bid from Yeager Asphalt for asphalt repair at PIC in the amount of \$23,850.00 and authorize the CEO to sign on behalf of the board.

Motion Carried

CHIEF EXECUTIVE OFFICER'S REPORT BY MAJESKE:

- Medicaid/GF – Last month, it was reported that FY 2025 Encounter and EQI data was being reviewed in support of a FY 2026 mid-year rate adjustment. No rate adjustment has been issued as of this time. A FY 2027 comparison rate meeting was scheduled for June 22, 2026, which was subsequently cancelled by MDHHS; a reschedule date remains pending.

Discussions continue regarding the fiscal impact and potential savings needed to cover costs to address anticipated reductions in enrollment and revenue resulting from Medicaid changes associated with H.R.1.

- TBHS Workforce Updates – There was one (1) new hire since the May 2026 Board meeting; a part-time Rehabilitation Technician who is scheduled to start in July 2026. There were also two (2) internal transfers and one (1) position that was re-posted due to a candidate rescinding their acceptance. Currently, TBHS continues to have ten (10) vacant positions.

HR staff met with the organization's benefits liaison for a mid-year review and initiated preliminary discussions on how to remain responsive and adaptable within the continually evolving medical insurance landscape.

- PIHP Procurement Process – The appeal filed with the Michigan Court of Appeals related to the PIHP lawsuit, *Region 10 PIHP, Southwest Michigan Behavioral Health, Mid-State Health Network, St. Clair County CMHA, Integrated Services of Kalamazoo and Saginaw County CMHA vs. the State of Michigan, State of Michigan Department of Health and Human Services (MDHHS), and State of Michigan Department of Technology, Management, and Budget* remains open with no new updates.

The intended procurement of the Prepaid Inpatient Health Plans was posted on the DTMB Vendor Opportunity Dashboard. There are no details other than the intended release is August 2026. As it pertains to project dates, the DTMB dashboard states "*Projects on the dashboard include the year and month when available. These dates are estimates only; the project may be posted in the month prior or the next consecutive month. Some planned projects will have no listed date. These projects are listed to provide the vendor community transparency into identified new bids and planned re-bids. Planned project dates populate when the State is actively developing a solicitation.*" The MDHHS website that previously held the RFP information has not been changed.

On June 22, 2026 Governor Whitmer announced the departure of Elizabeth Hertel, MDHHS Director, effective June 30, 2026. Amy Epkey has been assigned as the new acting MDHHS Director as of July 1, 2026.

- Mental Health Framework Update / House Bill 6022 – On May 19, 2026, Representative VanderWall introduced HB 6022, which addresses preadmission screening requirements under the Mental Health Code and is intended to advance certain components of the Mental Health Framework. In summary, the bill allows contracted health plans to operate pre-admission screening units, to evaluate hospitalization requests, grants authority over some authorization and post-discharge decisions, and requires health plans to participate in reviews and treatment coordination. On June 10, 2026, HB 6022 was passed by the House Health Policy Committee and referred to the Committee on Rules. The Committee on Rules accepted testimony on HB 6022 today.

Recently, CMHA released an Action Alert related to HB 6022. A copy of information related to the Action Alert has been provided in the Board packet. CMHA remains opposed to the bill as they believe “HB 6022 does not improve care for the individuals served. Instead, it creates additional regulatory requirements, administrative barriers, and procedural steps for both individuals seeking services and providers attempting to deliver them. The approach is likely to result in more paperwork, additional patient handoffs, increased services delays, and greater administrative complexity related to funding and care coordination – without directing additional resources toward treatment.”

- The MDHHS Office of Recipient Rights conducted its triennial Recipient Rights Review of the TBHS Rights System on Tuesday – Thursday of this week. An exit conference was held earlier today, with a final report anticipated to be received within the next thirty (30) days. The preliminary verbal report indicated that TBHS achieved a rating of Substantial Compliance. Many positive comments were shared by the reviewers. The final report will be shared with the Board upon receipt.

COMMITTEE REPORTS:

The Staff Treatment Monitoring Committee (Fritz, Partridge, Ryan, and Sherman) met prior to tonight’s meeting. Partridge reported on the information presented at the committee meeting.

June 25, 2026 - - 5

Partridge moved and Griesing supported to accept the Staff Treatment Monitoring Committee Report as presented.

Motion Carried

Partridge reported on the Recipient Rights Advisory Meeting that was held on June 3, 2026. Reviewed activity report, incident report, budget, and reviewed policies.

June 25, 2026 - - 6

Partridge moved and Fritz supported to accept the Recipient Rights Advisory Committee Report as presented.

Motion Carried

Partridge reported on the CMHA Legislation & Policy Committee meeting that was held on 6/17/2026.

Griesing reported on the CMHA Contract & Financial Issues Committee meeting that was held on 6/18/2026.

Grimshaw reported the Executive Committee (Snider, McNett, Harrington, & Grimshaw) completed the CEO's Performance Evaluation and is recommending a performance-based payment to the CEO in the amount of \$8,000.00.

June 26, 2026 - - 7

Grimshaw moved and Harrington supported to accept the CEO Performance Evaluation as presented and issue a performance-based payment to the CEO in the amount of \$8,000.00.

Motion Carried

Grimshaw recommended a revision to Board Policy I-002-004. The current policy specifies that the CEO's evaluation occurs in July, which conflicts with the terms of the current CEO contract. The proposed change would require that the CEO's performance evaluation occur at the end of each one-year contract period. The policy amendment will be presented for approval at the next board meeting.

Grimshaw reported the Executive Committee is recommending no changes to the current CEO contract as approved by the board on June 29, 2023 except for adding "longevity payment" as an excluded benefit. The CEO has been declining this payment each year and has requested that this be formalized in the contract. No change to base pay or other benefits.

June 26, 2026 - - 8

Grimshaw moved and Griesing supported to approve the Executive Employment Agreement for the period of July 1, 2026 through June 30, 2027 with an amendment to add longevity payment as an excluded benefit. No change to base pay or other benefits.

Motion Carried

BOARD ENDS POLICIES REVIEW:

Chairperson Snider reviewed each of the Board Ends Policies asking for the Board's comments/suggestions for each policy. No proposed changes or recommendations were presented. Approval of Boards Ends policies will occur at the July meeting.

OTHER BUSINESS:

McNett, Partridge, Griesing, Fritz, and Sherman shared what sessions/topics they found most interesting while attending the CMHA Summer Conference held June 9-10, 2026.

The revised Tuscola Behavioral Health Systems Guide to Services booklet was included in tonight's packet for members to take with them.

BOARD'S SELF-EVALUATION: In compliance.

JULY MEETING AGENDA ITEMS: Approval of Ends Policies and Board Self-Assessment form.

MEETING OPEN TO THE PUBLIC: No public present.

NEXT MEETING: Thursday, July 23, 2026 – 7:00 pm at the TBHS Training Center, 129 East Burnside Street, Caro, MI 48723.

ADJOURNMENT:

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Griesing moved and Harrington supported to adjourn the meeting at 8:04 pm.

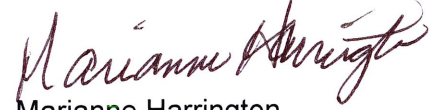
Motion Carried



Cindy Mitchell
Recorder



Karen Snider
Chairperson



Marianne Harrington
Secretary