



Michigan Municipal Services Authority
PO BOX 12012, LANSING MI 48901-2012

PUBLIC NOTICE OF A REGULAR MEETING OF THE MICHIGAN MUNICIPAL SERVICES AUTHORITY AUTHORITY BOARD

The **Authority Board of the Michigan Municipal Services Authority (“Authority”)** will hold a regular meeting on the following date, at the following time, and at the following location:

<u>Date</u>	<u>Time</u>	<u>Location</u>
Friday, February 10, 2023	10:30 a.m.	Dykema 201 Townsend St, #900 Lansing, MI 48933

The meeting is open to the public and this notice is provided under the Open Meetings Act, 1976 PA 267, MCL 15.261 to 15.275.

The meeting location is barrier-free and accessible to individuals with special needs. Individuals needing special accommodations or assistance to attend or address the meeting should contact the Authority at (248) 925-9295 prior to the meeting to assure compliance with Subtitle A of Title II of the Americans with Disabilities Act of 1990, Public Law 101-336, and 42 USC 12131 to 12134.

A copy of the proposed meeting minutes will be available for public inspection at the principal office of the Authority within 8 business days. A copy of the approved minutes of the meeting, including any corrections, will be available for public inspection at the principal office of the Authority within 5 business days after approval.



Michigan Municipal Services Authority

**AUTHORITY BOARD
REGULAR MEETING**

Friday, February 10, 2023 at 10:30 AM
Dykema
201 Townsend St, #900
Lansing, MI 48933

AGENDA

- I. Call to Order**
- II. Roll Call**
- III. Approval of Agenda**
- IV. Approval of Minutes**
 - a. Minutes of the June 16, 2022 Authority Board Meeting
- V. Administrative Report**
- VI. Old Business**
- VII. New Business**
 - a. 2020-A Approval of Audit for Fiscal Year 2021-2022
 - b. 2020-B Schedule of Regular Meetings for Calendar Year 2023
 - c. Western Michigan Health Insurance Pool Presentation
- VIII. Public Comment**
- IX. Other Business**
- X. Adjournment**



Michigan Municipal Services Authority

AUTHORITY BOARD

Thursday, June 16, 2022 at 1:30 p.m.

LIVE ZOOM WEBINAR

Dykema
2723 S State St, Suite 400
Ann Arbor, MI 48104

MINUTES

Proposed Minutes Approved Minutes

MEETING TYPE: Regular Special

I. Call to Order

The meeting was called to order at 1:38 p.m. by the Chairperson.

II. Roll Call

	PRESENT	ABSENT
Angela Rogensues, Chair	X	
Doug Matthews, Treasurer	X	
Kathleen Lomako, Secretary	X	
Brittani Anthony	X	
Donna Cangemi		X
Molly Clarin	X	
Scott Erbisch	X	
Mandy Grewal		X
Penny Hill	X	
Brandon McCullough	X	
Sheryl Mitchell Theriot	X	
Aaron Wagner	X	

Other attendees:

- Samantha Harkins, Michigan Municipal Services Authority
- Kristen Delaney, Michigan Municipal Services Authority*
- Kari Shea, Plante Moran*

III. Approval of Agenda

Moved by: Lomako
Supported by: Erbisch

Yes: X No: __

IV. Approval of Minutes

Approval of the minutes from the March 17, 2022 Authority Board meeting as presented.

Moved by: Erbisch
Supported by: Lomako

Yes: X No: __

V. Administrative Report

Harkins delivered the CEO report. She has several promising partnerships that she is working on. She noted that she had recently had a very productive call with the Director of the Michigan Infrastructure Council regarding a potential training program with communities across the state.

Harkins noted that she and Attorney Liedel had been meeting regularly with CGI and some progress is being made.

Rogensues stressed the importance of attending the upcoming September meeting so the Executive Committee can review and approve any proposed budget amendments.

VI. New Business

None.

VII. Public Comment

None.

VIII. Other Business

None.

IX. Adjournment

Moved by: Lomako

Supported by: Erbisch

Yes: X No:

Meeting adjourned at 1:50 p.m.

Certification of Minutes

Approved by the Authority Board at the February 10, 2023 meeting.

Authority Secretary

Date



Michigan Municipal Services Authority

February 1, 2023

TO: MMSA Executive Committee Members

RE: Executive Committee meeting report – February 10, 2023

1. Program update
 - a. Rapid Response/GovTEC
 - i. MEDC engagement
 - ii. Michigan Infrastructure Council (MIC)
 - iii. Webinar series
 - b. Department of Treasury engagement

2. Monthly Financial Statements

Please find attached monthly financial statements for November 2022, December 2022 and January 2023

Sincerely,

A handwritten signature in black ink, appearing to read "Samantha Harkins", written in a cursive style.

Samantha Harkins
CEO, Michigan Municipal Services Authority

December 12, 2022

To: Samantha Harkins, CEO
Michigan Municipal Services Authority (MMSA) Board of Directors

Re: November 2022 Monthly Statements

Enclosed are the following Monthly Statements for your review:

1. Revenue & Expenditure Report – General Fund
2. Revenue & Expenditure Report – Financial Management System Fund
3. Revenue & Expenditure Report – All Funds
4. Balance Sheet
5. Check Register
6. Bank Account Reconciliation
7. Bank Statement

Please contact Kari Shea (248-223-3287) or Kelly Schimmoeller (734-302-6456) with any questions.

Thank you.

Fiscal Year Ending September 30, 2022, balances are still in draft form and subject to change in conjunction with the audit. Audit fieldwork began on December 5, 2022.

Disclaimer: These financial statements have not been subjected to an audit, review or compilation engagement, and no assurance is provided on them.

Michigan Municipal Services Authority
REVENUE AND EXPENDITURE REPORT
As of November 30, 2022

	Year Ending 09/30/2022	Year Ending 09/30/2023		Year To Date 11/30/2022	% BDGT
	END BALANCE	ORIGINAL BUDGET	AMENDED BUDGET	YTD BALANCE	
Revenue					
671000 - Contract Revenue	155,000	166,000	166,000	41,500	25.00 %
676000 - Reimbursement	86	0	0	0	0.00 %
Total Revenue	<u>155,086</u>	<u>166,000</u>	<u>166,000</u>	<u>41,500</u>	<u>25.00 %</u>
Expenses					
Salary and Fringes					
701000 - Personal Services	57,966	57,740	57,740	8,625	14.94 %
710000 - FUTA Taxes	110	375	375	0	0.00 %
715000 - Social Security & Medicare	4,447	4,380	4,380	602	13.74 %
718000 - Insurance - Health	5,629	6,255	6,255	1,563	24.99 %
Total Salary and Fringes	<u>68,152</u>	<u>68,750</u>	<u>68,750</u>	<u>10,790</u>	<u>15.69 %</u>
Operating					
752000 - Office Expense	1,318	2,000	2,000	912	45.60 %
801000 - Professional and Contractual Services	93,450	93,600	93,600	12,480	13.33 %
801500 - Office Rent	6,057	0	0	0	0.00 %
802000 - Legal	6,861	18,000	18,000	0	0.00 %
803000 - Accounting	12,416	16,500	16,500	873	5.30 %
803500 - Audit	11,400	11,800	11,800	0	0.00 %
804000 - Bank Service Charges	725	1,200	1,200	17	1.39 %
805000 - HR and Benefits Consulting	0	250	250	0	0.00 %
806000 - Program Development	0	5,000	5,000	0	0.00 %
840000 - Insurance	5,533	8,000	8,000	2,397	29.96 %
861000 - Mileage Reimbursement	304	500	500	123	24.50 %
955000 - Miscellaneous	1,498	2,000	2,000	0	0.00 %
Total Operating	<u>139,562</u>	<u>158,850</u>	<u>158,850</u>	<u>16,802</u>	<u>10.58 %</u>
Total Expenses	<u>207,714</u>	<u>227,600</u>	<u>227,600</u>	<u>27,592</u>	<u>12.12 %</u>
Revenue in Excess of Expenses	<u>(52,628)</u>	<u>(61,600)</u>	<u>(61,600)</u>	<u>13,908</u>	<u>(22.58) %</u>
Transfers					
699273 - Interfund Transfer In - FMS	139,755	71,840	71,840	0	0.00 %
Total Transfers	<u>139,755</u>	<u>71,840</u>	<u>71,840</u>	<u>0</u>	<u>0.00 %</u>
Change in Equity	<u>87,127</u>	<u>10,240</u>	<u>10,240</u>	<u>13,908</u>	<u>135.82 %</u>

Michigan Municipal Services Authority
REVENUE AND EXPENDITURE REPORT
 As of November 30, 2022

**There is no activity in this fund
 as of 11/30/2022**

	Year Ending 09/30/2022	Year Ending 09/30/2023	
	END BALANCE	ORIGINAL BUDGET	AMENDED BUDGET
Revenue			
671000 - Contract Revenue	2,146,920	2,079,010	2,079,010
Total Revenue	2,146,920	2,079,010	2,079,010
Expenses			
Operating			
801000 - Professional and Contractual Services	2,007,165	2,007,170	2,007,170
Total Operating	2,007,165	2,007,170	2,007,170
Total Expenses	2,007,165	2,007,170	2,007,170
Revenue in Excess of Expenses	139,755	71,840	71,840
Transfers			
995101 - Transfer Out - GF	(139,755)	(71,840)	(71,840)
Total Transfers	(139,755)	(71,840)	(71,840)
Change in Equity	0	0	0

Michigan Municipal Services Authority
REVENUE AND EXPENDITURE REPORT
As of November 30, 2022

	Year Ending 09/30/2022	Year Ending 09/30/2023		Year To Date 11/30/2022	
	END BALANCE	ORIGINAL BUDGET	AMENDED BUDGET	YTD BALANCE	% BDGT
Revenue					
671000 - Contract Revenue	2,301,920	2,245,010	2,245,010	41,500	1.85 %
676000 - Reimbursement	86	0	0	0	0.00 %
Total Revenue	<u>2,302,006</u>	<u>2,245,010</u>	<u>2,245,010</u>	<u>41,500</u>	<u>1.85 %</u>
Expenses					
Salary and Fringes					
701000 - Personal Services	57,966	57,740	57,740	8,625	14.94 %
710000 - FUTA Taxes	110	375	375	0	0.00 %
715000 - Social Security & Medicare	4,447	4,380	4,380	602	13.74 %
718000 - Insurance - Health	5,629	6,255	6,255	1,563	24.99 %
Total Salary and Fringes	<u>68,152</u>	<u>68,750</u>	<u>68,750</u>	<u>10,790</u>	<u>15.69 %</u>
Operating					
752000 - Office Expense	1,318	2,000	2,000	912	45.60 %
801000 - Professional and Contractual Services	2,100,615	2,100,770	2,100,770	12,480	0.59 %
801500 - Office Rent	6,057	0	0	0	0.00 %
802000 - Legal	6,861	18,000	18,000	0	0.00 %
803000 - Accounting	12,416	16,500	16,500	873	5.30 %
803500 - Audit	11,400	11,800	11,800	0	0.00 %
804000 - Bank Service Charges	725	1,200	1,200	17	1.39 %
805000 - HR and Benefits Consulting	0	250	250	0	0.00 %
806000 - Program Development	0	5,000	5,000	0	0.00 %
840000 - Insurance	5,533	8,000	8,000	2,397	29.96 %
861000 - Mileage Reimbursement	304	500	500	123	24.50 %
955000 - Miscellaneous	1,498	2,000	2,000	0	0.00 %
Total Operating	<u>2,146,727</u>	<u>2,166,020</u>	<u>2,166,020</u>	<u>16,802</u>	<u>0.78 %</u>
Total Expenses	<u>2,214,879</u>	<u>2,234,770</u>	<u>2,234,770</u>	<u>27,592</u>	<u>1.23 %</u>
Revenue in Excess of Expenses	<u>87,127</u>	<u>10,240</u>	<u>10,240</u>	<u>13,908</u>	<u>135.82 %</u>
Transfers					
699273 - Interfund Transfer In - FMS	139,755	71,840	71,840	0	0.00 %
995101 - Transfer Out - GF	(139,755)	(71,840)	(71,840)	0	0.00 %
Total Transfers	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.00 %</u>
Change in Equity	<u>87,127</u>	<u>10,240</u>	<u>10,240</u>	<u>13,908</u>	<u>135.82 %</u>

These financial statements have not been subjected to an audit, review or compilation engagement, and no assurance is provided on them. 10

Michigan Municipal Services Authority COMPARATIVE BALANCE SHEET

	PERIOD ENDED 09/30/2022	PERIOD ENDED 11/30/2022	CHANGE	% CHANGE
ASSETS				
Current Assets				
Bank Accounts	451,645	455,078	3,432	0.75 %
Other Current Assets				
040000 - Accounts Receivable	5,000	5,000	0	0.00 %
123000 - Prepaid Expenses	2,284	0	(2,283)	(100.00) %
Total Other Assets	7,284	5,000	(2,283)	(31.35) %
Total Current Assets	458,929	460,078	1,149	0.25 %
TOTAL ASSETS	458,929	460,078	1,149	0.25 %
LIABILITIES AND EQUITY				
Liabilities				
Current Liabilities				
Accounts Payable				
202000 - Accounts Payable	12,468	0	(12,468)	(100.00) %
Total Accounts Payable	12,468	0	(12,468)	(100.00) %
Other Current Liabilities				
257000 - Accrued Salaries Wages	292	0	(292)	(100.00) %
339000 - Deferred Inflow	5,000	5,000	0	0.00 %
Total Other Current Liabilities	5,292	5,000	(292)	(5.50) %
Total Current Liabilities	17,760	5,000	(12,760)	(71.84) %
Total Liabilities	17,760	5,000	(12,760)	(71.84) %
Equity				
390000 - Fund Balance - Unassigned	354,042	441,169	87,127	24.60 %
Net Revenue	87,127	13,909	(73,218)	(84.03) %
Total Equity	441,169	455,078	13,909	3.15 %
TOTAL LIABILITIES AND EQUITY	458,929	460,078	1,149	0.25 %

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Created on: 12/05/2022, 9:18 PM EDT

Michigan Municipal Services Authority Check Register

Date	Payee	Document No	Amount Cleared
Bank: Bill.com Clearing - Bill.com Clearing		Account No:	
11/02/2022	10032--Hundred Place Consulting, LLC		4,680.00 In Transit
11/04/2022	10029--Vettraino Consulting, LLC		3,242.50 In Transit
11/08/2022	10003--Dykema Gossett, PLLC		5,612.40 In Transit
11/09/2022	10032--Hundred Place Consulting, LLC		72.00 In Transit
11/09/2022	10009--Kristen Delaney		839.90 In Transit
11/09/2022	10002--Plante Moran		2,799.15 In Transit
Total for Bill.com Clearing			17,245.95
Bank: Fifth Third - 1244 - Firth Third		Account No: 7169301244	
11/02/2022	10015--Gusto		45.00 11/30/2022
11/10/2022	10015--Gusto		713.95 11/30/2022
11/23/2022	10015--Gusto		713.95 11/30/2022
11/29/2022	10005--BCBSM		520.95 11/30/2022
Total for Fifth Third - 1244			1,993.85

Michigan Municipal Services Authority Reconciliation Report

As Of 11/30/2022
Account: 5/3 Checking

Statement Ending Balance	455,077.88
Deposits in Transit	0.00
Outstanding Checks and Charges	0.00
Adjusted Bank Balance	455,077.88
Book Balance	455,077.88
Adjustments*	0.00
Adjusted Book Balance	455,077.88

Total Checks and Charges Cleared	22,556.72	Total Deposits Cleared	41,500.00
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Deposits

Name	Memo	Date	Doc No	Cleared	In Transit
Local Community Stabi- lization Authority	LCSA 1st Qtr Pmt FY23	11/08/2022		41,500.00	
Total Deposits				41,500.00	0.00

Checks and Charges

Name	Memo	Date	Check No	Cleared	Outstanding
Gusto	October 2022 Invoice	11/02/2022		45.00	
General Ledger Entry	BILL 11/02/22 Payables Funding	11/02/2022		4,680.00	
General Ledger Entry	BILL 11/04/22 Payables Funding	11/04/2022		3,242.50	
General Ledger Entry	BILL 11/08/22 Payables Funding	11/08/2022		5,612.40	
General Ledger Entry	BILL 11/09/22 Payables Funding	11/09/2022		3,711.05	
General Ledger Entry	11.10.22 Payroll	11/10/2022		1,654.35	
Gusto	11.10.2022 Payroll	11/10/2022		713.95	
General Ledger Entry	11.23.22 Payroll	11/23/2022		1,654.35	
Gusto	11.23.2022 Payroll	11/23/2022		713.95	
BCBSM	Health Care Premium December 2022	11/29/2022		520.95	
	November 2022 Bank Fee	11/30/2022		8.22	
Total Checks and Charges				22,556.72	0.00



FIFTH THIRD BANK
(WESTERN MICHIGAN)
P.O. BOX 630900 CINCINNATI OH 45263-0900

MICHIGAN MUNICIPAL SERVICE
200 TOWNSEND ST STE 900
LANSING MI 48933



0

4671

Statement Period Date: 11/1/2022 - 11/30/2022
Account Type: COMM'L 53 ANALYZED
Account Number: 7169301244

Banking Center: Grand Rapids
Banking Center Phone: 616-653-5440
Commercial Client Services: 866-475-0729

Account Summary - 7169301244

11/01	Beginning Balance	\$436,134.60	Number of Days in Period	30
	Checks			
11	Withdrawals / Debits	\$(22,556.72)		
1	Deposits / Credits	\$41,500.00		
11/30	Ending Balance	\$455,077.88		

Withdrawals / Debits

11 items totaling \$22,556.72

Date	Amount	Description
11/02	45.00	GUSTO 6semjmo2p7s FEE 125372 6semjss2u34 MICHIGAN MUNICIPAL SER 110222
11/02	4,680.00	Bill.com Payables 016IUNFLA2FGDO3 Michigan Municipal Ser Hundred Place Consulting, LLC Bill.com 016IUNFLA2FGDO3 Inv #1059 110222
11/04	3,242.50	Bill.com Payables 016HWHDX2FL130 Michigan Municipal Ser Jaymes Vettraino Bill.com 016HWHDX2FL130 Inv #2330 110422
11/08	5,612.40	Bill.com Payables 016PAYGAU2FR1DR Michigan Municipal Ser Dykema Gossett PLLC Bill.com 016PAYGAU2FR1DR Inv #3483185 110822
11/09	713.95	GUSTO 6SEMJMO69FU TAX 240318 6semjstm1uh MICHIGAN MUNICIPAL SER 110922
11/09	1,654.35	GUSTO 6SEMJMO69FS NET 240316 6semjstm1t9 MICHIGAN MUNICIPAL SER 110922
11/09	3,711.05	Bill.com Payables 016YTBVYJ2FRPJR Michigan Municipal Ser Multiple Payments Bill.com Payables 016YTBVYJ2FRPJR 110922
11/10	8.22	SERVICE CHARGE
11/22	713.95	GUSTO 6SEMJMODJEL TAX 479893 6semjt08jsc MICHIGAN MUNICIPAL SER 112222
11/22	1,654.35	GUSTO 6SEMJMODJEJ NET 479891 6semjt08jrg MICHIGAN MUNICIPAL SER 112222
11/29	520.95	BCBS Michigan PREMIUM MS283851 MICHIGAN MUNICIPAL SER 112922

Deposits / Credits

1 item totaling \$41,500.00

Date	Amount	Description
11/08	41,500.00	Local Community Receivable 016ONPMBX2FQSJU Michigan Municipal Ser 016ONPMBX2FQSJU Local Community Bill.com Inv #FYE 2023-01 110822

Daily Balance Summary

Date	Amount	Date	Amount	Date	Amount
11/02	431,409.60	11/09	457,975.35	11/22	455,598.83
11/04	428,167.10	11/10	457,967.13	11/29	455,077.88
11/08	464,054.70				

January 16, 2023

To: Samantha Harkins, CEO
Michigan Municipal Services Authority (MMSA) Board of Directors

Re: December 2022 Monthly Statements

Enclosed are the following Monthly Statements for your review:

1. Revenue & Expenditure Report – General Fund
2. Revenue & Expenditure Report – Financial Management System Fund
3. Revenue & Expenditure Report – All Funds
4. Balance Sheet
5. Check Register
6. Bank Account Reconciliation
7. Bank Statement

Please contact Kari Shea (248-223-3287) or Kelly Schimmoeller (734-302-6456) with any questions.

Thank you.

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Michigan Municipal Services Authority
REVENUE AND EXPENDITURE REPORT
As of December 31, 2022

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	END BALANCE	ORIGINAL BUDGET	AMENDED BUDGET	YTD BALANCE	% BDGT
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671000 - Contract Revenue	155,000	166,000	166,000	41,500	25.00 %
676000 - Reimbursement	86	0	0	0	0.00 %
Total Revenue	<u>155,086</u>	<u>166,000</u>	<u>166,000</u>	<u>41,500</u>	<u>25.00 %</u>
Expenses					
Salary and Fringes					
701000 - Personal Services	57,966	57,740	57,740	13,070	22.64 %
710000 - FUTA Taxes	110	375	375	0	0.00 %
715000 - Social Security & Medicare	4,447	4,380	4,380	938	21.42 %
718000 - Insurance - Health	5,629	6,255	6,255	3,036	48.53 %
Total Salary and Fringes	<u>68,152</u>	<u>68,750</u>	<u>68,750</u>	<u>17,044</u>	<u>24.79 %</u>
Operating					
752000 - Office Expense	1,318	2,000	2,000	1,150	57.50 %
801000 - Professional and Contractual Services	93,450	93,600	93,600	24,960	26.67 %
801500 - Office Rent	6,057	0	0	0	0.00 %
802000 - Legal	6,861	18,000	18,000	0	0.00 %
803000 - Accounting	12,416	16,500	16,500	873	5.30 %
803500 - Audit	11,400	11,800	11,800	0	0.00 %
804000 - Bank Service Charges	725	1,200	1,200	26	2.14 %
805000 - HR and Benefits Consulting	0	250	250	0	0.00 %
806000 - Program Development	0	5,000	5,000	0	0.00 %
840000 - Insurance	5,533	8,000	8,000	3,032	37.89 %
861000 - Mileage Reimbursement	304	500	500	213	42.68 %
955000 - Miscellaneous	1,498	2,000	2,000	0	0.00 %
Total Operating	<u>139,562</u>	<u>158,850</u>	<u>158,850</u>	<u>30,254</u>	<u>19.05 %</u>
Total Expenses	<u>207,714</u>	<u>227,600</u>	<u>227,600</u>	<u>47,298</u>	<u>20.78 %</u>
Revenue in Excess of Expenses	<u>(52,628)</u>	<u>(61,600)</u>	<u>(61,600)</u>	<u>(5,798)</u>	<u>9.41 %</u>
Transfers					
699273 - Interfund Transfer In - FMS	139,755	71,840	71,840	0	0.00 %
Total Transfers	<u>139,755</u>	<u>71,840</u>	<u>71,840</u>	<u>0</u>	<u>0.00 %</u>
Change in Equity	<u><u>87,127</u></u>	<u><u>10,240</u></u>	<u><u>10,240</u></u>	<u><u>(5,798)</u></u>	<u><u>(56.62) %</u></u>

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Michigan Municipal Services Authority
REVENUE AND EXPENDITURE REPORT
 As of December 31, 2022

There is no activity in this fund
 as of 12/31/2022

	Year Ending 09/30/2022	Year Ending 09/30/2023	
	END BALANCE	ORIGINAL BUDGET	AMENDED BUDGET
Revenue			
671000 - Contract Revenue	2,146,920	2,079,010	2,079,010
Total Revenue	2,146,920	2,079,010	2,079,010
Expenses			
Operating			
801000 - Professional and Contractual Services	2,007,165	2,007,170	2,007,170
Total Operating	2,007,165	2,007,170	2,007,170
Total Expenses	2,007,165	2,007,170	2,007,170
Revenue in Excess of Expenses	139,755	71,840	71,840
Transfers			
995101 - Transfer Out - GF	(139,755)	(71,840)	(71,840)
Total Transfers	(139,755)	(71,840)	(71,840)
Change in Equity	0	0	0

Michigan Municipal Services Authority
REVENUE AND EXPENDITURE REPORT
As of December 31, 2022

	Year Ending 09/30/2022	Year Ending 09/30/2023		Year To Date 12/31/2022	
	END BALANCE	ORIGINAL BUDGET	AMENDED BUDGET	YTD BALANCE	% BDGT
Revenue					
671000 - Contract Revenue	2,301,920	2,245,010	2,245,010	41,500	1.85 %
676000 - Reimbursement	86	0	0	0	0.00 %
Total Revenue	<u>2,302,006</u>	<u>2,245,010</u>	<u>2,245,010</u>	<u>41,500</u>	<u>1.85 %</u>
Expenses					
Salary and Fringes					
701000 - Personal Services	57,966	57,740	57,740	13,070	22.64 %
710000 - FUTA Taxes	110	375	375	0	0.00 %
715000 - Social Security & Medicare	4,447	4,380	4,380	938	21.42 %
718000 - Insurance - Health	5,629	6,255	6,255	3,036	48.53 %
Total Salary and Fringes	<u>68,152</u>	<u>68,750</u>	<u>68,750</u>	<u>17,044</u>	<u>24.79 %</u>
Operating					
752000 - Office Expense	1,318	2,000	2,000	1,150	57.50 %
801000 - Professional and Contractual Services	2,100,615	2,100,770	2,100,770	24,960	1.19 %
801500 - Office Rent	6,057	0	0	0	0.00 %
802000 - Legal	6,861	18,000	18,000	0	0.00 %
803000 - Accounting	12,416	16,500	16,500	873	5.30 %
803500 - Audit	11,400	11,800	11,800	0	0.00 %
804000 - Bank Service Charges	725	1,200	1,200	26	2.14 %
805000 - HR and Benefits Consulting	0	250	250	0	0.00 %
806000 - Program Development	0	5,000	5,000	0	0.00 %
840000 - Insurance	5,533	8,000	8,000	3,032	37.89 %
861000 - Mileage Reimbursement	304	500	500	213	42.68 %
955000 - Miscellaneous	1,498	2,000	2,000	0	0.00 %
Total Operating	<u>2,146,727</u>	<u>2,166,020</u>	<u>2,166,020</u>	<u>30,254</u>	<u>1.40 %</u>
Total Expenses	<u>2,214,879</u>	<u>2,234,770</u>	<u>2,234,770</u>	<u>47,298</u>	<u>2.12 %</u>
Revenue in Excess of Expenses	<u>87,127</u>	<u>10,240</u>	<u>10,240</u>	<u>(5,798)</u>	<u>(56.62) %</u>
Transfers					
699273 - Interfund Transfer In - FMS	139,755	71,840	71,840	0	0.00 %
995101 - Transfer Out - GF	(139,755)	(71,840)	(71,840)	0	0.00 %
Total Transfers	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0.00 %</u>
Change in Equity	<u>87,127</u>	<u>10,240</u>	<u>10,240</u>	<u>(5,798)</u>	<u>(56.62) %</u>

These financial statements have not been subjected to an audit, review or compilation engagement, and no assurance is provided on them. 18

Michigan Municipal Services Authority COMPARATIVE BALANCE SHEET

	PERIOD ENDED 09/30/2022	PERIOD ENDED 12/31/2022	CHANGE	% CHANGE
ASSETS				
Current Assets				
Bank Accounts	451,645	435,371	(16,274)	(3.60) %
Other Current Assets				
040000 - Accounts Receivable	5,000	5,000	0	0.00 %
123000 - Prepaid Expenses	2,284	0	(2,284)	(100.00) %
Total Other Assets	7,284	5,000	(2,284)	(31.35) %
Total Current Assets	458,929	440,371	(18,558)	(4.04) %
TOTAL ASSETS	458,929	440,371	(18,558)	(4.04) %
LIABILITIES AND EQUITY				
Liabilities				
Current Liabilities				
Accounts Payable				
202000 - Accounts Payable	12,468	0	(12,468)	(100.00) %
Total Accounts Payable	12,468	0	(12,468)	(100.00) %
Other Current Liabilities				
257000 - Accrued Salaries Wages	292	0	(292)	(100.00) %
339000 - Deferred Inflow	5,000	5,000	0	0.00 %
Total Other Current Liabilities	5,292	5,000	(292)	(5.50) %
Total Current Liabilities	17,760	5,000	(12,760)	(71.84) %
Total Liabilities	17,760	5,000	(12,760)	(71.84) %
Equity				
390000 - Fund Balance - Unassigned	354,042	441,169	87,127	24.60 %
Net Revenue	87,127	(5,798)	(92,925)	(106.65) %
Total Equity	441,169	435,371	(5,798)	(1.31) %
TOTAL LIABILITIES AND EQUITY	458,929	440,371	(18,558)	(4.04) %

These financial statements have not been subjected to an audit, review or compilation engagement, and no assurance is provided on them.

Created on: 01/09/2023, 3:46 PM EDT

Michigan Municipal Services Authority Check Register

Date	Payee	Document No	Amount Cleared
	Bank: Bill.com Clearing - Bill.com Clearing	Account No:	
12/05/2022	10029--Vettrano Consulting, LLC		3,203.75 In Transit
12/05/2022	10032--Hundred Place Consulting, LLC		4,680.00 In Transit
12/16/2022	10009--Kristen Delaney		173.13 In Transit
12/16/2022	10032--Hundred Place Consulting, LLC		72.00 In Transit
12/16/2022	10027--Michigan Municipal Risk Management Authority		634.50 In Transit
12/22/2022	10032--Hundred Place Consulting, LLC		4,680.00 In Transit
	Total for Bill.com Clearing		13,443.38
	Bank: Fifth Third - 1244 - Firth Third	Account No: 7169301244	
12/02/2022	10015--Gusto		45.00 In Transit
12/08/2022	10015--Gusto		713.95 In Transit
12/22/2022	10015--Gusto		713.95 In Transit
12/28/2022	10005--BCBSM		1,472.54 In Transit
	Total for Fifth Third - 1244		2,945.44

Michigan Municipal Services Authority Reconciliation Report

As Of 12/31/2022
Account: 5/3 Checking

Statement Ending Balance	435,371.39
Deposits in Transit	0.00
Outstanding Checks and Charges	0.00
Adjusted Bank Balance	435,371.39
Book Balance	435,371.39
Adjustments*	0.00
Adjusted Book Balance	435,371.39

Total Checks and Charges Cleared	19,706.49	Total Deposits Cleared	0.00
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Deposits

Name	Memo	Date	Doc No	Cleared	In Transit
Total Deposits				0.00	0.00

Checks and Charges

Name	Memo	Date	Check No	Cleared	Outstanding
Gusto	November 2022 Invoice	12/02/2022		45.00	
General Ledger Entry	BILL 12/05/22 Payables Funding	12/05/2022		7,883.75	
General Ledger Entry	12.08.22 Payroll	12/08/2022		1,654.35	
Gusto	12.08.2022 Payroll	12/08/2022		713.95	
General Ledger Entry	BILL 12/16/22 Payables Funding	12/16/2022		879.63	
General Ledger Entry	12.22.22 Payroll	12/22/2022		1,654.35	
Gusto	12.22.2022 Payroll	12/22/2022		713.95	
General Ledger Entry	BILL 12/22/22 Payables Funding	12/22/2022		4,680.00	
BCBSM	Health Care Premium January 2023	12/28/2022		1,472.54	
	December 2022 Bank Fee	12/31/2022		8.97	
Total Checks and Charges				19,706.49	0.00



FIFTH THIRD BANK
(WESTERN MICHIGAN)
P.O. BOX 630900 CINCINNATI OH 45263-0900

MICHIGAN MUNICIPAL SERVICE
200 TOWNSEND ST STE 900
LANSING MI 48933



0

4991

Statement Period Date: 12/1/2022 - 12/31/2022

Account Type: COMM'L 53 ANALYZED

Account Number: 7169301244

Banking Center: Grand Rapids

Banking Center Phone: 616-653-5440

Commercial Client Services: 866-475-0729

Account Summary - 7169301244

12/01	Beginning Balance	\$455,077.88	Number of Days in Period	31
	Checks			
10	Withdrawals / Debits	\$(19,706.49)		
	Deposits / Credits			
12/31	Ending Balance	\$435,371.39		

Withdrawals / Debits

10 items totaling \$19,706.49

Date	Amount	Description
12/02	45.00	GUSTO 6semjmokp7p FEE 715193 6semjt2lo7r MICHIGAN MUNICIPAL SER 120222
12/05	7,883.75	Bill.com Payables 016PWNWHS2GSQPA Michigan Municipal Ser Multiple Payments Bill.com Payables 016PWNWHS2GSQPA 120522
12/07	713.95	GUSTO 6SEMJMOML1R TAX 776443 6semjt3jdoe MICHIGAN MUNICIPAL SER 120722
12/07	1,654.35	GUSTO 6SEMJMOML1P NET 776441 6semjt3jdo4 MICHIGAN MUNICIPAL SER 120722
12/12	8.97	SERVICE CHARGE
12/16	879.63	Bill.com Payables 016IQUERFL2HCAZO Michigan Municipal Ser Multiple Payments Bill.com Payables 016IQUERFL2HCAZO 121622
12/21	713.95	GUSTO 6SEMJMOUR7D TAX 044909 6semjt6kepr MICHIGAN MUNICIPAL SER 122122
12/21	1,654.35	GUSTO 6SEMJMOUR7A NET 044906 6semjt6kepi MICHIGAN MUNICIPAL SER 122122
12/22	4,680.00	Bill.com Payables 016PVM IOT2HL61B Michigan Municipal Ser Hundred Place Consulting, LLC Bill.com 016PVM IOT2HL61B Inv #1063 122222
12/28	1,472.54	BCBS Michigan PREMIUM MS283851 MICHIGAN MUNICIPAL SER 122822

Daily Balance Summary

Date	Amount	Date	Amount	Date	Amount
12/02	455,032.88	12/12	444,771.86	12/22	436,843.93
12/05	447,149.13	12/16	443,892.23	12/28	435,371.39
12/07	444,780.83	12/21	441,523.93		



Michigan Municipal Services Authority

**AUTHORITY BOARD
RESOLUTION 2023-A**

Approval of Audit for Fiscal Year 2021-2022

The Authority Board of the Michigan Municipal Services Authority ("Authority") resolves that the audit of the Authority for the fiscal year ending September 30, 2022 prepared by Maner Costerisan, P.C. and presented to the Authority Board at its regular meeting on February 10, 2023, is approved as provided under Section 4.02 of the interlocal agreement that created the Authority.

Secretary's Certification:

I certify that this resolution was adopted by the Authority Board of the Michigan Municipal Services Authority at a properly-noticed open meeting held with a quorum present on February 10, 2023.

By: _____
Authority Secretary



2425 E. Grand River Ave.,
Suite 1, Lansing, MI 48912

☎ 517.323.7500

📠 517.323.6346

January 20, 2023

Board of Directors
Michigan Municipal Services Authority
Lansing, Michigan

We have audited the financial statements of the business-type activities and each major fund of the Michigan Municipal Services Authority (the Authority), for the year ended September 30, 2022. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards and *Government Auditing Standards*, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our engagement letter dated May 25, 2022. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Authority are described in Note 1 to the financial statements. As described in Note 5 to the financial statements, the Authority adopted Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*, during the year ended September 30, 2022. We noted no transactions entered into by the Authority during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There are no sensitive estimates affecting the financial statements.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Material misstatements were not detected as a result of our auditing procedures.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated January 20, 2023.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the Authority's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Authority's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Other Matters

We applied certain limited procedures to the management's discussion and analysis, which is required supplementary information (RSI) that supplements the financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the financial statements, and other knowledge we obtained during our audit of the financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

Restriction on Use

This information is intended solely for the use of the Board of Directors and management of the Michigan Municipal Services Authority and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Manes Costeiran PC

**MICHIGAN MUNICIPAL SERVICES AUTHORITY
LANSING, MICHIGAN**

REPORT ON FINANCIAL STATEMENTS

YEAR ENDED SEPTEMBER 30, 2022



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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Michigan Municipal Services Authority
Lansing, Michigan

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities and each major fund of the Michigan Municipal Services Authority (the Authority), as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and each major fund of the Authority, as of September 30, 2022, and the respective changes in financial position and cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Authority's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Authority's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, as identified in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 20, 2023 on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Authority's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Authority's internal control over financial reporting and compliance.

Maney Costeiran PC

January 20, 2023

MICHIGAN MUNICIPAL SERVICES AUTHORITY MANAGEMENT'S DISCUSSION AND ANALYSIS

The intent of the management's discussion and analysis is to provide highlights of the Authority's financial activities for the fiscal year ended September 30, 2022. Readers are encouraged to read this section in conjunction with the accompanying basic financial statements.

FINANCIAL HIGHLIGHTS

- Net Position: The assets of the Authority exceeded its liabilities by \$441,170 as of September 30, 2022. This unrestricted net position may be used to meet the Authority's ongoing obligations.
- The total net position by as a result of current year activity.

OVERVIEW OF THE FINANCIAL STATEMENTS

The annual report includes this management's discussion and analysis report, the independent auditor's report and the basic financial statements of the Authority, including notes that explain in more detail some of the information in the financial statements.

REQUIRED FINANCIAL STATEMENTS

The financial statements report information of the Authority using accounting methods similar to those used by private-sector companies. These statements offer short and long-term financial information about its activities.

The Statement of Net Position includes all of the Authority's assets, deferred outflows of resources, liabilities, and deferred inflows of resources and provides information about the nature and amounts of investments in resources (assets) and the obligations to their creditors (liabilities). It also provides the basis for evaluating the capital structure of the Authority and assessing their liquidity and financial flexibility.

All of the current year's revenues and expenses are accounted for in the Statement of Revenues, Expenses, and Changes in Net Position. This statement measures the success of the Authority's operations over the past year.

The final required financial statement is the Statement of Cash Flows. This statement reports cash receipts, cash payments and net changes in cash resulting from operations, investing, and financing activities and provides answers to such questions as where did cash come from, what was cash used for, and what was the change in the cash balance during the reporting period.

FINANCIAL ANALYSIS OF THE AUTHORITY

The Statement of Net Position and the Statement of Revenues, Expenses, and Changes in Net Position provide information to determine how the Authority did financially during fiscal year 2022. The net position, or the difference between assets and liabilities, and the changes in them can indicate whether financial health is improving or deteriorating over time. However, other non-financial factors such as changes in economic conditions and new or changed government legislation also need to be considered in determining the Authority's financial health.

**MICHIGAN MUNICIPAL SERVICES AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS**

NET POSITION

The Authority's Condensed Statement of Net Position and Statement of Revenues, Expenses and Changes in Net Position are presented in the following comparative tables.

TABLE 1

CONDENSED STATEMENT OF NET POSITION

	September 30, 2022	September 30, 2021
Current assets	\$ 453,929	\$ 373,031
Current liabilities	12,759	18,988
Unrestricted net position	\$ 441,170	\$ 354,043

TABLE 2

CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

	September 30, 2022	September 30, 2021
Operating revenues	\$ 2,302,007	\$ 2,284,232
Operating expenses	2,214,880	2,230,779
Changes in net position	87,127	53,453
Beginning net position	354,043	300,590
Ending net position	\$ 441,170	\$ 354,043

The Authority's operating revenues increased by \$17,775 and operating expenses decreased by \$15,899 from the prior year. The revenue increase was due to a contract from the Lincoln Land Institute and an increase in fees from Kent County and the City of Grant Rapids for their financial management system (a contract the Authority managed since its inception). The decrease in expenses was due to the City of Flint project from last year being completed. This meant the Authority did not need another subcontractor on the payroll and it reduced expenditures.

BUDGETARY HIGHLIGHTS

The Authority is an enterprise fund and is not required to adopt an annual budget. However, the Authority Board does adopt an annual operating budget. The operating budget includes proposed expenses and the means of financing them. The Authority's operating budget remains in effect but can be revised with the Authority Board approval prior to the September 30 year-end.

**MICHIGAN MUNICIPAL SERVICES AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS**

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Authority's Operating Fund budget for the fiscal year ending September 30, 2023 reflects maintenance of the status quo and includes no substantial changes to revenues or expenses.

CONTACT INFORMATION

This financial report is designed to provide a general overview of the Authority's finances and to demonstrate its accountability for the funds it receives. Questions regarding this report or requests for additional information should be addressed to the Michigan Municipal Services Authority, P.O. Box 12012, Lansing, MI 48901-2012.

BASIC FINANCIAL STATEMENTS

**MICHIGAN MUNICIPAL SERVICES AUTHORITY
STATEMENT OF NET POSITION
SEPTEMBER 30, 2022**

	Enterprise Funds		
	Operating Fund	Financial Management System	Total Business- type Activities
ASSETS			
Current assets			
Cash	\$ 451,645	\$ -	\$ 451,645
Prepaid expense	2,284	-	2,284
	453,929	-	453,929
LIABILITIES			
Current liabilities			
Accounts payable	12,468	-	12,468
Accrued wages	291	-	291
	12,759	-	12,759
NET POSITION			
Unrestricted	\$ 441,170	\$ -	\$ 441,170

MICHIGAN MUNICIPAL SERVICES AUTHORITY
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
YEAR ENDED SEPTEMBER 30, 2022

	Enterprise Funds		Total Business-type Activities
	Operating Fund	Financial Management System	
OPERATING REVENUES			
Intergovernmental	\$ 150,000	\$ 2,146,920	\$ 2,296,920
Other	5,087	-	5,087
TOTAL OPERATING REVENUES	155,087	2,146,920	2,302,007
OPERATING EXPENSES			
Chief Executive	68,151	-	68,151
Accounting	23,816	-	23,816
Insurance	5,533	-	5,533
Attorney	6,862	-	6,862
Contractual services	93,450	2,007,165	2,100,615
Miscellaneous	9,903	-	9,903
TOTAL OPERATING EXPENSES	207,715	2,007,165	2,214,880
OPERATING INCOME (LOSS)	(52,628)	139,755	87,127
TRANSFERS			
Transfers in	139,755	-	139,755
Transfers out	-	(139,755)	(139,755)
TOTAL TRANSFERS	139,755	(139,755)	-
CHANGE IN NET POSITION	87,127	-	87,127
Net position, beginning of year	354,043	-	354,043
Net position, end of year	<u>\$ 441,170</u>	<u>\$ -</u>	<u>\$ 441,170</u>

MICHIGAN MUNICIPAL SERVICES AUTHORITY
STATEMENT OF CASH FLOWS
YEAR ENDED SEPTEMBER 30, 2022

	Enterprise Funds		
	Operating Fund	Financial Management System	Total Business- type Activities
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from customers	\$ 155,087	\$ 2,146,920	\$ 2,302,007
Cash paid to suppliers	(146,806)	(2,007,165)	(2,153,971)
Cash paid to employees	(67,860)	-	(67,860)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(59,579)	139,755	80,176
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Cash received from other funds	139,755	-	139,755
Cash paid to other funds	-	(139,755)	(139,755)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	139,755	(139,755)	-
NET INCREASE IN CASH	80,176	-	80,176
Cash, beginning of year	371,469	-	371,469
Cash, end of year	\$ 451,645	\$ -	\$ 451,645
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating income (loss)	\$ (52,628)	\$ 139,755	\$ 87,127
Adjustment to reconcile operating income (loss) to net cash provided (used) by operating activities			
(Increase) decrease in:			
Prepaid expense	(722)	-	(722)
Increase (decrease) in:			
Accounts payable	(6,520)	-	(6,520)
Accrued wages	291	-	291
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ (59,579)	\$ 139,755	\$ 80,176

**MICHIGAN MUNICIPAL SERVICES AUTHORITY
NOTES TO FINANCIAL STATEMENTS**

NOTE 1 - DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Michigan Municipal Services Authority (the Authority) was established on August 1, 2012 pursuant to the Urban Cooperation Act of 1967, as part of an interlocal agreement between the City of Grand Rapids and the City of Livonia. The purpose of the Authority is to engage in cooperative activities that save staff time and taxpayer money.

The accounting policies of the Authority conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and reporting principles.

The following is a summary of the significant accounting policies:

Reporting Entity

The accompanying financial statements are exclusive presentations of the financial condition and results of operations of the Michigan Municipal Services Authority. The Authority is considered a component unit of the State of Michigan.

The Authority is controlled by a five-member Executive Committee. The Governor shall designate a member of the Executive Committee to serve as its Chairperson at the pleasure of the Governor. The Executive Committee shall elect from among the serving members of the Executive Committee a Vice-Chairperson of the Executive Committee and a Secretary of the Authority.

Basis of Presentation

The financial statements present the Authority's individual major funds. The major individual enterprise funds are reported as separate columns in the financial statements.

The Authority presents the following major enterprise funds:

- The Operating Fund accounts for all financial resources of the Authority except for those that are required to be accounted for in another fund.
- The Financial Management System Fund accounts for the financial resources related to the operation of the Authority's Financial Management System (FMS) program, the costs are financed or recovered primarily through user charges.

Measurement Focus

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. The proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operation of this fund are included on the Statement of Net Position. Fund equity (i.e., net position) is segregated into net investment in capital assets, restricted, and unrestricted components. Proprietary fund type operating statements present increases (i.e., revenues) and decreases (i.e., expenses) in net position.

MICHIGAN MUNICIPAL SERVICES AUTHORITY
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(continued)

Basis of Accounting

Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The proprietary funds are accounted for using the accrual basis of accounting. The revenues are recognized when they are earned, and the expenses are recognized when they are incurred, regardless of the timing of related cash flows.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Authority are contract fees to other governmental units for services provided. Operating expenses for the Authority include the cost of services and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses. If/when both restricted and unrestricted resources are available for use, it is the Authority's policy to use restricted resources first, then unrestricted resources as they are needed.

Cash

Cash consists of a checking account.

In accordance with Michigan Compiled Laws, the Authority is authorized to invest in the following investment vehicles:

1. Bonds, securities, and other obligations of the United States or an agency or instrumentality of the United States.
2. Certificates of deposit, savings accounts, deposit accounts, or depository receipts of a State or nationally chartered bank or a State or Federally chartered savings and loan association, savings bank, or credit union whose deposits are insured by an agency of the United States government and which maintains a principal office or branch office located in this State under laws of this State or the United States, but only if the bank, savings and loan association, savings bank or credit union is eligible to be a depository of surplus funds belonging to the State under Section 6 of 1855 PA 105, MCL 21.146.
3. Commercial paper rated at the time of purchase within the three (3) highest classifications established by not less than two (2) standard rating services and which matures more than 270 days after the date of purchase.
4. The United States government or Federal agency obligations repurchase agreements.
5. Bankers acceptances of United States Banks.
6. Mutual funds composed of investment vehicles, which are legal for direct investment by local units of government in Michigan.

MICHIGAN MUNICIPAL SERVICES AUTHORITY
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - DESCRIPTION OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(continued)

Due from Other Governmental Units

Due from other governmental units consist of amounts due from participating municipalities related to services provided.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future period(s) and so will not be recognized as an outflow of resources (expense) until that time. The Authority currently does not have any items that qualify for reporting in this category.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Authority currently does not have any items that qualify for reporting in this category.

Interfund Transactions

During the course of normal operations, the Authority has numerous transactions between funds, including transfers of resources to provide services. The accompanying financial statements generally reflect such transactions as operating transfers.

Comparative Data

Comparative data for the prior year have not been presented in the basic financial statements since their inclusion would make the statements unduly complex and difficult to read.

NOTE 2 - CASH

As of September 30, 2022, the Authority had deposits subject to the following risk:

Custodial Credit Risk - Deposits

In the case of deposits, this is the risk that in the event of a bank failure, the Authority's deposits may not be returned to it. As of September 30, 2022, \$201,690 of the Authority's bank balance of \$451,690 was exposed to custodial credit risk because it was uninsured and uncollateralized. The carrying value on the books for deposits at the end of the year was \$451,645 .

**MICHIGAN MUNICIPAL SERVICES AUTHORITY
NOTES TO FINANCIAL STATEMENTS**

NOTE 2 - CASH (continued)

Interest Rate Risk

The Authority will minimize interest rate risk, which is the risk that the market value of securities in the portfolio will fall due to changes in market interest rates, by structuring the investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities in the open market and investing operating funds primarily in shorter-term securities, liquid asset funds, money market mutual funds, or similar investment pools and limiting the average maturity in accordance with the Authority's cash requirements.

Credit Risk

State law limits investments in certain types of investments to a prime or better rating issued by nationally recognized statistical rating organizations (NRSRO's). Obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk and do not require disclosure of credit quality. As of September 30, 2022, the Authority did not have any investments that would be subject to rating by an NRSRO.

Concentration of Credit Risk

The Authority will minimize concentration of credit risk, which is the risk of loss attributed to the magnitude of the Authority's investment in a single issuer, by diversifying the investment portfolio so that the impact of potential losses from any one type of security or issuer will be minimized.

Foreign Currency Risk

The Authority is not authorized to invest in investments which have this type of risk.

NOTE 3 - INTERFUND TRANSFERS

Permanent reallocation of resources between funds of the reporting entity is classified as interfund transfers.

Transfers to Operating Fund from Financial Management System Fund	<u>\$ 139,755</u>
--	-------------------

Transfers were used to move unrestricted resources to finance operating costs that the Authority must account for in other funds.

MICHIGAN MUNICIPAL SERVICES AUTHORITY
NOTES TO FINANCIAL STATEMENTS

NOTE 4 - RISK MANAGEMENT

The Authority is exposed to various risks of loss for liability and workers' compensation claims. The Authority has purchased commercial insurance to cover any potential claims. Settled claims, if any, relating to the commercial insurance have not exceeded the amount of insurance coverage in either of the past three (3) fiscal years.

The Authority participates in a State pool, the Michigan Municipal Risk Management Authority, with other municipalities for property and casualty losses. The pool is organized under Public Act 138 of 1982, as amended. The Authority has a \$1,000 deductible per occurrence of property and crime coverage. State pool members' limits of coverage (per occurrence) are \$1,000,000 for liability. In the event the pool's claims and expenses for a policy year exceed the total normal annual premiums for said years, all members of the specific pool's policy year may be subject to special assessment to make up the deficiency. The Authority has not been informed of any special assessments being required during the period of time the Authority has been a pool member.

NOTE 5 - CHANGE IN ACCOUNTING PRINCIPLE

For the year ended September 30, 2022, the Authority implemented Governmental Accounting Standards Board (GASB) Statement No. 87, Leases, which was issued in June 2017. The objective of this Statement is to increase the usefulness of governments' financial statements by requiring recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use the underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources, thereby enhancing the relevance and consistency of information about governments' leasing activities.

There was no material impact on the Authority's financial statements after the adoption of GASB Statement No. 87.

NOTE 6 - UPCOMING ACCOUNTING PRONOUNCEMENTS

In May 2020, the GASB issued Statement No. 96, *Subscription-based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset -an intangible asset- and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. The Authority is currently evaluating the impact this standard will have on the financial statements when adopted during the 2022-2023 fiscal year.

MICHIGAN MUNICIPAL SERVICES AUTHORITY
NOTES TO FINANCIAL STATEMENTS

NOTE 6 - UPCOMING ACCOUNTING PRONOUNCEMENTS (continued)

In June 2022, the GASB issued Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62*. This statement prescribes the accounting and financial reporting for (1) each type of accounting change and (2) error corrections. This Statement requires that (a) changes in accounting principles and error corrections be reported retroactively by restating prior period, (b) changes to or within the financial reporting entity be reported by adjusting beginning balances of the current period, and (c) changes in accounting estimates be reported prospectively by recognizing the change in the current period. The Authority is currently evaluating the impact this standard will have on the financial statements when adopted during the 2023-2024 fiscal year.



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Suite 1, Lansing, MI 48912

☎ 517.323.7500

📠 517.323.6346

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

Board of Directors
Michigan Municipal Services Authority
Lansing, Michigan

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and each major fund of the Michigan Municipal Services Authority (the Authority), as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements and have issued our report thereon dated January 20, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Authority's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements, on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Authority's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Maney Costeiran PC

January 20, 2023



Michigan Municipal Services Authority

**AUTHORITY BOARD
RESOLUTION 2023-B**

Schedule of Regular Meetings for Calendar Year 2023

The authority board of the Michigan Municipal Services Authority (the “**Authority**”) resolves that the following schedule of regular meetings is adopted and approved as the schedule of regular meetings for the authority board of the Authority for the calendar year ending December 31, 2023:

Date	Time	Location
Friday, February 10, 2023	10:30 a.m.	Dykema Capital View Building 201 Townsend St, Suite 900 Lansing, MI 48933
Friday, May 12, 2023	10:30 a.m.	Dykema 2723 S State St, Suite 400 Ann Arbor, MI 48104
Friday, September 8, 2023	10:30 a.m.	Dykema Capital View Building 201 Townsend St, Suite 900 Lansing, MI 48933
Friday, October 13, 2023	10:30 a.m.	Dykema 2723 S State St, Suite 400 Ann Arbor, MI 48104

Secretary’s Certification:

I certify that this resolution was adopted by the authority board of the Michigan Municipal Services Authority at a properly-noticed open meeting held with a quorum present on February 10, 2023.

Authority Secretary

Date

Real people. Real lives.



Life's better in The Pool

THE POOL

Western Michigan
Health Insurance

Better together.



We are the Western Michigan Health Insurance Pool, also known as ‘The Pool’.

We’re changing what it means to work in public-service organizations – offering best-in-class, transparent healthcare and wellbeing solutions, at lower costs, for employers and employees in Michigan.

The Pool was formed in 2005 by eight West Michigan school districts with the same mission – to reduce their health insurance costs by managing their own benefit plans. Now, we’ve expanded to include public-service organizations across Michigan, covering more than 30,000 lives.

We want to help our members both in and outside of work, so we design our plans to offer them the flexibility to choose the right plan to support their lifestyle and needs.



What's important to us

Choice for all

We offer a variety of programs to meet the needs of members' lifestyles and help employers balance the rising cost of healthcare.

More than healthcare

We're here to support members' wellbeing and offer resources so they can feel their best.

Protection and support

We strive to offer best-in-class coverage and providers which brings members peace of mind, so they can focus on day-to-day priorities.

We're an open book

We value honesty and transparency. Our numbers are available for everyone to see and there are no hidden costs.

How we operate

Governance

The Pool is a member-focused organization, and our members are at the heart of every decision we make. Our structure and governance reflects this focus.



Members

As required by law, all new members commit to The Pool for a three year cycle upon joining.



Board of Directors

Each member assigns a trustee to sit on The Pool's Board of Directors. The full board meets several times a year to discuss and vote on matters relating to The Pool, such as annual renewals, operations, and cost. The Pool is governed by a board-adopted trust agreement and by-laws.



Executive Committee

The Board of Directors elects the Executive Committee. These officers serve The Pool by providing strategic direction and bringing recommendations back to the full board.

The full Executive Committee is made up of the Chairperson, Vice Chairperson, Secretary, Treasurer, Immediate Past Chair and any standing committee chairs.

Other Committees

The Pool establishes committees to focus on specific strategies. Members from the Board of Directors are selected by the committee chairs to serve in these groups.

Currently, there are three committees:

- **Member Experience Committee:** Responsible for enhancing the customer experience and engaging members with timely and relevant communications.
- **Value Committee:** Responsible for analyzing data to identify the best programs to keep members healthy whilst controlling future healthcare costs.
- **Bridging Relationships and Adding Value through Engagement (B.R.A.V.E.) Committee:** Responsible for strengthening the sense of belonging and partnership of non K-12 members.

Plan designs

The Pool provides self-funded medical and prescription drug coverage, establishing monthly single, two-person, and family rates for its members. The Pool also cooperatively purchases basic life, long-term disability, and vision insurance coverage.

The Pool offers a range of plan designs for members to choose from, utilizing either Blue Cross Blue Shield of Michigan or Priority Health. The plans have varying deductible, copays, and out-of-pocket structures. Many members meet employees' needs by offering several different plan choices.

Underwriting

Each member's initial funding rate is based on their selected plan design, as well as geographic area, census data, and prior experience (if available).

At each renewal, risk is spread across the membership by determining the average adjustment necessary to meet The Pool's expected costs, including reserves. Once The Pool-wide renewal has been determined, the Board employs a modest adjustment for qualifying members to further spread risk appropriately based on the member's paid loss ratios.

Financial arrangements

The Pool purchases stop loss insurance to protect itself from catastrophic claims.

By working as a large group, members are not responsible for individual claims as The Pool spreads that risk across all employees and insured lives.

The Pool maintains transparency by providing monthly claims reports, tracking overall plan and member performance. These reports are shared with the Board of Directors.

Administration

Each member's rates reflect all aspects of The Pool's operating costs, including claims, administration, consultation, stop loss protection, and all State and Federal taxes/fees.

The Pool works with the following organizations for administration:

Medical claims administration

- Blue Cross Blue Shield of Michigan
- Priority Health

Members choose the carrier that best meets their needs.

Consulting services

- Gallagher

Gallagher provides strategic consultation on plan design and cost containment, wellness, and benefits communication, as well as underwriting and actuarial support. Their team is available as needed for employee meetings and individual member assistance.

Enrollment and billing

- PlanSource

Administration of employee enrollment and benefits. PlanSource submits a monthly bill to each member and, after invoices are distributed, an ACH debit is taken out to fund claims and pay vendors.



Who's in The Pool 2022

The Pool is made up of over a hundred member entities across Michigan, proud to be a part of our mission.



Curious who these members are?
 Visit thepoolmi.org/member-list-2022.pdf to take a closer look.

Find out what The Pool could do for you

For more information about The Pool and how it could help you, please contact our consultants at Gallagher:

Doug Derks

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Doug_Derks@ajg.com

Ashley Contreras

Account Executive
616-459-8503
Ashley_Contreras@ajg.com

Leslie Nowaczyk

Senior Benefit Consultant
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Mike Hagerty

Area Vice President
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This publication is designed to provide accurate and authoritative information in regard to the subject matter covered. It is provided with the understanding that the publisher is not engaged in rendering legal, accounting or other professional service. If legal advice or other expert assistance is required, the services of a competent professional person should be sought.

2022 Executive Summary

Western Michigan Health Insurance Pool, 300 Ottawa Ave NW Suite 301, Grand Rapids, MI 49503

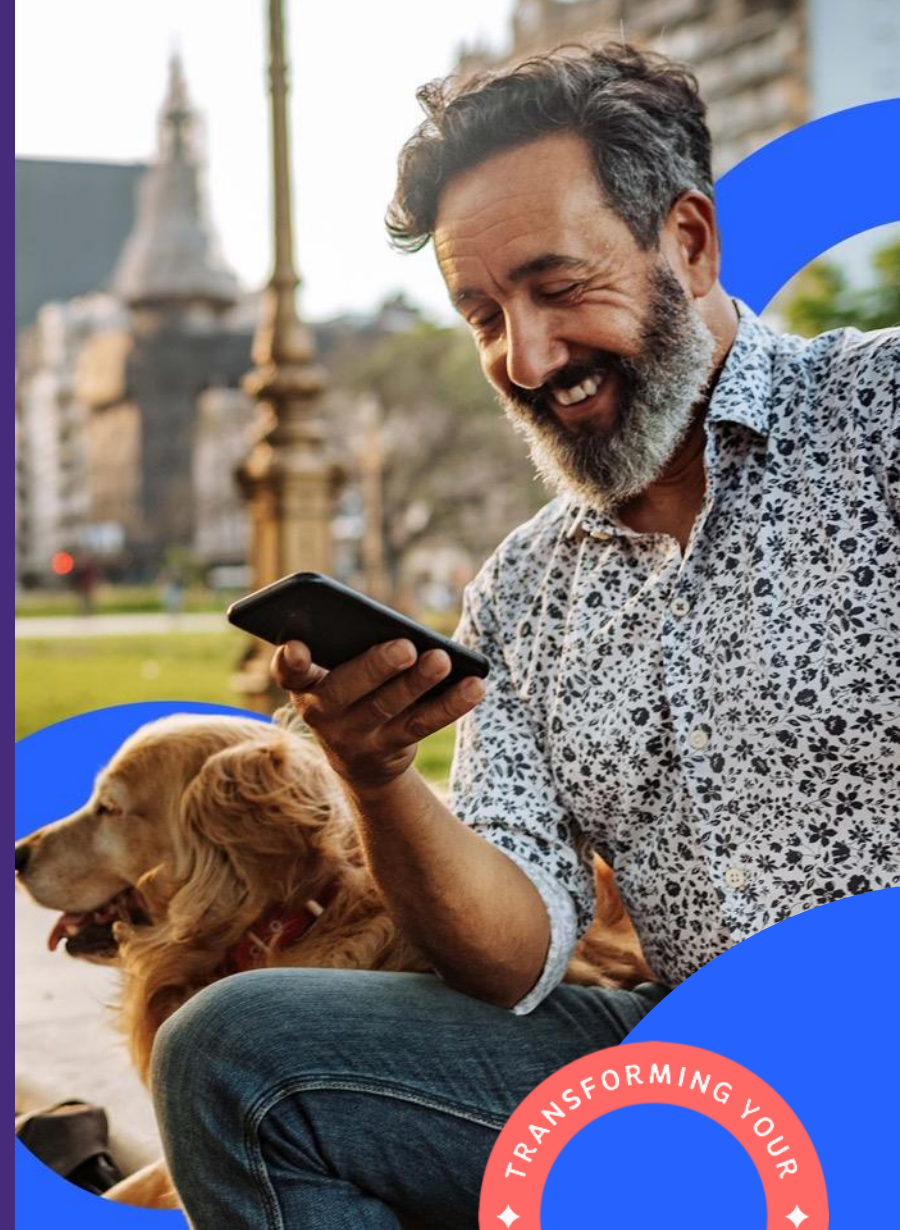
THE POOL

Western Michigan
Health Insurance

City of Hillsdale

Considering Membership in the Pool

October 6, 2022





Who is “The Pool”?

Who we are

The Western Michigan Health Insurance Pool (The Pool) was formed in 2005 to help local employers reduce health insurance costs and ensure that public-sector employees could access better healthcare. By pooling our resources across the State, we ensure that member organizations can offer their employees healthcare and benefits at highly competitive prices.


If you're an employer:

This means you can offer your employees coverage from a variety of plans with clear and affordable costs, often delivered by local providers. All while keeping your healthcare costs lower too.

If you're an employee:

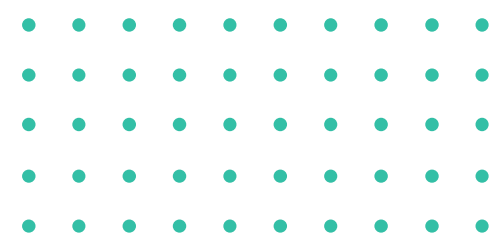
This means you have peace of mind – your healthcare is covered, and so are your loved ones. But that's not all, you'll also have access to tools and resources to help you develop healthy lifestyle habits and improve your wellbeing that will empower you to live your best life.

And the best news? Because of the size of our membership, we can negotiate for lower costs and higher flexibility – so you get to keep more of your hard-earned dollars in your own pocket!



**“The people who
make the decisions
care about us -
because they are us.”**

Our Mission...



MEMBER-FOCUSED

All our decision-making is done by our members with their needs in mind. This means that we provide the best value and most relevant healthcare solutions

VALUE

We are forward thinking – anticipating changing employee needs within the context of a continually evolving healthcare market. Our structure allows us to evaluate and adopt innovative choices for the benefit of members, in a timely manner.

TRUST

We govern our organization in a transparent and responsible way, exceeding regulatory requirements and ensuring we are financially secure and sustainable for the long term.

Administration

Each member's rates reflect all aspects of The Pool's operating costs, including claims, administration, consultation, stop loss protection, and all State and Federal taxes/fees.

The Pool works with the following organizations for administration:

Medical claims administration

- *Blue Cross Blue Shield of Michigan*
- *Priority Health*

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Enrollment and billing

- *PlanSource Administration of enrollment processes*

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The Pool maintains transparency by providing monthly claims reports, tracking overall plan and member performance. These reports are shared with the Board of Directors.



Why The Pool?



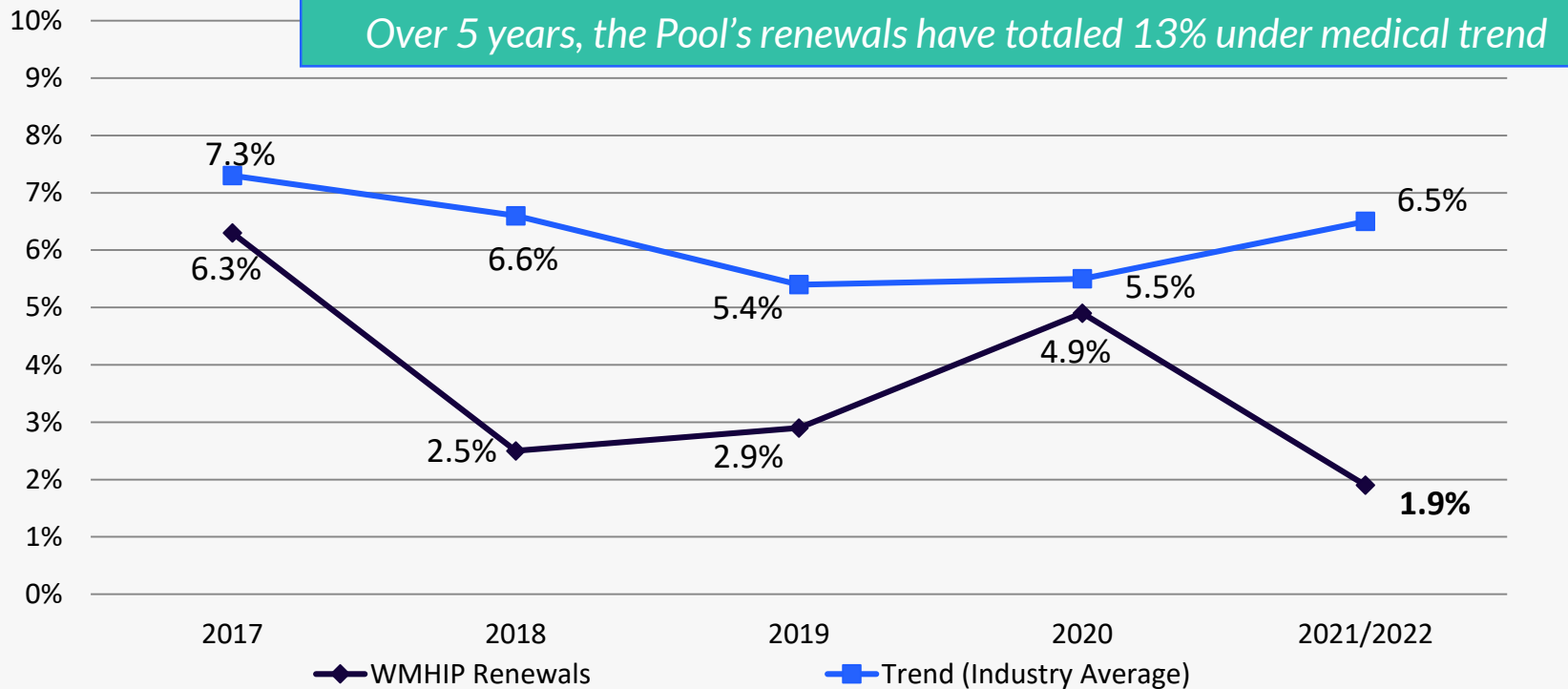
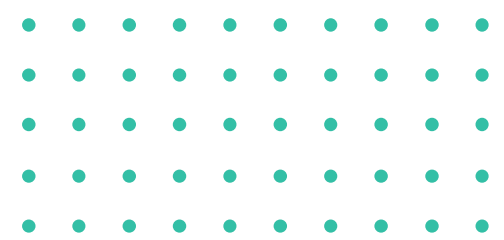
#1 In Good Company



#2 Strong Rate History

WMHIP Renewal History

Outperforming Medical Trend





#3 Financially Strong

Financial Statement Review

Assets	2021	2020	2019	2018	2017
Cash and cash equivalents	\$27,519,736	\$13,374,891	\$20,878,255	\$12,607,717	\$14,553,043
Other assets	\$36,295,913	\$29,269,255	\$25,801,318	\$27,953,975	\$15,047,281
Total assets	\$63,815,649	\$42,644,146	\$46,679,573	\$40,561,692	\$29,600,324
Liabilities					
Reserve for claims	\$8,071,000	\$8,006,000	\$7,937,000	\$7,817,000	\$6,719,000
Other liabilities	\$17,044,593	\$3,492,111	\$15,660,707	\$13,004,185	\$11,317,731
Total liabilities	\$25,115,593	\$11,498,111	\$23,597,707	\$20,821,185	\$18,036,731
Net Position - Unrestricted	\$38,700,056	\$31,146,035	\$23,081,866	\$19,740,507	\$11,563,593
Net position/total claims	25.64%	22.43%	17.77%	18.37%	13.77%

Reserve for Claims

This is extremely important as it illustrates that after setting aside money to pay IBNR, the Pool still has positive net assets



#4 More Than Medical

Employee value adds

Diabetes and Chronic Condition Management Programs

- Omada
- Livongo
- **Virta***
- **2nd MD***

Wellness tools

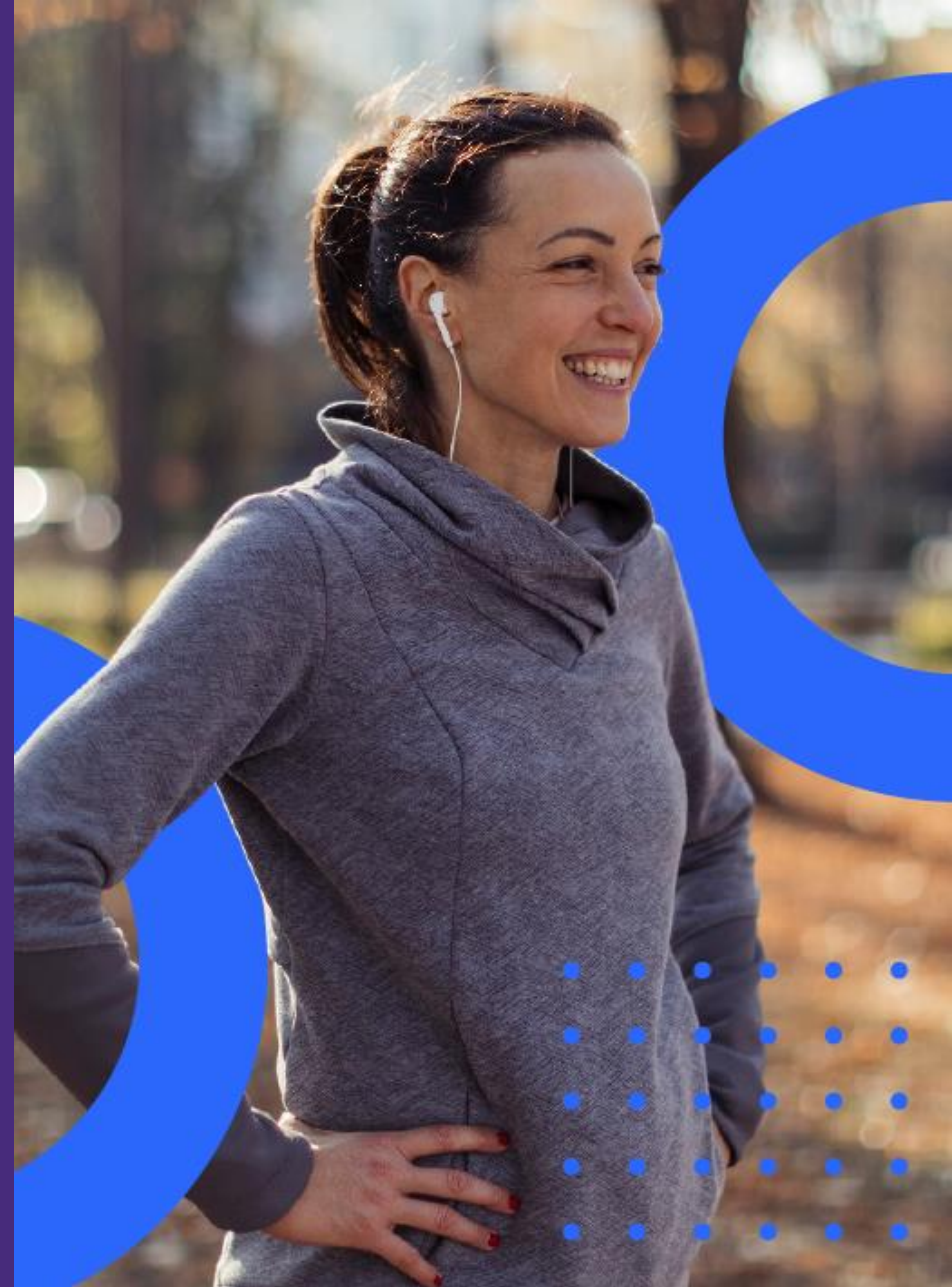
- Virtual care
- Nurse line
- Cost transparency tools
- Mental health support

Coverage Options

- **Voluntary benefits cooperative***

Included on all plans

- Hearing aid coverage

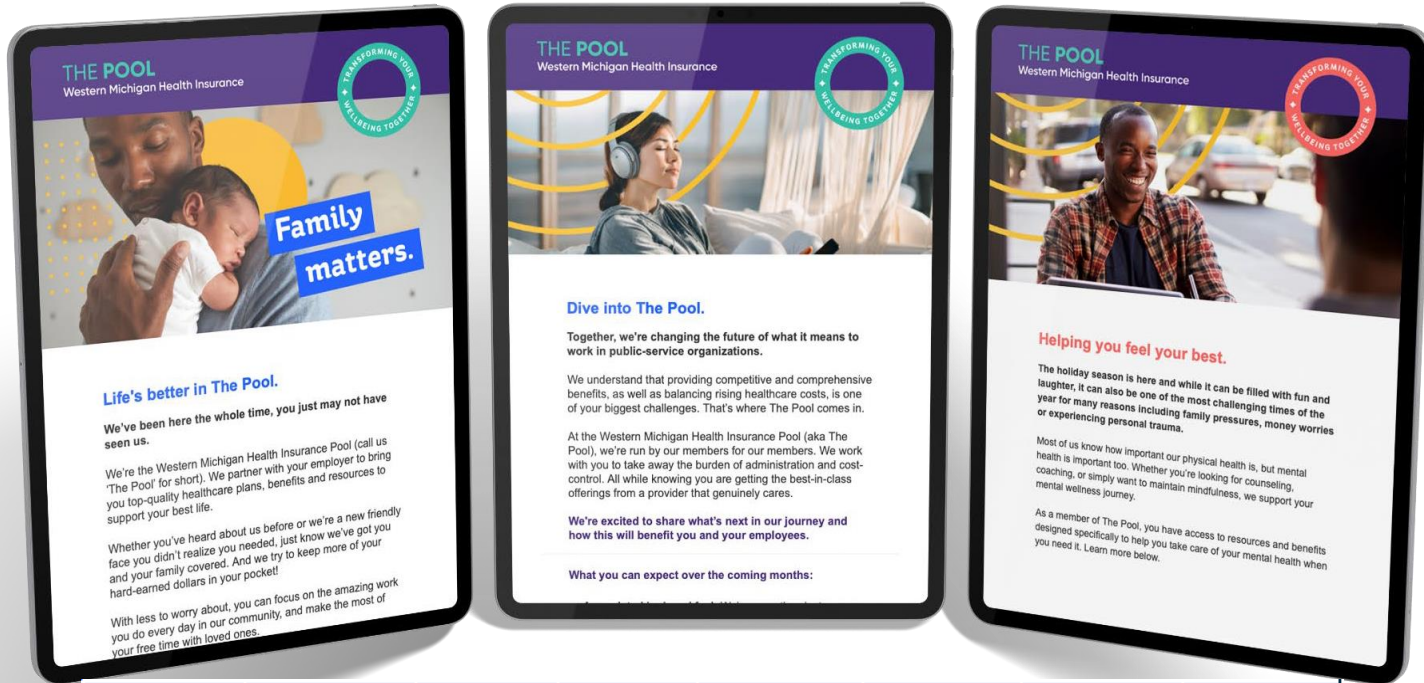


Employer value adds

- Self-service tools
- Support and education for employees
- Personalized data and analytics dashboards
- Additional coverage
 - Life and Disability cooperative*



Personalized Communications



How it works – premiums, co-pays, deductibles and networks	Mental health – in-network services & spotlight behavioural health support	Where to get care - benefits of virtual care and spotlight e.g. 2ndMD	RX – generic vs brand, filling options and services	Weight manage. – support and services. Reminder of Virta Diabetes.	Healthcare plans – choices and picking a plan	Healthcare plans – how spending accounts work	Mental health support for the holidays
--	--	---	---	--	---	---	--

Thank
you



THE POOL

Western Michigan Health Insurance