



MICHIGAN VETERAN FACILITY AUTHORITY BOARD MEETING

Meeting Book

January 20, 2026



2026 January MVFA Meeting Book

Agenda

10:00 am	1. Call to Order and Pledge of Allegiance David Henry	Call to Join
10:00 am	2. Attendance Roll Call David Henry	
	1. Welcome Amanda Shelast	
10:00 am	3. Adoption of Agenda David Henry	Motion
10:05 am	4. Public Comment David Henry	
10:10 am	5. Approval of Minutes David Henry	Motion
	1. Minutes from the 9/16/2025 Meeting David	Vote
	1. 9.16.25 Proposed Board Minutes - FINAL.pdf	
10:15 am	6. Executive Director's Report Anne Zerbe	
10:15 am	1. Update on Replacement Facility for MVH DJ Jacobetti Anne Zerbe	
10:20 am	1. Construction Update Mike Hassan	
	1. 2026 Jan Construction Update.pdf	
10:35 am	2. Operational Status of the MVH at Chesterfield Township Jennifer Manning	
10:40 am	3. Operational Status of MVH at DJ Jacobetti Ron Oja	

10:45 am 4. Operational Status of the MVH at Grand Rapids
Carly MacDonald

10:50 am 5. Operational Status of MVH
Steve Rolston

1. AHCA/NCAL Update
Chris LaJoie

7. Committee Updates

11:00 am 1. Executive Committee
David Henry

1. Committee Appointments

2. Appeals Board Status
Ryan Engle

3. Bylaws Review and/or Approval

1. MVFA Bylaws - Revision Format - proposed for 2026.pdf

2. MVFA Bylaws - Revision Format - proposed for 2026-2.pdf

4. Policy Review and/or Approval

1. MVFA Board Policy Review Summary 2026.pdf

2. MVFA Board Policies for 2026 review2.pdf

5. Conflict of Interest Forms 2026

1. Code of Conduct, Conflict of Interest form.pdf

11:15 am 2. Budget and Financial Oversight Committee
Brad Slagle

1. Board Report Financial Oversight Subcommittee 2026 01 20.pdf

11:30 am	3. Quality and Compliance Committee MaryAnne Shannon
11:40 am	4. Strategic Engagement Committee Barry Walters
11:50 am	5. Executive Director Performance Review Committee Brad Slagle
12:15 pm	8. Public Comments (limit to 3 minutes) David Henry
12:30 pm	9. Board Comments David Henry
12:45 pm	10. Closed Session Motion David Henry
1:00 pm	11. Adjournment Motion David Henry
<hr/> 12. Board Book Attachments	
1. 2026 Meeting Dates.pdf	
2. 2026 MVH Community Events.pdf	
3. PA 121 of 2024 - Abuse-Neglect - Aug-Sept 2025.pdf	
4. PA 121 of 2024 - Abuse-Neglect - Oct & Nov 2025.pdf	
5. 2025 Q4 Staffing Report MVH.pdf	
6. PA 351 Qtly Report - 4Q FY25.pdf	
7. PA 351 - Quarterly Report - 1Q FY26.pdf	
8. 2025 Sept Census Report - MVHCT.pdf	
9. 2025 Sep Census Report - MVHDJJ.pdf	

10. 2025 Sep Census Report - MVHGR.pdf

11. 2025 Oct Census Report FY26 - MVHCT.pdf

12. 2025 Oct Census Report FY26 - MVHDJJ.pdf

13. 2025 Oct Census Report FY26 - MVHGR.pdf

14. 2025 Nov Census Report FY26 - MVHCT.pdf

15. 2025 Nov Census Report FY26 - MVHDJJ.pdf

16. 2025 Nov Census Report FY26 - MVHGR.pdf

17. 2025 Dec Census Report FY26 - MVHCT.pdf

18. 2025 Dec Census Report FY26 - MVHDJJ.pdf

19. 2025 Dec Census Report FY26 - MVHGR.pdf

20. MVFO Semi-Annual Report 05.08.2025 to 11.07.2025.pdf

21. MVH Annual Legislative Report - PA560 - FY25 - Final.pdf



**MICHIGAN VETERANS' FACILITY AUTHORITY
BOARD OF DIRECTORS MEETING**

September 16, 2025

10:00 a.m.

PROPOSED MINUTES

A meeting of the Michigan Veterans Facility Authority (MVFA) Board of Directors was called to order at 10 a.m. by Chair David Henry. The meeting was conducted at Michigan Veteran Homes at Grand Rapids, 2950 Monroe Ave. NE, Grand Rapids, MI 49505.

1. Pledge of Allegiance

2. Attendance Roll Call

Chair Henry requested a roll call from members present. The following MVFA Board of Directors were present: Chairman David Henry, David Rutledge, MaryAnne Shannon, Brad Slagle, Nancy Susick, Barry Walter, Carla Wilson-Neil, Brian Love. There was a quorum present.

Michigan Veteran Homes (MVH) staff present: Anne Zerbe, Steve Rolston, Beth Simonton-Kramer, Jason Geissler (AG), Ryan Engle, Niki Wheeler, Chris LaJoie, Tiffany Carr, and Lynda Wagner.

Virtual Guests: Shawn Turner, Mike Hassan, Erica Bobrowski, Ron Oja, Melissa Velie, et.al.

3. Adoption of Agenda

A motion was made by Slagle to adopt the agenda dated September 16, 2025, as presented, and it was supported by Rutledge. The motion was carried unanimously.

4. Public Comment

Henry welcomed visitor Terry Holecek, Superintendent of the Ohio Veteran Homes, who toured MVHGR with Engle and LaJoie to gain a better understanding of MVH's operation.

5. Approval of Proposed Minutes

Henry proposed approving the minutes of the July 15, 2025, meeting as presented. Approval was unanimous.

6. Executive Director's Report

Zerbe explained that preparation has begun by MVH Leadership who submitted 7-day and 30-day plans to ensure the homes operate efficiently in the event a state shutdown occurs due to a possible legislative impasse of the FY26 State budget.

Zerbe also announced that BoardEffect is ready for use. Agendas and supporting documents for this meeting will be added to the libraries in BoardEffect for all to review. Training will take place in the coming days, and board members are encouraged to use this platform to submit documents for board meetings going forward.

The OAG performance audit is complete and has been released to the public with no notable feedback from same. The IT audit is underway with Velie managing the field work.

6.1. Update on the replacement project for MVH DJ Jacobetti

Hassan presented a deck highlighting the current status of the new construction project, photos of progress, and a projected timeline for completion. Zerbe added that the only anticipated impact, should a shutdown occur, would be the timeliness of payments processed with expected minimal

essential staff in that case. Zerbe also clarified the difference between BABA (Build America Buy America) and BAA (Buy American).

6.2. Status of Board Appointments

Engle shared that the Governor appointed Carla Wilson-Neil to the MVFA Board on July 21, 2025. One vacant seat remains with a viable candidate in current discussions.

6.3. Operational Status of MVHCT

Manning reports a nearly full capacity in the low 120's. At this time, there are no members positive for Covid with two having been resolved this week.

The VA and CMS Surveys are complete for the year with no life safety concerns, no clinical concerns, and 1 operation concern which is currently being corrected.

MVHCT is rated the number one home in the state by CMS. A celebration is planned for the employees. Henry encouraged board members to assist with monetary donations.

6.4. Operational Status of MVHDJJ

MVHDJJ has a census of 108 and is currently in their CMS survey season. Oja reported that a provisional certification from the VA is in place with full certification expected by December 1.

One staff has tested positive with Covid which they expect will have little impact on the members as the contact was minimal. Follow-up infection control measures continue to protect the members and staff.

6.5. Operational Status of MVHGR

MacDonald reported a census of 126 with a couple more admissions upcoming.

MVHGR recently achieved a 5-star rating, though the recent CMS top-line report did not include the latest survey information for MVHGR.

MVHGR is focusing on their laundry vendor as they struggle with staffing. The survey season does not begin for MVHGR until December, so they are taking this time to address those issues prior to the next survey.

6.6. Operational Status of MVH – Steve Rolston

The current project involves moving all three homes to a more consistent admissions process. One of the first steps will be a visit from the Chesterfield admissions coordinator with the Jacobetti admissions coordinator. Zerbe will research the impact of a possible shutdown on the admission process but expects that we will hold admissions, except for emergency admissions.

7. Committee Updates

7.1. Executive Committee - David Henry

7.1.1. The proposed CY26 MVFA meeting dates and locations were presented. Henry proposed that the schedule be accepted and published as written with the May meeting being held in Chesterfield, July in Grand Rapids, and September in Marquette. Rutledge moved to approve and publish the dates and locations, seconded by Shannon. The motion was carried unanimously.

The NASVH Winter Conference is February 3-5, 2026. Henry encouraged board members to consider attending as it affords the opportunity to advocate for MVH and support Engle who will become president in Summer 2026.

7.2. Budget and Finance – Brad Slagle, Chair



**MICHIGAN VETERANS' FACILITY AUTHORITY
BOARD OF DIRECTORS MEETING**

September 16, 2025

10:00 a.m.

The committee met September 3, and the report data was explained. The census has increased, especially with service-connected veterans. Though there has been a decrease in the monthly assessment revenue, the VA revenue continues to rise, increasing the budget overall. The year will close with a balanced budget. There is a request for a transfer of funds for the land acquisition in Marquette, but there are funds to cushion that impact if the request is not approved.

July has seen \$140,000 in charitable donations, mostly from a couple of large estates. There are several fundraising events upcoming including Wreaths Across America in December. Henry encouraged the group to think about ways to increase fundraising including corporate opportunities for participation.

The OAIS Financial Audit is ongoing, and an outside auditing firm, Andrews Hooper Pavlik PLC, has been contracted to undertake the task.

Slagle proposed approval of the methodology of the monthly assessment rates stated in the CY26 Monthly Assessment Rate memo of a 2.7% increase which would be applied once the COLA and VA per diem rates are made available. Rutledge seconded the proposal. A vote was conducted, and the motion was unanimously carried.

7.3. Quality and Compliance Committee – MaryAnne Shannon, Chair

The committee met August 20 and discussed the quality improvement software called "Interact," is a tool that will help get a better understanding about Member visits to the emergency room from our facilities. The project is currently in the introductory phase at all three homes.

Family Satisfaction Surveys will be conducted in the Fall rather than Summer as in previous years.

Shortly after the August committee meeting, the new CMS guidelines were released and will be discussed at the next committee meeting. Wheeler explained the purpose of the Bronze and Silver Awards. Jacobetti will need to reapply for awards once they are in the new location.

7.4. Strategic Engagement Committee – Barry Walter, Chair

Walter encouraged board members and the community to participate in the upcoming Veterans Day programs in the homes.

MVHCT and MVHGR are hosting the Thrive training for suicide prevention in partnership with World Makers International. The company services the gap with mental health, fitness, and suicide prevention. The training provides CEU's for staff as well as support for the clinical therapists and mental health workers. Volunteers and family members have participated as well.

Chesterfield will be hosting the National VFW Auxiliary President on Thursday, September 19, providing an excellent opportunity to showcase the homes and services provided.

7.5. Executive Director Performance Review Committee

The new committee was formed with Slagle as chair to meet the requirements of a policy created as a corrective action plan related to an audit finding that one year a performance review of the Executive Director was not done. The group hired a consultant to assist with the procedure. The first meeting with the consultant was September 15, and the process is now underway.

8. New Business

Henry welcomed Wilson-Neil, the newest MVFA Board Member, an Air Force Veteran herself, who shared highlights of her career and experience with veterans.

9. Public Comment

Engle shared that at the Summer 2025 NASVH Conference, LaJoie was nominated and elected to be the networking chair to serve on the NASVH Executive Committee.

Zerbe gave kudos to the MVH Team for their interest and willingness to serve NASVH.

10. Board Comments

Susick had nothing to discuss.

Wilson-Neil had nothing to discuss.

Shannon said she continues to follow the development of the veteran cemetery at Grayling (as does Board Member Walter) that gives greater access for veteran burials in the north. Hopefully it will align cemetery costs/maintenance plans to include our cemetery in Grand Rapids.

Walter commented that this was a great meeting.

Rutledge offered thanks to the group that provided the MVH Notebook to each board member. The display of the logo on the front raises awareness of who MVH is and what they do. He also believes there should be more of that type of advertising.

Slagle again welcomed Wilson-Neil and thanked her for joining the Board. Slagle than asked LaJoie to comment on his role with AHCA, which will be shared after the meeting.

Henry shared that the meeting was great, and he is happy to see everyone present.

Turner welcomed Wilson-Neil, apologized for being virtual vs. in person, and praised the meeting adding that he looks forward to seeing everyone at the next meeting.

Love shared that there is a great team/department collaboration with our board members.

Adjournment – A motion to adjourn was made by Wilson-Neil and seconded by Susick. The motion was carried, and the meeting was adjourned at 11:13 a.m.

Minutes certified by MVFA Board Secretary:

MaryAnne Shannon _____
MVFA Board Secretary

Date: _____



New Home For Veterans



New Home For Veterans Construction Update

**MVFA Board Meeting
Mike Hassan
20 January 2026**

New Marquette Construction Update

Contract Metrics:

▪ Design Contract No.	DO 23*8838/DTMB Y-23126
▪ Design Contract Award (1/27/2023)	\$519,673.00
▪ Mods 1-9	<u>\$5,803,344.60</u>
▪ Total Design Contract Amount	\$6,323,017.60
▪ Design Progress (as of Dec 2025) 95% Compl/95% Schld	
▪ Construction Management Contract DO 171 23*19331/Y23120	
▪ CM Contract Award	\$197,536.00
▪ Mods 1-2	\$328,500.00
▪ Mod 3	\$2,234,571.00
▪ Mod 4	<u>\$8,730,360.00</u>
▪ Total partial CM Contract	\$10,964,931.00

Cost ● Schedule ● Quality ● Overall ●

Total VA/SBA Project Budget: \$97.509M

Administrative Expenses	\$ 1,000,000.00
Design Contract	\$ 5,800,000.00
Construction Contract	\$ 83,286,714.29
FF&E	\$ 3,265,000.00
Contingency	\$ 4,157,855.00

Primary Contacts:

▪ MVH	Dr. Mike Hassan, (517) 275-2761
▪ DTMB	Mr. Chris Parsons & Jeff Barsch, (517) 256-5677
▪ Perkins Eastman	Mr. Ramu Ramachandran, (213) 237-6683
▪ The Christman Company	Mr. Mike Tarwater (616) 799-5959

Construction Management Contract:

- Total Contracts Awarded as of Dec 2025: ~\$11M
- Total Remaining Contracts: ~\$76M

Significant Activities as of Dec 2025:

- SHPO/USDVA approved no historical impact Apr 2025
- Final EA/FONSI issued by USDVA in July 2025
- Grant approved FY24 priority 1
 - Grant Conditional Letter submitted 6 Dec 2024
 - Conditional Grant approval 8/1/2025
 - Final budget submitted in Sep 2025
 - Awaiting Final MOA and grant approval
 - MOA delayed by VA due to pending format revisions. Expect MOA signing in Feb 2026
- Wetland mitigation permit issued Sep 2025
- Partial Site Work & mobilization began Jul 2025
- Relocation of Venture Drive completed in October 2025; Opened for traffic Nov 2025
- Easement agreement with Marquette County Road Commission completed 4 Nov 2025
- Neighborhood 1 foundation and underground utilities in progress as of mid December 2025

New Marquette Veterans Home

- The Home concept is more home-like than institutional
 - Emphasize layouts that create common living spaces for socialization, dining, and activities, while providing a private bedroom and personal bathroom for each resident
- The proposed concept consists of 108 beds (≈142K SF) divided into 3 one-story small house-based Neighborhood buildings around a central Community Center, and a Maintenance/Warehouse building
 - The Neighborhood building (≈31.87K SF ea) includes 36 resident rooms with private bathrooms, Nurse stations, kitchenette, dining facilities, and living spaces
 - The Community Center building (≈36.78K SF) includes multipurpose rooms, main kitchen, chapel, bistro, occupational & physical therapy spaces, and medical & administrative offices
 - Maintenance/Warehouse/Garage building (≈6.66K SF)
 - The surrounding grounds designed for additional recreation and exercise opportunities

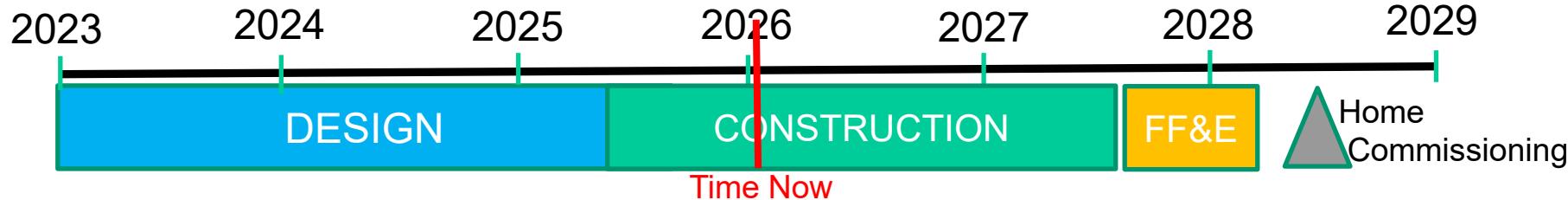


New Marquette Veterans Home Team Composition

- **DMVA/MVFA/MVH: Owner Agency**
 - **Requiring Office**
- **DTMB: Design and Construction Manager**
 - **Manage and Administer the Contracts for A/E and CM**
- **Perkins Eastman: Architect-Engineer Firm**
 - **Design of Facilities**
- **The Christman Company: Construction Management**
 - **Bidding and Procurement of Construction Services**
 - **On-site Construction Management for Compliance and Quality Assurance**
- **Central Procurement** (later in 2026)
 - **Furniture Furnishing and Equipment**
- **SOM/Commercial IT software/equipment** (later in 2026)

Project Milestones

- 95% design complete: Feb 2025
 - Revisions made to reduce cost
- Bid package released: Feb 2025
 - Re-bid most WCs in June 2025
- Tree clearing 100% complete: March 2025
- Contractor mobilization: July 2025
- Construction period: 24 months
- Date construction expected to be completed: Late 2027
- FF&E, Training, Inspection, Licensing, etc.: Late 2027
- Home Commissioning and relocation from old facility: Mid 2028



New Marquette Veteran Home Site Rendering





Marquette Community Center Main Entrance Rendering





New Marquette Veteran Home Neighborhood Rendering

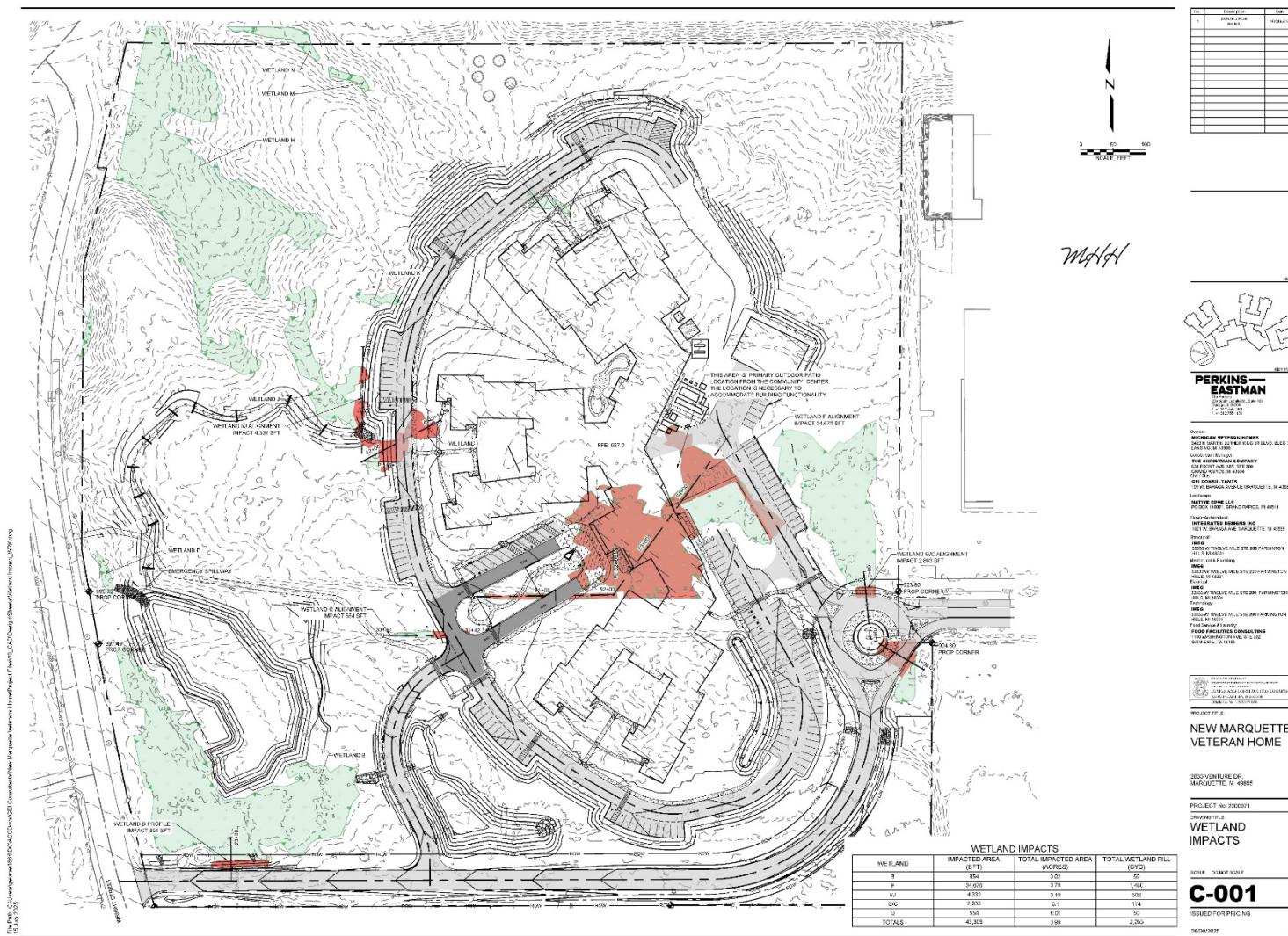




New Marquette Veteran Home Neighborhood Renderings



New Marquette Veteran Home Site layout

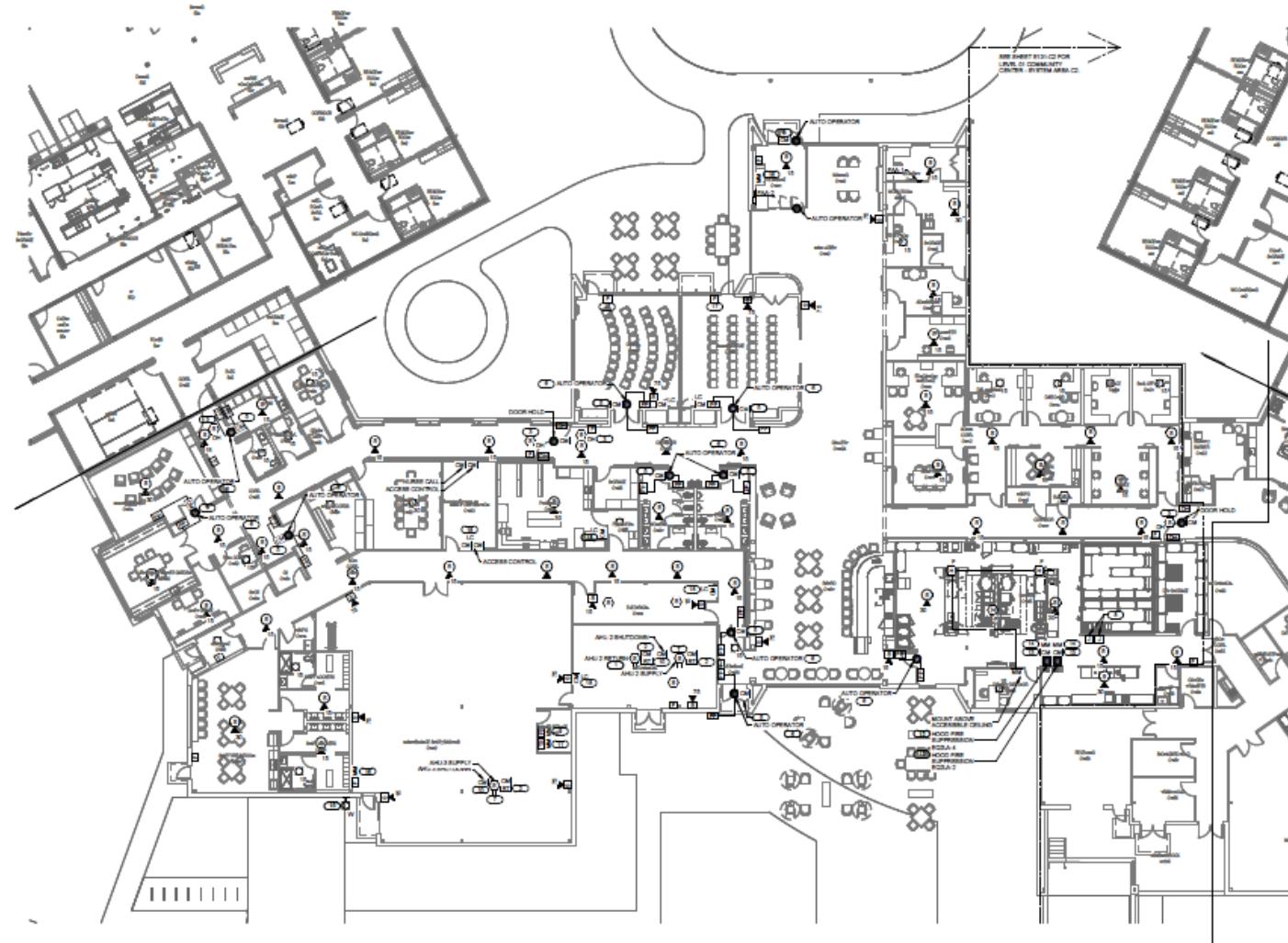




New Marquette Veteran Home Neighborhood Floor Plan



New Marquette Veteran Home Community Center Floor Plan



Marquette New Home Earthwork in Progress

8/10/2025



**Marquette New Home
Earthwork in Progress
8/27/2025**



**West Pond in Progress
8/27/2025**

**East Pond in Progress
8/27/2025**

Marquette New Home Earthwork in Progress



*Sanitary Pipe
installation
10/24/2025*

*Water Main Pipe
installation 10/24/2025*



Marquette New Home Earthwork in Progress 12/12/2025



***Underground Piping
Installation –
Neighborhood 1***

Ground Thaw Unit



Marquette New Home Neighborhood 1 Progress

12/12/2025



*Installing Sanitary Sewer
Neighborhood 1*



*Installing Storm
Pipe/Structure along
Perimeter Road*

BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

DRAFT

I -- The Authority

1 -- Purpose of the Authority

The Michigan Veterans' Facility Authority (MVFA) is a public body corporate and politic within the Michigan Department of Military and Veterans Affairs and shall develop and operate certain veterans' facilities.

2 -- Seal of the Authority

The seal of the Authority shall bear the name of the Authority and be in such form as shall be determined by the Authority.

3 -- Office of the Authority

The principal office of the Authority is at 3423 North Martin Luther King Jr. Boulevard, Lansing, Michigan, with other offices at such places as the Authority may designate.

3.1 -- Principle Office

The principal office of the Authority is located in Kent County, State of Michigan.

3.2 -- Address and Address Changes

The specific address for notice is provided in Attachment A. Changes to the principal address within the same county may be noted on Attachment A, and such changes shall not be deemed, nor require, an amendment of these bylaws.

3.3 -- Other Offices

The Authority may also have offices at other places as its business and activities may require and as the board may designate.

4 -- Powers of the Authority

The Michigan Veterans' Facility Authority shall have all the powers as enumerated in MCL 36.106, all other applicable State of Michigan Public Acts, Administrative Rules, and the Michigan Constitution.

II -- Membership & Officers

1 -- Authority Appointments

Members of the Authority shall be appointed in accordance with MCL 36.105.

2 -- Compensation of Members

Members of the Authority shall serve without compensation but may receive reasonable reimbursement for necessary travel and expenses incurred in the discharge of their duties in a manner consistent with State regulation.

3 -- Officers of the Authority

The officers of the Authority shall be a Chairperson, Vice Chairperson, Secretary and Treasurer. All of the positions shall be nominated at the first meeting of an odd calendar year with elections held at the next regularly scheduled meeting by the Authority Board Membership. Officers shall serve two-year terms.

4 -- Election of Officers

The board members shall elect a chairperson who is not the director of the department or his or her designee. All officers shall be elected every odd year by the Authority Board Members. Those terms of office begin on the next Regular Meeting of the Authority in the month following the election. All officers shall hold office until successors are elected and qualified.

5 -- Absence of Officers

Whenever the Chairperson and Vice Chairperson are unable to attend a Meeting of the Authority, the Members present at such Meeting shall designate by majority vote a temporary Chairperson from among the Members present, who shall preside at such Meeting.

6 -- Officer Vacancies

Should any Officer Positions within the Authority become vacant, the Authority shall elect a successor from its members, who shall hold office until their successor is elected and qualified at the next regular election. Officer resignations shall be made in writing, dated, and addressed to the Chairperson.

7 -- Termination of Officer Appointment

Any officer may be removed, either with or without cause, by a majority vote of the Authority board in a regular or special meeting.

Any officer may resign at any time by giving written notice to the Authority Board or to the Chairperson or Secretary of the Board. Any such resignation shall take effect at the date of receipt of such notice or at any later date specified therein.

8 -- Officer Responsibilities

8.1 -- Chairperson

The Chairperson shall prepare an agenda and preside at all Meetings of the Authority. The Chairperson shall assign board members to Standing and Special Committees.

8.2 -- Vice Chairperson

The Vice Chairperson shall perform the duties of the Chairperson when the Chairperson is absent from any Meetings or when the Chairperson otherwise advises the Vice Chairperson to do so. The Chairperson shall resume the duties upon notification to the Vice Chairperson.

8.3 -- Secretary

The Secretary shall have general supervision over the administrative charge of the business and affairs of the Authority. Furthermore, the Secretary presents any Meeting Minutes and is responsible for all public correspondence.

8.4 -- Treasurer

The Treasurer shall be responsible for the general oversight of funds raised and expended by the Authority. The Treasurer also reports the financial position of the Authority to the Board.

III -- Meetings and Committees

1 -- Meetings of the Authority

Regular Meetings shall be held at such times and places as determined by the Authority, with legal and proper public notice. The Chairperson may, or upon the request of three Members of the Authority shall, call a Special Meeting of the Authority. The call for a Regular Meeting, specifying the time and place of the Meeting, shall be delivered in person or e/mailed to the business or home address of each Member. The call for a Special Meeting, specifying the time and place of the Meeting, shall be made by telephone or e/mailed to the business or home address of each Member at least 18 hours prior to the time of the Meeting. Public notice of all regular, rescheduled, recessed, or Special Meetings shall be given in compliance with The Open Meetings Act, No. 267, Public Acts of Michigan, 1976, as amended.

1.1 -- Regular Meetings

Regular Meetings shall be held at such times and places as determined by the Authority, with legal and proper public notice. The call for a Regular Meeting, specifying the time and place of the Meeting, shall be delivered in person or e/mailed to the business or home address of each Member.

1.2 -- Special Meetings

The Chairperson may, or upon the request of three Members of the Authority shall, call a Special Meeting of the Authority. The call for a Special Meeting, specifying the time and place of the Meeting, shall be made by telephone or e-mailed to the business or home address of each Member at least 18 hours prior to the time of the Meeting.

1.3 -- Public Notice

Public notice of all Regular, rescheduled, recessed, or Special Meetings shall be given in compliance with The Open Meetings Act, No. 267, Public Acts of Michigan, 1976, as amended.

2 -- Order of Business

By vote of a majority of the Members eligible to vote at any Regular, adjourned Regular Meeting, or Special Meeting, any matter may be placed on the agenda at each such Meeting as special business. The Chairperson may place on the agenda of any Regular Meeting, adjourned Regular Meeting, or Special Meeting any special business, or any matter which the Chairperson deems of sufficient or pressing importance. An Authority Board Member may do the same with the consent of the Chairperson, or the majority of those Authority Board Members present. All business and meetings will be conducted in accordance with Robert's Rules of Order and State of Michigan Law.

3 -- Quorum

A majority of the appointed and serving members of the board who are eligible to vote constitute a quorum of the board for the transaction of business. Except as otherwise provided under these bylaws, or provisions of law, no business shall be considered by the board at any meeting at which the required quorum is not present, and the only motion that the chair shall entertain at such meeting is a motion to adjourn.

4 -- Manner of Voting

The voting on all questions at a Meeting of the Authority shall be by voice vote, unless a Member requests a roll call vote, in which case the yeas and nays shall be entered upon the minutes of such Meeting. A quorum shall be necessary to conduct a vote on any resolution, and a simple majority of affirmative votes shall be required to pass resolutions or motions, provided however, that the number of affirmative votes necessary shall never be less than three votes.

5 -- Resolutions and Effective Date

All Resolutions shall be in writing and shall be contained in the minute book of the Authority, which shall be maintained by the Authority. Resolutions shall become effective on the day of passage, upon adjournment of the Meeting, unless otherwise stated in the Resolution.

6 -- Standing Committees

The Authority may establish such standing committees as it deems desirable and discontinue the same at its pleasure. The Resolution shall set forth the number of members of the committee not to exceed four, never to constitute a quorum, and shall set forth the powers and duties of the committee subject to the limitations set forth in Section 8. The members of each such committee shall be appointed by the Chairperson. The Chairperson shall also designate the Chairperson of the Committee. Members of Standing Committees are allowed to fully participate and vote on all standing committee items whether physically or electronically present.

7 -- Special Committees

The Chairperson may establish such special committees as are deemed desirable, and may discontinue the same at the Chairperson's pleasure. The Chairperson shall 1) specify the number of members, not to exceed four and never to constitute a quorum; 2) appoint the members of the committee; 3) designate the Chairperson of the committee; and 4) determine the committee's duties and powers subject to the limitations set forth in Section 8.

8 -- Nature of Committees Generally

The responsibilities of all Standing and Special Committees shall be advisory and/or investigatory in nature and shall provide all proposed actions, if any, with a recommendation, if any, to the entire Authority Board for disposition.

9 -- Public Comment

The Chairperson will call for public comment to be conducted at the beginning and end of each meeting and noted on the agenda. A three-minute time limit will be imposed on each speaker for the public comment period at the start of the meeting and a three-minute time limit for each speaker for the comment period at the end of the meeting.

IV -- Fiscal Year

The fiscal year of the Authority shall be twelve consecutive calendar months commencing with the first day of October and ending the last day of the following September or such other twelve consecutive calendar month period as the Authority may designate by Resolution.

VI -- Conflicts of Interest, Code of Conduct, and Gifts

The members and officers of the Authority shall perform their duties in a legal and ethical manner, observing the highest standards of integrity and business ethics. Members and officers must adhere to, and annually acknowledge, the MVFA Confidentiality - Conflict of Interest policy.

VII -- Amendments

These Bylaws may be amended by Resolution duly adopted by the affirmative vote of a two-thirds majority of the Members present and eligible to vote at any meeting, provided that there is a quorum of members present, and that notice of intention to present such Resolution shall be given at least three days in advance of the scheduled Meeting. Such notice may be given by any manner. Advance notice of motions to amend the proposed amendments to the Bylaws need not be given.

VIII -- Suspension of Bylaws

Any and all of the provisions of the bylaws, except Article VII and those required by state law, may be suspended by unanimous consent of the Members present and eligible to vote at any Meeting of the Authority.

Revision History

Revised December 10, 2019, Article II, Section 3
Revised March 16, 2021, Article I, Section 3, Office of Authority
Revised March 16, 2021, Article III, addition of Section 8
Revised August 22, 2023, Article III, Sections 5 and 6

Attachment A**PRINCIPAL ADDRESS OF THE MVFA**

Address 3423 North Martin Luther King Jr. Blvd

City, State, Zip Lansing, MI 48906

Effective Date 7/18/2017 to 9/14/2025

Address 2950 Monroe Ave NE

City, State, Zip Grand Rapids, MI 49505

Effective Date 9/15/2025

Address _____

City, State, Zip _____

Effective Date _____

Address _____

City, State, Zip _____

Effective Date _____

Address _____

City, State, Zip _____

Effective Date _____

Bylaws Dated
7/18/17
Last Revised
3/16/21

BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

ARTICLE	CURRENT LANGUAGE	PROPOSED LANGUAGE 2026	RATIONALE
I -- The Authority		I -- The Authority	
	1 -- Purpose of the Authority	1 -- Purpose of the Authority	
	The Michigan Veterans' Facility Authority (MVFA) is a public body corporate and politic within the Michigan Department of Military and Veterans Affairs and shall develop and operate certain veterans' facilities.	The Michigan Veterans' Facility Authority (MVFA) is a public body corporate and politic within the Michigan Department of Military and Veterans Affairs and shall develop and operate certain veterans' facilities.	[no change]
	2 -- Seal of the Authority	2 -- Seal of the Authority	
	The seal of the Authority shall bear the name of the Authority and be in such form as shall be determined by the Authority.	The seal of the Authority shall bear the name of the Authority and be in such form as shall be determined by the Authority.	[no change]
	3 -- Office of the Authority	3 -- Office of the Authority	
	The principal office of the Authority is at 3423 North Martin Luther King Jr. Boulevard, Lansing, Michigan, with other offices at such places as the Authority may designate.		This section now provides flexibility for changes without requiring modification of the bylaws
		3.1 -- Principle Office	
		The principal office of the Authority is located in Kent County, State of Michigan.	

Bylaws Dated
7/18/17
Last Revised
3/16/21

BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

ARTICLE	CURRENT LANGUAGE	PROPOSED LANGUAGE 2026	RATIONALE
		3.2 -- Address and Address Changes	
		The specific address for notice is provided in Attachment A. Changes to the principal address within the same county may be noted on Attachment A, and such changes shall not be deemed, nor require, an amendment of these bylaws.	
		3.3 -- Other Offices	
		The Authority may also have offices at other places as its business and activities may require and as the board may designate.	
	4 -- Powers of the Authority	4 -- Powers of the Authority	
	The Michigan Veterans' Facility Authority shall have all the powers as enumerated in MCL 36.106, all other applicable State of Michigan Public Acts, Administrative Rules, and the Michigan Constitution.	The Michigan Veterans' Facility Authority shall have all the powers as enumerated in MCL 36.106, all other applicable State of Michigan Public Acts, Administrative Rules, and the Michigan Constitution.	[no change]
II -- Membership & Officers		II -- Membership & Officers	
	1 -- Authority Appointments	1 -- Authority Appointments	
	Members of the Authority shall be appointed in accordance with MCL 36.105.	Members of the Authority shall be appointed in accordance with MCL 36.105.	[no change]

Bylaws Dated
7/18/17
Last Revised
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BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

ARTICLE	CURRENT LANGUAGE	PROPOSED LANGUAGE 2026	RATIONALE
		2 -- Compensation of Members	
		Members of the Authority shall serve without compensation but may receive reasonable reimbursement for necessary travel and expenses incurred in the discharge of their duties in a manner consistent with State regulation.	Incorporates MVFA Policy 001. Details and procedures are found in policy MVFA-GEN 010 Travel Regulations
	2 -- Officers of the Authority	3 -- Officers of the Authority	
	The officers of the Authority shall be a Chairperson, Vice Chairperson, Secretary and Treasurer. All of the positions shall be nominated at the first meeting of an odd calendar year with elections held at the next regularly scheduled meeting by the Authority Board Membership. Officers shall serve two (2) year terms.	The officers of the Authority shall be a Chairperson, Vice Chairperson, Secretary and Treasurer. All of the positions shall be nominated at the first meeting of an odd calendar year with elections held at the next regularly scheduled meeting by the Authority Board Membership. Officers shall serve two-year terms.	Renumber section and remove duplicate numbers in the text.
	3 -- Election or Appointment	4 -- Election of Officers	
	The board members shall elect a chairperson who is not the director of the department or his or her designee. All officers shall be elected every odd year (for two-year terms) by the Authority Board Members. Those terms of office begin on the next Regular Meeting of the Authority in the month following the election. All officers shall hold office until successors are elected and qualified.	The board members shall elect a chairperson who is not the director of the department or his or her designee. All officers shall be elected every odd year by the Authority Board Members. Those terms of office begin on the next Regular Meeting of the Authority in the month following the election. All officers shall hold office until successors are elected and qualified.	Renumber section. Remove "or Appointment" in the section title because there is no mention of appointment of officers. Add "of Officers" to section heading for consistency and clarity.

Bylaws Dated
7/18/17
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BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

ARTICLE	CURRENT LANGUAGE	PROPOSED LANGUAGE 2026	RATIONALE
	4 -- Absence of Officers	5 -- Absence of Officers	
	Whenever the Chairperson and Vice Chairperson are unable to attend a Meeting of the Authority, the Members present at such Meeting shall designate by majority vote a temporary Chairperson from among the Members present, who shall preside at such Meeting.	Whenever the Chairperson and Vice Chairperson are unable to attend a Meeting of the Authority, the Members present at such Meeting shall designate by majority vote a temporary Chairperson from among the Members present, who shall preside at such Meeting.	Renumbering only
	5 -- Vacancies	6 -- Officer Vacancies	
	Should any Officer Positions within the Authority become vacant, the Authority shall elect a successor from its members, who shall hold office until their successor is elected and qualified. Resignations shall be made in writing, dated, and addressed to the Chairperson.	Should any Officer Positions within the Authority become vacant, the Authority shall elect a successor from its members, who shall hold office until their successor is elected and qualified at the next regular election. Officer resignations shall be made in writing, dated, and addressed to the Chairperson.	Add "Officer" to the section title for clarity. Section renumbering. "Next regular election" phrasing makes clear that the new officer will fill a short term, until the next regular election.
		7 -- Termination of Officer Appointment	
		Any officer may be removed, either with or without cause, by a majority vote of the Authority board in a regular or special meeting. Any officer may resign at any time by giving written notice to the Authority Board or to the Chairperson or Secretary of the Board. Any such resignation shall take effect at the date of receipt of such notice or at any later date specified therein.	To provide guidance for resignations and terminations. To provide notice of the grounds for termination. Termination as an officer does not automatically include termination as a member.

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BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

ARTICLE	CURRENT LANGUAGE	PROPOSED LANGUAGE 2026	RATIONALE
	6 - Officers of the Authority and Responsibilities	8 -- Officer Responsibilities	Heading clarity
	6.1 Chairperson	8.1 -- Chairperson	
	The Chairperson shall prepare an agenda and preside at all Meetings of the Authority.	The Chairperson shall prepare an agenda and preside at all Meetings of the Authority. The Chairperson shall assign board members to Standing and Special Committees.	Renumbering only
	6.2 Vice Chairperson	8.2 -- Vice Chairperson	
	The Vice Chairperson shall perform the duties of the Chairperson when the Chairperson is absent from any Meetings or when the Chairperson otherwise advises the Vice Chairperson to do so. The Chairperson shall resume the duties upon notification to the Vice Chairperson.	The Vice Chairperson shall perform the duties of the Chairperson when the Chairperson is absent from any Meetings or when the Chairperson otherwise advises the Vice Chairperson to do so. The Chairperson shall resume the duties upon notification to the Vice Chairperson.	Renumbering only
	6.3 Secretary	8.3 -- Secretary	
	The Secretary shall have general supervision over the administrative charge of the business and affairs of the Authority. Furthermore, the Secretary presents any Meeting Minutes and is responsible for all public correspondence.	The Secretary shall have general supervision over the administrative charge of the business and affairs of the Authority. Furthermore, the Secretary presents any Meeting Minutes and is responsible for all public correspondence.	Renumbering only

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BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

ARTICLE	CURRENT LANGUAGE	PROPOSED LANGUAGE 2026	RATIONALE
	6.4 Treasurer	8.4 -- Treasurer	
	The Treasurer shall be responsible for the general oversight of funds raised and expended by the Authority. The Treasurer also reports the financial position of the Authority to the Board.	The Treasurer shall be responsible for the general oversight of funds raised and expended by the Authority. The Treasurer also reports the financial position of the Authority to the Board.	Renumbering only
III -- Meetings and Committees		III -- Meetings and Committees	
1 -- Regular and Special Meetings		1 -- Meetings of the Authority	
	Regular Meetings shall be held at such times and places as determined by the Authority, with legal and proper public notice. The Chairperson may, or upon the request of three Members of the Authority shall, call a Special Meeting of the Authority. The call for a Regular Meeting, specifying the time and place of the Meeting, shall be delivered in person or e/mailed to the business or home address of each Member. The call for a Special Meeting, specifying the time and place of the Meeting, shall be made by telephone or e/mailed to the business or home address of each Member at least 18 hours prior to the time of the Meeting. Public notice of all regular, rescheduled, recessed, or Special Meetings shall be given in compliance with The Open Meetings Act, No. 267, Public Acts of Michigan, 1976, as amended.		Split into subsections for clarity.

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BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

ARTICLE	CURRENT LANGUAGE	PROPOSED LANGUAGE 2026	RATIONALE
		1.1 -- Regular Meetings	
		Regular Meetings shall be held at such times and places as determined by the Authority, with legal and proper public notice. The call for a Regular Meeting, specifying the time and place of the Meeting, shall be delivered in person or e/mailed to the business or home address of each Member.	
		1.2 -- Special Meetings	
		The Chairperson may, or upon the request of three Members of the Authority shall, call a Special Meeting of the Authority. The call for a Special Meeting, specifying the time and place of the Meeting, shall be made by telephone or e-mailed to the business or home address of each Member at least 18 hours prior to the time of the Meeting.	
		1.3 -- Public Notice	
		Public notice of all Regular, rescheduled, recessed, or Special Meetings shall be given in compliance with The Open Meetings Act, No. 267, Public Acts of Michigan, 1976, as amended.	(from policy MVFA-GEN 002)

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BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

ARTICLE	CURRENT LANGUAGE	PROPOSED LANGUAGE 2026	RATIONALE
	2 - Order of Business	2 -- Order of Business	
	<p>By vote of a majority of the Members eligible to vote at any Regular, adjourned Regular Meeting, or Special Meeting, any matter may be placed on the agenda at each such Meeting as special business. The Chairperson may place on the agenda of any Regular Meeting, adjourned Regular Meeting, or Special Meeting any special business, or any matter which the Chairperson deems of sufficient or pressing importance. An Authority Board Member may do the same with the consent of the Chairperson, or the majority of those Authority Board Members present. All business and meetings will be conducted in accordance with Robert's Rules of Order and State of Michigan Law.</p>	<p>By vote of a majority of the Members eligible to vote at any Regular, adjourned Regular Meeting, or Special Meeting, any matter may be placed on the agenda at each such Meeting as special business. The Chairperson may place on the agenda of any Regular Meeting, adjourned Regular Meeting, or Special Meeting any special business, or any matter which the Chairperson deems of sufficient or pressing importance. An Authority Board Member may do the same with the consent of the Chairperson, or the majority of those Authority Board Members present. All business and meetings will be conducted in accordance with Robert's Rules of Order and State of Michigan Law.</p>	[no change]
		3 -- Quorum	from MVFA-GEN 002; Bylaws defines a minimum number (3) but the policy does not.
		<p>A majority of the appointed and serving members of the board who are eligible to vote constitute a quorum of the board for the transaction of business. Except as otherwise provided under these bylaws, or provisions of law, no business shall be considered by the board at any meeting at which the required quorum is not present, and the only motion that the chair shall entertain at such meeting is a motion to adjourn.</p>	

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BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

ARTICLE	CURRENT LANGUAGE	PROPOSED LANGUAGE 2026	RATIONALE
	3 - Manner of Voting	4 -- Manner of Voting	
	<p>The voting on all questions at a Meeting of the Authority shall be by voice vote, unless a Member requests a roll call vote, in which case the yeas and nays shall be entered upon the minutes of such Meeting. A majority of the members eligible to vote, shall be necessary to pass resolutions or motions, provided however, that the number of affirmative votes necessary shall never be less than three (3) votes.</p>	<p>The voting on all questions at a Meeting of the Authority shall be by voice vote, unless a Member requests a roll call vote, in which case the yeas and nays shall be entered upon the minutes of such Meeting. A quorum shall be necessary to conduct a vote on any resolution, and a simple majority of affirmative votes shall be required to pass resolutions or motions, provided however, that the number of affirmative votes necessary shall never be less than three votes.</p>	Remove duplicate numbers. Change language to use the term "quorum" for clarity. Renumber section.
	4 - Resolutions and Effective Date	5 -- Resolutions and Effective Date	Renumbering only.
	<p>All Resolutions shall be in writing and shall be contained in the minute book of the Authority, which shall be maintained by the Authority. Resolutions shall become effective on the day of passage, upon adjournment of the Meeting, unless otherwise stated in the Resolution.</p>	<p>All Resolutions shall be in writing and shall be contained in the minute book of the Authority, which shall be maintained by the Authority. Resolutions shall become effective on the day of passage, upon adjournment of the Meeting, unless otherwise stated in the Resolution.</p>	

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BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

ARTICLE	CURRENT LANGUAGE	PROPOSED LANGUAGE 2026	RATIONALE
	5 - Standing Committees	6 -- Standing Committees	
	<p>The Authority may establish such standing committees as it deems desirable and discontinue the same at its pleasure. The Resolution shall set forth the number of members of the committee not to exceed four (4), never to constitute a quorum, and shall set forth the powers and duties of the committee subject to the limitations set forth in Section 7. The members of each such committee shall be appointed by the Chairperson. The Chairperson shall also designate the Chairperson of the Committee. Members of Standing Committees are allowed to fully participate and vote on all standing committee items whether physically or electronically present.</p>	<p>The Authority may establish such standing committees as it deems desirable and discontinue the same at its pleasure. The Resolution shall set forth the number of members of the committee not to exceed four, never to constitute a quorum, and shall set forth the powers and duties of the committee subject to the limitations set forth in Section 8. The members of each such committee shall be appointed by the Chairperson. The Chairperson shall also designate the Chairperson of the Committee. Members of Standing Committees are allowed to fully participate and vote on all standing committee items whether physically or electronically present.</p>	<p>Renumber section and remove duplicate numbering in text. (was Amended in 2023: changed maximum committee size from three to four to increase participation opportunities.)</p>
	6 - Special Committees	7 -- Special Committees	
	<p>The Chairperson may establish such special committees as are deemed desirable, and may discontinue the same at the Chairperson's pleasure. The Chairperson shall specify the number of members, not to exceed four (4), never to constitute a quorum, shall appoint the members of the committee, shall designate the Chairperson of the committee and shall determine its duties and powers subject to the limitations set forth in Section 7.</p>	<p>The Chairperson may establish such special committees as are deemed desirable, and may discontinue the same at the Chairperson's pleasure. The Chairperson shall 1) specify the number of members, not to exceed four and never to constitute a quorum; 2) appoint the members of the committee; 3) designate the Chairperson of the committee; and 4) determine the committee's duties and powers subject to the limitations set forth in Section 8.</p>	<p>Renumber section and remove duplicate numbering in text. (was Amended in 2023: changed maximum committee size from three to four to increase participation opportunities.)</p>

Bylaws Dated
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BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

ARTICLE	CURRENT LANGUAGE	PROPOSED LANGUAGE 2026	RATIONALE
	7 - Nature of Committees Generally	8 -- Nature of Committees Generally	
	The responsibilities of all Standing and Special Committees shall be advisory and/or investigatory in nature and shall provide all proposed actions, if any, with a recommendation, if any, to the entire Authority Board for disposition.	The responsibilities of all Standing and Special Committees shall be advisory and/or investigatory in nature and shall provide all proposed actions, if any, with a recommendation, if any, to the entire Authority Board for disposition.	Renumber section.
	8 - Public Comment	9 -- Public Comment	
	The Chairperson will call for public comment to be conducted at the beginning and end of each meeting and noted on the agenda. A three (3) minute time limit will be imposed on each speaker for the public comment period at the start of the meeting and a three (3) minute time limit for each speaker for the comment period at the end of the meeting.	The Chairperson will call for public comment to be conducted at the beginning and end of each meeting and noted on the agenda. A three-minute time limit will be imposed on each speaker for the public comment period at the start of the meeting and a three-minute time limit for each speaker for the comment period at the end of the meeting.	Renumber section.
IV -- Fiscal Year		IV -- Fiscal Year	
	The fiscal year of the Authority shall be any twelve (12) consecutive calendar months commencing with the first day of October and ending the last day of the following September or such other twelve (12) consecutive calendar month period as the Authority may designate by Resolution.	The fiscal year of the Authority shall be twelve consecutive calendar months commencing with the first day of October and ending the last day of the following September or such other twelve consecutive calendar month period as the Authority may designate by Resolution.	Remove duplicate numbers. Strike "any" from the first clause because the months are specified.

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BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

ARTICLE	CURRENT LANGUAGE	PROPOSED LANGUAGE 2026	RATIONALE	
		VI -- Conflicts of Interest, Code of Conduct, and Gifts		
		The members and officers of the Authority shall perform their duties in a legal and ethical manner, observing the highest standards of integrity and business ethics. Members and officers must adhere to, and annually acknowledge, the MVFA Confidentiality - Conflict of Interest policy.	Members will annually review MVFA policies to ensure that their conduct is in compliance with policy, applicable laws and regulations.	
V -- Amendments		VII -- Amendments		
	These Bylaws may be amended by Resolution duly adopted by the affirmative vote of a two-thirds majority of the Members present and eligible to vote at any meeting, provided that there is a quorum of members present, and that notice of intention to present such Resolution shall be given at least three (3) days in advance of the scheduled Meeting. Such notice may be given by any manner. Advance notice of motions to amend the proposed amendments to the Bylaws need not be given.	These Bylaws may be amended by Resolution duly adopted by the affirmative vote of a two-thirds majority of the Members present and eligible to vote at any meeting, provided that there is a quorum of members present, and that notice of intention to present such Resolution shall be given at least three days in advance of the scheduled Meeting. Such notice may be given by any manner. Advance notice of motions to amend the proposed amendments to the Bylaws need not be given.	Renumber article and remove duplicate numbering in the text.	

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BY-LAWS OF THE STATE OF MICHIGAN VETERANS' FACILITY AUTHORITY

ARTICLE	CURRENT LANGUAGE	PROPOSED LANGUAGE 2026	RATIONALE
VI -- Suspension of Bylaws		VIII -- Suspension of Bylaws	
	Any and all of the provisions of the bylaws, except Article 5 and those required by state law, may be suspended by unanimous consent of the Members, present and eligible to vote at any Meeting of the Authority.	Any and all of the provisions of the bylaws, except Article VII and those required by state law, may be suspended by unanimous consent of the Members present and eligible to vote at any Meeting of the Authority.	Renumbering Removed the comma after "Members" because it is not included in the preceding section and the intent is the same. If this section is intended to be interpreted differently, then suggest alternative wording for clarity.
	<i>Revision History</i> <i>Revised December 10, 2019, Article II, Section 3</i> <i>Revised March 16, 2021, Article I, Section 3, Office of Authority</i> <i>Revised March 16, 2021, Article III, addition of Section 8</i>	<i>Revision History</i> <i>Revised December 10, 2019, Article II, Section 3</i> <i>Revised March 16, 2021, Article I, Section 3, Office of Authority</i> <i>Revised March 16, 2021, Article III, addition of Section 8</i> <i>Revised August 22, 2023, Article III, Sections 5 and 6</i>	

Attachment A**PRINCIPAL ADDRESS OF THE MVFA**

Address 3423 North Martin Luther King Jr. Blvd

City, State, Zip Lansing, MI 48906

Effective Date 7/18/2017 to 9/14/2025

Address 2950 Monroe Ave NE

City, State, Zip Grand Rapids, MI 49505

Effective Date 9/15/2025

Address _____

City, State, Zip _____

Effective Date _____

Address _____

City, State, Zip _____

Effective Date _____

Address _____

City, State, Zip _____

Effective Date _____

MVFA Board Policy Review Summary

For 2026

Policy Number	Title	Recommended Changes
MVFA-GEN 001	Board of Directors, Membership	No changes recommended
MVFA-GEN 002	Board of Directors, Powers and Duties	No changes recommended
MVFA-GEN 003	Delegation of Authority and Actions Subject to Review by the Board of Directors	No changes recommended
MVFA-GEN 007	Code of Conduct, Conflict of Interest, Confidentiality	No changes recommended
MVFA-GEN 010	Travel Regulations	Multiple edits to describe reasonable travel expenses, when receipts are required, and use of SIGMA to receive reimbursement.
MVFA-GEN 015	Executive Director Evaluation Process	Clarifies that the use of a third-party contractor to facilitate an evaluation is permitted.
MVFA-GEN 016	Appeals Board, Membership and Operations	No changes recommended
MVFA-GEN 020	Charitable Support Fund	Clarifies that equipment and supplies for speech therapy are allowable expenses for the fund.
MVFA-GEN 028	Request for Accommodation	No changes recommended



MICHIGAN VETERAN HOMES

MICHIGAN VETERAN HOMES

A Place of Honor & Compassion

MICHIGAN VETERANS FACILITY AUTHORITY

General: Board of Directors, Membership

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POLICY
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PURPOSE

This document has been prepared for use by the MVFA and is intended for internal use only. The purpose of this policy is to outline the parameters for membership on the MVFA Board of Directors.

SCOPE

All persons serving as members of the MVFA Board of Directors shall be appointed to serve on the Board in a manner that is consistent with this policy and other Michigan statutes which, as may be applicable to a particular individual.

DEFINITIONS

None

STANDARDS

Michigan Veterans' Facilities' Authority Act (PA 560 of 2016), MCL 36.101 et seq.

GUIDELINES

1. Selection Qualifications. The board shall be made up of the following voting members:
 - a. Three (3) members with professional knowledge, skill, or experience in long-term care, health care licensure or finance, or medicine who represent the interests of 1 or more congressionally chartered veterans' organizations appointed by the governor with the advice and consent of the senate.
 - b. Three (3) members with professional knowledge, skill, or experience in long-term care, health care licensure or finance, or medicine appointed by the governor with the advice and consent of the senate. One of the members appointed under this subdivision must be a resident of the Upper Peninsula of this state.
 - c. One (1) member appointed by the governor from a list of 2 or more individuals selected by the majority leader of the senate, with professional knowledge, skill, or experience in long-term care, health care licensure or finance, or medicine.
 - d. One (1) member appointed by the governor from a list of 2 or more individuals selected by the speaker of the house of representatives, with professional knowledge, skill, or experience in long-term care, health care licensure or finance, or medicine.
 - e. The director of the Michigan Department of the Military & Veterans Affairs or their designee. One year after the second facility operated by the Authority is open and housing veterans, the director of the DMVA shall then serve as a nonvoting member. A new member who is a veteran who has professional knowledge, skill, or experience in long-term care, health care licensure or finance, or medicine shall be appointed by the governor with the advice and consent of the senate.
2. Membership Term. Members of the Board of Directors shall serve a term of 4 years. After the expiration of the 4-year term, members shall serve until reappointed, or a successor is appointed.

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3. Vacancies. When a member is appointed to fill a vacancy, their term shall be equal to the balance of the unexpired term of the member they are replacing.
4. Compensation. Members of the board shall serve without compensation but may receive reasonable reimbursement for necessary travel and expenses incurred in the discharge of their duties in a manner consistent with MVFA Policy 010.

PROCEDURES

None

IMPLEMENTATION

1. The Board will maintain documentation outlining the appointment status, date of appointment, date of term expiration and information related to the provision under which the current members were appointed
2. On behalf of the MVFA Board, the Department of Military and Veterans Affairs designee will communicate/coordinate with the Executive Office of the Governor regarding appointments. This should include information related to the expiration of members' appointment terms or anticipated vacancies to allow the EOG to timely fill vacancies and facilitate the proper performance of the MVFA Boards' responsibilities/duties.

REFERENCES

None

Michigan Veterans Facility Authority Board Member's Certification of Agreement

This policy, "MVFA-GEN 001-Board of Directors, Membership", was adopted by the MVFA Board of Directors on May 18, 2021 at a scheduled MVFA Board Meeting with a quorum present. This policy will be reviewed annually by the MVFA Board of Directors.

Month/Year	2022	2023	2024	2025	2026	2027
Reviewed	09/20/2022		3/19/2024	3/18/2025		



MICHIGAN VETERAN HOMES

MICHIGAN VETERAN HOMES

A Place of Honor & Compassion

MICHIGAN VETERANS' FACILITY AUTHORITY

General: Board of Directors, Powers and Duties

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PURPOSE

This document has been prepared for use by the MVFA and is intended for internal use only. The purpose of this policy is to outline the powers and duties of the MVFA Board of Directors (the "Board").

SCOPE

The Board has oversight of the Michigan Veteran Homes as authorized by section 36.103 of the Michigan Compiled Laws and will carry out this responsibility in accordance with MCL 36.101 – 36.112a and State Administrative Rules R 32.71 – R 32.89.

DEFINITIONS

None

STANDARDS

1. Michigan Veterans' Facilities' Authority Act (PA 560 of 2016), MCL 36.101 et seq.
2. 38 CFR, Part 51: Per Diem for Nursing Home, Domiciliary, or Adult Day Health Care of Veterans in State Homes
3. Michigan Administrative Rules 32.71 - 32.89
4. Contracts of Public Servants with Public Entities (PA 317 of 1968) MCL 15.321 - 15.330
5. Conflict of Interest (PA 318 of 1968) MCL 15.301 - 15.310
6. Open Meetings Act (PA 267 of 1976) MCL 15.261 - 15.275

GUIDELINES

1. Powers of the Board. The Board has all of the following powers, as outlined in MCL 36.106(1):
 - a. Serve as the entity providing governance and oversight for the Michigan Veteran Homes. This includes development of the MVFA bylaws and policies.
 - b. Oversee the operation of the Michigan Veteran Homes, which includes the operation of one or more state veteran homes, as defined in 38 CFR, Part 51.
 - c. To employ and contract as necessary for the operation of the MVFA and facilities operated by MVH.
 - d. To solicit federal funds and other funding sources to develop veterans' facilities.
 - e. Create and maintain the MVFA's Charitable Support Fund. This includes the ability to solicit and accept gifts, grants, and loans as outlined in MVFA Policy 020 and 021.
 - f. To invest any money of the MVFA at the Board's discretion, in any obligations determined proper by the MVFA, and name and use depositories for its money.
 - g. To do any and all things necessary or convenient to carry out its purposes and exercise the powers expressly given and granted under Michigan PA 560 of 2016.

MICHIGAN VETERANS' FACILITY AUTHORITY
General: Board of Directors, Powers and Duties

SEC

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2. Duties of the Board: The Board has all of the following duties and responsibilities, as outlined in MCL 36.101 et seq:
 - a. Provide general oversight and governance of the Michigan Veteran Homes.
 - b. Recommend by name the appointment of an executive director of the MVFA/MVH, to be appointed by the Governor.
 - c. Discharge the duties of his or her position in a nonpartisan manner, with good faith, and with that degree of diligence, care, and skill that an ordinarily prudent individual would exercise under similar circumstances in a like position.
3. Taking Board Action. A majority of the appointed and serving members of the board constitute a quorum of the board for the transaction of business. Actions of the board must be approved by a majority vote of the members present at a meeting.
4. Meetings. The board shall conduct all business at public meetings held in compliance with the open meetings act, 1976 PA 267, MCL 15.261 to 15.275. Public notice of the time, date, and place of each meeting shall be given in the manner required by the open meetings act, 1976 PA 267, MCL 15.261 to 15.275.

PROCEDURES

None

IMPLEMENTATION

None

REFERENCES

None

Michigan Veterans Facility Authority Board Member's Certification of Agreement

This policy, "MVFA-GEN 002-Board of Directors, Powers and Duties", was adopted by the MVFA Board of Directors on May 18, 2021 at a scheduled MVFA Board Meeting with a quorum present. This policy will be reviewed annually by the MVFA Board of Directors.

Month/Year	2022	2023	2024	2025	2026	2027
Reviewed	09/20/2022		3/19/2024	3/18/2025		



MICHIGAN VETERAN HOMES

MICHIGAN VETERAN HOMES

A Place of Honor & Compassion

MICHIGAN VETERANS' FACILITY AUTHORITY

**General: Delegation of Authority and Actions Subject
To Review by the Board of Directors**

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PURPOSE

This document has been prepared for use by the MVFA and is intended for internal use only. The purpose of this policy is to outline the delegation of certain powers and duties of the MVFA Board of Directors (the "Board") to the Michigan Veteran Homes.

SCOPE

The Board has oversight of the Michigan Veteran Homes as authorized by section 36.103 of the Michigan Compiled Laws and will carry out this responsibility in accordance with MCL 36.101 – 36.112a and State Administrative Rules R 32.71 – R 32.89.

DEFINITIONS

1. "Asset" means the valuable property of an applicant or member.
2. "Asset divestment" means the disposing, transfer, gifting, or giving away of assets for less than fair market value.
3. "Asset restriction" means the moving or transferring of assets, thereby making them unavailable to pay the member's individual assessment or the cost of care.
4. "CFR" means the Code of Federal Regulations.

STANDARDS

1. Michigan Veterans' Facilities' Authority Act (PA 560 of 2016), MCL 36.101 et seq.
2. Michigan Administrative Rules 32.71 - 32.89

GUIDELINES

1. Delegation of Authority: Operations. The MVFA Board delegates authority to manage all day-to-day operations of veterans facilities, as defined in Michigan PA 560 of 2016, to the Michigan Veteran Homes Central Leadership Team.
2. Executive Director/CEO of MVH. The MVFA Executive Director, recommended by the MVFA Board and appointed by the Governor, shall serve as the Executive Director/Chief Executive Officer for MVH. In this role, the Executive Director will lead the MVH CLT in day-to-day operations of MVH and ensure the intent of the MVFA Board is carried out.
3. Involuntary Transfer and Discharge Policies. The MVFA Board delegates the authorities and duties proscribed in Michigan Administrative Rule 32.74 to the MVH CLT. The MVH CLT will establish policies regarding involuntary transfers and discharges, in compliance with 38 CFR 51.80 and 42 CFR 483.15.

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4. Bed Hold Policies. The MVFA Board delegates the authorities and duties proscribed in Michigan Administrative Rule 32.75 to the MVH CLT. The MVH CLT will establish policies regarding the holding of beds for members absent from the home for emergency medical treatment, therapeutic leave, or other reasons, in compliance with 38 CFR 51.80 and 42 CFR 483.15.
5. Asset Divestment and Restriction Policies. The MVFA Board delegates the authorities and duties proscribed in Michigan Administrative Rule 32.78 to the MVH CLT. The MVH CLT will establish policies regarding asset divestment and restriction, as well as any associated penalties.
6. Divestment of Assets. The MVFA Board delegates the authorities and duties proscribed in Michigan Administrative Rule 32.79 to the MVH CLT. The MVH CLT will establish policies regarding exempt assets and income.
7. Per Diem Maintenance Rate. In compliance with MCL 36/106a(3), the MVH CLT shall annually determine the per diem maintenance rate and present the rate to the MVFA Board for approval.

PROCEDURES

None

IMPLEMENTATION

1. MVH CLT shall establish the policies identified under the delegation of authority outlined in SEC 5 (3) - (7) as part of MVH's Operational Policies.

REFERENCES

None

Michigan Veterans Facility Authority Board Member's Certification of Agreement

This policy, "MVFA-GEN 003- Delegation of Authority and Actions Subject To Review by the Board of Directors", was adopted by the MVFA Board of Directors on May 18, 2021 at a scheduled MVFA Board Meeting with a quorum present. This policy will be reviewed annually by the MVFA Board of Directors.

Month/Year	2022	2023	2024	2025	2026	2027
Reviewed	09/20/2022		3/19/2024	3/18/2025		

MICHIGAN VETERANS FACILITY AUTHORITY**General: Code of Conduct, Conflict of Interest,
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1 of 7**PURPOSE**

The Michigan Veterans Facility Authority (MVFA) expects the members of the Board of Directors to conduct the business of MVFA in a legal and ethical manner, observing the highest standards of integrity and business ethics. The MVFA Code of Conduct, Conflict of Interest, Confidentiality policy outlines these expectations and provides the protocol for managing conflicts of interest.

SCOPE

This policy applies to all persons serving as Board members of the Michigan Veterans' Facility Authority.

DEFINITIONS

Financial interest – A person has a financial interest if the person has, directly or indirectly, through business, investment, or family:

- a. An ownership or investment interest in any entity with which MVFA/MVH has a transaction or arrangement,
- b. A compensation arrangement with MVFA/MVH or with any entity or individual with which MVFA/MVH has a transaction or arrangement, or
- c. A potential ownership or investment interest in, or compensation arrangement with, any entity or individual with which MVFA/MVH is negotiating a transaction or arrangement.

A financial interest is not necessarily a conflict of interest. A person who has a financial interest may have a conflict of interest only if the Board or Executive Committee decides that a conflict of interest exists, in accordance with this policy.

Immediate family member – An immediate family member is defined as an MVFA Board member's grandparent, parent, parent-in-law, stepparent, sibling, spouse/partner, child, or stepchild.

Nonfinancial interest – A person has a nonfinancial interest if the person has a relationship that might influence his or her participation or vote in an action by the Board:

- a. The person's relationship as an unpaid volunteer, officer, or director of an organization that may be affected, directly or indirectly, by action to be taken, or not taken, by MVFA, or

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- b. The person's personal, political, religious, friendship, or personal relationships which may be affected by an action to be taken, or not taken, by MVFA.

STANDARDS

1. Article 4, section 10 of the Michigan Constitution of 1963, Legislators and State Officers, Government Contracts, Conflict of Interest.
2. Standards of Conduct for Public Officers and Employees Act ("State Ethics Act"), MCL 15.341 et seq.
3. Michigan Incompatible Public Offices Act, MCL 15.181 et seq.
4. Conflict of Interest Act, MCL 15.301 et seq.
5. Michigan Contracts of Public Servants with Public Entities Statute, MCL 15.321 et seq.
6. Health Insurance Portability and Accountability Act, 45 CFR parts 160, 162, and 164

GUIDELINES

MVFA Board members agree to safeguard all confidential, privileged, and personal information which relates to the members and/or employees at the Michigan Veterans Homes (MVH).

1. Board members will not access member or employee information unless they have a *"need to know"* to perform Board responsibilities.
2. Board members will not disclose information regarding MVH members and/or employees to any person or entity, other than as necessary to perform their responsibilities and as permitted under HIPAA and other applicable laws.
3. Upon cessation of the Board member's tenure on the MVFA Board of Director, the board member agrees to continue to maintain the confidentiality of any information learned during his or her service to the Board.

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When acting as Board members of MVFA, these individuals should act solely for the benefit of the organization. Each Board member will operate under the following Code of Conduct and will:

1. Comply with this MVFA Code of Conduct, Conflict of Interest, Confidentiality policy as well as applicable Michigan and federal law.
2. Disclose any pecuniary, contractual, business, employment or personal interest that the Board member may have in a contract, grant, loan, or regulatory matter before the Board, refrain from participating in any discussion, directly or indirectly, with other Board members regarding the pending item, and abstain from voting on any motion or resolution relating to the matter. A Board member who is, or whose immediate family member is, a director, officer, direct or indirect shareholder, or employee of an entity that is to be awarded a contract, grant, or loan by the Board, or is the subject of a regulatory action before the Board, is hereby deemed to have an interest that warrants disclosure and must abstain from participation in discussion or voting on the contract, grant, loan, or regulatory matter. Such disclosure shall be made a part of the public record of the Board's official action.
3. Use state resources, property, and funds under the Board member's official care and control judiciously and solely in accordance with prescribed constitutional, statutory, and regulatory procedures and not for personal gain or benefit.
4. Refrain from all of the following:
 - a. Divulging to unauthorized person confidential information acquired in the course of the Board member's service on the Board in advance of the time prescribed for its authorized release to the public.
 - b. Representing his or her personal opinion as that of the Board or the MVFA.
 - c. Soliciting or accepting a gift or loan of money, goods, services, or other thing of value for the benefit of a person or organization, other than the State, which could reasonably be expected to influence the manner in which the Board member performs official duties.
 - d. Engaging in a business transaction in which the Board member may profit from his or her official position or authority or benefit financially from confidential information which the Board member has obtained or may obtain by reason of that position or

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authority.

- e. Rendering services for a private or public interest when that service is incompatible or in conflict with the discharge of the Board member's official duties.
- f. Participating in the negotiation or execution of contracts, making of loans, granting of subsidies, fixing of rates, issuance of permits or certificates, or other regulation or supervision relating to a business entity in which the Board member or the Board member's immediate family has a financial or nonfinancial interest except for interests in a publicly traded company which constitutes less than two percent of the issued and outstanding stock of such company.

PROCEDURES

Any contract, grant, or loan that is approved by the Board, and which is entered into or awarded to an entity that has a Board member or an immediate family member of a Board member who is a direct or indirect shareholder, member, director, officer, or employee of the entity, is prohibited under applicable conflict of interest law, unless all of the following occur:

1. Except as otherwise provided in Section 3(3) of the Public Servant Act, MCL15.323(3), the affected Board member abstains from participating in any discussion or vote on the contract, grant or loan;
2. The affected Board member promptly discloses the pecuniary, contractual, business, employment or personal interest in the contract, grant, or loan as may be required, and in the manner provided, by the statutory requirements set forth above. Any such disclosure shall simultaneously be made to the MVH Executive Director; and
3. The disclosures, affidavit, and actions required by Section 3 of the Public Servant Act, MCL 15.323, if applicable, are made and fulfilled with any required disclosure and/or affidavit being simultaneously delivered to the Compliance Officer.

IMPLEMENTATION

1. The MVFA policy on Code of Conduct, Conflict of Interest, Confidentiality will be distributed annually to members of the Board of Directors of MVFA.
2. **Duty to Disclose** – In connection with any actual or possible conflict of interest, an interested person must disclose the existence of any financial interest and be given the opportunity to disclose all material facts to the Board or Executive Committee.

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Disclosures of any potential conflicts of interest by Board members will be forwarded to the Executive Committee for review.

3. A Board member who is unsure whether his or her ownership, or similar interest in, or receipt of a benefit from a company, or whether such company does or is likely to do business with MVFA, shall present the matter to the Executive Committee of MVFA, who shall advise the individual after receiving any information the individual wishes to present, and whose determination about disclosure shall be final.
4. **Disclosure of nonfinancial interests** – Board members shall disclose nonfinancial interests generally in their annual certification and statement, and specifically as individual interests arise. Nonfinancial interests are expected and shall not be reviewed unless a Board member (including the affected member) requests that the interest be reviewed under this Policy.
5. **Recusal of Self** – Any board member may recuse himself or herself at any time from involvement in any decision or discussion in which the member believes he or she has or may have a conflict of interest, without going through the process for determining whether a conflict of interest exists.
6. A transaction between MVFA and any entity affected by a conflict of interest of any MVFA Board member shall not be void, but shall be valid if the following requirements are met:
 - a. The transaction is fair and reasonable to MVFA, as determined by the Board of Directors or an appropriately empowered committee thereof, when approved or ratified;
 - b. The material facts of the conflict of interest are disclosed to the Board or committee;
 - c. The transaction is discussed and voted upon by the Board or committee outside the presence of the affected individual;
 - d. The transaction is approved or ratified by a majority of the Board or committee sufficient for the purpose, although the affected individual, while excluded from the discussion and vote, may be counted as contributing to a quorum; and
 - e. The minutes of the Board or committee reflect compliance with items (a) through (d) of this section.

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7. Any MVFA Board member who violates any provision of this policy, including failure to disclose a potential or real conflict of interest, is subject to being removed from the Board in accordance with current MVFA Bylaws.

8. The Executive Committee shall regularly and consistently monitor and enforce compliance with this policy by reviewing annual statements and taking such other actions as are necessary for effective oversight.

ATTACHMENT

MVFA Board Member's Annual Conflict of Interest Statement and Certification of Agreement with Code of Conduct, Conflict of Interest, Confidentiality Policy

Michigan Veterans Facility Authority Code of Conduct, Conflict of Interest, Confidentiality Policy

This policy, "MVFA-GEN 007 – Code of Conduct, Conflict of Interest, Confidentiality", was adopted by the MVFA Board of Directors on March 18, 2025, at a scheduled MVFA Board Meeting with a quorum present. This policy will be reviewed annually by the MVFA Board of Directors.

POLICY EFFECTIVE DATE: March 18, 2025

DATE	2026	2027	2028	2029	2030	2031
Reviewed						

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MVFA Board Member Annual Conflict of Interest Statement and

Certification of Agreement with MVFA-GEN 007 – Code of Conduct, Conflict of Interest, Confidentiality Policy

1. Name: _____ Date: _____
2. Are you a member in Good Standing? Yes No
3. What organization or other membership affiliation(s) do you represent? _____
4. Position:
Are you a voting Board Member? Yes No
Are you an Officer? Yes No If yes, which Officer position do you hold: _____
5. I affirm the following:
I have received a copy of the MVFA-GEN 007 - Code of Conduct, Conflict of Interest, Confidentiality Policy. I have read and understand the policy. I agree to comply with the policy.
6. Disclosures:
Do you have a past, current, or potential financial interest, including a compensation arrangement, as defined in the MVFA Code of Conduct, Conflict of Interest, Confidentiality Policy, with MVFA, MVH, or an entity with which MVFA/MVH has a transaction or arrangement? Yes No
i. If yes, please attach a statement detailing the financial interest(s)
ii. If yes, has the financial interest been disclosed, as provided in the MVFA Code of Conduct, Conflict of Interest, Confidentiality Policy? Yes No

Date: _____

Signature of board member

Date of Review by Executive Committee: _____

MICHIGAN VETERANS' FACILITY AUTHORITY**General: Travel Regulations**SEC
MVFA-GENPOLICY
010PAGE
1 of 4**PURPOSE**

This document has been prepared for use by the MVFA and is intended for internal use only. The purpose of this policy is to establish travel regulations for members of the Michigan Veterans' Facility Authority ("MVFA") Board of Directors ("Board").

SCOPE

All persons serving as members of the MVFA Board and MVH staff acting in the interest of the MVFA shall perform their duties in a manner that is consistent with this policy and other Michigan statutes which may apply to that individual.

DEFINITIONS

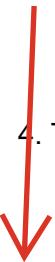
None

STANDARDS

1. State of Michigan Administrative Guide to State Government, Section 0420: Travel
2. State of Michigan Standardized Travel Regulations, Issued by Civil Service Commission and the Department of Technology, Management & Budget

GUIDELINES

1. Responsibility. All persons authorized to travel at state expense on official business are expected to incur expenses prudently in accordance with the State of Michigan Standardized Travel Regulations.
2. Authorized Travel.
 - a. In-state travel to and from board meetings and scheduled board events does not require prior authorization to be eligible for reimbursement.
 - b. All other in-state travel and out-of-state travel will require prior authorization by the MVFA Board Chair and the Executive Director of the Michigan Veteran Homes.
3. ~~Reimbursement Rates. All reimbursement rates will be aligned with the State of Michigan authorized travel reimbursement rates unless otherwise expressly approved by the Department of Technology, Management & Budget, as required under the State of Michigan Standardized Travel Regulations.~~
4. Transportation. All travel must be planned to use the most practical cost-effective means. Travelers incurring expenses based on personal preference are responsible for paying any additional costs.



3. Reimbursement Rates. Appointees who are not members of the classified state civil service (i.e. Board Members) are exempt from the Standardized Travel Regulations for monetary limits only when supported by receipts and are allowed actual and necessary expenses as certified by the traveler and approved by their authorized agent.

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- a. Air Transportation.
 - Reimbursement for transportation by commercial airline is permitted. Air travel should be secured at the lowest available airfare considering both total cost and time.
 - Travel by state-owned aircraft is permitted if it is in the state's best interest.
 - Reimbursement of the baggage fee for one piece of personal luggage is permitted. Reimbursement for overweight or additional bag fees is not.
- b. Rail and Ferry Transportation. Reimbursement for transportation by commercial rail travel and ferry is permitted.
- c. Ground Transportation. Reimbursement for the cost of ground transportation to and from point of origin (home, lodging, etc.) to transportation terminal (airport, trains station etc.) is permitted.
 - Travelers should use the most cost-effective option considering total costs, including traveler time, mileage, parking, and tolls.
 - Receipts are required for cash fares claimed as reimbursable for taxis, shuttles, ferries, buses, and other forms of public transportation.
- d. Vehicle Travel by Privately-Owned Vehicle. Reimbursement for travel by privately-owned vehicle is permitted and will be reimbursed at the State of Michigan approved rate/mile. Reimbursement for using a privately-owned vehicle for state business is based on actual miles traveled.
 - Reimbursement Calculation. Reimbursement will be calculated based from point of origin (typically the board member's official home, place of work) to location of the meeting.
 - Vicinity Mileage. Reimbursement for vicinity mileage is permitted for necessary travel associated with attendance of the meeting or event.
 - Miscellaneous Vehicle Expenses. Reimbursement for parking and road tolls is permitted. Receipts shall be submitted whenever available.
- e. Travel by Rental Vehicle. Reimbursement for travel by rental vehicle is permitted but requires prior authorization by the MVFA Board Chair and the MVH Executive Director.
insert: reasonable
5. Meals & Lodging. Reimbursement for meals and lodging are permitted at State of Michigan authorized travel reimbursement rates.
insert: reasonable actual meal...
 - a. Meals. Board members are eligible for reimbursement of actual meal costs up to the applicable maximum published state rates in effect. with a receipt, as long as the expense was incurred at least 50 miles from the member's home.

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should not

- b. Lodging. Reimbursement for the actual cost of lodging ~~cannot~~ exceed the applicable maximum published state rates except when:
 - Booking conference lodging supported by program literature and a receipt.
 - Lodging at the published state rate is unavailable and cost is supported by a receipt.
- 6. Registration Fees. Reimbursement for registration fees for conventions or meetings of associations or organizations are reimbursable with a receipt and copy of the conference agenda with prior authorization from the MVFA Board Chair and the MVH Executive Director.
- 7. Expense Documentation. Receipts ~~Required for:~~ are required for:
 - a. Air, rail, ferry, and ground transportation.
 - b. Lodging
 - c. Meals add: Bridges, except for the Mackinac Bridge
 - d. Rental Car
 - e. Parking charges when receipt available

PROCEDURES

1. Requests for Reimbursement for Expenses. To request reimbursement for an allowable expense, the requestor will complete the ~~form designated as~~ a Michigan Veteran Homes Expense Voucher. All reimbursement requests will conform to the rules and regulations stated above.
All board members must register as a customer in the State of Michigan's accounting system: SIGMA.
2. Requests for reimbursement should be submitted within ~~90~~ days of the date the expense was incurred.
change to: 60 days, and by September 30 for the fiscal year.
3. Approval and Payment of Reimbursement Requests. The MVH expense voucher will be approved and paid by MVH staff with any questionable items of expense withheld for discussion and approval by the ~~Chairman~~ and Secretary of the MVFA Board at the next meeting. The ~~Chairman~~'s special travel requests shall be approved by Executive Director of the Michigan Veteran Homes.

IMPLEMENTATION

None

REFERENCES

For travel regulations and official travel reimbursement rates, refer to [DTMB Travel Regulations](#).



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Michigan Veterans Facility Authority Board Member's Certification of Agreement

This policy, "MVFA-GEN 010- Travel Regulations", was adopted by the MVFA Board of Directors on November 16, 2021, at a scheduled MVFA Board Meeting with a quorum present. This policy will be reviewed annually by the MVFA Board of Directors.

Year	2022	2023	2024	2025	2026	2027
Reviewed	09/20/2022		03/19/2024	3/18/2025		

MICHIGAN VETERANS FACILITY AUTHORITY

General: Executive Director Evaluation Process

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PURPOSE

This document has been prepared for use by the Michigan Veterans' Facility Authority (MVFA) and is intended for internal use only. The purpose of this policy is to outline the parameters of the evaluation process for the MVH (Michigan Veteran Homes) Executive Director/CEO.

SCOPE

Pursuant to MCL 36.103(1) the MVFA is an autonomous entity within the Department of Military and Veteran Affairs.

The MVFA is charged with providing oversight and governance of Michigan veteran homes and veterans' facilities in this State as set forth in MCL 36.103(2). The MVFA exercises its duties through a Board of Directors under MCL 36.105.

Pursuant to MCL 36.105(9), the Executive Director/CEO of the MVFA is exempt from the classified state civil service and is appointed by and serves at the pleasure of the Governor. The Executive Director/CEO for the MVFA is entitled to compensation as determined annually by the MVFA through its board. See MCL 36.105(1), (9).

The Board is authorized under the Act to develop its own policies and procedures. MCL 36.105(13).

As part of the oversight responsibilities as set forth generally in MCL 36.105, the board will evaluate the Executive Director/CEO on an annual basis. The board's specific objective for this activity is to provide guidance and assistance designed to help the Executive Director/CEO achieve the highest degree of leadership success. This evaluation will also be used to determine whether adjustments shall be made to the Executive Director/CEO compensation. The evaluation shall be advisory in nature and the information will be provided to Office of the Governor and to the Department of Military and Veterans Affairs Director upon adoption by the MVFA Board of Directors.

DEFINITIONS

None.

STANDARDS

1. Michigan Veterans' Facility Authority Act (PA 560 of 2016), MCL 36.101, et seq.

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1. The MVFA will use an alternating schedule to conduct the Executive Director's job performance: a standard, full performance review, and an abbreviated review.
2. The board will use the standard review every other year or whenever a board member requests the standard review. The board will use the abbreviated review in any year it does not conduct a standard review.

STANDARD REVIEW

1. For the Standard Review, the chair of the MVFA will appoint a 3-person committee of board members to evaluate the Executive Director/CEO's job performance. This 3-person committee shall be known as the Executive Director Evaluation Committee. The chair shall be included in discussions and the decision-making process if not serving as a committee member. Board members will be given the opportunity to give input to the evaluation process at one of the board's regularly scheduled meetings that are open to the public. The 3-person committee shall take minutes of each meeting, whether recorded or through writing, and those meeting minutes shall be preserved and subject to production pursuant to the Freedom of Information Act, MCL 15.231, et seq., unless an applicable exemption applies. The committee will address the following areas:
 - a. An evaluation of the Executive Director/CEO's overall job performance
 - b. The establishment of new performance goals for the upcoming evaluation year
 - c. Make a recommendation on whether adjustments to the Executive Director/CEO's annual compensation are required.
2. **EXECUTIVE DIRECTOR/CEO SELF APPRAISAL:** No later than July 1st of each year, the board chair will request a self-appraisal from the Executive Director/CEO regarding the current year job performance. Once received, the chair will forward the self-appraisal to the Executive Director Evaluation Committee (EC) chair. The EC will then initiate a 360-performance evaluation with input from all board members.
3. **PERFORMANCE GOALS:** Two weeks prior to the board meeting, the Executive Director/CEO will provide the board with recommended organizational performance goals for the upcoming year. The MVFA will review and approve the goals; the goals must have measurable criteria. However, they may be modified at the sole discretion of the board based on changed circumstances. A review of the Executive Director/CEO's performance in achieving agreed upon goals will be used in conjunction with the next annual 360-evaluation.
4. **BOARD ACTION:** The Board will consider the Executive Director/CEO Evaluation Committee recommendation(s) at a meeting open to the public. If the Board concurs with the Executive Director's Evaluation Committee's recommendations, those recommendations will be forwarded to the Office of the Governor and the Department of Veteran & Military Affairs Director. If the Board does not concur with the Evaluation Committee's recommendations, a revised recommendation will be provided at the

append to paragraph 2: The EC may use a contracted third-party to complete facilitate the evaluation.

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next MVFA Board meeting open to the public. After deliberation, the board will take one of two possible actions:

- a. concur with the EC's recommendation(s);
- b. do not concur.

Following the MVFA's final approval of the EC's recommendation(s), the board chair and the Executive Director/CEO Evaluation Committee chair will meet with the Executive Director/CEO to review the evaluation.

ABBREVIATED REVIEW

1. For the abbreviated review, the Executive Committee will meet with the Executive Director to review achievements for the prior year and goals for the coming year.
2. The Executive Committee will summarize the meeting with a report that will be provided to the board.
3. Upon board approval, the report will be forwarded to the Office of the Governor and the Department of Veteran & Military Affairs Director.

PROCEDURES

None

IMPLEMENTATION

1. The MVFA Board will maintain documentation outlining the appointment status, date of appointment, date of expiration, and information related to the provision under which the current MVH Executive Director/CEO was appointed.
2. The MVH shall maintain and post the Executive Director/CEO, Evaluation Process policy on the MVH website, established by the MVFA Board.

REFERENCES

1. Michigan Veterans' Facility Authority Act (PA 560 of 2016), MCL 36.101, et seq.

PERFORMANCE REVIEW HISTORY

Date of Review	6/16/22	2023	9/9/24	2025			
Review Type	Standard	Deferred	Abbreviated	Standard			

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Michigan Veterans Facility Authority

Board Member's Certification of Agreement

This policy, "MVFA-GEN 015 – Executive Director Evaluation Process", was adopted by the MVFA Board of Directors on January 18, 2022, at a scheduled MVFA Board Meeting with a quorum present. This policy will be reviewed annually by the MVFA Board of Directors.

Month/Year	2023	2024	2025	2026	2027	2028
Reviewed	5/16/23	3/19/24 9/24/24	3/18/2025			



MICHIGAN VETERAN HOMES

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MICHIGAN VETERANS' FACILITY AUTHORITY

General: Appeals Board, Membership and Operations

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PURPOSE

This document has been prepared for use by the MVFA and is intended for internal use only. The purpose of this policy is to outline the parameters for membership and operational processes for the Michigan Veteran Facility Authority Appeals Board.

SCOPE

All persons serving as members of the MVFA Appeals Board shall be appointed to serve on the Appeals Board in a manner that is consistent with this policy and MCL 36.106b. The operations and authorities for the Appeals Board shall be consistent with those powers delegated to them by the MVFA Board of Directors and the statutory powers established in MCL 36.106b.

DEFINITIONS

None

STANDARDS

1. Michigan Veterans' Facilities' Authority Act (PA 560 of 2016), MCL 36.106b.

GUIDELINES

1. The MVFA Board delegates the authorities and duties prescribed in Michigan Administrative Rule 32.85 to the MVFA Appeals Board, as outlined in MCL 36.106b.
2. The Appeals Board is responsible for hearing all appeals regarding admissions decisions, involuntary dismissals, and requests for interment at a cemetery maintained and managed by Michigan veteran homes, as well as any additional grounds for appeal outlined in Michigan Administrative Rule 32.85.
3. The Appeals Board will establish policies and procedures, consistent with Michigan Law and applicable Administrative Rules.
4. Per MCL 36.106b the Appeals Board shall consist of 5 members, appointed by the Authority Board of Directors, as follows:
 - a. One member selected by the authority board from a list of 3 individuals submitted by the American Legion, to represent the interests of the American Legion.
 - b. One member selected by the authority board from a list of 3 individuals submitted by the Veterans of Foreign Wars of the United States, to represent the interests of the Veterans of Foreign Wars of the United States.
 - c. One member selected by the authority board from a list of 3 individuals submitted by the Disabled American Veterans, to represent the interests of the Disabled American Veterans.
 - d. Two members who are veterans and have had interactions or involvement at 1 or more veterans' facilities within the last 2 years.

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5. Appeals board members shall serve for a term of 4 years and may be reappointed for no more than one additional 4-year term after their initial term.
6. The Appeals Board shall convene at least monthly to consider any appeal requests that are pending. If no requests are pending then the Appeals Board does not need to meet, however, the Appeals Board may decide to call a special meeting as necessary at a more frequent interval.
7. The Appeals Board shall prepare a summary of actions taken on the appeals brought before them. This summary shall be transmitted to the MVFA Board and shall be reviewed at the next scheduled meeting of the MVFA Board.
8. The MVFA Board may choose to change the decision of the Appeals Board if a motion is properly made, and the reconsideration is properly brought before the MVFA for debate.

PROCEDURES

None

IMPLEMENTATION

1. The Authority will maintain documentation outlining the appointment status, date of appointment, date of term expiration and information related to the provision under which the current Appeals Board members were appointed.
2. The MVH shall maintain and post on the MVH website the appeals process and policies established by the MVFA Board and Appeals Board.

REFERENCES

1. MCL 36.106b.
2. Michigan Administrative Rule 32.85

Michigan Veterans Facility Authority **Board Member's Certification of Agreement**

This policy, "MVFA-GEN 016- Appeals Board, Membership and Operations", was adopted by the MVFA Board of Directors on May 18, 2021 at a scheduled MVFA Board Meeting with a quorum present. This policy will be reviewed annually by the MVFA Board of Directors.

Month/Year	2022	2023	2024	2025	2026	2027
Reviewed	09/20/2022		3/19/2024	3/18/2025		



MICHIGAN VETERAN HOMES

MICHIGAN VETERAN HOMES

A Place of Honor & Compassion

MICHIGAN VETERANS' FACILITY AUTHORITY

General: Charitable Support Fund

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POLICY
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PURPOSE

This document has been prepared for use by the Board of Directors, staff and volunteers and is intended for internal use only. The policy is intended to establish regulations and procedures for the Michigan Veterans' Facility Authority Charitable Support Fund.

SCOPE

All persons serving as members of the MVFA Board of Directors and MVH staff acting in the interest of the MVFA shall perform their duties in a manner that is consistent with this policy and other Michigan statutes which, as may be applicable to a particular individual.

DEFINITIONS

None

STANDARDS

1. Michigan Veterans' Facility Authority Act, Michigan PA 560 of 2016
2. Article 4, section 10 of the Michigan Constitution of 1963, Legislators and State Officers, Government Contracts, Conflict of Interest.
3. Standards of Conduct for Public Officers and Employees Act ("State Ethics Act"), MCL 15.341 et seq.
4. Michigan Incompatible Public Offices Act, MCL 15.181 et seq.
5. Conflict of Interest Act, MCL 15.301 et seq.
6. Michigan Contracts of Public Servants with Public Entities Statute, MCL 15.321 et seq.

GUIDELINES

1. Establishment of the MVFA Charitable Support Fund. The MVFA shall establish and maintain a charitable support fund, as directed by Michigan Compiled Laws 36.106c(3)(a).
2. Funds Expended from the CSF. Funds deposited in the Charitable Support Fund will be expended in accordance with section MCL 36.106c(3)(b).
3. Deposits into the CSF. Deposits will be made to the following account:
State of Michigan, Department of Treasury - MVFA Charitable Support Fund

MICHIGAN VETERANS' FACILITY AUTHORITY
General: Charitable Support Fund

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4. Authorized Expenditures from CSF. The following categories are authorized for expenditures:

- a. Member social activities, entertainment, and other member-oriented expenditures.
- b. ~~Occupational and physical therapy equipment and supplies.~~
- c. Equipment for the benefit of members. **Change b. to: Therapeutic equipment and supplies, such as for occupational, speech, or physical therapy.**
- d. Community education programs.
- e. Public relations activities including publishing media that supports and/or promotes the homes, recognition of volunteers, recognition of employees – public support and a positive public image of the homes contributes to an improved environment for the members.
- f. Meetings and seminars at the homes for various community groups including veterans' organizations.
- g. Revolving Programs identified as committed funds.
- h. MVH Capital Projects (remodeling, new construction, etc.).
- i. Burial allowances when the member's estate is inadequate.
- j. Medical needs (such as physician and related expenses including durable medical equipment), where the member is indigent and does not have adequate resources to pay, subject to administrator approval.

PROCEDURES

None

IMPLEMENTATION

None

REFERENCES

None

Michigan Veterans Facility Authority **Board Member's Certification of Agreement**

This policy, "MVFA-GEN 020- Charitable Support Fund", was adopted by the MVFA Board of Directors on May 18, 2021, at a scheduled MVFA Board Meeting with a quorum present. This policy was revised March 19, 2024, at a scheduled MVFA Board Meeting with a quorum present. This policy will be reviewed annually by the MVFA Board of Directors.

Month/Year	2022	2023	2024	2025	2026	2027
Reviewed	09/20/2022		03/19/2024	3/18/2025		

MICHIGAN VETERANS FACILITY AUTHORITY

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General: Request for Accommodation

PURPOSE

This document has been prepared for use by the MVFA and is intended for internal use only. The purpose of this policy is to outline the procedure of providing qualified board members with a disability to fully participate in meetings with a virtual option, to establish a quorum, (e.g., Microsoft Teams, Zoom), to vote on business that comes before the public body pursuant to MCL 15.263, and to go into closed session consistent with MCL 15.267, as required by the Open Meetings Act.

SCOPE

MVFA board members may, upon demonstrating that they are a qualified individual with a disability, request accommodations pursuant the applicable Federal and State laws.

DEFINITIONS

None

STANDARDS

Michigan Veterans' Facilities' Authority Act (PA 560 of 2016), MCL 36.101, et seq.,
Open Meetings Act, MCL 15.261, et seq.,
Rehabilitation Act., MCL 395.81, et seq.; and
Americans with Disabilities Act, 42 USC § 12131, et seq.

GUIDELINES

Pursuant to the Americans with Disabilities Act (ADA) at 42 USC 12132, “[n]o qualified individual with a disability shall, by reason of such disability, be excluded from participation in or be denied the benefits of the services, programs, or activities of a public entity, or be subject to discrimination by any such entity.” This applies to members of the public body. Under 42 USC 12131(1)(A)(B), a public entity is defined as "(A) any State or local government; (B) any department, agency, special purpose district or other instrumentality of a State or States or local government"

The Open Meetings Act, MCL 15.261, et seq., requires that all “meetings of a public body must be open to the public and must be held in a place available to the general public.” MCL 15.263(1). The public body must establish procedures to accommodate the absence of a member of the public due to military duty, a medical condition, or a statewide or local state of emergency or state of disaster. The procedures must allow the absent member the ability to “participate in, and vote on, business before the public body” through two-way communication and a public announcement at the outset of the meeting that the member is attending remotely. MCL 15.263(a)(1). Finally, the public body must establish procedures for providing notice to the public of the absence of the member and information on how to contact that member in advance of a meeting to provide

MICHIGAN VETERANS FACILITY AUTHORITY

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MVFA-GEN 028 2 of 4

General: Request for Accommodation

input on any business to come before the public body. See MCL 15.263(2)(b). Although nothing in the Open Meetings Act requires a public body to accommodate a disabled member of that body, or a disabled member of the general public, the ADA does preempt state laws when necessary to effectuate protections afforded under the ADA.

When seeking an accommodation to fully participate in MVFA board meetings, a board member must show that he or she has a “disability” and that they are a “qualified individual with a disability” as those terms are understood under the ADA. “Disability” is defined as “a physical or mental impairment that substantially limits one or more of the major life activities of such individual.” 42 USC 12102(1)(A). A “qualified individual with a disability” is “an individual with a disability who, with or without reasonable modifications to rules, policies, or practices, the removal of architectural, communication, or transportation barriers, or the provision of auxiliary aids and services, meets the essential eligibility requirements for the receipt of services or the participation in programs or activities provided by a public entity.” 42 USC 12131(2).

PROCEDURES

1. MVFA members who wish to seek an accommodation to attend meetings virtually as an accommodation must file a request with the MVFA by using the following procedure:
 - a. Submit a request, in writing, to the MVFA Board Chairman of the members’ intent to seek a medical accommodation.
 - b. Complete the Disability Accommodation Request and Medical Statement form (see Attachment A). The members’ medical provider shall complete Section II of said form.
 - c. The information shall be reviewed by the MVFA Board Chairperson and Executive Director. If any portion of the form is incomplete, the form will be returned to the requesting party without a decision.
 - d. Following review by the MVFA Board Chairperson and Executive Director, the request will be considered at the MVFA’s next available public meeting and considered during a closed session meeting.
 - e. MVFA members will conduct a roll call vote in closed session on the requesting party’s request for an accommodation.
 - f. The results of the vote, without disclosing any privacy or personal medical information, shall be announced when the MVFA returns from closed session. The MVFA will announce whether the request for accommodation has been approved, and if approved, what accommodation has been granted.

MICHIGAN VETERANS FACILITY AUTHORITY

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General: Request for Accommodation

IMPLEMENTATION

- a. The request and supporting documentation shall be maintained in the MVFA's DirectorPoint application in accordance with the MVFA's retention policy.
- b. The MVFA shall take all necessary steps to ensure that all privacy information contained within the written request and supporting documents shall not be disclosed to the public.

ATTACHMENTS

A – Form MVFA-028 Request for Accommodation

REFERENCES

None

MICHIGAN VETERANS FACILITY AUTHORITY

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General: Request for Accommodation

Michigan Veterans Facility Authority Board Member's Certification of Agreement

This policy, "MVFA-GEN 028, Request for Accommodation", was adopted by the MVFA Board of Directors on July 19, 2022, at a scheduled MVFA Board Meeting with a quorum present. This policy will be reviewed annually by the MVFA Board of Directors.

POLICY EFFECTIVE DATE: 7/19/2022

Year	2023	2024	2025	2026	2027	2028
Reviewed		3/19/2024	3/18/2025			

DISABILITY ACCOMMODATION REQUEST AND MEDICAL STATEMENT

SECTION I – FOR COMPLETION BY BOARD MEMBER. Please fully answer each item on the front of this form, in accordance with the attached instructions. Then provide the form to your medical professional to complete the back of the form. Return the completed form to the MVH Executive Director or other designated official. The information you submit will be treated as confidential to the extent permitted by law. Please note that **your request cannot be processed unless both sides of this form are completed.** For further information, refer to Policy MVFA-GEN 028, Request for Accommodation.

1. Name	2. Date of Birth (if needed by provider)	3. Telephone Number
4. Home Address	5. Email Address Work Home	
6. Describe your current duties and functions requiring an accommodation because of a disability.		
7. My disability is (Check as appropriate.) <input type="checkbox"/> Mental <input type="checkbox"/> Physical <input type="checkbox"/> Both		
8. Describe the functional limitations caused by your disability for which you are requesting an accommodation. Use additional pages, if necessary. (Attach any additional medical documentation.)		
9. Describe any accommodations that you believe would minimize or eliminate the functional limitations listed above. Include any available information relating to cost, source, name of device, etc.		
10. Date Submitted	11. Signature	Administrative Use Only

SECTION II – FOR COMPLETION BY MEDICAL PROVIDER. Please fully answer all applicable parts, based on your medical knowledge, experience, and examination of the patient, and specifically address the patient's duties to the Board, physical effort, and essential functions. Please attach additional sheets if more space is needed. When completed, please sign and return the form to the patient so that he or she may submit it.

12. Health Care Provider's Name and Business Address	13. Telephone Number
14. Does this patient have a physical or mental impairment? <input type="checkbox"/> Yes <input type="checkbox"/> No. (If yes, state the type of impairment.)	
15. List each major life activity limited by the impairment and describe how the patient is restricted due to the condition, as compared to an average person.	
16. What is the duration or expected duration of the patient's impairment?	
17. Can the patient perform all duties required as a board member? <input type="checkbox"/> Yes <input type="checkbox"/> No. (See Section 6 on the front. If no, state which functions cannot be performed and why.)	
18. Describe any reasonable accommodations that would allow the patient to perform the functions listed in Section 6.	
19. Would performing any function listed in Section 6 result in a direct safety or health threat to the patient or other people? (If yes, state which functions would pose a threat, what that threat could be, and any reasonable accommodation that would eliminate or reduce the threat to an acceptable level.)	
20. Medical Provider's Signature	21. Date

DISABILITY ACCOMMODATION REQUEST AND MEDICAL STATEMENT

Instructions for Completing the Accommodation Request Form

<u>Questions</u>	<u>Instructions</u>
Questions 1-5	Complete all personal information that is applicable.
Question 6	Describe which duties you are (or anticipate) having difficulty performing because of your disability.
Question 7	Indicate whether the nature of your disability is mental, physical, or both.
Question 8	Describe the functional limitations of your disability which interfere (or may interfere) with performing the duties of a board member. Please attach medical documentation regarding your disability and functional limitations.
Question 9	Describe the accommodations you are requesting. Please provide alternative accommodation suggestions, where possible. Include past accommodations, if relevant, and any specific information relating to cost, source, name of device, etc., that you may have.
Question 10	Enter the date you submit this completed form.
Question 11	Sign the form. If you are unable to sign the form, your designated representative may sign on your behalf.
Questions 12 through 21	After completing the front of the MVFA 01-028, you must provide the form to your medical provider, to complete the back of the MVFA 01-028 and return the completed form to you for final submission.

FILING

Once completed, make a copy of this form. Keep a copy of the form and submit the signed original to the Executive Director or other designated official.

RESPONSE TIME

You should receive a final response to your request within four weeks after your completed request is received. If necessary, follow up with the Executive Director or other designated official.

APPEAL

If you are dissatisfied with the final response of the Executive Director or the Executive Director fails to issue a final response within four weeks, you may appeal through the MVFA Board Chair or take other action as authorized by law.

CONFIDENTIALITY

Information in your request will be held confidential to the extent allowed by law. Information obtained or generated in processing your request may be released to individuals or agencies participating in the evaluation of your request.



MICHIGAN VETERAN HOMES

MICHIGAN VETERAN HOMES

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MICHIGAN VETERANS FACILITY AUTHORITY

General: Code of Conduct, Conflict of Interest,
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MVFA Board Member Annual Conflict of Interest Statement and

Certification of Agreement with MVFA-GEN 007 – Code of Conduct, Conflict of Interest, Confidentiality Policy

1. Name: _____ Date: _____
2. Are you a member in Good Standing? Yes No
3. What organization or other membership affiliation(s) do you represent? _____
4. Position:
Are you a voting Board Member? Yes No
Are you an Officer? Yes No If yes, which Officer position do you hold: _____
5. I affirm the following:
I have received a copy of the MVFA-GEN 007 - Code of Conduct, Conflict of Interest, Confidentiality Policy. I have read and understand the policy. I agree to comply with the policy.
6. Disclosures:
Do you have a past, current, or potential financial interest, including a compensation arrangement, as defined in the MVFA Code of Conduct, Conflict of Interest, Confidentiality Policy, with MVFA, MVH, or an entity with which MVFA/MVH has a transaction or arrangement? Yes No
i. If yes, please attach a statement detailing the financial interest(s)
ii. If yes, has the financial interest been disclosed, as provided in the MVFA Code of Conduct, Conflict of Interest, Confidentiality Policy? Yes No

Date: _____

Signature of board member

Date of Review by Executive Committee: _____



MICHIGAN VETERAN HOMES

January 20, 2026

MVH Budget & Financial Oversight Committee

Report to Board of Directors -

The subcommittee met on 12/3/2025 with Chair Slagle, staffers: Lynda Wagner, Erica Bobrowski, Jackie Huhn and Beth Simonton-Kramer and on 1/8/2026 with Chair Slagle, staffers: Lynda Wagner, Erica Bobrowski, Jackie Huhn, Beth Simonton-Kramer, Anne Zerbe and DMVA CFO Rachelle Breeden.

1. FY2025 Report

- a. Reviewed FY25 Financials for year ending 9/30/25 and noted that the books are closed. The transfer of funds from the MINGSTAP for the land purchase was approved. The trend for FY2025 was consistently improving VA revenues with some reductions in the trend for Income and Assessment revenues due to the increasing percentage of veterans who have service-connected disabilities, for whom the VA pays the full cost of care. In addition, all three homes maintained a census close to 100% with Grand Rapids and Chesterfield having significant waiting lists.
- b. In addition, the request for a transfer of funds from the MINGSTAP for the Marquette land purchase was approved resulting in MVH having restricted revenue carry forward to bring forward into the next fiscal year.

It should be noted that this revenue carry forward will allow the homes to manage their future budgets without having to go back to the Legislature for supplemental appropriations. This will be especially critical to cover the anticipated one-time expenses related to the construction and move to the new building at D.J. Jacobetti.

2. FY2026 Budget

- a. The FY2026 budget (as of 11/30/2025) was reviewed and is in balance.
- b. It should be noted that the homes' baseline budget is now in balance and is in much better shape than previous years.

3. FY2027 Budget Development

- a. The process for FY2027 Budget development has started and the agency submissions are due by February. MVH is not requesting any baseline adjustments. Economics will be granted for salaries only, so the Homes must cover all other cost increases from other revenue.

4. Charitable Funds Report – FY25 donations totaled just under \$1M thanks to consistent support and a handful of very large donations. The FY26 report has a couple of large expenditures for new vehicles used for outings and the large bus at Jacobetti has been retired and sold via State surplus.
5. Audit Status
 - a. The OAG Performance Audit of IT systems is still on-going.
 - b. OIAS Engagement – Michigan Veteran Homes Financial Analysis is still on-going. There is no cost to this engagement.
 - c. Andrews Hooper Pavlik (AHP) has completed the financial audit of the Michigan Veterans' Facility Authority for the fiscal year ending September 30, 2025. They identified and audited areas of significant risks of material misstatement and noted no matters that need to be communicated to the Board. The cost of this audit is not final, but was contracted not to exceed \$144,000.



Michigan Veterans Facility Authority Board of Directors Meetings 2026

January 20, 2026, 10:00 a.m.

In Person: 3423 N. Martin Luther King Jr Blvd., Bldg 32, Lansing, MI 48473, Conference Room Service
Via Microsoft Teams: Meeting ID: 213 453 477 937 2, Passcode: gq989cx3

February – No Meeting

March 17, 2026, 10:00 am

In Person: 3423 N. Martin Luther King Jr Blvd., Bldg 32, Lansing, MI 48473, Conference Room Service
Via Microsoft Teams: Meeting ID: 250 764 245 458 3, Passcode: zD73QH3o

April – No Meeting

May 19, 2026, 10:00 am

In Person: 47901 Sugarbush Rd, Chesterfield Twp, MI 48047
Via Microsoft Teams: Meeting ID: 292 611 127 761 2, Passcode: mi2Bz94r

June – No Meeting

July 21, 2025, 10:00 a.m.

In Person: 2950 Monroe Ave NE, Grand Rapids, MI 49505
Via Microsoft Teams: Meeting ID: 224 636 422 566 0, Passcode: mt6yu2RK

August – No Meeting

September 15, 2025, 10:00 a.m.

In Person: 425 Fisher St, Marquette, MI 49855, Lower-Level Activity Room
Via Microsoft Teams: Meeting ID: 294 654 933 484 7, Passcode: G2Rt9RA3

October – No Meeting

November 17, 2025, 10:00 a.m.

In Person: 3423 N. Martin Luther King Jr Blvd., Bldg 32, Lansing, MI 48473, Conference Room Service
Via Microsoft Teams: Meeting ID: 247 335 041 625 3, Passcode: x2Xf3R8b

December– No Meeting



2026 COMMUNITY EVENTS

TIFFANY CARR, COMMUNITY ENGAGEMENT COORDINATOR
CARRT1@MICHIGAN.GOV OR (616) 401-5150

D.J. JACOBETTI

SARAH JOHNSON, VOLUNTEER COORDINATOR | (906) 458-3915 |
JOHNSONS93@MICHIGAN.GOV

MARCH 18 – LAS VEGAS DAY | 1:30 PM

JUNE 23 - VOLUNTEER BANQUET | 11:00AM

JULY 15 – NATHAN KOSKI MEMORIAL CLASSIC CAR SHOW | 1:00 PM – 2:30 PM

AUGUST 19 – CARNIVAL | 1:30 PM

SEPTEMBER 11 - POW/MIA CEREMONY

GRAND RAPIDS

GRETCHEN MUIR, VOLUNTEER COORDINATOR | (616) 840-3001 |
MUIRG@MICHIGAN.GOV

MAY 20 – FLAG PLACEMENT | 5:30PM

JUNE 16 & 17 @ 5PM – FLAG RETRIEVAL | 4PM

SEPTEMBER 17 - VOLUNTEER BANQUET | 5:30PM

NOVEMBER 7 – VETERANS DAY 5 RACE | 8AM-12PM

DECEMBER 19 – WREATHS ACROSS AMERICA | 12PM- 2PM

CHESTERFIELD TOWNSHIP

HILLARY KURETICH, VOLUNTEER COORDINATOR | (586) 256-9921 |
KURETICH@MICHIGAN.GOV

JUNE 6 – 5TH ANNUAL 5K WALK, RUN, AND ROLL | 8AM – 12PM

SEPTEMBER 13 – CLASSIC CAR SHOW

SETPEMBER 29 - VOLUNTEER BANQUET | 5:00PM



GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
MICHIGAN VETERAN HOMES
LANSING

ANNE ZERBE
EXECUTIVE DIRECTOR

October 15, 2025

The Honorable Gretchen Whitmer
Governor of Michigan
PO Box 30013
Lansing Michigan

Dear Governor Whitmer,

SUBJECT: PA 121 OF 2024 – FY25 Bi-monthly Abuse & Neglect Allegation Reporting

Attached please find the August and September 2025 reports from the Michigan Veteran Homes at Chesterfield Township, the Michigan Veteran Homes D.J. Jacobetti, and the Michigan Veteran Homes at Grand Rapids, pursuant to Public Act 121 of 2024, SEC. 504.(1).

If you have any questions regarding this report, please contact Beth Simonton-Kramer at 616.498.5357.

Sincerely,

A handwritten signature in black ink, appearing to read "Anne Zerbe".

Anne Zerbe
Executive Director, MVH

Attachments

cc: Senate Committee on Veterans and Emergency Services
Senate Appropriations Subcommittee on Military, Veterans, State Police
House Committee on Military, Veterans and Homeland Security
House Appropriations Subcommittee on Military and Veterans and State Police
State Budget Office
House Fiscal Agency
Michigan Veterans Facility Authority
Major General Paul D. Rogers, DMVA Director

MVH Legislative Reporting

Abuse & Neglect Report

Month/Year August 2025

PA 121 of 2024, SEC. 504.(1)

Sec. 504. (1) The MVFA shall report and investigate all complaints of abuse or neglect at a veterans' facility in compliance with USDVA and CMS regulations for state veterans' homes and skilled nursing facilities. The MVFA shall report on a bimonthly basis the following information: (a) A description of the process by which resident members and others may file complaints of alleged abuse or neglect at a veterans' facility. (b) Summary statistics on the number and general nature of complaints of abuse or neglect. (c) Summary statistics on the final disposition of complaints of abuse or neglect received. (2) The MVFA shall display in high-traffic areas throughout the veterans' facility the process by which visitors, resident members, and staff of the veterans' facility may register complaints.

Statement describing the process by which resident members and others may file complaints of alleged abuse at the Homes

Staff must report any incident or suspicion of abuse, neglect, or misappropriation of property to the Administrator immediately. If the Administrator is unavailable, the report should be made to the Director of Nursing.

Any member, family member, or any other person may file a complaint with the facility's Administrator or with any other officials in accordance with State law. This includes reporting to the State survey and certification agency concerning any instance or suspicion of member abuse, neglect, involuntary seclusion, or misappropriation of a member's funds or property by any person.

Type of Report/Investigation

Abuse
Member-to-Member Altercation
Injury - Unknown Origin
Neglect
Elopement
Misappropriation
Mistreatment
Exploitation

MVH at Chesterfield Twp		
	Number Reported	Number Substantiated
Abuse	0	0
Member-to-Member Altercation	0	0
Injury - Unknown Origin	0	0
Neglect	0	0
Elopement	0	0
Misappropriation	0	0
Mistreatment	0	0
Exploitation	0	0

MVH DJ Jacobetti		
	Number Reported	Number Substantiated
Abuse	0	0
Member-to-Member Altercation	0	0
Injury - Unknown Origin	0	0
Neglect	0	0
Elopement	0	0
Misappropriation	0	0
Mistreatment	0	0
Exploitation	0	0

MVH at Grand Rapids		
	Number Reported	Number Substantiated
Abuse	0	0
Member-to-Member Altercation	0	0
Injury - Unknown Origin	0	0
Neglect	0	0
Elopement	0	0
Misappropriation	0	0
Mistreatment	0	0
Exploitation	0	0

MVH Legislative Reporting

Abuse & Neglect Report

Month/Year **September 2025**

PA 121 of 2024, SEC. 504.(1)

Sec. 504. (1) The MVFA shall report and investigate all complaints of abuse or neglect at a veterans' facility in compliance with USDVA and CMS regulations for state veterans' homes and skilled nursing facilities. The MVFA shall report on a bimonthly basis the following information: (a) A description of the process by which resident members and others may file complaints of alleged abuse or neglect at a veterans' facility. (b) Summary statistics on the number and general nature of complaints of abuse or neglect. (c) Summary statistics on the final disposition of complaints of abuse or neglect received. (2) The MVFA shall display in high-traffic areas throughout the veterans' facility the process by which visitors, resident members, and staff of the veterans' facility may register complaints.

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Any member, family member, or any other person may file a complaint with the facility's Administrator or with any other officials in accordance with State law. This includes reporting to the State survey and certification agency concerning any instance or suspicion of member abuse, neglect, involuntary seclusion, or misappropriation of a member's funds or property by any person.

Type of Report/Investigation

Abuse
Member-to-Member Altercation
Injury - Unknown Origin
Neglect
Elopement
Misappropriation
Mistreatment
Exploitation

MVH at Chesterfield Twp		
	Number Reported	Number Substantiated
Abuse	0	
Member-to-Member Altercation	1	1
Injury - Unknown Origin	0	
Neglect	0	
Elopement	0	
Misappropriation	0	
Mistreatment	0	
Exploitation	0	

MVH DJ Jacobetti		
	Number Reported	Number Substantiated
Abuse	0	
Member-to-Member Altercation	0	
Injury - Unknown Origin	0	
Neglect	0	
Elopement	0	
Misappropriation	0	
Mistreatment	0	
Exploitation	0	

MVH at Grand Rapids		
	Number Reported	Number Substantiated
Abuse	0	
Member-to-Member Altercation	0	
Injury - Unknown Origin	0	
Neglect	0	
Elopement	0	
Misappropriation	3	0
Mistreatment	0	
Exploitation	0	



GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
MICHIGAN VETERAN HOMES
LANSING

ANNE ZERBE
EXECUTIVE DIRECTOR

December 11, 2025

The Honorable Gretchen Whitmer
Governor of Michigan
PO Box 30013
Lansing Michigan

Dear Governor Whitmer,

SUBJECT: PA 121 OF 2024 – FY25 Bi-monthly Abuse & Neglect Allegation Reporting

Attached please find the October 2025 / November 2025 report from the Michigan Veteran Homes at Chesterfield Township, the Michigan Veteran Homes D.J. Jacobetti, and the Michigan Veteran Homes at Grand Rapids, pursuant to Public Act 121 of 2024, SEC. 504.(1).

If you have any questions regarding this report, please contact Beth Simonton-Kramer at 616.498.5357.

Sincerely,

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Anne Zerbe
Executive Director, MVH

Attachments

cc: Senate Committee on Veterans and Emergency Services
Senate Appropriations Subcommittee on Military, Veterans, State Police
House Committee on Military, Veterans and Homeland Security
House Appropriations Subcommittee on Military and Veterans and State Police
State Budget Office
House Fiscal Agency
Michigan Veterans Facility Authority
Major General Paul D. Rogers, DMVA Director

MVH Legislative Reporting

Abuse & Neglect Report

Month/Year

October 2025

PA 121 of 2024, SEC. 504.(1)

Sec. 504. (1) The MVFA shall report and investigate all complaints of abuse or neglect at a veterans' facility in compliance with USDVA and CMS regulations for state veterans' homes and skilled nursing facilities. The MVFA shall report on a bimonthly basis the following information: (a) A description of the process by which resident members and others may file complaints of alleged abuse or neglect at a veterans' facility. (b) Summary statistics on the number and general nature of complaints of abuse or neglect. (c) Summary statistics on the final disposition of complaints of abuse or neglect received. (2) The MVFA shall display in high-traffic areas throughout the veterans' facility the process by which visitors, resident members, and staff of the veterans' facility may register complaints.

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Type of Report/Investigation

Abuse
Member-to-Member Altercation
Injury - Unknown Origin
Neglect
Elopement
Misappropriation
Mistreatment
Exploitation

MVH at Chesterfield Twp		
	Number Reported	Number Substantiated
Abuse	0	
Member-to-Member Altercation	0	
Injury - Unknown Origin	0	
Neglect	1	1
Elopement	0	
Misappropriation	0	
Mistreatment	0	
Exploitation	0	

MVH DJ Jacobetti		
	Number Reported	Number Substantiated
Abuse	0	
Member-to-Member Altercation	0	
Injury - Unknown Origin	0	
Neglect	0	
Elopement	0	
Misappropriation	0	
Mistreatment	0	
Exploitation	0	

MVH at Grand Rapids		
	Number Reported	Number Substantiated
Abuse	0	
Member-to-Member Altercation	0	
Injury - Unknown Origin	0	
Neglect	0	
Elopement	0	
Misappropriation	0	
Mistreatment	0	
Exploitation	0	

MVH Legislative Reporting

Abuse & Neglect Report

Month/Year

November 2025

PA 121 of 2024, SEC. 504.(1)

Sec. 504. (1) The MVFA shall report and investigate all complaints of abuse or neglect at a veterans' facility in compliance with USDVA and CMS regulations for state veterans' homes and skilled nursing facilities. The MVFA shall report on a bimonthly basis the following information: (a) A description of the process by which resident members and others may file complaints of alleged abuse or neglect at a veterans' facility. (b) Summary statistics on the number and general nature of complaints of abuse or neglect. (c) Summary statistics on the final disposition of complaints of abuse or neglect received. (2) The MVFA shall display in high-traffic areas throughout the veterans' facility the process by which visitors, resident members, and staff of the veterans' facility may register complaints.

Statement describing the process by which resident members and others may file complaints of alleged abuse at the Homes

Staff must report any incident or suspicion of abuse, neglect, or misappropriation of property to the Administrator immediately. If the Administrator is unavailable, the report should be made to the Director of Nursing.

Any member, family member, or any other person may file a complaint with the facility's Administrator or with any other officials in accordance with State law. This includes reporting to the State survey and certification agency concerning any instance or suspicion of member abuse, neglect, involuntary seclusion, or misappropriation of a member's funds or property by any person.

Type of Report/Investigation	MVH at Chesterfield Twp		MVH DJ Jacobetti		MVH at Grand Rapids	
	Number Reported	Number Substantiated	Number Reported	Number Substantiated	Number Reported	Number Substantiated
Abuse	0	0	0	0	0	0
Member-to-Member Altercation	0	0	0	0	0	0
Injury - Unknown Origin	0	0	0	0	0	0
Neglect	0	0	0	0	0	0
Elopement	0	0	0	0	0	0
Misappropriation	0	0	0	0	0	0
Mistreatment	0	0	0	0	1	0
Exploitation	0	0	0	0	0	0

**Michigan Veteran Homes
Staffing Report**

Q4 FY 2025

MVH at Chesterfield Township	July 25	August 25	September 25
I. Census			
Skilled Nursing Census (Monthly Average)	122.52	121.84	119.53
Domiciliary Census (Monthly Average)	0	0	0
II. Patient Care Hours			
Skilled Nursing PPD (Monthly Average)	7.8	8.36	8.1
Licensed Nursing PPD (Monthly Average)	1.9	2.0	2.3
CENA PPD (Monthly Average)	5.9	6.36	5.8
# of Time Below VA Min. 2.5 PPD	0	0	0

MVH D.J. Jacobetti	July 25	August 25	September 25
I. Census			
Skilled Nursing Census (Monthly Average)	99.6	102.7	104.8
Domiciliary Census (Monthly Average)	2	2	2
II. Patient Care Hours			
Skilled Nursing PPD (Monthly Average)	4.94	4.748	4.83
Licensed Nursing PPD (Monthly Average)	1.8	1.81	1.78
CENA PPD (Monthly Average)	3.14	2.938	3.05
# of Time Below VA Min. 2.5 PPD	0	0	0

MVH at Grand Rapids	July 25	August 25	September 25
I. Census			
Skilled Nursing Census (Monthly Average)	120	121	123
Domiciliary Census (Monthly Average)	0	0	0
II. Patient Care Hours			
Skilled Nursing PPD (Monthly Average)	7.17	7.22	7.09
Licensed Nursing PPD (Monthly Average)	2.15	2.02	2.00
CENA PPD (Monthly Average)	5.02	5.20	5.09
# of Time Below VA Min. 2.5 PPD	0	0	0



STATE OF MICHIGAN
MICHIGAN VETERAN HOMES
LANSING

GRETCHEN WHITMER
GOVERNOR

ANNE ZERBE
EXECUTIVE DIRECTOR

October 15, 2025

Governor Gretchen Whitmer
State of Michigan
Romney Building
Lansing, MI 48909

Dear Governor,

SUBJECT: PA 351 of 2020 – FY 25 Fourth Quarter Reporting

Attached please find the quarterly report from the Michigan Veteran Homes at Chesterfield Township, the Michigan Veteran Homes D.J. Jacobetti, and the Michigan Veteran Homes at Grand Rapids, pursuant to Public Act 351 of 2020, MCL 36.112a.

If you have any questions regarding this report, please contact Beth Simonton-Kramer at 616.498.5357.

Sincerely,

A handwritten signature in black ink, appearing to read "Anne Zerbe".

Anne Zerbe
Executive Director, MVH

Attachment

cc: Senate Committee on Veterans and Emergency Services
Senate Appropriations Subcommittee on Military, Veterans, State Police
House Committee on Military, Veterans and Homeland Security
House Appropriations Subcommittee on Military and Veterans and State Police
Major General Paul D. Rogers, DMVA Director

MVH Quarterly Report

Quarter 4, FY 2025

Pursuant to Public Act 560 of 2016 (as amended by PA 351 of 2020), MCL 36.112(a)

Sec. 9 (1) No later than January 1, April 1, July 1, and October 1 of each year, the Michigan Veteran Homes, its successor agency, or the department of military and veterans' affairs shall report in writing all the following information concerning any state veterans' facility to the governor, the senate and house committees on veterans' affairs, and the senate and house appropriations subcommittees for the department of military and veterans' affairs:

(a) Staffing levels and the extent to which staffing levels do or do not meet industry standards.

38 CFR Part 51.130(d) requires a minimum of 2.5 hours per-patient delivered (PPD).

Actual total direct care PPD for FY25 Quarter 4:

Michigan Veteran Homes at Chesterfield Township (MVHCT)	8.0 PPD
Michigan Veteran Homes D.J. Jacobetti (MVHDJJ)	4.839 PPD
Michigan Veteran Homes at Grand Rapids (MVHGR)	7.16 PPD

(b) Number of patient complaints, average time to review a complaint and respond, and response to each complaint.

<u>Home</u>	<u>Number of Complaints</u>	<u>Average Time to Review and Respond</u>
MVHCT	22	4 days
MVHDJJ	12	3.167 days
MVHGR	50	5.6 days

MVHCT Responses:

1. Cell phone charger was found.
2. New upper denture was ordered and delivered.
3. Walker was found and returned.
4. The wheelchair extender was found and placed on member's chair.
5. Member was provided with a new wallet.
6. Shorts were found in member's drawer.
7. Shirt was found and returned.

8. Concern for missing money; however, member had recently purchased a GPS and other personal recreational items. Member was able to account for money.
9. Money was found in jeans and returned to member.
10. Cell phone was found and returned.
11. Missing hearing aid was found and returned.
12. Member's guardian believes member misplaced his watch.
13. Dentures were found.
14. New bedside table key provided.
15. Clothes were replaced.
16. Dentures were found.
17. DPOA & significant other believe milk may not have gone missing, item was beyond expiration date.
18. Member received his new glasses with scadent attached.
19. T-shirt was found and returned to member.
20. Phone was found and returned.
21. Blanket was found and returned.
22. Hearing aids were found and returned.

MVHDJJ Responses:

1. The transition will occur October 1st.
2. Housekeeping/laundry will begin labelling clothing.
3. The Home does not have dedicated pet care staff.
4. Preferred shower times will be observed.
5. Personal items will be removed from shower rooms.
6. Staff reeducated to not use vulgar language.
7. Fire drills and building construction explained.
8. Representative from new contractor met with member.
9. Temperature in shower rooms turned up.
10. Pest control company called.
11. Discussed inability to disclose information about employees.
12. Will audit shower rooms and correct as needed.

MVHGR Responses:

1. Added to upcoming Optometry visit list.
2. Clothing returned from laundry.
3. A Claim for Reimbursement will be filed.
4. Audiology appointment scheduled.
5. Care plan updated. Education completed with staff.
6. Requested for concern form to be resolved.
7. Other member has requested to eat meals in his room.
8. Hat was found.
9. RP not concerned with missing money.

10. Socks were found and returned.
11. Dentures returned from laundry.
12. Wi-Fi support number provided.
13. Member satisfied with follow-up from Nutrition Service Manager.
14. Missing shirts were found and returned.
15. RP satisfied with facility follow-up.
16. Some items located, others replaced.
17. Care plan updated.
18. Room temperatures were increased.
19. Shirt was found.
20. RP satisfied with facility follow-up.
21. 2-staff to be present during medication passes.
22. 2-caregivers implement, care plan updated.
23. Clothing items were found.
24. Will refer to dermatology.
25. Glasses were found.
26. Appointment date was shared with member.
27. Clothing items were returned.
28. Member encouraged to notify staff if he can't wait to be transferred due to pain concerns.
29. Education completed with staff.
30. Money and tokens returned.
31. Pending Resolution.
32. Pending Resolution.
33. Discussion held with identified staff.
34. Reminder education to staff.
35. Personal caregivers will take laundry off-site to wash.
36. Conversation held with caregiver.
37. Improvement noted with transportation.
38. Dental appointment held.
39. Replacement cards provided. Police report filed. Investigation submitted to the State.
40. Phone number for VA transportation supervisor was provided to member.
41. Member satisfied with explanation provided by staff.
42. Received all of his clothing back from laundry.
43. Member received financial reimbursement.
44. Item was found.
45. Wallet was found.
46. Sheet was returned from laundry.
47. Pending Resolution.
48. Debit card replaced will work on getting replacement IDs.
49. Pending Resolution.

50. Pending Resolution.

(c) Timeliness of distribution of pharmaceutical drugs.

MVHCT - Pharmaceutical drugs are delivered to medication rooms and medication carts at the Home every two weeks for distribution for the following two-week period.

MVHDJJ - Pharmaceutical drugs are delivered to medication rooms and medication carts at the Home every two weeks for distribution for the following two-week period.

MVHGR – Pharmaceutical drugs are delivered the nursing units and medication carts at the Home every two weeks for distribution for the following two-week period.

(d) Security provided for pharmaceutical drugs in the facility, including the title of the individuals providing the security.

MVHCT - Pharmaceutical drugs are locked in the C2 safe within the pharmacy, to which only the licensed pharmacist listed below has sole access. The pharmacy requires a two-means of authentication in efforts to enter the pharmacy. Narcotics are double locked within the pharmacy. On the units, the medication rooms are locked, as are medication carts, and narcotics are double locked. The medication nurse on duty on any given shift is the only employee with the key to medications on the household.

A PYXIS Medication Station, located within the wellness center storage room for after-hours and weekend usage, only. The Wellness Center after-hours required key-card access, which is controlled, and a pre-determined group of Nurse Managers have specific key-card access to enter said storage room where the PYXIS is located.

The PYXIS station is accessed via individual sign on with password. There is also a security camera located in the Wellness Center in addition to the storage room.

Returned medications to the pharmacy are handled via nursing and documented on a form. Returned medications are restocked or destroyed as appropriate. Returned medications are logged into the QS1 pharmacy system.

The following individual provide the security and oversight of pharmaceutical drugs:

Kristie Schemansky, PharmD.

MVHDJJ - Pharmaceutical drugs are locked in the pharmacy, to which only the licensed pharmacists listed below have access. The pharmacy is equipped with an alarm. Narcotics are double locked within the pharmacy. On the unit(s), the medication rooms are locked, as are medication carts, and narcotics are double locked. The medication nurse on duty on any given shift is the only employee with the key to medications on the unit(s).

The following individuals provide the security and oversight of pharmaceutical drugs:

Brad Harvala, Pharmacy Director
Lori Krueger, Pharmacist
Barb Salmela, Pharmacist

MVHGR - Pharmaceutical drugs are locked in the pharmacy, to which only the licensed pharmacists listed below have access. The pharmacy is equipped with an alarm. Narcotics are double locked within the pharmacy. On the units, the medication rooms are locked, as are medication carts, and narcotics are double locked. The medication nurse on duty on any given shift is the only employee with the key to medications on the units(s).

A PYXIS Medication Station, located in the pharmacy entry way is available after hours. The front entry is only accessible via key card access when the pharmacy is closed. The PYXIS station is accessed via fingerprint or individual sign on with password. There is also a security camera located in the entry way.

The unit medication rooms are locked. Medication carts are locked with key access only and narcotics are double locked.

Returned medications to the pharmacy are handled via nursing and documented on a form. Returned medications are restocked or destroyed as appropriate. Returned medications are logged into the QS1 pharmacy system.

The following individuals provide the security and oversight of pharmaceutical drugs:

Louis Ciaramello, RPh

(e) How patient money is accounted for, including the name and title of the individual who supervises patient spending accounts.

MVHCT - Patient monies *held by the facility* are accounted for using generally accepted accounting principles, with interest applied to the balances monthly.

The following individual supervises patient spending accounts:

Sara Brys, Business Office Manager

MVHDJJ - Patient monies *held by the facility* are accounted for using generally accepted accounting principles, with interest applied to the balances monthly.

The following individual supervises patient spending accounts:

Sean Depuydt, Business Manager

MVHGR - Patient monies *held by the facility* are accounted for using generally accepted accounting principles, with interest applied to the balances monthly.

The following individual supervises patient spending accounts:

Ashley Rawlings, Business Manager

(f) Number of facility resident deaths that occurred since the most recent report.

MVHCT	9 facility deaths
MVHDJJ	1 facility death
MVHGR	5 facility deaths

(2) The department of military and veterans' affairs shall place the reports required under subsection (1) on its public website in a prominent and conspicuous manner.

These reports are published at www.michigan.gov/mvh/about/legislation



STATE OF MICHIGAN
MICHIGAN VETERAN HOMES
LANSING

GRETCHEN WHITMER
GOVERNOR

ANNE ZERBE
EXECUTIVE DIRECTOR

January 16, 2026

Governor Gretchen Whitmer
State of Michigan
Romney Building
Lansing, MI 48909

Dear Governor,

SUBJECT: PA 351 of 2020 – FY '26 First Quarter Reporting

Attached please find the quarterly report from the Michigan Veteran Homes at Chesterfield Township, the Michigan Veteran Homes D.J. Jacobetti, and the Michigan Veteran Homes at Grand Rapids, pursuant to Public Act 351 of 2020, MCL 36.112a.

If you have any questions regarding this report, please contact Beth Simonton-Kramer at 616.498.5357.

Sincerely,

A handwritten signature in black ink that reads "Anne Zerbe".

Anne Zerbe
Executive Director, MVH

Attachment

cc: Senate Committee on Veterans and Emergency Services
Senate Appropriations Subcommittee on Military, Veterans, State Police
House Committee on Military, Veterans and Homeland Security
House Appropriations Subcommittee on Military and Veterans and State Police
Major General Paul D. Rogers, DMVA Director

MVH Quarterly Report

Quarter 1, FY 2026

Pursuant to Public Act 560 of 2016 (as amended by PA 351 of 2020), MCL 36.112(a)

Sec. 9 (1) No later than January 1, April 1, July 1, and October 1 of each year, the Michigan Veteran Homes, its successor agency, or the department of military and veterans' affairs shall report in writing all the following information concerning any state veterans' facility to the governor, the senate and house committees on veterans' affairs, and the senate and house appropriations subcommittees for the department of military and veterans' affairs:

(a) Staffing levels and the extent to which staffing levels do or do not meet industry standards.

38 CFR Part 51.130(d) requires a minimum of 2.5 hours per-patient delivered (PPD).

Actual total direct care PPD for FY26 Quarter 1:

Michigan Veteran Homes at Chesterfield Township (MVHCT)	7.75 PPD
Michigan Veteran Homes D.J. Jacobetti (MVHDJJ)	4.48 PPD
Michigan Veteran Homes at Grand Rapids (MVHGR)	7.05 PPD

(b) Number of patient complaints, average time to review a complaint and respond, and response to each complaint.

<u>Home</u>	<u>Number of Complaints</u>	<u>Average Time to Review and Respond</u>
MVHCT	3	5 days
MVHDJJ	24	2.42 days
MVHGR	35	5.5 days

MVHCT Responses:

1. DON and administrator addressed food concerns, member is requested to have a full 72 hours, rather than "3 Days" and member not seeking reimbursement.
2. Risk vs benefit completed per member's request to have dietary texture that was previously not recommended by Speech Therapy. Safety interventions in place with suction machine for choking.
3. Facility "mailman" to round on each household on mail delivery days to pick up mail from designated area and take the mail to the front desk to be mailed out. A specific time was established for out-going mail to be picked up from households.

MVHDJJ Responses:

1. Actively monitoring tray line.
2. Salads are standard recipe.
3. Scrambled eggs are liquid, not powdered, whole shell eggs are available.
4. Tray tickets are being revised.
5. Dietician followed up.
6. Power mobility device policy shared.
7. Currently interviewing ATA's.
8. Solar light installed.
9. Steam tables turned up to help food temperatures.
10. Manager monitoring diets and tray accuracy.
11. Tray card system being updated.
12. All foods will be listed on tray tickets.
13. Staff are learning the menu so that helps with quality.
14. Bone in chicken looks pink but is fully cooked and up to temperature.
15. Undercooked bacon could be a preference; you can request that it is made crisper.
16. There is no concern about running out of food.
17. Dietary staff has increased to 20.
18. No one has to go to a specific dining room.
19. Food is being temped when it arrives to the unit.
20. Food is seasoned but not salted.
21. Condiments will be provided on the side.
22. Any specific snacks will be ordered.
23. Process to obtain a Marq Tran pass explained.
24. Provider in-house 4-5 days per week.

MVHGR Responses:

1. Member satisfied with explanation provided.
2. Member satisfied with facility response.
3. Member satisfied with changes made and ability to self-administer some pain medications.
4. Jeans were found and returned.
5. TV remote found and returned.
6. Watch was found.
7. Resolution Pending.
8. Resolution Pending.
9. Member understood outcome of conversation with laundry supervisor.
10. Member satisfied with explanation provided by staff.
11. Due date for finalized trip schedules and added trip requests were updated.
12. Resolution Pending.
13. Education completed with laundry staff.
14. Findings reviewed with RP who wanted concern resolved.
15. Hearing aid was located.

16. Resolution Pending.
17. Resolution Pending.
18. Number for Wi-Fi support provided. Discussed ability to purchase a hot spot if needed.
19. Keys were found.
20. Shirt and socks were located, labeled, and returned.
21. Resolution Pending.
22. Resolution Pending.
23. Resolution Pending.
24. Resolution Pending.
25. Member satisfied with follow-up from Nutrition Service Manager.
26. Resolution Pending.
27. Resolution Pending.
28. Resolution Pending.
29. Resolution Pending.
30. Resolution Pending.
31. Resolution Pending.
32. Vest was labeled and returned to member.
33. Resolution Pending.
34. Resolution Pending.
35. Resolution Pending.

(c) Timeliness of distribution of pharmaceutical drugs.

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The following individual supervises patient spending accounts:

Ashley Rawlings, Business Manager

(f) Number of facility resident deaths that occurred since the most recent report.

MVHCT	12 facility deaths
MVHDJJ	11 facility deaths
MVHGR	10 facility deaths

(2) The department of military and veterans' affairs shall place the reports required under subsection (1) on its public website in a prominent and conspicuous manner.

These reports are published at www.michigan.gov/mvh/about/legislation

MICHIGAN VETERAN HOMES AT CHESTERFIELD TOWNSHIP

September 2025 Monthly Census Report

Facility Census Data				
	Facility Census on Last Day of:		% of EOM Census	End of Month
	Current Month	Last Month	Current Month	Average YTD
TOTAL CENSUS	120	122	n/a	123
By Care Setting				
Skilled Nursing	120	122	100.0%	123
Domiciliary	n/a	n/a	n/a	n/a
By War Era of Service				
WWII	1	1	0.8%	2
KC	7	7	5.8%	9
VNE	91	93	75.8%	91
Cold War	12	12	10.0%	12
Gulf War	5	5	4.2%	5
Other	0	0	0.0%	0
Dependent	4	4	3.3%	4
By Age				
Under 60	3	3	2.5%	4
60 - 79	71	73	59.2%	76
80+	46	46	38.3%	43
By Gender				
Male	113	115	94.2%	115
Female	7	7	5.8%	7

Admissions, Deaths, Discharges During Month			
	Current Month	Total YTD	Monthly Avg YTD
Admissions	2	34	2.8
Deaths	3	31	2.6
Forced Discharges (see memo)	0	0	0.0
Other Discharges	1	6	0.5

Resident Assessment & Admissions Application Processing			
	Current Month	Total YTD	
Financial Reassessments Performed	2	111	
Admission Applications Processed	11	85	
Admission Applications Approved	3	37	
Approved Applicants Admitted	2	33	
Approved Applicants on Waitlist or Not Yet Ready for Admission	11	200	
Admissions Applications Denied	0	2	

Occupancy & Waitlist Rates				
	Avail. Beds	Waitlist	EOM Occupied	EOM % - Current
Skilled Nursing	128	11	120	93.8%
Domiciliary Care	n/a	n/a	n/a	n/a

MICHIGAN VETERAN HOMES AT CHESTERFIELD TOWNSHIP

September 2025 Monthly Census Report

Detailed Census Data - By Care Setting				
	Total Census	%	Average I & A	
Skilled Nursing Census	87	72.5%	(of total SN census)	n/a
70-100% or Adjudicated	29	24.2%	(of total SN census)	\$3,345.60
Veteran (not 70-100 SCD)	4	3.3%	(of total SN census)	\$2,885.00
Dependent	120	100.0%	(of TOTAL census)	n/a
TOTAL Skilled Nursing Census				
Domiciliary Census	Total Census	%	Average I & A	
Veteran	n/a	n/a	(of total Dom census)	n/a
Dependent	n/a	n/a	(of total Dom census)	n/a
Total Domiciliary Census				

Detailed Census Data - Age & Gender			
Census by Age & Gender	Male	Female	Total
Under 60	3	0	3
60-79	68	3	71
80+	42	4	46
TOTAL	113	7	120
% of Census	Male	Female	Total
Under 60	100.0%	0.0%	2.5%
60-79	95.8%	4.2%	59.2%
80+	91.3%	8.7%	38.3%
TOTAL	94.2%	5.8%	n/a

Detailed Census Data - Era of Service & Gender			
Census by EOS & Gender	Male	Female	Total
WWII	1	0	1
KC	6	1	7
VNE	90	1	91
Peacetime	11	1	12
Gulf War Era	5	0	5
Other	0	0	0
Dependent	0	4	4
TOTAL	113	7	120
% of Census	Male	Female	Total
WWII	100.0%	0.0%	0.8%
KC	85.7%	14.3%	5.8%
VNE	98.9%	1.1%	75.8%
Peacetime	91.7%	8.3%	10.0%
Gulf War	100.0%	0.0%	4.2%
Other			0.0%
Dependent	0.0%	100.0%	3.3%
TOTAL	94.2%	5.8%	n/a

Michigan Veteran Homes DJ Jacobetti

September 2025 Monthly Census Report

Facility Census Data

	Facility Census on Last Day of:		% of EOM Census Current Month	End of Month Average YTD
	Current Month	Last Month		
TOTAL CENSUS	109	107	n/a	106
By Care Setting				
Skilled Nursing	107	105	98.2%	104
Domiciliary	2	2	1.8%	2
By War Era of Service				
WWII	2	2	1.8%	4
KC	7	7	6.4%	9
VNE	81	79	74.3%	75
Peacetime	15	15	13.8%	15
Gulf War	1	1	0.9%	1
Other	0	0	0.0%	0
Dependent	3	3	2.8%	3
By Age				
Under 60	1	1	0.9%	2
60 - 79	53	52	48.6%	51
80+	55	54	50.5%	53
By Gender				
Male	103	101	94.5%	100
Female	6	6	5.5%	5

Admissions, Deaths, Discharges During Month

	Current Month	Total YTD	Monthly Avg YTD
Admissions	4	57	4.8
Deaths	1	39	3.3
Forced Discharges (see memo)	0	0	0.0
Other Discharges	1	9	0.8

Resident Assessment & Admissions Application Processing

	Current Month	Total YTD
Financial Reassessments Performed	10	219
Admission Applications Processed	8	112
Admission Applications Approved	4	69
Approved Applicants Admitted	4	61
Approved Applicants on Waitlist or Not Yet Ready for Admission	90	1047
Admissions Applications Denied	1	11

Occupancy & Waitlist Rates

	Avail. Beds	Waitlist	EOM Occupied	EOM % - Current	EOM % - Previous
Skilled Nursing	126	90	107	84.9%	83.3%
Domiciliary Care	3	0	2	66.7%	66.7%

Michigan Veteran Homes DJ Jacobetti
September 2025 Monthly Census Report

Detailed Census Data - By Care Setting

Skilled Nursing Census	Total Census	%	Average I & A
70-100% or Adjudicated	50	46.7%	(of total SN census) n/a
Veteran (not 70-100 SCD)	54	50.5%	(of total SN census) \$3,579.83
Dependent	3	2.8%	(of total SN census) \$972.40
TOTAL Skilled Nursing Census	107	98.2%	(of TOTAL census) n/a
Domiciliary Census	Total Census	%	Average I & A
Veteran	2	100.0%	(of total Dom census) \$1,570.00
Dependent	0		(of total Dom census) \$0.00
Total Domiciliary Census	2	1.8%	(of TOTAL census) n/a

Detailed Census Data - Age & Gender

Census by Age & Gender	Male	Female	Total
Under 60	1	0	1
60-79	49	4	53
80+	53	2	55
TOTAL	103	6	109
% of Census	Male	Female	Total
Under 60	100.0%	0.0%	0.9%
60-79	92.5%	7.5%	48.6%
80+	96.4%	3.6%	50.5%
TOTAL	94.5%	5.5%	n/a

Detailed Census Data - Era of Service & Gender

Census by EOS & Gender	Male	Female	Total
WWII	2	0	2
KC	7	0	7
VNE	80	1	81
Peacetime	13	2	15
Gulf War Era	1	0	1
Other	0	0	0
Dependent	0	3	3
TOTAL	103	6	109
% of Census	Male	Female	Total
WWII	100.0%	0.0%	1.8%
KC	100.0%	0.0%	6.4%
VNE	98.8%	1.2%	74.3%
Peacetime	86.7%	13.3%	13.8%
Gulf War	100.0%	0.0%	0.9%
Other			0.0%
Dependent	0.0%	100.0%	2.8%
TOTAL	94.5%	5.5%	n/a

MICHIGAN VETERAN HOMES AT CHESTERFIELD TOWNSHIP

September 2025 Monthly Census Report

Facility Census Data				
	Facility Census on Last Day of: Current Month	Facility Census on Last Day of: Last Month	% of EOM Census Current Month	End of Month Average YTD
TOTAL CENSUS	126	122	n/a	123
By Care Setting				
Skilled Nursing	126	122	100.0%	123
Domiciliary	n/a	n/a	n/a	n/a
By War Era of Service				
WWII	3	1	2.4%	2
KC	12	7	9.5%	9
VNE	89	93	70.6%	91
Cold War	12	12	9.5%	12
Gulf War	5	5	4.0%	5
Other	0	0	0.0%	0
Dependent	5	4	4.0%	4
By Age				
Under 60	5	3	4.0%	4
60 - 79	78	73	61.9%	77
80+	43	46	34.1%	43
By Gender				
Male	117	115	92.9%	116
Female	9	7	7.1%	8

Admissions, Deaths, Discharges During Month			
	Current Month	Total YTD	Monthly Avg YTD
Admissions	3	35	2.9
Deaths	0	28	2.3
Forced Discharges (see memo)	0	0	0.0
Other Discharges	0	5	0.4

Resident Assessment & Admissions Application Processing			
	Current Month	Total YTD	
Financial Reassessments Performed	5	114	
Admission Applications Processed	1	75	
Admission Applications Approved	3	37	
Approved Applicants Admitted	3	34	
Approved Applicants on Waitlist or Not Yet Ready for Admission	19	208	
Admissions Applications Denied	0	2	

Occupancy & Waitlist Rates					
	Avail. Beds	Waitlist	EOM Occupied	EOM % - Current	EOM % - Previous
Skilled Nursing	128	19	126	98.4%	95.3%
Domiciliary Care	n/a	n/a	n/a	n/a	n/a

MICHIGAN VETERAN HOMES AT CHESTERFIELD TOWNSHIP

September 2025 Monthly Census Report

Detailed Census Data - By Care Setting				
Skilled Nursing Census	Total Census	%	Average I & A	
70-100% or Adjudicated	80	63.5%	(of total SN census)	n/a
Veteran (not 70-100 SCD)	41	32.5%	(of total SN census)	\$2,937.65
Dependent	5	4.0%	(of total SN census)	\$2,180.60
TOTAL Skilled Nursing Census	126	100.0%	(of TOTAL census)	n/a
Domiciliary Census	Total Census	%	Average I & A	
Veteran	n/a	n/a	(of total Dom census)	n/a
Dependent	n/a	n/a	(of total Dom census)	n/a
Total Domiciliary Census	n/a	n/a	(of TOTAL census)	n/a

Detailed Census Data - Age & Gender			
Census by Age & Gender	Male	Female	Total
Under 60	4	1	5
60-79	76	2	78
80+	37	6	43
TOTAL	117	9	126
% of Census	Male	Female	Total
Under 60	80.0%	20.0%	4.0%
60-79	97.4%	2.6%	61.9%
80+	86.0%	14.0%	34.1%
TOTAL	92.9%	7.1%	n/a

Detailed Census Data - Era of Service & Gender			
Census by EOS & Gender	Male	Female	Total
WWII	2	1	3
KC	11	1	12
VNE	88	1	89
Peacetime	11	1	12
Gulf War Era	5	0	5
Other	0	0	0
Dependent	0	5	5
TOTAL	117	9	126
% of Census	Male	Female	Total
WWII	66.7%	33.3%	2.4%
KC	91.7%	8.3%	9.5%
VNE	98.9%	1.1%	70.6%
Peacetime	91.7%	8.3%	9.5%
Gulf War	100.0%	0.0%	4.0%
Other			0.0%
Dependent	0.0%	100.0%	4.0%
TOTAL	92.9%	7.1%	n/a

MICHIGAN VETERAN HOMES AT CHESTERFIELD TOWNSHIP

October 2025 Monthly Census Report

Facility Census Data					
	Facility Census on Last Day of:		% of EOM Census Current Month	End of Month	
	Current Month	Last Month		Average YTD	
TOTAL CENSUS	123	126	n/a	123	
By Care Setting					
Skilled Nursing	123	126	100.0%	123	
Domiciliary	n/a	n/a	n/a	n/a	
By War Era of Service					
WWII	1	3	0.8%	1	
KC	8	12	6.5%	8	
VNE	94	89	76.4%	94	
Cold War	11	12	8.9%	11	
GWE	5	5	4.1%	5	
Other	0	0	0.0%	0	
Dependent	4	5	3.3%	4	
By Age					
Under 60	3	5	2.4%	3	
60 - 79	71	78	57.7%	71	
80+	49	43	39.8%	49	
By Gender					
Male	116	117	94.3%	116	
Female	7	9	5.7%	7	

Admissions, Deaths, Discharges During Month			
	Current Month	Total YTD	Monthly Avg YTD
Admissions	6	39	6
Deaths	3	32	3
Forced Discharges (see memo)	0	0	0
Other Discharges	0	6	0

Resident Assessment & Admissions Application Processing		
	Current Month	Total YTD
Financial Reassessments Performed	6	104
Admission Applications Processed	0	68
Admission Applications Approved	8	45
Approved Applicants Admitted	6	38
Approved Applicants on Waitlist or Not Yet Ready for Admission	14	196
Admissions Applications Denied	2	4

Occupancy & Waitlist Rates					
	Avail. Beds	Waitlist	EOM Occupied	EOM % - Current	EOM % - Previous
Skilled Nursing	128	14	123	96.1%	57.0%
Domiciliary Care	n/a	n/a	n/a	n/a	n/a

MICHIGAN VETERAN HOMES AT CHESTERFIELD TOWNSHIP

October 2025 Monthly Census Report

Detailed Census Data - By Care Setting				
Skilled Nursing Census	Total Census	%	Average I & A	
70-100% or Adjudicated	89	72.4%	(of total SN census)	n/a
Veteran (not 70-100 SCD)	30	24.4%	(of total SN census)	\$3,361.59
Dependent	4	3.3%	(of total SN census)	\$2,885.00
TOTAL Skilled Nursing Census	123	100.0%	(of TOTAL census)	n/a
Domiciliary Census	Total Census	%	Average I & A	
Veteran	n/a	n/a	(of total Dom census)	n/a
Dependent	n/a	n/a	(of total Dom census)	n/a
Total Domiciliary Census	n/a	n/a	(of TOTAL census)	n/a

Detailed Census Data - Age & Gender				
Census by Age & Gender	Male	Female	Total	
Under 60	3	0	3	
60-79	68	3	71	
80+	45	4	49	
TOTAL	116	7	123	
% of Census	Male	Female	Total	
Under 60	100.0%	0.0%	2.4%	
60-79	95.8%	4.2%	57.7%	
80+	91.8%	8.2%	39.8%	
TOTAL	94.3%	5.7%	n/a	

Detailed Census Data - Era of Service & Gender				
Census by EOS & Gender	Male	Female	Total	
WWII	1	0	1	
KC	7	1	8	
VNE	93	1	94	
Peacetime	10	1	11	
Gulf War	5	0	5	
Other	0	0	0	
Dependent	0	4	4	
TOTAL	116	7	123	
% of Census	Male	Female	Total	
WWII	100.0%	0.0%	0.8%	
KC	87.5%	12.5%	6.5%	
VNE	98.9%	1.1%	76.4%	
Peacetime	90.9%	9.1%	8.9%	
Gulf War	100.0%	0.0%	4.1%	
Other			0.0%	
Dependent	0.0%	100.0%	3.3%	
TOTAL	94.3%	5.7%	n/a	

Michigan Veteran Homes DJ Jacobetti
September 2025 Monthly Census Report

Facility Census Data					
		Facility Census on Last Day of:		% of EOM Census	End of Month
		Current Month	Last Month	Current Month	Average YTD
TOTAL CENSUS	103			<i>n/a</i>	
By Care Setting					
Skilled Nursing	101			98.1%	
Domiciliary	2			1.9%	
By War Era of Service					
WWII	5			4.9%	
KC	12			11.7%	
VNE	68			66.0%	
Cold War	13			12.6%	
GWE	1			1.0%	
Other	0			0.0%	
Dependent	4			3.9%	
By Age					
Under 60	2			1.9%	
60 - 79	47			45.6%	
80+	54			52.4%	
By Gender					
Male	97			94.2%	
Female	6			5.8%	

Admissions, Deaths, Discharges During Month			
	Current Month	Total YTD	Monthly Avg YTD
Admissions	0		
Deaths	0		
Forced Discharges (see memo)	0		
Other Discharges	0		

Resident Assessment & Admissions Application Processing		
	Current Month	Total YTD
Financial Reassessments Performed	5	
Admission Applications Processed	11	
Admission Applications Approved	7	
Approved Applicants Admitted	4	
Approved Applicants on Waitlist or Not Yet Ready for Admission	85	
Admissions Applications Denied	1	

Occupancy & Waitlist Rates					
	Avail. Beds	Waitlist	EOM Occupied	EOM % - Current	EOM % - Previous
Skilled Nursing	126	85	101	80.2%	
Domiciliary Care	3	0	2	66.7%	

Michigan Veteran Homes DJ Jacobetti
September 2025 Monthly Census Report

Detailed Census Data - By Care Setting				
Skilled Nursing Census	Total Census	%	Average I & A	
70-100% or Adjudicated	40	39.6%	(of total SN census)	n/a
Veteran (not 70-100 SCD)	58	57.4%	(of total SN census)	\$3,579.83
Dependent	3	3.0%	(of total SN census)	\$972.40
TOTAL Skilled Nursing Census	101	98.1%	(of TOTAL census)	n/a
Domiciliary Census	Total Census	%	Average I & A	
Veteran	2	100.0%	(of total Dom census)	\$1,531.50
Dependent	0		(of total Dom census)	\$0.00
Total Domiciliary Census	2	1.9%	(of TOTAL census)	n/a

Detailed Census Data - Age & Gender				
Census by Age & Gender	Male	Female	Total	
Under 60	2	0	2	
60-79	44	3	47	
80+	52	2	54	
TOTAL	98	5	103	
% of Census	Male	Female	Total	
Under 60	100.0%	0.0%	1.9%	
60-79	93.6%	6.4%	45.6%	
80+	96.3%	3.7%	52.4%	
TOTAL	95.1%	4.9%	n/a	

Detailed Census Data - Era of Service & Gender				
Census by EOS & Gender	Male	Female	Total	
WWII	5	0	5	
KC	12	0	12	
VNE	67	1	68	
Cold War	12	1	13	
Gulf War Era	1	0	1	
Other	0	0	0	
Dependent	0	4	4	
TOTAL	97	6	103	
% of Census	Male	Female	Total	
WWII	100.0%	0.0%	4.9%	
KC	100.0%	0.0%	11.7%	
VNE	98.5%	1.5%	66.0%	
Cold War	92.3%	7.7%	12.6%	
Gulf War	100.0%	0.0%	1.0%	
Other			0.0%	
Dependent	0.0%	100.0%	3.9%	
TOTAL	94.2%	5.8%	n/a	

Michigan Veteran Homes at Grand Rapids

October 2025 Monthly Census Report

Facility Census Data				
	<u>Facility Census on Last Day of:</u>		% of EOM Census	End of Month
	Current Month	Last Month	Current Month	Average YTD
TOTAL CENSUS	120	122	n/a	120
By Care Setting				
Skilled Nursing	120	122	100.0%	120
Domiciliary	n/a	n/a	n/a	n/a
By War Era of Service				
WWII	1	1	0.8%	1
KC	6	8	5.0%	6
VNE	84	81	70.0%	84
Cold War	17	20	14.2%	17
GWE	8	9	6.7%	8
Other	0	0	0.0%	0
Dependent	4	3	3.3%	4
By Age				
Under 60	4	6	3.3%	4
60 - 79	82	80	68.3%	82
80+	34	36	28.3%	34
By Gender				
Male	114	113	95.0%	114
Female	6	9	5.0%	6

Admissions, Deaths, Discharges During Month			
	Current Month	Total YTD	Monthly Avg YTD
Admissions	2	39	2
Deaths	3	37	3
Forced Discharges (see memo)	0	0	0
Other Discharges	0	5	0

Resident Assessment & Admissions Application Processing		
	Current Month	Total YTD
Financial Reassessments Performed	6	308
Admission Applications Processed	9	81
Admission Applications Approved	9	80
Approved Applicants Admitted	2	39
Approved Applicants on Waitlist or Not Yet Ready for Admission	206	2189
Admissions Applications Denied	1	12

Occupancy & Waitlist Rates					
	Avail. Beds	Waitlist	EOM Occupied	EOM % - Current	EOM % - Previous
Skilled Nursing	128	206	120	93.8%	38.1%
Domiciliary Care	n/a	n/a	n/a	n/a	n/a

Michigan Veteran Homes at Grand Rapids
October 2025 Monthly Census Report

Detailed Census Data - By Care Setting				
Skilled Nursing Census	Total Census	%	Average I & A	
70-100% or Adjudicated	65	54.2%	(of total SN census)	n/a
Veteran (not 70-100 SCD)	51	42.5%	(of total SN census)	\$2,653.74
Dependent	4	3.3%	(of total SN census)	\$1,484.00
TOTAL Skilled Nursing Census	120	100.0%	(of TOTAL census)	n/a
Domiciliary Census	Total Census	%	Average I & A	
Veteran	n/a	n/a	(of total Dom census)	n/a
Dependent	n/a	n/a	(of total Dom census)	n/a
Total Domiciliary Census	n/a	n/a	(of TOTAL census)	n/a

Detailed Census Data - Age & Gender				
Census by Age & Gender	Male	Female	Total	
Under 60	4	0	4	
60-79	79	3	82	
80+	30	4	34	
TOTAL	113	7	120	
% of Census	Male	Female	Total	
Under 60	100.0%	0.0%	3.3%	
60-79	96.3%	3.7%	68.3%	
80+	88.2%	11.8%	28.3%	
TOTAL	94.2%	5.8%	n/a	

Detailed Census Data - Era of Service & Gender				
Census by EOS & Gender	Male	Female	Total	
WWII	1	0	1	
KC	6	0	6	
VNE	83	1	84	
Peacetime	17	0	17	
Gulf War	7	1	8	
Other	0	0	0	
Dependent	0	4	4	
TOTAL	114	6	120	
% of Census	Male	Female	Total	
WWII	100.0%	0.0%	0.8%	
KC	100.0%	0.0%	5.0%	
VNE	98.8%	1.2%	70.0%	
Peacetime	100.0%	0.0%	14.2%	
Gulf War	87.5%	12.5%	6.7%	
Other			0.0%	
Dependent	0.0%	100.0%	3.3%	
TOTAL	95.0%	5.0%	n/a	

MICHIGAN VETERAN HOMES AT CHESTERFIELD TOWNSHIP

November 2025 Monthly Census Report

Facility Census Data

	Facility Census on Last Day of:		% of EOM Census Current Month	End of Month Average YTD
	Current Month	Last Month		
TOTAL CENSUS	123	123	<i>n/a</i>	123
By Care Setting				
<i>Skilled Nursing</i>	123	123	100.0%	123
<i>Domiciliary</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>
By War Era of Service				
<i>WWII</i>	2	1	1.6%	2
<i>KC</i>	7	8	5.7%	8
<i>VNE</i>	93	94	75.6%	94
<i>Cold War</i>	12	11	9.8%	12
<i>GWE</i>	5	5	4.1%	5
<i>Other</i>	0	0	0.0%	0
<i>Dependent</i>	4	4	3.3%	4
By Age				
<i>Under 60</i>	3	3	2.4%	3
<i>60 - 79</i>	71	71	57.7%	71
<i>80+</i>	49	49	39.8%	49
By Gender				
<i>Male</i>	116	116	94.3%	116
<i>Female</i>	7	7	5.7%	7

Admissions, Deaths, Discharges During Month

	Current Month	Total YTD	Monthly Avg YTD
Admissions	3	41	4.5
Deaths	3	34	3
Forced Discharges (see memo)	0	0	0
Other Discharges	0	5	0

Resident Assessment & Admissions Application Processing

	Current Month	Total YTD
Financial Reassessments Performed		100
Admission Applications Processed	11	77
Admission Applications Approved	5	49
<i>Approved Applicants Admitted</i>	3	40
<i>Approved Applicants on Waitlist or Not Yet Ready for Admission</i>	9	187
Admissions Applications Denied	0	4

Occupancy & Waitlist Rates

	Avail. Beds	Waitlist	EOM Occupied	EOM % - Current	EOM % - Previous
Skilled Nursing	128	9	123	96.1%	96.1%
Domiciliary Care	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>	<i>n/a</i>

MICHIGAN VETERAN HOMES AT CHESTERFIELD TOWNSHIP

November 2025 Monthly Census Report

Detailed Census Data - By Care Setting				
Skilled Nursing Census		Total Census	%	Average I & A
70-100% or Adjudicated		89	72.4%	(of total SN census) n/a
Veteran (not 70-100 SCD)		30	24.4%	(of total SN census) \$3,562.98
Dependent		4	3.3%	(of total SN census) \$2,885.00
TOTAL Skilled Nursing Census		123	100.0%	(of TOTAL census) n/a
Domiciliary Census		Total Census	%	Average I & A
Veteran		n/a	n/a	(of total Dom census) n/a
Dependent		n/a	n/a	(of total Dom census) n/a
Total Domiciliary Census		n/a	n/a	(of TOTAL census) n/a

Detailed Census Data - Age & Gender				
Census by Age & Gender	Male	Female	Total	
Under 60	3	0	3	
60-79	68	3	71	
80+	45	4	49	
TOTAL	116	7	123	
% of Census	Male	Female	Total	
Under 60	100.0%	0.0%	2.4%	
60-79	95.8%	4.2%	57.7%	
80+	91.8%	8.2%	39.8%	
TOTAL	94.3%	5.7%	n/a	

Detailed Census Data - Era of Service & Gender				
Census by EOS & Gender	Male	Female	Total	
WWII	2	0	2	
KC	6	1	7	
VNE	92	1	93	
Peacetime	11	1	12	
Gulf War	5	0	5	
Other	0	0	0	
Dependent	0	4	4	
TOTAL	116	7	123	
% of Census	Male	Female	Total	
WWII	100.0%	0.0%	1.6%	
KC	85.7%	14.3%	5.7%	
VNE	98.9%	1.1%	75.6%	
Peacetime	91.7%	8.3%	9.8%	
Gulf War	100.0%	0.0%	4.1%	
Other			0.0%	
Dependent	0.0%	100.0%	3.3%	
TOTAL	94.3%	5.7%	n/a	

Michigan Veteran Homes DJ Jacobetti

November 2025 Monthly Census Report

Facility Census Data

	<u>Facility Census on Last Day of:</u>		% of EOM Census Current Month	End of Month Average YTD
	Current Month	Last Month		
TOTAL CENSUS	104	108	<i>n/a</i>	106
By Care Setting				
<i>Skilled Nursing</i>	102	106	98.1%	104
<i>Domiciliary</i>	2	2	1.9%	2
By War Era of Service				
<i>WWII</i>	2	2	1.9%	2
<i>KC</i>	5	6	4.8%	6
<i>VNE</i>	78	81	75.0%	80
<i>Cold War</i>	15	15	14.4%	15
<i>GWE</i>	1	1	1.0%	1
<i>Other</i>	0	0	0.0%	0
<i>Dependent</i>	3	3	2.9%	3
By Age				
<i>Under 60</i>	1	1	1.0%	1
<i>60 - 79</i>	49	52	47.1%	51
<i>80+</i>	54	55	51.9%	55
By Gender				
<i>Male</i>	98	102	94.2%	100
<i>Female</i>	6	6	5.8%	6

Admissions, Deaths, Discharges During Month

	Current Month	Total YTD	Monthly Avg YTD
Admissions	1	51	1.5
Deaths	5	39	4
Forced Discharges (see memo)	0	0	0
Other Discharges	0	8	0

Resident Assessment & Admissions Application Processing

	Current Month	Total YTD
Financial Reassessments Performed	6	209
Admission Applications Processed	1	101
Admission Applications Approved	1	59
Approved Applicants Admitted	1	55
Approved Applicants on Waitlist or Not Yet Ready for Admission	95	969
Admissions Applications Denied	0	11

Occupancy & Waitlist Rates

	Avail. Beds	Waitlist	EOM Occupied	EOM % - Current	EOM % - Previous
Skilled Nursing	126	95	102	81.0%	84.1%
Domiciliary Care	3	0	2	66.7%	66.7%

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Detailed Census Data - By Care Setting				
Skilled Nursing Census		Total Census	%	Average I & A
70-100% or Adjudicated		46	45.1%	(of total SN census) n/a
Veteran (not 70-100 SCD)		53	52.0%	(of total SN census) \$3,538.73
Dependent		3	2.9%	(of total SN census) \$972.41
TOTAL Skilled Nursing Census		102	98.1%	(of TOTAL census) n/a
Domiciliary Census		Total Census	%	Average I & A
Veteran		2	100.0%	(of total Dom census) \$1,570.00
Dependent		0		(of total Dom census) \$0.00
Total Domiciliary Census		2	1.9%	(of TOTAL census) n/a

Detailed Census Data - Age & Gender				
Census by Age & Gender	Male	Female	Total	
Under 60	1	0	1	
60-79	45	4	49	
80+	52	2	54	
TOTAL	98	6	104	
% of Census	Male	Female	Total	
Under 60	100.0%	0.0%	1.0%	
60-79	91.8%	8.2%	47.1%	
80+	96.3%	3.7%	51.9%	
TOTAL	94.2%	5.8%	n/a	

Detailed Census Data - Era of Service & Gender				
Census by EOS & Gender	Male	Female	Total	
WWII	2	0	2	
KC	5	0	5	
VNE	77	1	78	
Peacetime	13	2	15	
Gulf War	1	0	1	
Other	0	0	0	
Dependent	0	3	3	
TOTAL	98	6	104	
% of Census	Male	Female	Total	
WWII	100.0%	0.0%	1.9%	
KC	100.0%	0.0%	4.8%	
VNE	98.7%	1.3%	75.0%	
Peacetime	86.7%	13.3%	14.4%	
Gulf War	100.0%	0.0%	1.0%	
Other			0.0%	
Dependent	0.0%	100.0%	2.9%	
TOTAL	94.2%	5.8%	n/a	

Michigan Veteran Homes at Grand Rapids

November 2025 Monthly Census Report

Facility Census Data					
	Facility Census on Last Day of:		% of EOM Census		End of Month Average YTD
	Current Month	Last Month	Current Month		
TOTAL CENSUS	122	120	n/a		121
By Care Setting					
Skilled Nursing	122	120	100.0%		121
Domiciliary	n/a	n/a	n/a		n/a
By War Era of Service					
WWII	1	1	0.8%		1
KC	7	6	5.7%		7
VNE	84	84	68.9%		84
Cold War	17	17	13.9%		17
GWE	9	8	7.4%		9
Other	0	0	0.0%		0
Dependent	4	4	3.3%		4
By Age					
Under 60	4	4	3.3%		4
60 - 79	83	82	68.0%		83
80+	35	34	28.7%		35
By Gender					
Male	116	114	95.1%		115
Female	6	6	4.9%		6

Admissions, Deaths, Discharges During Month			
	Current Month	Total YTD	Monthly Avg YTD
Admissions	5	42	3.5
Deaths	3	37	3
Forced Discharges (see memo)	0	0	0
Other Discharges	0	4	0

Resident Assessment & Admissions Application Processing		
	Current Month	Total YTD
Financial Reassessments Performed	8	296
Admission Applications Processed	5	84
Admission Applications Approved	5	83
Approved Applicants Admitted	5	42
Approved Applicants on Waitlist or Not Yet Ready for Admission	203	2216
Admissions Applications Denied	0	12

Occupancy & Waitlist Rates					
	Avail. Beds	Waitlist	EOM Occupied	EOM % - Current	EOM % - Previous
Skilled Nursing	128	203	122	95.3%	93.8%
Domiciliary Care	n/a	n/a	n/a	n/a	n/a

Michigan Veteran Homes at Grand Rapids
November 2025 Monthly Census Report

Detailed Census Data - By Care Setting				
Skilled Nursing Census		Total Census	%	Average I & A
70-100% or Adjudicated		68	55.7%	(of total SN census) n/a
Veteran (not 70-100 SCD)		50	41.0%	(of total SN census) \$2,572.24
Dependent		4	3.3%	(of total SN census) \$1,484.00
TOTAL Skilled Nursing Census		122	100.0%	(of TOTAL census) n/a
Domiciliary Census		Total Census	%	Average I & A
Veteran		n/a	n/a	(of total Dom census) n/a
Dependent		n/a	n/a	(of total Dom census) n/a
Total Domiciliary Census		n/a	n/a	(of TOTAL census) n/a

Detailed Census Data - Age & Gender				
Census by Age & Gender	Male	Female	Total	
Under 60	4	0	4	
60-79	81	2	83	
80+	31	4	35	
TOTAL	116	6	122	
% of Census	Male	Female	Total	
Under 60	100.0%	0.0%	3.3%	
60-79	97.6%	2.4%	68.0%	
80+	88.6%	11.4%	28.7%	
TOTAL	95.1%	4.9%	n/a	

Detailed Census Data - Era of Service & Gender				
Census by EOS & Gender	Male	Female	Total	
WWII	1	0	1	
KC	7	0	7	
VNE	83	1	84	
Peacetime	17	0	17	
Gulf War	8	1	9	
Other	0	0	0	
Dependent	0	4	4	
TOTAL	116	6	122	
% of Census	Male	Female	Total	
WWII	100.0%	0.0%	0.8%	
KC	100.0%	0.0%	5.7%	
VNE	98.8%	1.2%	68.9%	
Peacetime	100.0%	0.0%	13.9%	
Gulf War	88.9%	11.1%	7.4%	
Other			0.0%	
Dependent	0.0%	100.0%	3.3%	
TOTAL	95.1%	4.9%	n/a	

MICHIGAN VETERAN HOMES AT CHESTERFIELD TOWNSHIP

December 2025 Monthly Census Report

Facility Census Data					
		Facility Census on Last Day of:		% of EOM Census	End of Month
		Current Month	Last Month	Current Month	Average YTD
TOTAL CENSUS	118		123	n/a	121
By Care Setting					
Skilled Nursing	118		123	100.0%	121
Domiciliary	n/a		n/a	n/a	n/a
By War Era of Service					
WWII	2		2	1.7%	2
KC	7		7	5.9%	7
VNE	88		93	74.6%	92
Peacetime	12		12	10.2%	12
Gulf War	5		5	4.2%	5
Other	0		0	0.0%	0
Dependent	4		4	3.4%	4
By Age					
Under 60	3		3	2.5%	3
60 - 79	69		71	58.5%	70
80+	46		49	39.0%	48
By Gender					
Male	111		116	94.1%	114
Female	7		7	5.9%	7

Admissions, Deaths, Discharges During Month				
	Current Month	Total YTD	Monthly Avg YTD	
Admissions	1	40		3.3
Deaths	6	35		4.0
Forced Discharges (see memo)	0	0		0.0
Other Discharges	0	5		0.0

Resident Assessment & Admissions Application Processing				
	Current Month	Total YTD		
Financial Reassessments Performed	3	93		
Admission Applications Processed	2	79		
Admission Applications Approved	2	49		
Approved Applicants Admitted	1	39		
Approved Applicants on Waitlist or Not Yet Ready for Admission	12	182		
Admissions Applications Denied	1	5		

Occupancy & Waitlist Rates					
	Avail. Beds	Waitlist	EOM Occupied	EOM % - Current	EOM % - Previous
Skilled Nursing	128	12	118	92.2%	96.1%
Domiciliary Care	n/a	n/a	n/a	n/a	n/a

MICHIGAN VETERAN HOMES AT CHESTERFIELD TOWNSHIP

December 2025 Monthly Census Report

Detailed Census Data - By Care Setting				
Skilled Nursing Census	Total Census	%	Average I & A	
70-100% or Adjudicated	86	72.9%	(of total SN census)	n/a
Veteran (not 70-100 SCD)	28	23.7%	(of total SN census)	\$3,522.93
Dependent	4	3.4%	(of total SN census)	\$2,885.00
TOTAL Skilled Nursing Census	118	100.0%	(of TOTAL census)	n/a
Domiciliary Census	Total Census	%	Average I & A	
Veteran	n/a	n/a	(of total Dom census)	n/a
Dependent	n/a	n/a	(of total Dom census)	n/a
Total Domiciliary Census	n/a	n/a	(of TOTAL census)	n/a

Detailed Census Data - Age & Gender				
Census by Age & Gender	Male	Female	Total	
Under 60	3	0	3	
60-79	66	3	69	
80+	42	4	46	
TOTAL	111	7	118	
% of Census	Male	Female	Total	
Under 60	100.0%	0.0%	2.5%	
60-79	95.7%	4.3%	58.5%	
80+	91.3%	8.7%	39.0%	
TOTAL	94.1%	5.9%	n/a	

Detailed Census Data - Era of Service & Gender				
Census by EOS & Gender	Male	Female	Total	
WWII	2	0	2	
KC	6	1	7	
VNE	87	1	88	
Peacetime	11	1	12	
Gulf War Era	5	0	5	
Other	0	0	0	
Dependent	0	4	4	
TOTAL	111	7	118	
% of Census	Male	Female	Total	
WWII	100.0%	0.0%	1.7%	
KC	85.7%	14.3%	5.9%	
VNE	98.9%	1.1%	74.6%	
Peacetime	91.7%	8.3%	10.2%	
Gulf War	100.0%	0.0%	4.2%	
Other			0.0%	
Dependent	0.0%	100.0%	3.4%	
TOTAL	94.1%	5.9%	n/a	

Michigan Veteran Homes DJ Jacobetti
December 2025 Monthly Census Report

Facility Census Data				
		Facility Census on Last Day of:	% of EOM Census	End of Month
		Current Month	Last Month	Average YTD
TOTAL CENSUS	101	104	n/a	104
By Care Setting				
Skilled Nursing	100	102	99.0%	103
Domiciliary	1	2	1.0%	2
By War Era of Service				
WWII	2	2	2.0%	2
KC	5	5	5.0%	5
VNE	75	78	74.3%	78
Cold War	15	15	14.9%	15
GWE	1	1	1.0%	1
Other	0	0	0.0%	0
Dependent	3	3	3.0%	3
By Age				
Under 60	1	1	1.0%	1
60 - 79	49	49	48.5%	50
80+	51	54	50.5%	53
By Gender				
Male	95	98	94.1%	98
Female	6	6	5.9%	6

Admissions, Deaths, Discharges During Month				
		Current Month	Total YTD	Monthly Avg YTD
Admissions		1	46	1.3
Deaths		3	41	3.7
Forced Discharges (see memo)		0	0	0.0
Other Discharges		0	8	0.0

Resident Assessment & Admissions Application Processing				
		Current Month	Total YTD	
Financial Reassessments Performed		5	209	
Admission Applications Processed		3	90	
Admission Applications Approved		0	53	
Approved Applicants Admitted		1	50	
Approved Applicants on Waitlist or Not Yet Ready for Admission		95	973	
Admissions Applications Denied		0	10	

Occupancy & Waitlist Rates					
	Avail. Beds	Waitlist	EOM Occupied	EOM % - Current	EOM % - Previous
Skilled Nursing	126	95	100	79.4%	81.0%
Domiciliary Care	3	0	1	33.3%	66.7%

Michigan Veteran Homes DJ Jacobetti
December 2025 Monthly Census Report

Detailed Census Data - By Care Setting				
Skilled Nursing Census	Total Census	%	Average I & A	
70-100% or Adjudicated	45	45.0%	(of total SN census)	n/a
Veteran (not 70-100 SCD)	52	52.0%	(of total SN census)	\$3,545.81
Dependent	3	3.0%	(of total SN census)	\$981.41
TOTAL Skilled Nursing Census	100	99.0%	(of TOTAL census)	n/a
Domiciliary Census	Total Census	%	Average I & A	
Veteran	1	100.0%	(of total Dom census)	\$0.00
Dependent	0		(of total Dom census)	NA
Total Domiciliary Census	1	1.0%	(of TOTAL census)	n/a

Detailed Census Data - Age & Gender				
Census by Age & Gender	Male	Female	Total	
Under 60	1	0	1	
60-79	45	4	49	
80+	49	2	51	
TOTAL	95	6	101	
% of Census	Male	Female	Total	
Under 60	100.0%	0.0%	1.0%	
60-79	91.8%	8.2%	48.5%	
80+	96.1%	3.9%	50.5%	
TOTAL	94.1%	5.9%	n/a	

Detailed Census Data - Era of Service & Gender				
Census by EOS & Gender	Male	Female	Total	
WWII	2	0	2	
KC	5	0	5	
VNE	74	1	75	
Peacetime	13	2	15	
Gulf War	1	0	1	
Other	0	0	0	
Dependent	0	3	3	
TOTAL	95	6	101	
% of Census	Male	Female	Total	
WWII	100.0%	0.0%	2.0%	
KC	100.0%	0.0%	5.0%	
VNE	98.7%	1.3%	74.3%	
Peacetime	86.7%	13.3%	14.9%	
Gulf War	100.0%	0.0%	1.0%	
Other			0.0%	
Dependent	0.0%	100.0%	3.0%	
TOTAL	94.1%	5.9%	n/a	

Michigan Veteran Homes at Grand Rapids

December 2025 Monthly Census Report

Facility Census Data				
		Facility Census on Last Day of:	% of EOM Census	End of Month
		Current Month	Last Month	Average YTD
TOTAL CENSUS	122	122	n/a	121
By Care Setting				
Skilled Nursing	122	122	100.0%	121
Domiciliary	n/a	n/a	n/a	n/a
By War Era of Service				
WWII	1	1	0.8%	1
KC	8	7	6.6%	7
VNE	83	84	68.0%	84
Peacetime	17	17	13.9%	17
Gulf War	9	9	7.4%	9
Other	0	0	0.0%	0
Dependent	4	4	3.3%	4
By Age				
Under 60	4	4	3.3%	4
60 - 79	80	83	65.6%	82
80+	38	35	31.1%	36
By Gender				
Male	116	116	95.1%	115
Female	6	6	4.9%	6

Admissions, Deaths, Discharges During Month				
		Current Month	Total YTD	Monthly Avg YTD
Admissions		3	44	3.3
Deaths		2	34	2.7
Forced Discharges (see memo)		0	0	0.0
Other Discharges		2	6	0.7

Resident Assessment & Admissions Application Processing				
		Current Month	Total YTD	
Financial Reassessments Performed		63	291	
Admission Applications Processed			82	
Admission Applications Approved			81	
Approved Applicants Admitted			41	
Approved Applicants on Waitlist or Not Yet Ready for Admission			2045	
Admissions Applications Denied			6	

Occupancy & Waitlist Rates					
	Avail. Beds	Waitlist	EOM Occupied	EOM % - Current	EOM % - Previous
Skilled Nursing	128		122	95.3%	95.3%
Domiciliary Care	n/a	n/a	n/a	n/a	n/a

Michigan Veteran Homes at Grand Rapids
December 2024 Monthly Census Report

Detailed Census Data - By Care Setting				
Skilled Nursing Census	Total Census	%	Average I & A	
70-100% or Adjudicated	70	57.4%	(of total SN census)	n/a
Veteran (not 70-100 SCD)	48	39.3%	(of total SN census)	\$2,630.38
Dependent	4	3.3%	(of total SN census)	\$1,505.07
TOTAL Skilled Nursing Census	122	100.0%	(of TOTAL census)	n/a
Domiciliary Census	Total Census	%	Average I & A	
Veteran	n/a	n/a	(of total Dom census)	n/a
Dependent	n/a	n/a	(of total Dom census)	n/a
Total Domiciliary Census	n/a	n/a	(of TOTAL census)	n/a

Detailed Census Data - Age & Gender				
Census by Age & Gender	Male	Female	Total	
Under 60	4	0	4	
60-79	78	2	80	
80+	34	4	38	
TOTAL	116	6	122	
% of Census	Male	Female	Total	
Under 60	100.0%	0.0%	3.3%	
60-79	97.5%	2.5%	65.6%	
80+	89.5%	10.5%	31.1%	
TOTAL	95.1%	4.9%	n/a	

Detailed Census Data - Era of Service & Gender				
Census by EOS & Gender	Male	Female	Total	
WWII	1	0	1	
KC	8	0	8	
VNE	82	1	83	
Peacetime	17	0	17	
Gulf War Era	8	1	9	
Other	0	0	0	
Dependent	0	4	4	
TOTAL	116	6	122	
% of Census	Male	Female	Total	
WWII	100.0%	0.0%	0.8%	
KC	100.0%	0.0%	6.6%	
VNE	98.8%	1.2%	68.0%	
Peacetime	100.0%	0.0%	13.9%	
Gulf War	88.9%	11.1%	7.4%	
Other			0.0%	
Dependent	0.0%	100.0%	3.3%	
TOTAL	95.1%	4.9%	n/a	



P.O. Box 30036
Lansing, Michigan 48909-7536
Phone: (517) 373-1347

Website: <https://council.legislature.mi.gov/VeteranOmbudsman/Index>

**Michigan Veterans' Facility Ombudsman
Semi-Annual Report
May 8, 2025 to November 7, 2025**

The Michigan Veterans' Facility Ombudsman (MVFO) was created by [Public Act 198, 2016](#). The office of the MVFO is created within the Legislative Council, a nonpartisan legislative agency.

The MVFO mission is to ensure all residents of Michigan Veterans' Homes are treated with dignity and respect and that their concerns are heard and resolved. Our ability to obtain, interpret, and explain veteran policies and procedures and our knowledge of the veteran system uniquely position the MVFO office to serve the Legislature, Veterans, Facility Members, and citizens of Michigan.

This semi-annual report is submitted to the Legislative Council, the Board of Managers, and the Michigan Legislature pursuant to the provisions of [MCL 4.782 in Public Act 198, 2016](#), which states, "The ombudsman shall submit to the council, the board of managers, and the legislature a semi-annual report on the conduct of the office."

Michigan Veterans' Home Locations:

- [Michigan Veteran Homes at Grand Rapids](#)
- [Michigan Veteran Homes at Chesterfield Township](#)
- [Michigan Veteran Homes D.J. Jacobetti](#)
- [The NEW Michigan Veteran Homes D.J. Jacobetti](#)

MVH FY24 Year in Review Clinical Care Highlights	MVH Grand Rapids	MVH Chesterfield Township	MVH D.J. Jacobetti (Marquette)
Veterans & Dependents Served	160	160	161
CMS Star Rating	5 stars	5 stars	5 stars
Rank Among Michigan Skilled Nursing Facilities	7 th of 421	1 st of 421	13 th of 421

*FY2025 Q3 CMS survey performance data, compiled by American Health Care Association.

Authority:

- Under [MCL 4.775 in Public Act 198, 2016](#), the MVFO office has access to all Michigan Veteran Homes and the information, records, and documents in possession of the facilities, including, but not limited to, veterans' facility member medical health records, mental health records, and mortality and morbidity records.
- The MVFO office investigates concerns filed by legislators, veterans' facility residents or their family members of allegations of violations of state law or issues concerning an administrative act, medical treatment of a veterans' facility resident, and conditions at a facility that pose a significant health or safety issue.
- The MVFO office serves as a point person to legislative offices regarding inquiries related to constituent questions and visits veterans' facilities on a regular basis, interacting with the veteran residents and facility staff.

MVFO Funding:

In FY 2025, \$368,600 was appropriated through its traditional funding source in the Legislature's section of the general government budget.

In FY 2026, \$374,100 was appropriated through its traditional funding source in the Legislature's section of the general government budget.

MVFO Process:

The MVFO office receives correspondence that may be general in nature, but where sufficient information or specific complaints against a Michigan Veterans' Home about an administrative act, medical treatment of a resident veteran, or a condition existing at a facility that poses a significant health or safety issue for which there is no effective administrative remedy or is alleged to be contrary to law or departmental policy are given, the MVFO office will commence an initial inquiry to determine if an investigation is warranted.

The MVFO office initial inquiry includes reviewing relevant records and policies as well as correspondence with the Home's administrator and their staff members, and other individuals who are familiar with the issue presented in the inquiry.

Under [MCL 4.774 in Public Act 198, 2016](#), the MVFO office may commence an investigation if the initial inquiry results in further questions about an administrative act, medical treatment of a resident veteran, or a condition existing at a facility that pose a significant health or safety issue for which there is no effective administrative remedy or is alleged to be contrary to law or departmental policy.

Upon conclusion of an investigation, the MVFO office will prepare a written report with findings and recommendations to facilitate resolution of issues to the constituent, Home Administrator, and the Michigan Department of Military and Veterans Affairs.

Inquiries:

In the period covering this report, the MVFO office received one (1) inquiry.

- In July, a family member of a resident at the Chesterfield Townsend Veteran Home contacted the MVFO office to advocate the Home be given direct hiring authority for nursing staff. With the family member's consent, the MVFO office referred the inquiry to the Legislators representing Chesterfield Township, the Michigan Veteran Homes leadership, and the Home Administrator encouraging a proper dialogue between all parties. No further action is required from the MVFO office. The MVFO office considers this inquiry closed.

Investigations:

In the period covering this report, the MVFO office did not conduct any investigations.

Home Visit Schedule:

The MVFO office scheduled visits to Veteran Homes as outlined below:

Grand Rapids Home

February 3, 2025

May 12, 2025

September 15, 2025

Chesterfield Twp. Home

March 10, 2025

June 16, 2025

D.J. Jacobetti Home (Marquette)

July 24, 2025



GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN
MICHIGAN VETERAN HOMES
LANSING

ANNE ZERBE
EXECUTIVE DIRECTOR

January 8, 2026

The Honorable Gretchen Whitmer
Governor of Michigan
PO Box 30013
Lansing MI 48909

Dear Governor Whitmer,

SUBJECT: MVH Legislative Annual Report for FY 2025

Attached please find Michigan Veteran Homes' Legislative Annual Report for FY 2025, pursuant to Public Act 560 of 2016, MCL 36.112.

The statute requires an annual report with the following components:

- a) The status of development of each veterans' facility;
- b) A statement whether a veterans' facility will likely be opening in the next fiscal year;
- c) The census of each veterans' facility;
- d) Accounting of all revenues received and expended;
- e) Statistics on veterans who resided in each veterans' facility;
- f) Recommendations for improvements at each veterans' facility;
- g) Salaries and benefits costs of all staff positions within the authority and veterans' facilities;
- h) Any other matters the board considers pertinent; and
- i) A construction report on any new veterans' facilities opening in the next fiscal year.

If you have any questions regarding this report, please contact Beth Simonton-Kramer at 616.498.5357.

Sincerely,

A handwritten signature in black ink, appearing to read "Anne Zerbe".

Anne Zerbe
Executive Director, MVH

Attachment

cc: Senate Committee on Veterans and Emergency Services
Senate Appropriations Subcommittee on Military, Veterans, State Police
House Committee on Military, Veterans and Homeland Security
House Appropriations Subcommittee on Military and Veterans and State Police
State Budget Office
House Fiscal Agency
Chair, Michigan Veterans Facility Authority
Major General Paul D. Rogers, DMVA Director

Pursuant to Public Act 560 of 2016, MCL 36.112 Report; supplemental report; audits. Sec.12 (1).

(a) The status of development of any new veterans' facilities.

In FY22, the State appropriated \$34.2 million (General Fund) for state match funding for a replacement facility in the Upper Peninsula. In September 2024, the USDVA State Home Construction Grant Program offered Michigan FY24 federal matching funds for the Marquette replacement project. As of December 2025, all documents required for a final grant award have been submitted to the USDVA SHCGP; drafting of the final Memorandum of Understanding by the USDVA is currently in progress. Construction began in Marquette Township in Spring 2025.

(b) A statement whether a Michigan veterans' facility will likely be opening in the next fiscal year.

MVH anticipates that the replacement MVH at DJ Jacobetti facility in Marquette Township will open as soon as late FY27.

(c) The census of each Michigan veterans' facility.

Census figures as of September 30, 2025:

Michigan Veterans Home D. J. Jacobetti: 109 (107 skilled nursing, 2 domiciliary)
Michigan Veterans Home at Chesterfield Township: 120
Michigan Veterans Home at Grand Rapids: 127

(d) Accounting of all revenues received and expended.

Please see MVFA Annual Comprehensive Financial Report ending September 30, 2025, attached as Appendix A.

(e) Statistics on veterans who resided in each Michigan veterans' facility.

Please see MVFA Annual Comprehensive Financial Report ending September 30, 2025, Statistical Section, attached as Appendix A.

(f) Recommendations for improvements at each veterans' facility.

MVHCT – MVH at Chesterfield Township will continue to improve their Quality Measures through coordination and training from the Veterans Administration, implementing Performance Improvement Projects, and increasing staff training opportunities.

MVHDJJ – MVH DJ Jacobetti is eager to complete construction on the new home. Efforts in the current facility involve maintaining operations at a high-quality level of care, and

creating the transition plan for the staffing and opening of the new home.

MVHGR – Now that the addition for laundry, pharmacy, and business offices was completed in 2025, MVH at Grand Rapids will begin work on the demolition of the Mann and McLeish buildings. Demolition pre-work has begun, and the actual building is expected to be demolished in Winter/Spring 2026. The resulting open areas will be used for green space and additional parking. Staffing levels remain a challenge in Grand Rapids and work continues on improving recruitment and retention.

(g) Salaries and benefits costs of all staff positions within the authority and at all veterans' facilities.

Please see Salaries and Benefits Costs of All MVH Staff Positions, FY25, attached as Appendix B.

(h) Any other matters the board considers pertinent.

MVFA – Board appointments in FY25:

- Mr. David Henry, representing members with professional knowledge, skill, or experience in long-term care, health care licensure or finance, or medicine, reappointed for a term commencing April 25, 2025.
- Mr. Shawn Turner, nominated by the Senate Majority Leader, reappointed for a term commencing May 22, 2025.
- Ms. Carla Wilson-Neil, representing the interests of one or more congressionally chartered veterans' organizations, appointed for a term commencing July 21, 2025.
- Ms. Amanda Shelast, representing members with professional knowledge, skill, or experience in long-term care, health care licensure or finance, or medicine, appointed for a term commencing October 14, 2025.

MVH – Throughout FY25, all three homes maintained a five-star rating from the Centers for Medicare and Medicaid Services (CMS). This rating considers the home's staffing levels, quality measures, and annual health inspection results, and its purpose is to help consumers make meaningful distinctions between high-performing and lower-performing nursing homes. While these ratings may fluctuate at times, MVH strives to maintain high quality care in all three homes.

In addition, each home was awarded the Bronze National Quality Award from the American Health Care Association. The Grand Rapids and Chesterfield Township homes will begin on the Silver National Quality Award during FY26. The Marquette home will postpone starting the application process until they have moved into the replacement facility.

(2) If the authority indicates that a veterans' facility will likely be opening in the next fiscal year under subsection (1)(a), then the authority shall file a supplemental report on its activities every 90 days until the veterans' facility is open and operational. The supplemental report shall be filed with the governor, each house of the legislature, and the chairperson of the appropriations subcommittee of each house of the legislature that has jurisdiction over military and veterans' affairs not later than 60 days following the 90-day period covered in the supplemental report. The supplemental report shall specify all the items described in subsection (1)(a) to (h).

MVH is planning to open a new veterans' facility in late FY27, if construction in Marquette proceeds according to schedule. For that reason, the first of our quarterly construction reports is attached as Appendix C.

MICHIGAN VETERANS' FACILITY AUTHORITY

**Annual Comprehensive Financial Report
for the Fiscal Year Ended September 30, 2025**

A Discretely Presented Component Unit of the State of Michigan



Michigan Veteran Homes at Chesterfield Township
47901 Sugarbush Road
Chesterfield Township, MI 48047

Michigan Veteran Homes D.J. Jacobetti
425 Fisher Street
Marquette, MI 49855

Michigan Veteran Homes at Grand Rapids
2950 Monroe Avenue NE
Grand Rapids, MI 49505

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INTRODUCTORY SECTION

Letter of Transmittal
Board of Directors
Organization Chart

INTRODUCTORY SECTION

LETTER OF TRANSMITTAL



STATE OF MICHIGAN

GRETCHEN WHITMER
GOVERNOR

MICHIGAN VETERAN HOMES
LANSING

ANNE ZERBE
EXECUTIVE DIRECTOR

December 23, 2025

The Honorable Gretchen Whitmer
Governor, State of Michigan,

Michigan Veterans' Facility Authority Board Members,
and
Major General Paul Rogers

Ladies and Gentlemen:

We are pleased to present the Michigan Veterans' Facility Authority annual comprehensive financial report for fiscal year 2025.

INTRODUCTION TO REPORT

The Michigan Veterans' Facility Authority (MVFA or the Authority) was established by legislation under Public Act 560 of 2016 (the Michigan Veterans' Facility Authority Act) as a public body corporate within the Michigan Department of Military and Veterans Affairs (DMVA) and amended by Public Act 351 of 2020. The Authority is administered under the supervision of the DMVA and exercises its prescribed statutory powers, duties, and functions independently as an autonomous entity within the Department. The Authority's exercise of the powers conferred by Public Act is an essential governmental function of the State of Michigan.

Responsibility

The Department of Technology, Management and Budget (DTMB) Accounting Service Center, overseen by the leadership team of the Michigan Veteran Homes (MVH), MVFA Board of Directors, and DMVA, prepare the annual comprehensive financial report and is responsible for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures. To the best of our knowledge and belief, the information contained in the financial report is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the Authority and MVH.

Report

The report includes this letter, the Authority's organization chart, the list of the MVFA Board of Directors, the independent auditor's report on the Financial Statements, Management's Discussion and Analysis (MD&A), Basic Financial Statements, Required Supplementary Information, and Statistical Section.

Internal Control Structure

The leadership team of the MVH is responsible for the overall operations of the veteran homes and maintaining adequate internal accounting controls designed to provide reasonable assurance that transactions are executed in accordance with management's general or specific authorization and are recorded as necessary to maintain

INTRODUCTORY SECTION

LETTER OF TRANSMITTAL

accountability for assets and to permit preparation of financial statements in accordance with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable assurance regarding the safekeeping of assets and the reliability of financial records. All financial transactions of the Authority are recorded in the State's central accounting system; therefore, the Authority is responsible for maintaining the State's internal control structure.

Public Act 431 of 1984, as amended, requires each principal department to maintain adequate internal control systems. Each department is also required to periodically report to the Governor on the adequacy of its internal accounting and administrative control systems and, if any material weaknesses exist, provide corrective action plans and time schedules for addressing such weaknesses. This reporting is required on or before May 1 of each odd-numbered year, effective as of the preceding October 1. The Authority's internal control evaluation is included with DMVA's biennial review.

Internal Auditors

The Office of Internal Audit Services (OIAS) provides internal audit services to executive branch departments and agencies. OIAS performs periodic financial, performance, and compliance audits of the Authority, as part of DMVA. In addition to periodic audits, OIAS also reviews Authority managements' processes for establishing, monitoring, and reporting on internal controls; advises the Authority and DMVA management on internal control matters; and assists with investigations of alleged fraud and other irregularities.

Independent Auditors

Andrews Hooper Pavlik PLC (AHP), independent auditors, conducted an annual financial audit of the Authority. The independent auditor's report on the Authority's financial statements is included in the Financial Section of this report. The purpose of AHP's audit is to provide reasonable assurance that the Basic Financial Statements for the fiscal year ended September 30, 2025 are free of material misstatements. AHP concluded that the Basic Financial Statements for the fiscal year ended September 30, 2025 are fairly presented in accordance with GAAP and issued an unmodified opinion.

Management's Discussion and Analysis (MD&A)

Generally Accepted Accounting Principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the Basic Financial Statements in the form of an MD&A. This letter of transmittal is intended to complement the MD&A and should be read in conjunction with it. The MD&A can be found immediately following the Independent Auditor's Report.

PROFILE OF THE GOVERNMENT

Michigan's state veteran homes system was originally established by legislation under Public Act 152 of 1885, creating the first Michigan Veterans' Facility with general supervision and oversight provided by a 7-member Board of Managers. This Act was subsequently repealed when Public Act 560 of 2016 established the Authority, intended to provide increased autonomy and improved oversight for Michigan's state veteran homes.

The MVH, governed by the Authority and housed within DMVA, provides quality long-term care for veterans and their eligible family members through a federal-state partnership with the United States Department of Veterans Affairs (USDVA). High-quality care for this phase of life is central to the "member for life" concept. Currently, the MVH operates three veteran homes located in Grand Rapids, Marquette, and Chesterfield Township.

Although the Authority is administered under the supervision of the DMVA, it exercises its prescribed statutory powers, duties, and functions independently as an autonomous entity within the department. The Authority's exercise of the powers conferred by Public Act is an essential governmental function of this state.

One of the primary goals in the creation of the Authority was to oversee the modernization of the facilities and operations of MVH. The Authority has undergone significant changes in the years since Public Act 560 took effect. MVH opened two new state-of-the-art facilities in 2021 – a replacement facility in Grand Rapids and a new location

INTRODUCTORY SECTION

LETTER OF TRANSMITTAL

in Macomb County (Chesterfield Township) – and in 2022, MVH began the process of replacing the Marquette facility.

Construction of the replacement facility in Marquette is funded in part by Public Act 166 of 2022, authorizing \$34.2 million in state match funding toward the costs of construction. In addition, MVH has been awarded fiscal year 2024 funds from the USDVA State Home Construction Grant Program in an amount not to exceed \$63.4 million. MVH acquired property in Marquette Township on February 6, 2025 and broke ground on the replacement facility on May 23, 2025.

In fiscal year 2025, MVH provided care to 481 veterans and eligible dependents. Additional demographic information of our veteran and dependent members is provided in the Statistical Section of this report.

Governance & Oversight

The Authority is governed by its own Board of Directors, comprised of nine gubernatorial appointees and a designee of the Director of DMVA, who serves as a nonvoting member. The Board provides overall governing direction for the Authority. All administrative functions of the Authority, including budgeting, procurement, personnel, and management functions, are under the supervision of MVH and the Director of DMVA. A detailed description of the Authority is included in Note 1 of the Financial Section in this report.

ECONOMIC CONDITIONS AND OUTLOOK

Continuing Inflation in the HealthCare Industry

Although the rising cost of healthcare was a known challenge prior to the COVID-19 pandemic, the pandemic further intensified escalating operating costs within the healthcare industry, particularly with respect to labor costs and pharmaceuticals. Even post-pandemic, the healthcare industry is under persistent pressure from rising wages that are compounded by continuing workforce shortages. These trends in the healthcare industry, along with the current U.S. inflation rate, are a strong indicator that operational expenditures will continue to grow in the next several years.

Uncertainty Associated with Federal Revenue Sources

All veteran homes under the Authority are certified by the Centers for Medicare and Medicaid Services (CMS) to receive federal funding to contribute towards the cost of care for Medicaid-eligible members. The homes also continue to receive funding from the U.S. Department of Veterans Affairs (USDVA). Current federal budget uncertainties may impact the revenue available to the homes from both funding sources. If federal appropriations are reduced, delayed, or redirected due to broader fiscal constraints or shifting policy priorities, the homes may experience decreased or unpredictable funding levels.

MAJOR ACCOMPLISHMENTS

MVH is proud of the high-quality care provided by each of its homes. Quality indicators include:

- All three of the homes maintained a five-star rating from the Centers for Medicare and Medicaid Services. This rating considers the home's staffing levels, quality measures, and annual health inspection results, and its purpose is to help consumers make meaningful distinctions between high-performing and lower-performing nursing homes. While these ratings may fluctuate at times, MVH strives to maintain a high star rating in all three homes.
- All three of the homes were awarded the 2025 Bronze – Commitment to Quality Award from the American Health Care Association.
- All three of the homes ranked within the top 5% out of 422 nursing homes in Michigan, based on nursing home survey information collected by the American Health Care Association and National Center for Assisted Living.

INTRODUCTORY SECTION

LETTER OF TRANSMITTAL

FUTURE YEAR PERFORMANCE IMPROVEMENT OBJECTIVES

In addition to constructing a replacement facility in Marquette and maintaining high-quality ratings across the homes, MVH recognizes other important goals and areas for improvement, including:

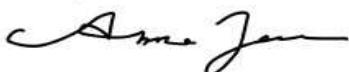
- Maintaining the provision of high-quality skilled nursing care for our members;
- Maximizing efficient use of our electronic medical records system; and
- Continuing efforts in the recruitment and staffing of qualified healthcare personnel and ensuring MVH remains a workplace of choice in each region.

ACKNOWLEDGEMENTS

The preparation of this report was accomplished with the dedication and cooperation of many people. It is intended to provide complete and reliable information as a basis for making management decisions, as a means of determining compliance with legal provisions and regulatory requirements, and as a means for determining responsible stewardship of the funds provided by both our state and federal partners to support the highest quality of care for veterans and dependents living in Michigan state veteran homes.

We would, therefore, like to express our appreciation for the assistance given by staff, the advisors, and the many people who contributed to its preparation. We believe this report will provide stakeholders with additional information that will aid in their ability to assess the organization's overall performance and support MVHs' commitment to performance improvement and organizational transparency.

Sincerely,



Anne Zerbe, Executive Director
Michigan Veteran Homes

INTRODUCTORY SECTION

ADMINISTRATIVE ORGANIZATION

BOARD OF DIRECTORS

Governing Board, Michigan Veteran Homes

December 23, 2025

David Henry
Chair

*Serving a four-year term,
expiring on April 15, 2029*

Nancy Susick
Vice-Chair

*Serving a four-year term,
expiring on April 15, 2027*

MaryAnne Shannon
Secretary

*Serving a four-year term,
expiring on April 15, 2026*

Brad Slagle
Treasurer

*Serving a four-year term,
expiring on April 15, 2028*

Brian Love*

*DMVA designee, serving on
behalf of MG Paul D. Rogers*

David Rutledge

*Serving a four-year term,
expiring on April 15, 2027*

Barry Walter

*Serving a four-year term,
expiring on April 15, 2026*

Carla Wilson-Neil

*Serving a four-year term,
expiring on April 15, 2029*

Shawn Turner

*Serving a four-year term,
expiring on April 15, 2029*

Amanda Shelast

*Serving a four-year term,
expiring on April 15, 2029*

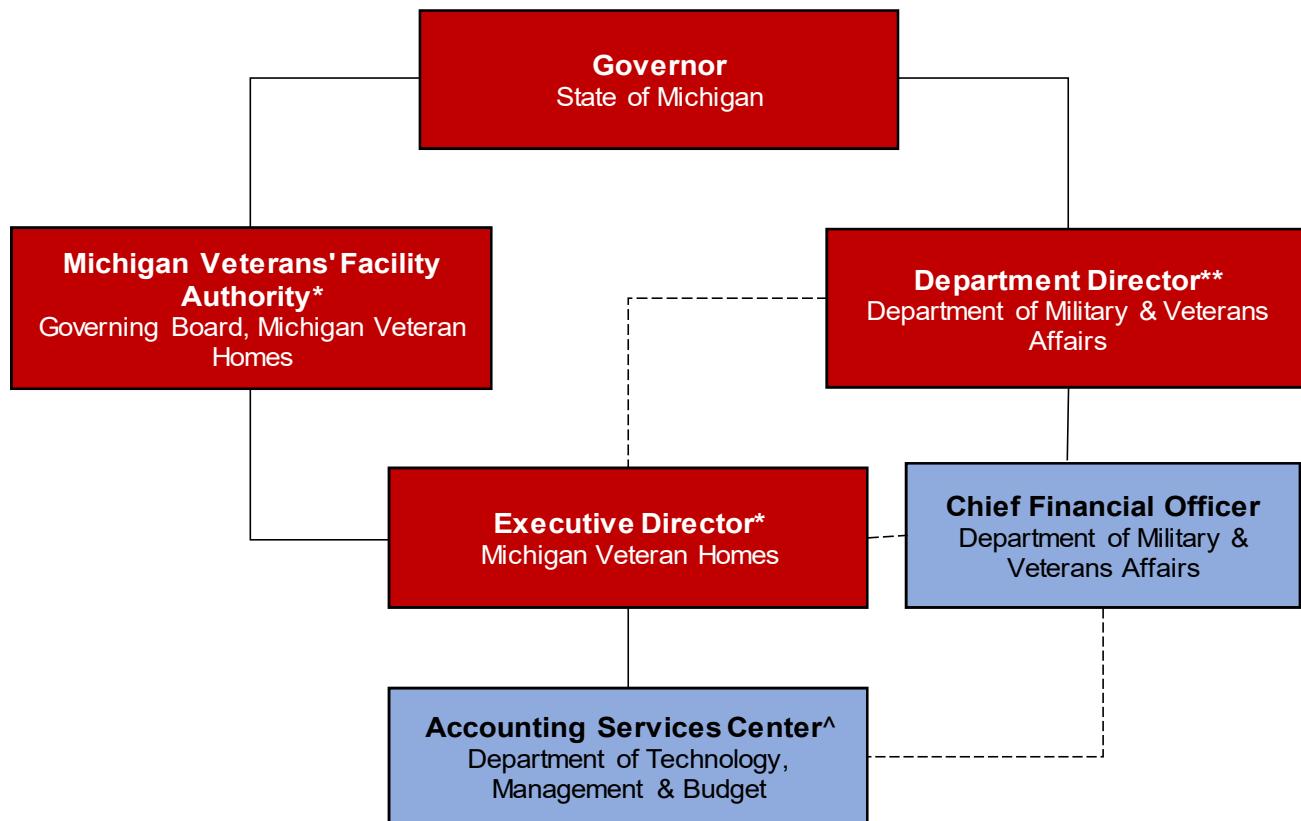
* Serves as a nonvoting member

INTRODUCTORY SECTION

ADMINISTRATIVE ORGANIZATION

ORGANIZATION CHART

As of December 23, 2025



** Gubernatorial Appointee, Cabinet Member

* Gubernatorial Appointee(s)

^ Contracted Services

INTRODUCTORY SECTION

ADMINISTRATIVE ORGANIZATION

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FINANCIAL SECTION

Independent Auditor's Report

Management's Discussion and Analysis

Government-wide Financial Statements

Governmental Fund Financial Statements

Fiduciary Fund Financial Statements

Notes to Financial Statements

Required Supplementary Information

Notes to Required Supplementary Information

Report of Independent Auditors

David Henry, Chair
Michigan Veterans' Facility Authority
and
Anne Zerbe, Executive Director
Michigan Veteran Homes
and
Major General Paul D. Rogers, Director
Department of Military and Veterans Affairs
and
Doug A. Ringler, CPA, CIA, Auditor General
Office of the Auditor General

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the major fund, and the aggregate remaining fund information of the Michigan Veterans' Facility Authority, a discretely presented component unit of the State of Michigan, as of and for the year ended September 30, 2025 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 accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the major fund, and the aggregate remaining fund information of the Michigan Veterans' Facility Authority as of September 30, 2025, and the respective changes in financial position 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 (GAAS) 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 GAAS 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 GAAS 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 and other required supplementary information, 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 GAAS, 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 Information

Management is responsible for the other information included in the Annual Comprehensive Financial Report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance on them.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or whether the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2025, 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, 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.

A handwritten signature in black ink that reads "Andrews Hooper Tavelik PLC". The signature is fluid and cursive, with "Andrews Hooper" on the top line and "Tavelik PLC" on the bottom line.

Bloomfield Hills, Michigan
December 23, 2025

FINANCIAL SECTION

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the Michigan Veterans' Facility Authority (the Authority), we offer readers of the Michigan Veterans' Facility Authority financial statements this narrative overview and analysis of the financial activities of the Authority for the fiscal year ended September 30, 2025.

FINANCIAL HIGHLIGHTS

Government-wide

- At September 30, 2025, the liabilities and deferred inflows of resources of the Authority exceeded its assets and deferred outflows of resources. The Authority's net position was negative \$24.8 million. Of this amount, the Authority's unrestricted net position was negative \$42.5 million. A positive balance in unrestricted net position represents assets available to meet on-going obligations. A negative balance means that it would be necessary to convert restricted assets to unrestricted assets if all ongoing obligations were immediately due and payable. The Authority also has net position restricted for other purposes which is identified in Note 8 of the notes.

Governmental Fund

- As of the close of the fiscal year, the Authority's governmental fund reported an ending fund balance of \$13.3 million. The governmental fund balance increased \$7.3 million from the prior year.
- As of the end of the fiscal year, nonspendable fund balance for the general fund was \$72,501, restricted fund balance was \$11.8 million, committed fund balance was \$1.4 million, and the unassigned fund balance for the general fund was negative \$65,133.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the Authority's basic financial statements. The Authority's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains required supplementary information and statistical section in addition to the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the Authority's finances, in a manner similar to a private-sector business.

The statement of net position presents information on all the Authority's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Authority is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused compensated absences).

The government-wide financial statements can be found on pages 18 and 19 of this report.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Authority uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The operating fund of the Authority is categorized as a governmental fund.

FINANCIAL SECTION

MANAGEMENT'S DISCUSSION AND ANALYSIS

Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the reconciliation of the balance sheet - governmental funds to the statement of net position and the reconciliation of the statement of revenues, expenditures, and changes in fund balances – governmental funds to the statement of activities provide information to facilitate this comparison between governmental funds and governmental activities.

The Authority maintains one individual governmental fund. Information is presented in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the general fund which is considered a major fund.

The Authority adopts an annual appropriated budget for its general fund. A budgetary comparison schedule has been provided for the general fund in the required supplementary information.

The basic governmental fund financial statements can be found on pages 20 and 22 of this report.

Notes to the Financial Statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25 through 45 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Authority's general fund budget and schedule of pension and other postemployment benefit (OPEB) contributions and proportionate share of liability on pages 46 through 52. The statistical section can be found on pages 53 through 61.

Government-wide Financial Analysis

As noted earlier, net position over time may serve as a useful indicator of government's financial position. The following condensed financial information was derived from the government-wide statement of net position:

FINANCIAL SECTION

MANAGEMENT'S DISCUSSION AND ANALYSIS

Michigan Veterans' Facility Authority's Net Position

	2025	2024
Current Assets	\$ 19,196,788	\$ 11,735,330
Capital Assets (net)	5,919,492	485,539
Other Noncurrent Assets	23,445	103,631
Total Assets	<u>\$ 25,139,725</u>	<u>\$ 12,324,500</u>
Deferred Outflows	\$ 31,462,650	\$ 45,015,094
Current Liabilities	\$ 7,376,601	\$ 6,844,455
Long-Term Liabilities	42,096,725	60,213,510
Total Liabilities	<u>\$ 49,473,326</u>	<u>\$ 67,057,965</u>
Deferred Inflows	\$ 31,976,808	\$ 29,246,436
Net Position		
Net Investment in Capital Assets	\$ 5,802,033	\$ 485,539
Restricted	11,836,520	4,190,768
Unrestricted	(42,486,312)	(43,641,114)
Total Net Position	<u>\$ (24,847,759)</u>	<u>\$ (38,964,807)</u>

The Authority's liabilities and deferred inflows of resources exceeded assets and deferred outflows of resources by \$24.8 million on September 30, 2025.

The Authority reported an increase in total assets of \$12.8 million associated with an increase of \$6.3 million in equity in common cash, an increase of \$1.2 million in amounts due from federal government, and an increase of \$5.4 million in land and other non-depreciable assets.

Deferred Outflows decreased \$13.6 million due to the Authority recognizing decreases in deferred outflows related to pensions and to other post-employment benefits.

The Authority reported a decrease in total liabilities of \$17.6 million associated with decreases to the net pension liability of \$11.4 million and the net OPEB liability of \$8.5 million, offset by an increase of \$2.2 million in the compensated absences liability. See Notes 4 and 10 for additional information related to compensated absences.

Deferred Inflows increased \$2.7 million due to the Authority recognizing increases in deferred inflows related to pensions and to other post-employment benefits. See Notes 5 and 6 for additional information related to the reported liabilities, deferred outflow of resources and deferred inflow of resources related to pensions and OPEB.

The Authority's largest portion of net position, totaling \$11.8 million, represents amounts that are restricted for specific purposes or uses.

The following condensed financial information was derived from the government-wide statement of activities and reflects how the Authority's net position changed:

FINANCIAL SECTION

MANAGEMENT'S DISCUSSION AND ANALYSIS

Michigan Veterans' Facility Authority Changes in Net Position

	2025	2024
Revenues		
Charges for services	\$ 6,117,861	\$ 6,410,010
Operating grants and contributions	53,192,278	48,009,841
Capital grants and contributions	852,464	-
Payments from the State of Michigan	52,091,727	39,170,900
Other	157,333	154,229
Total Revenues	\$ 112,411,663	\$ 93,744,980
Expenses		
Health and welfare	\$ 96,543,559	\$ 95,874,325
Net position - Beginning of the year	\$ (38,964,807)	\$ (36,835,462)
Restatement	(1,751,056)	-
Net position - End of the year	(24,847,759)	(38,964,807)
Change in Net Position	\$ 15,868,104	\$ (2,129,345)

The Authority's revenues from governmental activities exceeded expenses by \$15.9 million for the fiscal year ended September 30, 2025.

Revenues increased \$18.7 million (19.9 percent) over the prior year. The increase consists of an increase in federal revenues of \$5.0 million, an increase in payments from the State of Michigan of \$12.9 million, and \$852,464 in capital grants and contributions, of which \$840,000 relates to the portion of land donated with the Authority's purchase of land in Marquette Township.

Expenses increased \$669,234 (0.7 percent) over the prior year. The increase is primarily due to increases in purchased health-related services and medical supplies, offset by the Authority recognizing a decrease in pension and OPEB expenses of \$2.7 million, see Notes 5 and 6 for additional information.

In fiscal year 2025, there was a restatement of prior year net position due to implementation of GASB Statement No. 101, Compensated Absences. See Note 10 for additional information.

FINANCIAL ANALYSIS OF MICHIGAN VETERANS' FACILITY AUTHORITY

As noted earlier, the Authority uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Fund

The focus of the Authority's governmental fund is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Authority's financing requirements. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Authority's governmental fund reported ending fund balance of \$13.3 million. Of this total, \$11.8 million, approximately 89 percent, constitutes restricted fund balance, which is not available for spending at the government's discretion. The remainder of fund balance is related to nonspendable, committed, and unassigned fund balances.

The general fund is the main fund and only operating fund of the Authority. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents approximately negative 0.1 percent of total general fund

FINANCIAL SECTION

MANAGEMENT'S DISCUSSION AND ANALYSIS

expenditures, while total fund balance represents approximately 12.7 percent of the same amount. Unassigned fund balance as of September 30, 2025 was negative \$65,133.

Budgeting

The original enacted budget for fiscal year 2025 was \$106.0 million. During the year, various positive supplemental appropriations and other adjustments resulted in a final enacted budget of \$108.7 million. The difference between the final enacted budget of \$108.7 million and actual spending and encumbrances of \$104.3 million resulted from restricted revenue authorized but not spent, totaling \$4.4 million. There were no line-item overexpenditures in fiscal year 2025. At fiscal year-end, excess restricted revenue of \$11.8 million was carried forward into fiscal year 2026. See the Budgetary Comparison Schedule in the required supplementary information for additional information.

CAPITAL ASSET AND LONG-TERM OBLIGATIONS ADMINISTRATION

Capital Assets

The Authority's investment in capital assets for its governmental activities as of September 30, 2025, amounts to \$5,919,492 (net of accumulated depreciation). For the year ended September 30, 2025, equipment purchases totaled \$77,105 and land purchases totaled \$5,399,442. See Note 3 for additional details related to capital assets.

Long-Term Obligations

Long-term obligations include vendor financing obligations and compensated absences. The noncurrent liability for vendor financing obligations as of September 30, 2025 is \$81,632 and compensated absences as of September 30, 2025 is \$2,829,126. Compensated absences total beginning balance was restated by \$1,751,056 due to a change in accounting principle, see Note 10 for additional information. See Note 4 for additional details related to long-term obligations.

ECONOMIC FACTORS

Michigan Veterans' Facility Authority's goal is to maintain and enhance the services that are provided to the veterans utilizing the most efficient and effective methods. The Authority has a conservative and financially prudent budget for fiscal year 2026 that will promote several of the Authority's activities and programs.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Michigan Veterans' Facility Authority's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be emailed to DMVA-MIVeteranHomes@michigan.gov or addressed to the Michigan Veterans' Facility Authority, c/o Business Office, 2950 Monroe Avenue NE, Grand Rapids, MI 49505.

FINANCIAL SECTION
GOVERNMENT-WIDE FINANCIAL STATEMENTS

STATEMENT OF NET POSITION

September 30, 2025

ASSETS

Current Assets:

Cash (Note 2)	\$ 736,502
Equity in common cash (Note 2)	9,314,561
Amounts due from federal government	8,220,075
Other current assets	925,650
Total Current Assets	<u>\$ 19,196,788</u>

Noncurrent Assets:

Capital Assets (Note 3):

Land and other non-depreciable assets	\$ 5,399,442
Equipment, and other depreciable assets	1,652,531
Less accumulated depreciation	(1,132,481)
Total capital assets	<u>\$ 5,919,492</u>
Other noncurrent assets	23,445
Total Noncurrent Assets	<u>\$ 5,942,937</u>

Total Assets

\$ 25,139,725

DEFERRED OUTFLOWS OF RESOURCES

Deferred outflows related to pensions (Note 5)	\$ 5,268,661
Deferred outflows related to other post employment benefits (Note 6)	26,193,989
Total Deferred Outflows of Resources	<u>\$ 31,462,650</u>

LIABILITIES

Current Liabilities:

Accounts payable and other liabilities	\$ 5,031,297
Amounts due to primary government	465,177
Unearned revenue	23,292
Vendor financing obligations (Note 4)	35,827
Current portion of other long-term obligations (Note 4)	1,821,008
Total Current Liabilities	<u>\$ 7,376,601</u>

Long-Term Liabilities:

Net pension liability (Note 5)	\$ 28,825,189
Net OPEB liability (Note 6)	10,360,778
Vendor financing obligations (Note 4)	81,632
Noncurrent portion of other long-term obligations (Note 4)	2,829,126
Total Long-Term Liabilities	<u>\$ 42,096,725</u>

Total Liabilities

\$ 49,473,326

DEFERRED INFLOWS OF RESOURCES

Deferred inflows related to pensions (Note 5)	\$ 7,128,737
Deferred inflows related to other post employment benefits (Note 6)	24,848,071
Total Deferred Inflows of Resources	<u>\$ 31,976,808</u>

NET POSITION

Net investment in capital assets	\$ 5,802,033
Restricted For (Note 8):	
Other Purposes	11,836,520
Unrestricted	<u>(42,486,312)</u>

Total Net Position

\$ (24,847,759)

The accompanying notes are an integral part of these financial statements.

FINANCIAL SECTION

GOVERNMENT-WIDE FINANCIAL STATEMENTS

STATEMENT OF ACTIVITIES

Fiscal Year Ended September 30, 2025

EXPENSES

Health and welfare	\$ 96,543,559
Total Program Expenses	\$ 96,543,559

PROGRAM REVENUES

Charges for services	\$ 6,117,861
Operating grants and contributions	
Federal revenues	52,357,597
Private revenues	834,681
Capital grants and contributions	852,464
Total Program Revenues	\$ 60,162,603

Net (Expense) Revenue and Changes in Net Position \$ (36,380,956)

GENERAL REVENUES

Payments from the State of Michigan	\$ 52,091,727
Other	157,333
Total General Revenues	\$ 52,249,060
Change in Net Position	\$ 15,868,104
Net position - Beginning of the year	\$ (38,964,807)
Restatement (Note 10)	\$ (1,751,056)
Net position - End of the year	\$ (24,847,759)

The accompanying notes are an integral part of these financial statements.

FINANCIAL SECTION

GOVERNMENTAL FUND FINANCIAL STATEMENTS

BALANCE SHEET

September 30, 2025

ASSETS

Current Assets:

Cash (Note 2)	\$ 736,502
Equity in common cash (Note 2)	9,314,561
Amounts due from federal agencies	8,220,075
Other current assets	925,650
Total Current Assets	\$ 19,196,788

Noncurrent Assets:

Other noncurrent assets	\$ 23,446
Total Noncurrent Assets	\$ 23,446
Total Assets	\$ 19,220,234

LIABILITIES

Current Liabilities:

Accounts payable and other liabilities	\$ 5,031,298
Amounts due to primary government	465,177
Unearned revenue	23,292
Total Current Liabilities	\$ 5,519,767

DEFERRED INFLOWS OF RESOURCES

\$ 410,389

FUND BALANCES (Note 9)

Nonspendable	\$ 72,501
Restricted	11,836,520
Committed	1,446,190
Unassigned	(65,133)
Total Fund Balances	\$ 13,290,078
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 19,220,234

The accompanying notes are an integral part of these financial statements.

FINANCIAL SECTION

GOVERNMENTAL FUND FINANCIAL STATEMENTS

RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION

September 30, 2025

Total fund balances for governmental fund	\$ 13,290,078
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Amounts reported for the governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in the governmental fund.

Land and other non-depreciable assets	\$ 5,399,442
Equipment, and other depreciable assets	1,652,531
Accumulated Depreciation	<u>(1,132,481)</u>
	\$ 5,919,492

Receivables not available to pay for current period expenditures are considered unavailable and are reported as deferred inflows of resources in the governmental fund.

\$ 410,389

Deferred outflows of resources not reported in the governmental fund:

Pension related	\$ 5,268,661
OPEB related	<u>26,193,989</u>
	\$ 31,462,650

Deferred inflows of resources not reported in the governmental fund:

Pension related	\$ (7,128,737)
OPEB related	<u>(24,848,071)</u>
	\$ (31,976,808)

Liabilities not due and payable in the current period are not reported in the governmental fund.

Compensated absences	\$ (4,650,134)
Net pension liability	(28,825,189)
Net OPEB liability	(10,360,778)
Vendor financing obligations	<u>(117,459)</u>
	\$ (43,953,560)

Net position of governmental activities

\$ (24,847,759)

The accompanying notes are an integral part of these financial statements.

FINANCIAL SECTION

GOVERNMENTAL FUND FINANCIAL STATEMENTS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

Fiscal Year Ended September 30, 2025

REVENUES

Charges for services	\$	6,148,315
Operating grants and contributions		
Federal revenues		52,357,597
Private revenues		834,681
Payments from the State of Michigan - General Fund		52,091,727
Other - miscellaneous		157,334
 Total Revenues	\$	 111,589,654

EXPENDITURES

Current:		
Michigan Veteran Homes at Chesterfield Township	\$	32,416,476
Michigan Veteran Homes D.J. Jacobetti		24,429,511
Michigan Veteran Homes at Grand Rapids		36,500,870
Michigan Veteran Homes administration		4,587,801
Veterans cemetery		90,200
Veteran Homes special maintenance		841,966
Information technology services and projects		769,559
Capital outlay		4,710,673
Debt service:		
Vendor financing payments		37,616
 Total Expenditures	\$	 104,384,672
 Excess of Revenues over/(under) Expenditures	\$	 7,204,982

OTHER FINANCING SOURCES (USES)

Vendor financing acquisitions	\$	98,804
 Total Other Financing Sources (Uses)	\$	 98,804
 Net change in fund balances	\$	 7,303,786
 Fund Balances, Beginning of fiscal year	\$	 5,986,292
 Fund Balances, End of fiscal year	\$	 13,290,078

The accompanying notes are an integral part of these financial statements.

FINANCIAL SECTION

GOVERNMENTAL FUND FINANCIAL STATEMENTS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

Fiscal Year Ended September 30, 2025

Net change in fund balance - total governmental fund	\$	7,303,786
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Governmental funds report capital outlay as expenditures. However, in the Statement of Activities, the cost of these assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlay:

Land and other non-depreciable assets	\$	5,399,442
Equipment, and other depreciable assets		175,909
Depreciation expense		<u>(141,398)</u>
		5,433,953

Changes in deferred inflows of resources from the prior year. Revenues recognized in the Statement of Activities are reported as deferred inflows of resources in the funds when they are not yet available.

(30,455)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental fund. Some expenditures reported in the funds either increase or decrease long-term obligations reported in the Statement of Net Position.

In the current year, the amounts related to:

Pension costs, net	\$	5,979,145
OPEB costs, net		(2,333,141)
Compensated absences		(422,822)
Vendor financing obligations		<u>(62,362)</u>
		3,160,820
Change in net position of governmental activities	\$	<u>15,868,104</u>

The accompanying notes are an integral part of these financial statements.

FINANCIAL SECTION
FIDUCIARY FUND FINANCIAL STATEMENTS

STATEMENT OF FIDUCIARY NET POSITION

September 30, 2025

ASSETS

Cash (Note 2)	\$ <u>494,373</u>
Total Assets	\$ <u>494,373</u>

NET POSITION

Restricted For:	
Individuals, organizations and other governmental units	\$ <u>494,373</u>

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

Fiscal Year Ended September 30, 2025

ADDITIONS

Contributions:	
Member income ¹	\$ <u>7,135,586</u>
Total Additions	\$ <u>7,135,586</u>

DEDUCTIONS

Member payments/withdrawals ²	\$ <u>7,553,385</u>
Total Deductions	\$ <u>7,553,385</u>
Change in net position	\$ <u>(417,799)</u>
Net position - Beginning of fiscal year	\$ <u>912,172</u>
Net position - End of fiscal year	\$ <u>494,373</u>

¹ Includes income collected from members.

² Includes all payments/withdrawals from members for personal needs.

The accompanying notes are an integral part of these financial statements.

FINANCIAL SECTION

NOTES TO FINANCIAL STATEMENTS

NOTE 1 – DESCRIPTION OF AUTHORITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

ORGANIZATION

The Michigan Veterans' Facility Authority (MVFA or the Authority) was established pursuant to Michigan Public Act 560 of 2016. Prior to fiscal year 2021, the activities of the Authority were recorded in the State of Michigan's General Fund. Under the authority provided in Section 494 of Public Act 431 of 1984, beginning in fiscal year 2021, the Authority is reported separately as a discretely presented component unit in the State's Annual Comprehensive Financial Report (SOMACFR).

The Authority was created as a public body corporate and politic within the Department of Military and Veterans Affairs (the Department). The Authority is administered under the supervision of the Department but exercises its prescribed statutory powers, duties, and functions independently of the Department as an autonomous entity within the Department. The exercise by the Authority of the powers conferred by this act is an essential governmental function of the State of Michigan.

Reporting Entity

The Authority is governed by its own Board of Directors, consisting of ten members, and oversees the Michigan Veteran Homes. The Board provides overall governing direction for the Authority. All administrative functions of the Authority, including the budgeting, procurement, personnel, and management functions, are under the direction and supervision of the Michigan Veteran Homes and the Director of the Department.

Nine of the ten members of the Board of Directors must have professional knowledge, skill or experience in long-term care, health care licensure, finance, or medicine. The tenth member, a non-voting member, is the Director of the Department of Military and Veterans Affairs or his/her designee from within the Department.

Additional requirements for the make-up of the Board are as follows:

- Three members are appointed by the Governor with the advice and consent of the Senate and represent the interests of one or more congressionally chartered veterans' organizations.
- Three members are appointed by the Governor with the advice and consent of the Senate, one of whom shall be a resident of the Upper Peninsula.
- Two members are appointed by the Governor with the advice and consent of the Senate and are a veteran.
- One member is appointed by the Governor from a list of two or more individuals selected by the Majority Leader of the Senate.
- One member is appointed by the Governor from a list of two or more individuals selected by the Speaker of the House of Representatives.

All members must have a steadfast commitment to ensuring that veterans and their families are delighted with the quality of our services and homes and that our staff members and volunteers feel proud of the work we do.

The Authority is a discretely presented component unit of the financial reporting entity of the State of Michigan because the primary government appoints a voting majority of the governing board of the Authority and there is a potential for the Authority to provide specific financial benefits to, or impose specific financial burdens on, the State. The financial statements of the Authority are included in the SOMACFR.

BASIS OF PRESENTATION

Government-wide Financial Statements

The statement of net position and the statement of activities (the government-wide financial statements) present information for the Authority as a whole, excluding the fiduciary fund. Certain amounts within the financial statements and supporting schedules may not foot due to rounding.

FINANCIAL SECTION

NOTES TO FINANCIAL STATEMENTS

The government-wide financial statements are presented using the economic resources measurement focus, like that used by business enterprises or not-for-profit organizations. Because another measurement focus is used in the governmental fund financial statements, reconciliations to the government-wide financial statements are provided that explain the differences in detail.

The statement of activities presents the direct functional expenses of the Authority and the program revenues that support them. Direct expenses are specifically associated with a service, program, or department and are therefore clearly identifiable to a particular function. Program revenues are associated with specific functions and include charges to recipients for goods or services and grants and contributions that are restricted to meeting the operational or capital requirements of that function. Revenues that are not required to be presented as program revenues are general revenues. This includes investment earnings and State appropriations and shows how governmental functions are either self-financing or supported by the general revenues of the Authority.

Fund Financial Statements

The fund financial statements provide information about the Authority's funds, including its fiduciary fund. Separate statements for each fund category - governmental and fiduciary - are presented. The emphasis of fund financial statements is on the major governmental fund. Certain amounts within the financial statements and supporting schedules may not foot due to rounding.

The Authority reports a General Fund as the operating fund. It accounts for all financial resources of the general government. The Authority also reports a Fiduciary Fund, the Custodial Fund, to account for assets held for others in a custodial capacity.

SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Authority conform in all material respects to generally accepted accounting principles (GAAP) as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the standard setting body for establishing governmental accounting and financial reporting principles, which are primarily set forth in the GASB's Codification of Governmental Accounting and Financial Standards. The following is a summary of the more significant policies:

Measurement Focus and Basis of Accounting

The government-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as provided by GAAP applicable to governments. Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of cash flows.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The Authority generally considers revenues reported in the governmental fund to be available if they are collected within 60 days after year end.

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured.

General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under vendor financing obligations, if any, are reported as other financing sources.

Budgets and Budgetary Accounting

An annual budget is adopted on a basis consistent with GAAP for the General Fund. Not all appropriations would lapse funds as some appropriations have legal authority to carry funds forward. No funds were lapsed in fiscal year 2025. The legal level of budgetary control is based on the department level. MVH is housed within the DMVA and the annual Authority budget is included with DMVA's overall budget.

FINANCIAL SECTION

NOTES TO FINANCIAL STATEMENTS

Cash

Cash consists of petty cash, depository and demand accounts.

Equity in Common Cash

Amounts included in the State of Michigan's equity in common cash are managed by the State Treasurer.

Due from Federal Government

Due from federal government includes amounts related to the U.S. Department of Veterans Affairs (USDVA) and the U.S. Department of Health and Human Services.

Capital Assets

Capital assets consist of land and equipment and are reported in the government-wide financial statements. The estimated useful lives for equipment range from three to ten years. As a general rule, the Authority defines capital assets as assets with an initial, individual cost of more than \$10,000, along with an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are valued at their estimated acquisition cost on the date received. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Capital assets of the Authority are depreciated using the straight-line method over their useful lives. Right-to-use assets of the Authority are amortized using the straight-line method over the shorter of the lease period or the estimated useful lives.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position and balance sheet report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position/fund balance that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of net position and balance sheet report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position/fund balance that applies to a future period and will not be recognized as an inflow of resources (revenue) until then.

The Authority reports deferred outflows of resources related to pension and OPEB for contributions made to the respective plans, see Notes 5 and 6 for additional information. These amounts are deferred and recognized as an outflow of resources in the period to which they apply.

The Authority reports deferred inflows of resources related to pension and OPEB, see Notes 5 and 6 for additional information. These amounts are deferred and recognized as an inflow of resources in the period to which they apply. The Authority also reports deferred inflows of resources in the governmental fund for the receivables from members that are unavailable and not expected to be collected within 60 days.

Accounts Payable

The Authority's accounts payable relates to services provided by vendors, employees, and other costs incurred in the fiscal year, but not yet paid as of year-end.

Unearned Revenue

Unearned revenues are reported for resources that have been received but not yet earned.

Compensated Absences

Employees are permitted to accumulate earned but unused compensatory time benefits, subject to certain limitations. Paid time off, including annual leave, banked leave, compensatory time, and sick leave, are reported as liabilities in the government-wide financial statements as required by GASB. Additional details regarding compensated absences are described in the SOMACFR.

FINANCIAL SECTION

NOTES TO FINANCIAL STATEMENTS

The government-wide financial statements of the Authority present the classification between the current and noncurrent portion of other long-term obligations related to compensated absences. In the governmental fund financial statements, these liabilities are accrued when they are considered “due and payable” and recorded in the fund only for separations or transfers that occur before year-end.

See Note 10 related to the implementation of a new pronouncement pertaining to compensated absences for the year ended September 30, 2025.

Net Pension Liability

The net pension liability is deemed to be a long-term liability and is recognized in the government-wide financial statements.

Other Post-Employment Benefits Liability

The net other post-employment benefit liability is deemed to be a long-term liability and is recognized in the government-wide financial statements.

Leases

The Authority is a lessee for a noncancelable lease of equipment. The Authority recognizes a lease liability and an intangible right-to-use lease asset in the government-wide financial statements. The Authority recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the Authority initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is depreciated on a straight-line basis over its useful life.

Key estimates and judgments related to leases include how the Authority determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The Authority uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the Authority generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancelable period of the lease.
- Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the Authority is reasonably certain to exercise.

The Authority monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported as vendor financing obligations on the statement of net position.

Fund Balance Classifications

GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions, established fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The following are the five fund balance classifications under this standard:

- Nonspendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints, such as inventories and prepaids.
- Restricted - includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers or amounts constrained due to constitutional provisions or enabling legislation.

FINANCIAL SECTION

NOTES TO FINANCIAL STATEMENTS

- Committed - includes fund balance amounts that are constrained for specific purposes pursuant to constraints imposed by formal action of the State Legislature through legislation passed into law.
- Assigned - includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted nor committed.
- Unassigned - includes residual fund balance within the General Fund which has not been classified within the above-mentioned categories.

For the classification of fund balances, the Authority's policy considers restricted amounts to have been spent when an expenditure is incurred for the purposes for which both restricted and unrestricted (committed, assigned, and unassigned) fund balance is available. When expenditures are incurred for which only unrestricted resources are available, the intent is to use committed resources first, then assigned. Unassigned amounts are generally used only after the other resources have been used.

Restricted Net Position

Restrictions of net position shown in the government-wide financial statements indicate restrictions imposed by the funding source or some other outside source, which precludes their use for unrestricted purposes.

NOTE 2 – DEPOSITS

Deposits held by the Authority on September 30, 2025 were as follows:

	Governmental Activities	Fiduciary Fund	Reporting Entity
Deposits	\$ 704,702	\$ 494,373	\$ 1,199,075
Equity in common cash	\$ 9,314,561	\$ -	\$ 9,314,561
Total Deposits	\$ 10,019,263	\$ 494,373	\$ 10,513,636

Custodial Credit Risk

There is a custodial credit risk related to 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. At September 30, 2025, the Authority's carrying amount for deposits was \$10,513,636. The table above does not include petty cash on hand at the veteran homes of \$31,800.

The Authority's deposits included in the State of Michigan's equity in common cash are managed by the State Treasurer. The State Treasurer's policy requires financial institutions to secure State funds with collateral, to be organized under federal or state law, and to maintain an office in Michigan. The policy also restricts deposits to a maximum of 50% of each financial institution's net worth. Additional details on this policy are described in the SOMACFR. The carrying amount for deposits included in the State of Michigan's equity in common cash at September 30, 2025 was \$9,314,561.

At September 30, 2025, the carrying amount of deposits subject to credit risk was \$1,199,075. The deposits were reflected in the accounts of the banks at \$1,197,940 with outstanding deposits of \$1,135. Of the bank balance, \$658,976 was insured by the Federal Deposit Insurance Corporation and \$538,964 was exposed to custodial credit risk because they were uninsured and uncollateralized.

In addition, surety bonds totaling \$1,215,000 were purchased to insure the resident trust funds for the benefit of the patients in compliance with Public Act 368 of 1978, as amended. Act 368 requires each nursing home licensee to provide a bond insuring the Department of Health and Human Services, for the benefit of patients, in an amount equal to not less than 1 1/4 times the average balance of patient funds held during the previous year. The carrying amount for resident funds was \$494,373 at September 30, 2025.

FINANCIAL SECTION

NOTES TO FINANCIAL STATEMENTS

NOTE 3 – CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2025 was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
Capital assets, not being depreciated:				
Land	\$ -	\$ 5,399,442	\$ -	\$ 5,399,442
Total capital assets, not being depreciated	<u>\$ -</u>	<u>\$ 5,399,442</u>	<u>\$ -</u>	<u>\$ 5,399,442</u>
Capital assets, being depreciated:				
Equipment	\$ 1,530,166	\$ 77,105	\$ 132,408	\$ 1,474,863
Right to use leased equipment	169,778	98,804	90,914	177,668
Total capital assets, being depreciated	<u>\$ 1,699,944</u>	<u>\$ 175,909</u>	<u>\$ 223,322</u>	<u>\$ 1,652,531</u>
Less accumulated depreciation for:				
Equipment	\$ 1,101,269	\$ 103,735	\$ 132,408	\$ 1,072,596
Right to use leased equipment	113,136	37,663	90,914	59,885
Total accumulated depreciation	<u>\$ 1,214,405</u>	<u>\$ 141,398</u>	<u>\$ 223,322</u>	<u>\$ 1,132,481</u>
Total capital assets, being depreciated, net	<u>\$ 485,539</u>	<u>\$ 34,511</u>	<u>\$ -</u>	<u>\$ 520,050</u>
Capital assets, net	<u>\$ 485,539</u>	<u>\$ 5,433,953</u>	<u>\$ -</u>	<u>\$ 5,919,492</u>

Capital asset activity does not include land or buildings for the existing homes. The land and buildings, which include the Michigan Veteran Homes at Chesterfield Township, the current Michigan Veteran Homes D.J. Jacobetti, and Michigan Veteran Homes at Grand Rapids, are owned by the State of Michigan. Information related to the State of Michigan capital assets can be found in the SOMACFR.

In the year ended September 30, 2025, the Authority purchased land for \$4,547,227 for the location of the replacement facility for Michigan Veteran Homes D.J. Jacobetti. The capital asset recorded of \$5,399,442 includes the purchase price, ancillary charges, and the amount donated, valued at \$840,000.

Depreciation expense for equipment in the current year totaled \$103,735. Depreciation expense related to the right to use leased equipment totaled \$37,663.

NOTE 4 – LONG-TERM OBLIGATIONS

The following is a summary of changes in vendor financing obligations, including current portion, of the Authority for the year ended September 30, 2025:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year	Amounts Due Thereafter
Vendor financing obligations	\$ 55,097	\$ 98,804	\$ 36,442	\$ 117,459	\$ 35,827	\$ 81,632
	<u>\$ 55,097</u>	<u>\$ 98,804</u>	<u>\$ 36,442</u>	<u>\$ 117,459</u>	<u>\$ 35,827</u>	<u>\$ 81,632</u>

The annual requirements to pay the debt principal and interest outstanding for the vendor financing obligations are as follows:

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Year Ending September 30	Governmental Activities	
	Principal	Interest
2026	\$ 35,827	\$ 3,054
2027	30,615	2,027
2028	29,032	1,109
2029	<u>21,985</u>	<u>312</u>
	<u><u>\$ 117,459</u></u>	<u><u>\$ 6,502</u></u>

The following is a summary of changes in compensated absences, including current portion, of the Authority for the year ended September 30, 2025:

	Beginning Balance Restated	Net Increase (Decrease)	Ending Balance	Amounts Due Within One Year	Amounts Due Thereafter
Compensated Absences	\$ 4,227,312	\$ 422,822	\$ 4,650,134	\$ 1,821,008	\$ 2,829,126
	<u>\$ 4,227,312</u>	<u>\$ 422,822</u>	<u>\$ 4,650,134</u>	<u>\$ 1,821,008</u>	<u>\$ 2,829,126</u>

NOTE 5 – PENSION PLANS

DEFINED BENEFIT PLAN

Plan Description

The Michigan State Employees Retirement System (System) is a single-employer, state-wide, defined benefit public employee retirement plan governed by the State of Michigan (State) and created under Public Act 240 of 1943, as amended. Section 2 of this act establishes the board's authority to promulgate or amend the provisions of the System. Executive Order 2015-13 signed by the Governor on October 27, 2015, established the State of Michigan Retirement Board. The executive order establishes the board's authority to promulgate or amend the provisions of the System. The board consists of nine members:

- The Attorney General
- The State Treasurer
- The Legislative Auditor General
- The State Personnel Director
- One member or retireant of the State Employees' Retirement System appointed by the Governor
- One member or retireant of the Judges Retirement System appointed by the Governor
- One current or former officer or enlisted person in the Michigan Military Establishment who is a member or retireant under the Military Retirement Provisions appointed by the Governor
- One retireant member of the State Employee's Retirement System appointed by the Governor
- One member of the general public appointed by the Governor

The System's pension plan was established by the State to provide retirement, survivor, and disability benefits to the State's government employees.

The Michigan State Employees' Retirement System defined benefit pension is accounted for in a separate pension trust fund and also issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by visiting www.michigan.gov/ors or by calling the Customer Contact Center at 517-284-4400 or 1-800-381-5111.

Benefits Provided

Benefit provisions of the defined benefit pension plan (DB) are established by State statute, which may be amended. Public Act 240 of 1943, State Employees' Retirement Act, as amended, establishes eligibility and benefit provisions for the defined benefit pension plan. Retirement benefits are determined by final average

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NOTES TO FINANCIAL STATEMENTS

compensation and years of service. Members are eligible to receive a monthly benefit when they meet certain age and service requirements. The System also provides duty disability, non-duty disability, and survivor benefits.

A member who has separated from employment may request a refund of his or her member contribution account. A refund may cancel a former member's rights to future benefits. However, former members who return to employment and who previously received a refund of their contributions may reinstate their service through repayment of the refund upon satisfaction of certain requirements.

Effective March 31, 1997, Public Act 487 of 1996 closed the plan to new entrants. All new employees become members of the defined contribution plan (DC). The Public Act allows returning employees and members who left State employment on or before March 31, 1997, to elect the defined benefit plan instead of the defined contribution plan.

Pension Reform of 2012

On December 15, 2011, the Governor signed Public Act 264 of 2011 into law. The legislation granted members a choice regarding their future retirement plan. They had the following options:

- Option 1: DB Classified. Members voluntarily elected to remain in the DB plan for future service and contribute 4% of their annual compensation to the pension fund until they terminate state employment. The 4% contribution began on April 1, 2012.
- Option 2: DB 30. Members voluntarily elected to remain in the DB plan for future service and contribute 4% of pay until they reach 30 years of service. When they reach 30 years of service, they will switch to the State's DC plan. The 4% contribution began April 1, 2012, and continues until they switch to the DC plan or terminate employment, whichever comes first.
- Option 3: DB/DC Blend. Members voluntarily elected not to pay the 4% and therefore became participants in the DC plan for future service beginning April 1, 2012. As a DC plan participant, they receive a 4% employer contribution to their 401(k) account and are eligible for an additional dollar-for-dollar employer match of up to 3% of pay to the plan.

Deferred members of the DB plan (with 10 or more years of service) who are reemployed by the State on or after January 1, 2012, become participants in the DC plan. Their pension calculation is determined by their final average compensation (FAC) and years of service as of March 31, 2012. They retain their eligibility for the retiree health insurance premium subsidy offered by the State.

Former nonvested members of the DB plan (with less than 10 years of service) who are reemployed by the State on or after January 1, 2012, and before January 1, 2014, become participants in the DC plan. When they have earned sufficient service credit for vesting (10 years) they would be eligible for a pension based on their FAC and years of service in the DB plan as of March 31, 2012. They retain their eligibility for the retiree health insurance premium subsidy offered by the State.

Former nonvested members (with less than 10 years of service) of the DB plan who are reemployed by the State on or after January 1, 2014, become members of the DC plan. Any service credit previously earned would count towards vesting for the DC plan. They will not be eligible for any pension or retiree health insurance coverage premium but will become a participant in the Personal Healthcare Fund where they will contribute up to 2% of their compensation to a 401(k) or 457 account, earning a matching 2% employer contribution. They will also receive a credit into a health reimbursement account (HRA) at termination if they terminate employment with at least 10 years of service. The credit will be \$2,000 for participants who are at least 60 years old or \$1,000 for participants who are less than 60 years old at termination.

Regular Retirement

The retirement benefit is based on a member's years of credited service (employment) and FAC. The normal benefit equals 1.5% of a member's FAC multiplied by the years and partial year of credited service and is payable monthly over the member's lifetime.

Under Public Act 264 of 2011, FAC is initially determined as the annual average of the highest three years of compensation (including overtime paid before January 1, 2012, but excluding overtime paid after December 31, 2011). If the end date for the initial FAC calculation is between January 1, 2012, and January 1, 2015, then a prorated amount of post-2008 average overtime will be added to the initial FAC calculation. If the end date for the

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initial FAC calculation is January 1, 2015, or later, then an annual average of overtime - for the six-year period ending on the FAC calculation date - will be added to that initial FAC calculation to get the final FAC number.

For members who switch to the DC plan for future service, the pension calculation (FAC times 1.5% times years of service) will be determined as of the point the member switches to the DC plan. If the FAC period includes the date of the switch to the DC plan, then the FAC will include up to 240 hours of accrued annual leave multiplied by the rate of pay as of the date of the switch. The hours will be paid at separation.

A member may retire and receive a monthly benefit after attaining:

1. age 60 with 10 or more years of credited service; or
2. age 55 with 30 or more years of credited service; or
3. age 55 with at least 15 but less than 30 years of credited service. The benefit allowance is permanently reduced 0.5% for each month from the member's age on the effective date of retirement to the date the member will attain age 60.

Employees in covered positions are eligible for supplemental benefits and may retire after attaining:

1. age 51 with 25 or more years in a covered position; or
2. age 56 with 10 or more years in a covered position.

In either case, the three years immediately preceding retirement must have been in a covered position. Employees in covered positions are responsible for the custody and supervision of inmates.

Deferred Retirement

Any member with 10 or more years of credited service who terminates employment but has not reached the age of retirement is a deferred member and is entitled to receive a monthly pension upon reaching age 60, provided the member's accumulated contributions have not been refunded. Deferred retirement is available after five years of service for State employees occupying unclassified positions in the executive and legislative branches and certain Department of Health and Human Services employees subject to reduction in force layoffs by reason of deinstitutionalization.

Nonduty Disability Benefit

A member with 10 or more years of credited service who becomes totally and permanently disabled not due to performing duties as a State employee is eligible for a nonduty disability pension. The nonduty disability benefit is computed in the same manner as an age and service allowance based upon service and salary at the time of disability.

Duty Disability Benefit

A member who becomes totally and permanently disabled from performing duties as a State employee as a direct result of State employment and who has not met the age and service requirement for a regular pension is eligible for a duty disability pension. Public Act 109 of 2004 amended the State Employees' Retirement Act to change the calculation of the pension benefit and increase the minimum annual payment. If the member is under age 60, the duty disability allowance is now a minimum of \$6,000 payable annually. At age 60 the benefit is recomputed under service retirement.

Survivor Benefit

Upon the death of a member who was vested, the surviving spouse shall receive a benefit calculated as if the member had retired the day before the date of death and selected a survivor pension. Certain designated beneficiaries can be named to receive a survivor benefit. Public Act 109 of 2004 amended the State Employees' Retirement Act to change the calculation of Duty Death benefits and redefines eligibility for deceased member's survivors. The new minimum duty-related death benefit has been increased to \$6,000.

Pension Payment Options

When applying for retirement, an employee may name a person other than his or her spouse as a beneficiary if the spouse waives this right. If a beneficiary is named, the employee must choose whether the beneficiary will receive 100%, 75% or 50% of the retiree's pension benefit after the retiree's death. The decision is irrevocable.

A description of the options follows:

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Regular Pension - The pension benefit is computed with no beneficiary rights. If the retiree made contributions while an employee and has not received the total accumulated contributions before death, a refund of the balance of the contributions is made to the beneficiary of record. If the retiree did not make any contributions, there will not be payments to beneficiaries.

100% Survivor Pension - Under this option, after the retiree's death, the beneficiary will receive 100% of the pension for the remainder of the beneficiary's lifetime. If this option is elected, the normal retirement benefit is reduced by a factor based upon the ages of the retiree and of the beneficiary. If the beneficiary predeceases the retiree, the pension "pops-up" to the regular pension amount; another beneficiary cannot be named.

75% Survivor Pension - Under this option, after the retiree's death, the beneficiary will receive 75% of the pension for the remainder of the beneficiary's lifetime. If this option is elected, the normal retirement benefit is reduced by a factor based upon the ages of the retiree and of the beneficiary. The reduction factor is lower than the factor used in the 100% option previously described. If the beneficiary predeceases the retiree, the pension "pops-up" to the regular pension amount; another beneficiary cannot be named.

50% Survivor Pension - Under this option, after the retiree's death, the beneficiary will receive 50% of the pension for the remainder of the beneficiary's lifetime. If this option is elected, the normal retirement benefit is reduced by a factor based upon the ages of the retiree and of the beneficiary. The reduction factor is lower than the factor used in the 100% or 75% option previously described. If the beneficiary predeceases the retiree, the pension "pops-up" to the regular pension amount; another beneficiary cannot be named.

Equated Pension - An equated pension may be chosen by any member under age 65 except a disability retiree and an early supplemental retiree. Equated pensions provide an additional amount until age 65 and may be combined with Regular, 100%, 75% or 50% option. At age 65 the monthly amount is permanently reduced. The initial and reduced amounts are based on an estimate of social security benefits at age 65, provided by the Social Security Administration Office. In order to calculate this benefit, members choosing this option must provide ORS with an estimate from the Social Security Administration Office. The actual amount received from social security may vary from the estimate.

Post Retirement Adjustments

One-time upward benefit adjustments were made in 1972, 1974, 1976, 1977 and 1987. Beginning October 1, 1988, a 3% non-compounding increase, up to a maximum of \$25 monthly, is paid each October to recipients who have been retired 12 full months. Beginning in 1983, eligible benefit recipients share in a distribution of investment income earned in excess of 8% annually. This distribution is known as the supplemental payment. The supplemental payment is offset by one year's cumulative increases received after the implementation of the annual 3% increase in benefits. These adjustment payments were not issued during fiscal years 1991 through 1994. Members who retired on or after October 1, 1987, are not eligible for the supplemental payment.

CONTRIBUTIONS

Member Contributions

Under Public Act 264 of 2011, members who voluntarily elected to remain in the DB plan contribute 4% of compensation to the retirement system. In addition, members may voluntarily contribute to the System for the purchase of creditable service, such as military service or maternity leave, or a universal buy-in. If a member terminates employment before a retirement benefit is payable, the member's contribution and interest on deposit may be refunded. If the member dies before being vested, the member's contribution and interest are refunded to the designated beneficiaries.

Employer Contributions

The statute requires the employer to contribute to finance the benefits of plan members. These employer contributions are determined annually by the System's actuary and are based upon level-dollar value funding principles, so the contribution rates do not have to increase over time. For fiscal year 2025, the Authority's contribution rate was 23.74% of the defined benefit employee wages and 17.56% of the defined contribution employee wages. The Authority's required contributions to SERS for the fiscal year ending September 30, 2025, was \$5,274,248.

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Actuarial Assumptions

The Authority's net pension liability as of September 30, 2025, was measured as of September 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of September 30, 2023 and rolled-forward using generally accepted actuarial procedures. The total pension liability was determined using the following actuarial assumptions at the measurement date:

Wage Inflation Rate	2.75%
Projected Salary Increases	2.75 - 11.75%, including wage inflation at 2.75%
Investment Rate of Return	6.00%, net of investment expenses
Cost-of-Living Pension Adjustments	3% annual non-compounded with maximum annual increase of \$300 for those eligible
Mortality Rates	PubG-2010 Male and Female Mortality Tables and PubNS-2010 Male and Female Disabled Retiree Mortality Tables, adjusted for mortality improvements. For retirees, 104% of the table rates were used for males and 115% for females. For active members and disabled retirees, 100% of the table rates were used for males and females.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of September 30, 2024, are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return *	
Domestic Equity Pools	25.0	%	5.3
Private Equity Pools	16.0		9.0
International Equity Pools	15.0		6.5
Fixed Income Pools	13.0		2.2
Real Estate and Infrastructure Pools	10.0		7.1
Absolute Return Pools	9.0		5.2
Real Return and Opportunistic Pools	10.0		6.9
Short-Term Investment Pools	2.0		1.4
	100.0	%	

*Long-term rates of return are net of administrative expenses and 2.3% inflation.

Discount Rate

The State of Michigan Retirement Board adopted a Dedicated Gains Policy to lower the discount rate in years where the investment returns exceed the current assumption. The DTMB Director and the Board modified the dedicated gains policy to limit the reduction in the discount rate to no lower than 6.00%. A single discount rate of 6.00% was used to measure the total pension liability. This single discount rate was based on the expected rate of return on pension plan investments of 6.00%. The projection of cash flows used to determine this single discount rate was based on the assumption that in the future plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the pension plan's fiduciary net position is expected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

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Net Pension Liability

At September 30, 2025, the Authority reported a liability of \$28,825,189 for its proportionate share of participating employers' net pension liability. The net pension liability was measured as of September 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of September 30, 2023 and rolled-forward using generally accepted actuarial procedures. The Authority's proportion of the net pension liability was based on the Authority's required pension contributions received by SERS during the measurement period October 1, 2023, through September 30, 2024, relative to the total required employer contributions from all the System's participating employers. At September 30, 2024, the Authority's proportion was 0.708 percent.

Pension Liability Sensitivity

The following presents the Authority's proportionate share of the net pension liability calculated using the discount rate of 6.00%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current discount rate:

	1% Decrease 5.00%	Current Single Discount Rate 6.00%	1% Increase 7.00%
Net pension liability	\$ 41,373,319	\$ 28,825,189	\$ 18,076,228

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the System's Annual Comprehensive Financial Report that may be obtained by visiting www.michigan.gov/ors.

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense, information about the fiduciary net position of the State Employee's Retirement System (SERS), and additions to and deductions from SERS's fiduciary net position have been determined on the accrual basis as they are reported by SERS. Contributions from the State are recognized as revenue when due and payable. Benefits and refunds are recognized when due and payable in accordance with the benefit terms.

For the year ended September 30, 2025, the Authority recognized pension expense of negative \$710,483. On September 30, 2025, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on investments	\$ -	\$ 7,128,737
Contributions subsequent to the measurement date	<u>5,268,661</u>	-
	<u>\$ 5,268,661</u>	<u>\$ 7,128,737</u>

Amounts reported as deferred outflows of resources related to pensions resulting from the Authority's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended September 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

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Year Ending September 30		Pension Expense
2026	\$	(3,326,960)
2027		84,764
2028		(2,150,560)
2029		(1,735,981)

Currently, deferred outflows of resources and deferred inflows of resources related to pensions that will be recognized in pension expense do not extend beyond the four years identified in the table above.

Fair Value of Investments

Plan Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Corporate bonds not traded on a national or international exchange are based on equivalent values of comparable securities with similar yield and risk. The fair value of private investments is based on the net asset value reported in the financial statements of the respective investment entity. The net asset value is determined in accordance with governing documents of the investment entity and is subject to the independent annual audit. Securities purchased with cash collateral under securities lending activities are recorded at estimated fair value. Other investments not having an established market are recorded at fair value.

DEFINED CONTRIBUTION PLAN

For the State Employees' Defined Contribution Retirement Plan, the Authority is required to contribute 4% of the annual payroll and to match employee contributions up to 3% of annual covered payroll. The Authority's contribution to the plan was \$2,365,776 in fiscal year 2025. Employees participating in the defined contribution plan vest in employer contributions at 50% after 2 years of service, 75% after 3 years of service, and 100% after 4 years of service. Forfeited employer contributions are retained with the defined contribution plan and are used toward future employer required contributions. The contribution requirements of plan members and the Authority are established and may be amended by the State Legislature. The State Legislature establishes the extent to which the employer and employees are required to make contributions and establishes the benefit provisions of the plans.

NOTE 6 – OTHER POST-EMPLOYMENT BENEFITS

STATE EMPLOYEES' RETIREMENT SYSTEM OTHER POSTEMPLOYMENT BENEFITS (SERS OPEB)

Plan Description

The Michigan State Employees Retirement System (System) is a single-employer, state-wide, defined benefit public employee retirement plan governed by the State of Michigan (State) and created under Public Act 240 of 1943, as amended. Section 2 of this act establishes the board's authority to promulgate or amend the provisions of the System. Executive Order 2015-13 signed by the Governor on October 27, 2015, established the State of Michigan Retirement Board. The executive order establishes the board's authority to promulgate or amend the provisions of the System. The board consists of nine members:

- The Attorney General
- The State Treasurer
- The Legislative Auditor General
- The State Personnel Director
- One member or retireant of the State Employees' Retirement System appointed by the Governor
- One member or retireant of the Judges Retirement System appointed by the Governor
- One current or former officer or enlisted person in the Michigan Military Establishment who is a member or retireant under the Military Retirement Provisions appointed by the Governor
- One retireant member of the State Employee's Retirement System appointed by the Governor
- One member of the general public appointed by the Governor

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The System's OPEB plan provides all retirees with the option of receiving health, dental, and vision coverage under the Michigan State Employees' Retirement Act.

The Michigan State Employees' Retirement System health, dental, and vision benefit is accounted for in a separate OPEB trust fund and issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by visiting www.michigan.gov/ors or by calling the Customer Contact Center at (517) 284-4400 or 1-800-381-5111.

Benefits Provided

Benefit provisions of the other postemployment benefit (OPEB) plan are established by State statute, which may be amended. Public Act 240 of 1943, as amended, establishes eligibility and benefit provisions for the OPEB plan.

Defined Benefit (Tier 1) members are eligible to receive health, prescription drug, dental, and vision coverage on the first day they start receiving pension benefits. Defined Contribution (Tier 2) participants who elected to retain the graded premium subsidy benefit under the reform elections of Public Act 264 of 2011 are also eligible to receive subsidized health, prescription drug, dental, and vision coverage after terminating employment, if they meet eligibility requirements. There is no provision for ad hoc or automatic increases. The State Employees' Retirement Act requires joint authorization by the Department of Technology, Management and Budget and the Civil Service Commission to make changes to retiree medical benefit plans. Defined Contribution (Tier 2) participants who elected the Personal Healthcare Fund under Public Act 264 of 2011, and those hired on or after January 1, 2012, are not eligible for any subsidized health, prescription drug, dental or vision coverage in retirement, but may purchase it at their own expense (certain conditions apply).

Former nonvested members of the DB plan who are reemployed by the state on or after January 1, 2014, are not eligible for retiree health insurance coverage premium subsidy but will become a participant in the Personal Healthcare Fund.

Retirees with the Premium Subsidy benefit contribute 20% of the monthly premium amount for the health (including prescription coverage), dental and vision coverage. Retirees with a graded premium subsidy benefit accrue credit towards insurance premiums in retirement, earning a 30% subsidy with ten years of service, with an additional 3% subsidy for each year of service thereafter, not to exceed the maximum allowed by statute or 80%.

This plan is closed to new hires.

Contributions

The statute requires the employer to contribute to finance the benefits of plan members. These employer contributions are determined annually by the System's actuary and are based upon level-percent of payroll value funding principles, so the contribution rates do not have to increase over time. For fiscal year 2025, the Authority's contribution rate was 6.22% of the defined benefit employee wages and 6.22% of the defined contribution employee wages. The Authority's required contributions to the OPEB trust for fiscal year ending September 30, 2025 was \$1,844,909.

Actuarial Assumptions

The Authority's net OPEB liability as of September 30, 2025, was measured as of September 30, 2024 and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of September 30, 2023 and rolled-forward using generally accepted actuarial procedures. The total OPEB liability was determined using the following actuarial assumptions at the measurement date:

Wage Inflation Rate	2.75%
Projected Salary Increases	2.75 - 11.75%, including wage inflation at 2.75%
Investment Rate of Return	6.20%, net of investment expenses
Health Care Cost Trend Rate	7.25% Year 1 graded to 3.50% Year 15

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Mortality Rates	PubG-2010 Male and Female Mortality Tables and PubNS-2010 Male and Female Disabled Retiree Mortality Tables, adjusted for mortality improvements. For retirees, 104% of the table rates were used for males and 115% for females. For active members and disabled retirees, 100% of the table rates were used for males and females.
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The actuarial assumptions used in the September 30, 2023 valuation were based upon the results of an experience study covering the period October 1, 2017 through September 30, 2022.

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the OPEB plan's target asset allocation as of September 30, 2024 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return *	
Domestic Equity Pools	25.0	%	5.3
Private Equity Pools	16.0		9.0
International Equity Pools	15.0		6.5
Fixed Income Pools	13.0		2.2
Real Estate and Infrastructure Pools	10.0		7.1
Absolute Return Pools	9.0		5.2
Real Return and Opportunistic Pools	10.0		6.9
Short-Term Investment Pools	2.0		1.4
	100.0	%	

*Long-term rates of return are net of administrative expenses and 2.3% inflation.

Discount Rate

The State of Michigan Retirement Board adopted a Dedicated Gains Policy to lower the discount rate in years where investment returns exceed the current assumption. The DTMB Director and the Board modified the dedicated gains policy to limit the reduction in the discount rate to no lower than 6.00%. A single discount rate of 6.20% was used to measure the total OPEB liability. This single discount rate was based on the expected rate of return on OPEB plan investments of 6.20%. The projection of cash flows used to determine this single discount rate was based on the assumption that in the future plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on these assumptions, the OPEB plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

Net OPEB Liability

At September 30, 2025, the Authority reported a liability of \$2,436,016 for its proportionate share of participating employers' net OPEB liability. The net OPEB liability was measured as of September 30, 2024, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of September 30, 2023 and rolled forward using generally accepted actuarial procedures. The Authority's proportion of the net OPEB liability was based on the Authority's required OPEB contributions received by SERS during the measurement period October 1, 2023, through September 30, 2024, relative to the total required employer

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contributions from all of SERS's participating employers. At September 30, 2024, the Authority's proportion was 0.718 percent.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The following table presents the Authority's proportionate share of the net OPEB liability, calculated using a single discount rate of 6.20%, as well as what the Authority's proportionate share of the net OPEB liability would be if it were calculated using a single discount rate that is one percent lower or one percent higher:

	1% Decrease 5.20%	Current Single Discount Rate 6.20%	1% Increase 7.20%
Authority's proportionate share of the net OPEB liability	\$ 8,035,291	\$ 2,436,016	\$ (2,324,828)

Sensitivity of the Net OPEB Liability to Healthcare Cost Trend Rates

The following table presents the Authority's proportionate share of the net OPEB liability calculated using the assumed trend rates as well as what the Authority's proportionate share of the net OPEB liability would be if it were calculated using a trend rate that is one percent lower or one percent higher:

	1% Trend Decrease	Current Healthcare Cost Trend Rate	1% Trend Increase
Authority's proportionate share of the net OPEB liability	\$ (2,551,059)	\$ 2,436,016	\$ 8,106,937

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the System's Annual Comprehensive Financial Report that may be obtained by visiting www.michigan.gov/ors.

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended September 30, 2025, the Authority recognized OPEB expense of \$2,720,624. On September 30, 2025, the Authority reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 19,520,052
Changes of assumptions	3,933,002	661,461
Net difference between projected and actual earnings on investments	-	2,614,113
Changes in proportion and difference between actual contributions and proportionate share of contributions	15,705,223	77,140
Contributions subsequent to the measurement date	1,842,946	-
	<u>\$ 21,481,171</u>	<u>\$ 22,872,766</u>

Amounts reported as deferred outflows of resources related to OPEB resulting from the Authority's contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the year ended September 30, 2026. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

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NOTES TO FINANCIAL STATEMENTS

Year Ending September 30	OPEB Expense
2026	\$ 2,418,169
2027	1,337,628
2028	(3,861,509)
2029	(2,626,118)
2030	(502,711)

POSTEMPLOYMENT LIFE INSURANCE BENEFITS (PELIB)

Plan Description

The State of Michigan provides postemployment life insurance benefits (the Plan) to eligible individuals upon retirement from State employment. Members of the State Employees Retirement System (SERS), the State Police Retirement System (SPRS), the Judges' Retirement System (JRS), and certain members of the Michigan Military Retirement Provisions (MMRP) may receive a life insurance benefit if they meet the eligibility requirements. The Plan is a single-employer, state-wide, defined benefit other postemployment benefits (OPEB) plan. The State contracts with Minnesota Life Insurance Company to administer the payout of life insurance benefits. The Plan is managed by the Michigan Civil Service Commission under Article XI, Section 5 of the Michigan Constitution of 1963 and Michigan Civil Service Commission Rule 5-11.

Activity of the Plan is accounted for in the State Sponsored Group Insurance Fund (Fund), an internal service fund in the State of Michigan Annual Comprehensive Financial Report (SOMACFR). The Fund was administratively established to account for employee insurance benefit programs, which are largely self-funded. Five group insurance programs are offered to State employees: health, dental, vision, long-term disability, and life.

The Plan is not a trust and has no assets.

Benefits Provided

The State's group policy with Minnesota Life Insurance Company includes any active employee in the category of classified State service with an appointment of at least 720 hours duration, but excluding employees with non-career appointments and those working less than 40% of full time; any active official or active unclassified employee of the State who has been approved for coverage by the Civil Service Commission; any retired employee or official who was insured under this policy or the prior policies it replaced prior to entry into a State Retirement System; and Wayne County employees who a) were State Judicial Council employees on October 1, 1996 and whose employment was transferred to the Recorder's Court on October 1, 1996 and b) whose employer subsequently became the Wayne County Clerk's Office.

Eligible retirees are provided with life insurance coverage equal to 25% of the active life insurance coverage (which amount is rounded to the next higher \$100 provided the retiree retired after July 1, 1974), \$1,000 for spouse and \$1,000 for each dependent under age 23. The active life insurance amount is either a) two times the employee's basic annual salary, the result rounded to the next higher \$1,000 if not already a multiple thereof, with a minimum of \$10,000 and a maximum of \$200,000; or b) one times the employee's basic annual salary, the result rounded to the next higher \$1,000 if not already a multiple thereof, with a minimum of \$10,000 and a maximum of \$50,000.

Contributions

The State contributes 100% of the premiums for employee and retiree life insurance coverage. The premium rate for fiscal year 2025 was \$0.32 for each \$1,000.00 of coverage of active payroll per pay period. The employee contributes 100% of the premiums for dependent life coverage, and an employee must have been enrolled in dependent life insurance to maintain eligibility for dependent coverage as a retiree. The State is liable for benefit payments that exceed premiums paid. The Michigan Civil Service Commission is responsible for establishing and amending funding policies.

FINANCIAL SECTION

NOTES TO FINANCIAL STATEMENTS

More specific information concerning eligibility requirements, benefit level, and funding policies is included in employee collective bargaining agreements, benefit plan booklets, and rules and regulations issued by the Michigan Civil Service Commission.

Actuarial Assumptions

The Authority's total OPEB liability as of September 30, 2025 was measured as of September 30, 2024 and is based on an actuarial valuation performed as of September 30, 2023.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The normal cost and the allocation of benefit values between service rendered before and after the valuation date was determined using an Individual Entry-Age Actuarial Cost Method with these characteristics: a) the annual normal cost for each individual active member, payable from the date of employment to the date of retirement, is sufficient to accumulate the value of the member's benefit at the time of retirement; and b) each annual normal cost is a constant percentage of the members' year by year projected covered pay.

The total OPEB liability was measured using the following actuarial assumptions:

Investment Rate of Return	3.81% per year
Mortality	Healthy Life and Disabled Life Mortality, with 110% of the Male and Female rates used in the pension valuations for SERS plan members.

Incurred but not Reported: A liability equal to 25% of expected first year cash flow was held for postemployment life insurance benefits claims incurred but not reported (IBNR).

Spouse Benefits for Future Retirees: The liabilities for active members were loaded to account for potential postemployment life insurance benefits payable to spouses of future retirees at 1.00 percent for SERS retirees.

Spouse Benefits for Current Retirees: Liabilities for current retired members with a PELIB benefit for a spouse were calculated based on information provided in the data files. In cases where the retired member with postemployment life insurance was matched to the 2023 pension data and a spouse reported on the file, the spouse postemployment life insurance was valued. In cases where no spouse was reported, no postemployment life insurance was valued.

Discount Rate

A discount rate of 3.81% was used to measure the ending total OPEB liability for Postemployment Life Insurance Benefits as of September 30, 2024. This discount rate was based on the tax-exempt municipal bond rate based on an index of 20-year general obligation bonds with an average AA credit rating as of the measurement date since the plan has no assets. The discount rate used to measure the total OPEB liability as of September 30, 2023 was 4.63%.

Total OPEB Liability for Postemployment Life Insurance Benefits

As of September 30, 2025, the Authority reported a liability of \$7,924,762 for its proportionate share of the State's Postemployment Life Insurance Benefit's total OPEB liability. The total OPEB liability was measured as of September 30, 2024 based on an actuarial valuation performed as of September 30, 2023. The Authority's proportion of the total OPEB liability was determined by dividing the Authority's actual contributions to the Plan during the measurement period of October 1, 2023 through September 30, 2024, by the percent of OPEB actual contributions received from all applicable employers. At September 30, 2024 the Authority's proportion was 0.718 percent.

FINANCIAL SECTION

NOTES TO FINANCIAL STATEMENTS

Sensitivity of the Total OPEB Liability for Postemployment Life Insurance

The following table presents the Authority's proportionate share of the total OPEB liability, calculated using a single discount rate of 3.81%, as well as what the Authority's proportionate share of the total OPEB liability would be if it were calculated using a single discount rate that is one percentage point lower or one percentage point higher:

	1% Decrease 2.81%	Current Single Discount Rate 3.81%	1% Increase 4.81%
Authority's proportionate share of the net OPEB liability	\$ 9,229,908	\$ 7,924,762	\$ 6,880,695

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB for Postemployment Life Insurance Benefits

For the year ended September 30, 2025, the Authority recognized OPEB expense of \$1,728,417. On September 30, 2025, the Authority reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 312,932
Changes of assumptions	925,196	1,662,373
Changes in proportion and difference between actual contributions	3,506,978	-
Contributions subsequent to the measurement date	280,644	-
	<hr/>	<hr/>
	\$ 4,712,818	\$ 1,975,305

Amounts reported as deferred outflows of resources related to OPEB resulting from the Authority's contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ended September 30, 2026. Other amounts reported as deferred outflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending September 30	OPEB Expense
2026	\$ 1,274,712
2027	1,059,620
2028	(213,349)
2029	157,745
2030	175,336
Thereafter	2,805

Aggregate Defined Benefit OPEB Amounts

Amounts reported for defined benefit postemployment benefits other than pensions and postemployment life insurance benefits are aggregated on the Statement of Net Position as follows:

FINANCIAL SECTION

NOTES TO FINANCIAL STATEMENTS

	Total OPEB Expense	Net OPEB Liability	Deferred Outflows of Resources	Deferred Inflows of Resources
Postemployment benefits other than pensions	\$ 2,720,624	\$ 2,436,016	\$ 21,481,171	\$ 22,872,766
Postemployment life insurance benefits	1,728,417	7,924,762	4,712,818	1,975,305
	<u>\$ 4,449,041</u>	<u>\$ 10,360,778</u>	<u>\$ 26,193,989</u>	<u>\$ 24,848,071</u>

NOTE 7 – RISK MANAGEMENT

The Authority is exposed to various risks of loss related to property loss, torts, errors, and omissions, employee injuries (workers compensation), and employee medical benefits. The State of Michigan is self-insured and provides coverage to the Authority for these potential losses. Additional information on risk management can be found in the footnotes of the SOMACFR. Settled claims related to the commercial insurance have not exceeded the amount of insurance coverage in any of the past six fiscal years.

NOTE 8 – RESTRICTED NET POSITION

Restrictions of net position shown in the government-wide financial statements indicate that restrictions are imposed by the funding source or some other outside source which precludes their use for unrestricted purposes. The following are the various restrictions in net position as of September 30, 2025:

RESTRICTED FOR OTHER PURPOSES		
Income and Assessments		\$ 463,335
HHS-HCFA, Title XIX, Medicaid		128,658
USDVA - VHA		6,818,966
Member Related Depository Fund		704,702
Charitable Support Fund		<u>3,720,859</u>
 Total Restricted Net Position	 \$	 <u>11,836,520</u>

NOTE 9 – FUND BALANCE

The following are the fund balance constraints as of September 30, 2025:

FUND BALANCES		
Nonspendable		\$ 72,501
Restricted		
Income and Assessments		463,335
HHS-HCFA, Title XIX, Medicaid		128,658
USDVA - VHA		6,818,966
Member Related Depository Fund		704,702
Charitable Support Fund		3,720,859
Committed		1,446,190
Unassigned		<u>(65,133)</u>
 Total Fund Balances	 \$	 <u>13,290,078</u>

FINANCIAL SECTION

NOTES TO FINANCIAL STATEMENTS

NOTE 10 – CHANGE IN ACCOUNTING PRINCIPLE

For the year ended September 30, 2025, the Authority implemented the following new pronouncement: GASB Statement No. 101, Compensated Absences.

Governmental Accounting Standards Board (GASB) Statement No. 101, Compensated Absences, was issued in June 2022. The objective of this statement is to update the recognition and measurement guidance for compensated absences under a unified model. This statement requires that liabilities for compensated absences be recognized for leave that has not been used and leave that has been used but not yet paid in cash or settled through noncash means and establishes guidance for measuring a liability for leave that has not been used. It also updates disclosure requirements for compensated absences.

A restatement of beginning balances for the current and noncurrent portion of other long-term obligations (compensated absences) in the amount of \$1,751,056 decreased beginning net position. There was no change to beginning fund balances. The restatement to beginning government-wide net position is as follows:

	Governmental Activities
September 30, 2024, as previously reported	\$ (38,964,807)
Restatement - Change in Accounting Principle	<u>(1,751,056)</u>
September 30, 2024, as restated	<u>\$ (40,715,863)</u>

NOTE 11 – UPCOMING ACCOUNTING PRONOUNCEMENTS

In April 2024, the GASB issued Statement No. 103, Financial Reporting Model Improvements, which establishes new accounting and financial reporting requirements, or modifies existing requirements, related to the following: management's discussion and analysis; unusual or infrequent items; presentation of the proprietary fund statement of revenue, expenses, and changes in fund net position; information about major component units in basic financial statements; budgetary comparison information; and financial trends information in the statistical section. The provisions of this statement are effective for the Authority's financial statements for the year ending September 30, 2026.

In September 2024, the GASB issued Statement No. 104, Disclosure of Certain Capital Assets, which requires certain types of capital assets, such as lease assets, intangible right-to-use assets, subscription assets, and other intangible assets to be disclosed separately by major class of underlying asset in the capital assets note. The statement also requires additional disclosures for capital assets held for sale. The provisions of this statement are effective for the Authority's financial statements for the year ending September 30, 2026.

FINANCIAL SECTION

REQUIRED SUPPLEMENTARY INFORMATION

BUDGETARY COMPARISON SCHEDULE

Fiscal Year Ended September 30, 2025

Budgetary Comparison Schedule (Statutory/Budgetary Basis)	Original Budget	Final Budget	Actual	Variance with Final Budget
Beginning budgetary fund balance	\$ 5,986,292	\$ 5,986,292	\$ 5,986,292	\$ -
RESOURCES (inflows):				
Revenues and other sources:				
Charges for services	\$ 6,580,400	\$ 6,148,315	\$ 6,148,315	\$ -
Operating grants and contributions				
Federal revenues	50,088,800	52,357,597	52,357,597	\$ -
Private revenues	- 834,681	834,681	834,681	\$ -
Payments from the State of Michigan - General Fund	47,544,500	52,091,727	52,091,727	\$ -
Other - miscellaneous	- 157,334	157,334	157,334	\$ -
Total revenues and other sources	<u>\$ 104,213,700</u>	<u>\$ 111,589,654</u>	<u>\$ 111,589,654</u>	<u>\$ -</u>
Total resources available	<u>\$ 110,199,992</u>	<u>\$ 117,575,946</u>	<u>\$ 117,575,946</u>	<u>\$ -</u>
CHARGES (outflows):				
Expenditures and encumbrances:				
Current:				
Michigan Veteran Homes at Chesterfield Township	\$ 32,511,400	\$ 32,658,865	\$ 32,416,476	\$ 242,389
Michigan Veteran Homes D.J. Jacobetti	25,927,700	26,481,471	24,429,511	2,051,960
Michigan Veteran Homes at Grand Rapids	38,827,500	38,696,448	36,500,870	2,195,578
Michigan Veteran Homes administration	4,622,600	4,625,692	4,587,801	37,891
Veterans cemetery	90,200	90,200	90,200	\$ -
Veteran Homes special maintenance	2,288,156	841,966	841,966	\$ -
Information technology services and projects	1,734,300	769,559	769,559	\$ -
Capital Outlay	- 4,547,227	4,547,227	4,611,869	(64,642)
Debt Service:				
Vendor financing payments	- 37,616	37,616	(37,616)	\$ -
Total charges	<u>\$ 106,001,856</u>	<u>\$ 108,711,428</u>	<u>\$ 104,285,868</u>	<u>\$ 4,425,560</u>
Ending budgetary fund balance	<u>\$ 4,198,136</u>	<u>\$ 8,864,518</u>	<u>\$ 13,290,078</u>	<u>\$ 4,425,560</u>

BUDGET-TO-GAAP RECONCILIATION

Fiscal Year Ended September 30, 2025

Resources (inflows):

Actual amount (budgetary basis) of "Total resources available" \$ 117,575,946

Differences - Budget to GAAP:

Beginning budgetary fund balance is a budgetary resource but is not a current year revenue for financial reporting purposes (5,986,292)
 Total revenues (GAAP basis) on the statement of revenues, expenditures, and changes in fund balance \$ 111,589,654

Charges (outflows):

Actual amount (budgetary basis) of "Total charges" \$ 104,285,868

Differences - Budget to GAAP:

Vendor financing acquisitions are not outflows of budgetary resources but are recorded as capital outlay expenditures and other financing sources under GAAP 98,804
 Total expenditures (GAAP basis) on the statement of revenues, expenditures, and changes in fund balance \$ 104,384,672

FINANCIAL SECTION

REQUIRED SUPPLEMENTARY INFORMATION

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION – BUDGETARY REPORTING

Statutory/Budgetary Presentation

The various programs within funds utilize several different budgetary control processes. Annual legislative appropriations and revenue estimates are provided for most “operating” funds.

The State of Michigan provides annual legislative appropriations to the Authority for the Michigan Veteran Homes at Chesterfield Township, Michigan Veteran Homes D.J. Jacobetti, Michigan Veteran Homes at Grand Rapids, Michigan Veteran Homes administration, Veterans cemetery, Veteran Homes special maintenance, and Information technology services and projects.

For programs financed from restricted revenues, spending authorization is generally contingent upon recognition of the related revenue.

Reductions of spending authority occur if revenues fall short of estimates. If revenues exceed the estimate, supplemental appropriations are required before the additional resources can be spent.

The budgetary comparison schedule presented for the Authority presents both the original and final appropriated budgets for fiscal year 2025, as well as the actual resource inflows, outflows, and fund balance stated on the budgetary basis. The original budget and related estimated revenues represent the spending authority enacted into law by the appropriation bills as of October 1, 2024, and include multi-year projects budgetary carryforwards from the prior fiscal year.

The budgetary fund balance represents total fund balance and prior year encumbrances. Prior year encumbrances are considered uses of spending authority in the year the Authority incurs an obligation and are also removed.

Generally accepted accounting principles (GAAP) require that the final legal budget be reflected in the “final budget” column; therefore, updated revenue estimates available for appropriations as of November 30, rather than the amounts shown in the original budget, are reported. The November 30 date is used because Public Act 431 of 1984, as amended, permits budget adjustments by the Legislature through 60 days after year-end.

The final budget represents original and supplemental appropriations, carry-forwards, and approved transfers.

The timing differences result from unspent authorizations for multi-year projects, such as capital outlay and work projects, and from restricted revenues that had not been appropriated for expenditure in the current year. Such authorization balances remaining at year-end are removed from the final budget column to provide an “annualized” budget.

Positive “variances” reflect restricted revenues that were appropriated and available for expenditure in the current year and unused general purpose spending authority (lapses); negative “variances” reflect budgetary overdrafts.

Statutory/Budgetary Reconciliation

The statutory/budgetary basis presentation differs from GAAP in ways that do not affect ending fund balance.

For budgetary reporting purposes, expenditures and transfers out in the “Actual” column include recorded encumbrances because they are considered uses of spending authority in the year the Authority incurs an obligation. Therefore, the “Original” and “Final Budget” columns do not include encumbrance authorization balances carried over from the prior fiscal year. In the GAAP basis statements, expenditures do not include encumbrances. The effect of this difference is reflected as a reconciling item on the Budgetary Comparison Schedule.

For budgetary purposes, capitalizable lease and financed purchase expenditures are recognized when payments are due, rather than upon lease inception as required by GAAP. This difference does not affect fund balance because the “other financing sources” recorded under GAAP at lease inception are not recorded on the statutory/budgetary basis.

FINANCIAL SECTION

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE AUTHORITY'S PROPORTIONATE SHARE OF NET PENSION LIABILITY

State Employees' Retirement System

	2025	2024	2023	2022
Proportion of the net pension liability	0.708%	0.712%	0.697%	0.665%
Proportionate share of the net pension liability	\$ 28,825,189	\$ 40,237,521	\$ 45,013,479	\$ 27,019,499
Covered payroll	\$ 28,658,030	\$ 26,625,189	\$ 24,476,097	\$ 22,492,264
Proportionate share of the net pension liability as a percentage of its covered payroll	100.58%	151.13%	183.91%	120.13%
Plan fiduciary net position as a percentage of the total pension liability	78.16%	70.24%	66.92%	78.08%

The amounts presented for each fiscal year were determined as of the measurement date of September 30 of the previous year.

This schedule is built prospectively upon implementation of GASB Statement No. 68 and will show 10 years of data once it becomes available.

SCHEDULE OF THE AUTHORITY'S PENSION CONTRIBUTIONS

State Employees' Retirement System

	2025	2024	2023	2022
Statutorily required contribution *	\$ 5,274,248	\$ 5,083,166	\$ 4,936,310	\$ 4,745,960
Contributions in relation to the statutorily required contribution *	\$ 5,268,661	\$ 5,082,593	\$ 4,973,372	\$ 4,734,734
Contribution deficiency (excess) *	\$ 5,587	\$ 573	\$ (37,062)	\$ 11,226
Covered payroll	\$ 29,660,910	\$ 28,658,030	\$ 26,625,189	\$ 24,476,097
Contributions as a percentage of covered payroll *	17.78%	17.74%	18.54%	19.39%

This schedule is built prospectively upon implementation of GASB Statement No. 68 and will show 10 years of data once it becomes available.

* During fiscal year 2025, it was discovered that the amounts reported in this schedule for statutorily required contribution and contributions in relation to the statutorily required contribution were reported incorrectly for prior fiscal years. These amounts for fiscal years 2024 and prior were changed and now reflect an amount for contribution deficiency (excess) and an updated percentage for contributions as a percentage of covered payroll.

FINANCIAL SECTION

REQUIRED SUPPLEMENTARY INFORMATION

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION – PENSION LIABILITY

The comparability of trend information is affected by changes in actuarial assumptions, benefit provisions, actuarial funding methods, accounting policies, and other changes. Those changes usually affect trends in contribution requirements and in ratios that use the pension and other pension obligations as a factor.

The Schedule of the Authority's Pension Contributions is presented to show the responsibility of the employer in meeting the actuarial requirements to maintain the System on a sound financial basis.

The Schedule of the Authority's Proportionate Share of Net Pension Liability and Schedule of the Authority's Pension Contributions are schedules that are required in implementing GASB Statement No. 68. The Schedule of the Authority's Proportionate Share of Net Pension Liability represents, in actuarial terms, the accrued liability less the market value of assets. The Schedule of the Authority's Pension Contributions is a comparison of the Authority's contribution to the actuarially determined contributions.

The information presented in the Schedule of the Authority's Pension Contributions was used in the actuarial valuation for purposes of determining the actuarially determined contribution rate. Additional information as of the latest actuarial valuation for the pension plan follows:

Valuation:

Actuarially determined contribution amounts are calculated as of September 30 each year. The September 30, 2022 valuation determined the contribution rate for the State of Michigan's fiscal year ending September 30, 2025.

Methods and Assumptions Used to Determine Contributions for Fiscal Year 2025

Actuarial Cost Method	Entry Age, Normal
Amortization Method	Level dollar, closed period
Remaining Amortization Period	12 years, as of October 1, 2024, ending September 30, 2036
Asset Valuation Method	5-year smoothed fair value
Price Inflation	2.25%
Projected Salary Increases	2.75% to 11.75%, including wage inflation at 2.75%
Investment Rate of Return	6.00%, net of pension plan investment expenses
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	RP-2014 Combined Health Mortality Table, adjusted for mortality improvements using projection scale MP-2017 from 2006. For active members, 100% of the table rates were used for males and females.

FINANCIAL SECTION

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE AUTHORITY'S PROPORTIONATE SHARE OF NET OPEB LIABILITY - HEALTHCARE

State Employees' Retirement System

	2025	2024	2023	2022
Proportion of the net OPEB liability	0.718%	0.720%	0.707%	0.674%
Proportionate share of the net OPEB liability	\$ 2,436,016	\$ 12,096,429	\$ 27,508,877	\$ 25,719,786
Covered payroll	\$ 28,658,030	\$ 26,625,189	\$ 24,476,097	\$ 22,492,264
Proportionate share of the net OPEB liability as a percentage of its covered payroll	8.50%	45.43%	112.39%	114.35%
Plan fiduciary net position as a percentage of the total OPEB liability	95.23%	77.36%	56.64%	57.12%

The amounts presented for each fiscal year were determined as of the measurement date of September 30 of the previous year.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Authority presents information for those years which information is available.

SCHEDULE OF THE AUTHORITY'S OPEB CONTRIBUTIONS - HEALTHCARE

State Employees' Retirement System – Healthcare

	2025	2024	2023	2022
Statutorily required contribution *	\$ 1,844,909	\$ 3,275,613	\$ 3,751,489	\$ 4,224,574
Contributions in relation to the statutorily required contribution *	\$ 1,842,946	\$ 3,275,293	\$ 3,779,656	\$ 4,214,704
Contribution deficiency (excess) *	\$ 1,963	\$ 320	\$ (28,167)	\$ 9,870
Covered payroll	\$ 29,660,910	\$ 28,658,030	\$ 26,625,189	\$ 24,476,097
Contributions as a percentage of covered employee payroll *	6.22%	11.43%	14.09%	17.26%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Authority presents information for those years for which information is available.

* During fiscal year 2025, it was discovered that the amounts reported in this schedule for statutorily required contribution and contributions in relation to the statutorily required contribution were reported incorrectly for prior fiscal years. These amounts for fiscal years 2024 and prior were changed and now reflect an amount for contribution deficiency (excess) and an updated percentage for contributions as a percentage of covered payroll.

FINANCIAL SECTION

REQUIRED SUPPLEMENTARY INFORMATION

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION – OPEB LIABILITY

The comparability of trend information is affected by changes in actuarial assumptions, benefit provisions, actuarial funding methods, accounting policies, and other changes. Those changes usually affect trends in contribution requirements and in ratios that use the other postemployment benefit obligations as a factor.

The Schedule of the Authority's OPEB Contributions - Healthcare is presented to show the responsibility of the employer in meeting the actuarial requirements to maintain the System on a sound financial basis.

The Schedule of the Authority's Proportionate Share of Net OPEB Liability – Healthcare and Schedule of the Authority's OPEB Contributions - Healthcare are schedules that are required in implementing GASB Statement No. 75. The Schedule of the Authority's Proportionate Share of Net OPEB Liability - Healthcare represents in actuarial terms, the accrued liability less the market value of assets. The Schedule of the Authority's OPEB Contributions - Healthcare is a comparison of the Authority's contributions to the actuarially determined contributions.

The information presented in the Schedule of the Authority's OPEB Contributions - Healthcare was used in the actuarial valuation for purposes of determining the actuarially determined contribution rate. Additional information as of the latest actuarial valuation for the OPEB plan follows:

Valuation:

Actuarially determined contribution amounts are calculated as of September 30 each year. The September 30, 2022 valuation determined the contribution rate for the State of Michigan's fiscal year ending September 30, 2025.

Methods and Assumptions Used to Determine Contribution for Fiscal Year 2025

Actuarial Cost Method	Entry Age, Normal
Amortization Method	Level percent of payroll, closed period
Remaining Amortization Period	12 years, as of October 1, 2024, ending September 30, 2036
Asset Valuation Method	5-year smoothed fair value
Price Inflation	2.25%
Projected Salary Increases	2.75% to 11.75%, including wage inflation at 2.75%
Investment Rate of Return	6.20%, net of OPEB plan investment expenses
Retirement Age	Experience-based table of rates that are specific to the type of eligibility condition
Mortality	RP-2014 Combined Health Mortality Table, adjusted for mortality improvements using projection scale MP-2017 from 2006
Healthcare Cost Trend Rates	7.50% year 1, gradually decreasing to 3.50% year 15, 3.00% year 120
Aging Factors	Based on 2013 SOA study "Health Care Costs - From Birth to Death"

FINANCIAL SECTION

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE AUTHORITY'S PROPORTIONATE SHARE OF THE LIFE INSURANCE OPEB LIABILITY

State Employees' Retirement System – Life Insurance

	2025	2024	2023	2022
Proportion of the total OPEB liability	0.718%	0.702%	0.684%	0.640%
Proportionate share of the total OPEB liability	\$ 7,924,762	\$ 6,780,836	\$ 6,784,377	\$ 8,914,344
Covered employee payroll	\$ 25,619,764	\$ 23,789,617	\$ 22,127,468	\$ 19,605,328
Proportionate share of the total OPEB liability as a percentage of its covered employee payroll	30.93%	28.50%	30.66%	45.47%

The amounts presented for each fiscal year were determined as of the measurement date of September 30 of the previous year.

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, the Authority presents information for those years for which information is available.

The Plan is not a trust and has no assets.

STATISTICAL SECTION

Index to Statistical Section

Net Position by Component

Changes in Net Position

Fund Balance – Governmental Fund

Changes in Fund Balance – Governmental Fund

Primary and Total Revenue Sources

Classified Employees by Location

Operating Indicators by Location

Demographic and Economic Indicators

STATISTICAL SECTION

INDEX TO STATISTICAL SECTION

This part of the Michigan Veterans' Facility Authority's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Authority's overall financial health.

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FINANCIAL TRENDS

These schedules contain trend information to help the reader understand how the Authority's financial performance and well-being have changed over time.

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REVENUE CAPACITY

This schedule contains information to help the reader assess the Authority's most significant revenue sources: federal revenues and payments from the State of Michigan.

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OPERATING INFORMATION

These schedules contain information about the Authority's operations and resources to help the reader understand how the information in the Authority's financial report relates to the services the Authority provides and the activities it performs.

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DEMOGRAPHIC AND ECONOMIC INFORMATION

This schedule offers demographic and economic indicators to help the reader understand the environment within which the Authority's financial activities take place.

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Sources

Unless otherwise noted, the information in these schedules is derived from the financial statements presented in the annual comprehensive financial reports or from the Authority's internal records for the relevant years.

STATISTICAL SECTION

FINANCIAL TRENDS

NET POSITION BY COMPONENT

Last Ten Fiscal Years
(Accrual Basis of Accounting)

	2021	2022	2023	2024	2025
Governmental activities:					
Net investment in capital assets	\$ 386,594	\$ 519,126	\$ 582,286	\$ 485,538	\$ 5,802,033
Restricted	5,198,003	4,896,641	7,247,646	4,190,768	11,836,520
Unrestricted	<u>11,895,748</u>	<u>(34,171,611)</u>	<u>(44,665,394)</u>	<u>(43,641,114)</u>	<u>(42,486,312)</u>
Total governmental activities	\$ <u>17,480,345</u>	\$ <u>(28,755,843)</u>	\$ <u>(36,835,462)</u>	\$ <u>(38,964,807)</u>	\$ <u>(24,847,759)</u>
Reconciliation of net position:					
Beginning net position	\$ -	\$ 17,480,345	\$ (28,755,843)	\$ (36,835,462)	\$ (38,964,807)
Restatement of beginning net position	-	1,451,052	-	-	(1,751,056)
Beginning net position - restated	-	18,931,398	(28,755,843)	(36,835,462)	(40,715,863)
Statement of Activities - change in net position	<u>17,480,345</u>	<u>(47,687,241)</u>	<u>(8,079,619)</u>	<u>(2,129,345)</u>	<u>15,868,104</u>
Ending net position	\$ <u>17,480,345</u>	\$ <u>(28,755,843)</u>	\$ <u>(36,835,462)</u>	\$ <u>(38,964,807)</u>	\$ <u>(24,847,759)</u>

The Authority's first year of financial reporting was for the year ended September 30, 2021. This schedule is being built prospectively and will ultimately include data for ten fiscal years.

STATISTICAL SECTION

FINANCIAL TRENDS

CHANGES IN NET POSITION

Last Ten Fiscal Years
(Accrual Basis of Accounting)

	2021	2022	2023	2024	2025
EXPENSES					
Governmental activities:					
Health and welfare	\$ 74,642,858	\$ 129,028,902	\$ 107,546,728	\$ 95,874,325	\$ 96,543,559
Total governmental activities expenses	<u>\$ 74,642,858</u>	<u>\$ 129,028,902</u>	<u>\$ 107,546,728</u>	<u>\$ 95,874,325</u>	<u>\$ 96,543,559</u>
PROGRAM REVENUES					
Governmental activities:					
Charges for services	\$ 5,409,625	\$ 6,067,853	\$ 7,230,917	\$ 6,410,010	\$ 6,117,861
Operating grants and contributions					
Federal revenues	21,747,179	35,108,358	39,963,361	47,403,332	52,357,597
Private revenues ¹	10,280,139	475,150	589,081	606,509	834,681
Capital grants and contributions	-	21,000	11,500	-	852,464
Total governmental activities program revenues	<u>\$ 37,436,944</u>	<u>\$ 41,672,360</u>	<u>\$ 47,794,858</u>	<u>\$ 54,419,851</u>	<u>\$ 60,162,603</u>
NET (EXPENSE) REVENUE					
Governmental activities	\$ (37,205,914)	\$ (87,356,541)	\$ (59,751,870)	\$ (41,454,474)	\$ (36,380,956)
GENERAL REVENUES					
Governmental activities:					
Payments from the State of Michigan	\$ 43,022,596	\$ 39,653,900	\$ 51,552,200	\$ 39,170,900	\$ 52,091,727
Other	12,464	15,401	120,051	154,229	157,333
Total governmental activities general revenues	<u>\$ 43,035,060</u>	<u>\$ 39,669,301</u>	<u>\$ 51,672,251</u>	<u>\$ 39,325,129</u>	<u>\$ 52,249,060</u>
SPECIAL ITEM - governmental activities	<u>\$ 11,651,200</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
CHANGE IN NET POSITION					
Governmental activities	<u>\$ 17,480,345</u>	<u>\$ (47,687,241)</u>	<u>\$ (8,079,619)</u>	<u>\$ (2,129,345)</u>	<u>\$ 15,868,104</u>

¹ The accounting treatment changed for the movement of cash between the Authority's fiduciary fund bank accounts in fiscal year 2022, resulting in a decrease in both private revenues and expenditures of approximately \$9.8 million. See Note 11 on the Authority's Annual Comprehensive Financial Report for the fiscal year ended September 30, 2022 for more information.

The Authority's first year of financial reporting was for the year ended September 30, 2021. This schedule is being built prospectively and will ultimately include data for ten fiscal years.

STATISTICAL SECTION

FINANCIAL TRENDS

FUND BALANCE – GOVERNMENTAL FUND

Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2021	2022	2023	2024	2025
General Fund:					
Nonspendable	\$ 53,696	\$ 86,568	\$ 104,515	\$ 81,312	\$ 72,501
Restricted	5,198,003	4,896,641	7,247,646	4,190,768	11,836,520
Committed	2,327,690	1,919,957	1,720,559	1,788,156	1,446,190
Assigned	755,055	178,380	7,076	-	-
Unassigned	1,012,908	(110,748)	(14,596,361)	(73,944)	(65,133)
Total general fund	<u>\$ 9,347,351</u>	<u>\$ 6,970,798</u>	<u>\$ (5,516,566)</u>	<u>\$ 5,986,292</u>	<u>\$ 13,290,078</u>
Reconciliation of governmental fund balances:					
Beginning fund balances	\$ -	\$ 9,347,351	\$ 6,970,798	\$ (5,516,566)	\$ 5,986,292
Restatement of beginning fund balances	-	1,451,052	-	-	-
Beginning fund balances - restated	-	10,798,403	6,970,798	(5,516,566)	5,986,292
Change in fund balance	(2,077,090)	(3,827,605)	(12,487,364)	11,502,858	7,303,786
Change in accounting entity	11,424,441	-	-	-	-
Ending fund balances	<u>\$ 9,347,351</u>	<u>\$ 6,970,798</u>	<u>\$ (5,516,566)</u>	<u>\$ 5,986,292</u>	<u>\$ 13,290,078</u>

The Authority's first year of financial reporting was for the year ended September 30, 2021. This schedule is being built prospectively and will ultimately include data for ten fiscal years.

STATISTICAL SECTION

FINANCIAL TRENDS

CHANGES IN FUND BALANCE – GOVERNMENTAL FUND

Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	2021	2022	2023	2024	2025
REVENUES					
Charges for services	\$ 5,120,953	\$ 5,858,510	\$ 7,239,968	\$ 6,458,130	\$ 6,148,315
Operating grants and contributions	32,027,319	35,583,507	40,552,441	48,009,841	53,192,278
Payments from the State of Michigan - General Fund	43,022,596	39,653,900	37,052,200	53,670,900	52,091,727
Other - miscellaneous	12,464	15,401	120,051	154,229	157,334
Total Revenues	\$ 80,183,332	\$ 81,111,318	\$ 84,964,661	\$ 108,293,101	\$ 111,589,654
EXPENDITURES					
Current:					
Michigan Veteran Homes at Chesterfield Township	\$ 7,728,347	\$ 20,303,142	\$ 30,583,737	\$ 31,358,953	\$ 32,416,476
Michigan Veteran Homes D.J. Jacobetti	29,317,294	24,341,966	23,778,172	24,822,563	24,429,511
Michigan Veteran Homes at Grand Rapids	42,173,667	35,821,695	37,040,350	35,578,067	36,500,870
Michigan Veteran Homes administration	2,802,349	3,858,890	4,380,167	3,577,906	4,587,801
Veterans cemetery	85,200	85,200	85,200	84,800	90,200
Veteran Homes special maintenance	153,565	129,939	699,408	414,063	841,966
Information technology services and projects	-	398,090	884,990	879,424	769,559
Capital outlay	-	-	-	48,242	4,710,673
Debt Service:					
Vendor financing payments	-	-	-	49,020	37,616
Total Expenditures	\$ 82,260,421	\$ 84,938,923	\$ 97,452,025	\$ 96,813,039	\$ 104,384,672
Excess of Revenues over (under) Expenditures	\$ (2,077,090)	\$ (3,827,605)	\$ (12,487,364)	\$ 11,480,062	\$ 7,204,982
OTHER FINANCING SOURCES (USES)					
Vendor financing acquisitions	\$ -	\$ -	\$ -	\$ 22,796	\$ 98,804
Total Other Financing Sources (Uses)	\$ -	\$ -	\$ -	\$ 22,796	\$ 98,804
Special Item	\$ 11,424,441	\$ -	\$ -	\$ -	\$ -
Net change in fund balances	\$ 9,347,351	\$ (3,827,605)	\$ (12,487,364)	\$ 11,502,858	\$ 7,303,786

The Authority's first year of financial reporting was for the year ended September 30, 2021. This schedule is being built prospectively and will ultimately include data for ten fiscal years.

STATISTICAL SECTION

REVENUE CAPACITY

PRIMARY AND TOTAL REVENUE SOURCES

Last Ten Fiscal Years
(Accrual Basis of Accounting)

	2021	2022	2023	2024	2025
REVENUES					
Federal revenues					
Department of Health and Human Services	\$ 4,220,328	\$ 8,777,574	\$ 9,546,516	\$ 9,282,161	\$ 8,438,680
Department of Veterans Affairs	17,526,852	26,330,783	30,352,157	38,121,172	43,918,917
Other federal revenues	-	-	64,687	-	-
Total federal revenues	<u>\$ 21,747,179</u>	<u>\$ 35,108,358</u>	<u>\$ 39,963,361</u>	<u>\$ 47,403,332</u>	<u>\$ 52,357,597</u>
Payments from the State of Michigan	\$ 43,022,596	\$ 39,653,900	\$ 51,552,200	\$ 39,170,900	\$ 52,091,727
Other revenues					
Charges for services	\$ 5,409,625	\$ 6,067,853	\$ 7,230,917	\$ 6,410,010	\$ 6,117,861
Private revenues ¹	10,280,139	475,150	589,081	606,509	834,681
Capital grants and contributions	-	21,000	11,500	-	852,464
Other	12,464	15,401	120,051	154,229	157,333
Total other revenues	<u>\$ 15,702,229</u>	<u>\$ 6,579,403</u>	<u>\$ 7,951,549</u>	<u>\$ 7,170,748</u>	<u>\$ 7,962,339</u>
Total revenues	<u>\$ 80,472,004</u>	<u>\$ 81,341,661</u>	<u>\$ 99,467,109</u>	<u>\$ 93,744,980</u>	<u>\$ 112,411,663</u>

¹ The accounting treatment changed for the movement of cash between the Authority's fiduciary fund bank accounts in fiscal year 2022, resulting in a decrease in both private revenues and expenditures of approximately \$9.8 million. See Note 11 on the Authority's Annual Comprehensive Financial Report for the fiscal year ended September 30, 2022 for more information.

The Authority's first year of financial reporting was for the year ended September 30, 2021. This schedule is being built prospectively and will ultimately include data for ten fiscal years.

STATISTICAL SECTION

OPERATING INFORMATION

CLASSIFIED EMPLOYEES BY LOCATION

Last Ten Fiscal Years

	2021	2022	2023	2024	2025
Employees of Michigan Veteran Homes at:					
Chesterfield Township *	44	70	94	88	90
D.J. Jacobetti	152	149	141	141	146
Grand Rapids	154	136	133	135	135
Total employees	350	355	368	364	371
Michigan Veteran Homes Administration	5	7	8	8	8
Total full-time equivalent employees	355	362	376	372	379

* Michigan Veteran Homes at Chesterfield Township opened May of 2021.

The Authority's first year of financial reporting was for the year ended September 30, 2021. This schedule is being built prospectively and will ultimately include data for ten fiscal years.

OPERATING INDICATORS BY LOCATION

Last Ten Fiscal Years

	2021	2022	2023	2024	2025
Members served ¹					
Chesterfield Township *	37	83	155	154	160
D.J. Jacobetti	155	155	147	150	161
Grand Rapids	187	132	147	151	160
Total members served	379	370	449	455	481
Average daily census ²					
Chesterfield Township *	8	52	96	121	124
D.J. Jacobetti	121	108	109	104	106
Grand Rapids	147	125	120	121	122
Total average daily census	276	285	325	346	352

¹ Represents each distinct individual served.

² Calculated by dividing total days of care by number of days in a year.

* Michigan Veteran Homes at Chesterfield Township opened May of 2021.

The Authority's first year of financial reporting was for the year ended September 30, 2021. This schedule is being built prospectively and will ultimately include data for ten fiscal years.

STATISTICAL SECTION

DEMOGRAPHIC AND ECONOMIC INFORMATION

DEMOGRAPHIC AND ECONOMIC INDICATORS

Last Ten Fiscal Years

	2021	2022	2023	2024	2025
Service Era of War					
World War II (12/7/1941-12/31/1946)	35	33	25	14	11
Cold War (1945-1991)	43	24	26	21	-
Korean Conflict (10/7/1950-10/20/1954)	58	54	56	50	43
Vietnam Era (2/28/1961-5/7/1975)	200	210	277	304	336
Gulf War, Persian (8/2/1990-4/6/1991)	6	5	6	9	8
Gulf War, Other (8/2/1990-10/6/2001)	2	4	4	4	3
Gulf War, OEF/OIF/OND (10/7/2001-ongoing)	-	-	4	6	5
Peacetime Veteran	11	20	28	31	61
Dependent	24	20	23	16	14
Gender					
Female	34	31	36	29	29
Male	345	339	413	426	452
Age ¹					
<65	27	28	26	30	28
65-74	114	96	103	87	76
75-84	110	126	197	224	264
85-94	96	87	89	89	87
95+	32	33	34	25	26
Service Connection ²					
0%	261	226	220	189	168
10% - 60%	23	25	32	30	34
70% - 100%	95	119	197	236	279
Length of Stay ¹					
<3 years	152	200	319	285	262
3-5 years	96	75	43	85	137
6-10 years	74	52	51	48	42
11-15 years	33	24	14	15	19
>16 years	24	19	22	22	21
Payor Type Categories by Days of Care ¹					
Cost of Care	51,520	31,670	17,641	13,534	8,433
Domiciliary	5,452	1,095	1,033	732	730
Full Cost of Care	7,785	7,514	8,475	10,422	9,490
Hospice	826	2,472	3,744	2,315	1,679
Managed Care	-	-	-	24	-
Medicaid	11,751	30,281	37,903	39,155	36,632
Medicare	137	430	859	357	858
Service Connected	23,223	30,598	48,774	60,203	69,786
Other Third Party Payors	-	-	-	-	146

¹ As of September 30 for each fiscal year.

² Service connection can change over time for a member; therefore, reported percentages are as of the report compilation date.

The Authority's first year of financial reporting was for the year ended September 30, 2021. This schedule is being built prospectively and will ultimately include data for ten fiscal years.

ACKNOWLEDGMENTS

ACKNOWLEDGMENTS

The *Michigan Veterans' Facility Authority Annual Comprehensive Financial Report* is prepared by the Department of Technology, Management, and Budget (DTMB), Office of Financial Services, Accounting Service Center Division. Staff of the division for the fiscal year 2025 report included:

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Jacqueline Huhn, Director
Kayla Knoper, Manager

Accountants:

Samantha Schrauben
Mena Bernaba

Special thanks are also extended to DMVA's Chief Financial Officer; Michigan Veteran Homes management and staff; accounting and support staff throughout DTMB Office of Financial Services; staff at the Office of Financial Management; the Office of the Auditor General; and Andrews Hooper Pavlik PLC. Preparation of this report would not have been possible without the efforts of these individuals.

This report may be viewed online at: <https://www.michigan.gov/mvh/about/legislation>.

APPENDIX B

Salaries and Benefits Cost of All MVH Staff Positions, FY25

Position/Class	YTD Salary/Long/OT	Benefits	Hours	FTE
ACTIVITIES THERAPY AIDE	\$ 1,412,665.28	\$ 850,580.78	52,623.19	25.30
ACTIVITIES THERAPY MANAGER	\$ 258,558.09	\$ 136,027.49	6,264.00	3.01
CARPENTER	\$ 69,826.20	\$ 38,628.94	2,115.00	1.02
CLINICAL SOCIAL WORKER	\$ 462,727.54	\$ 264,517.69	12,086.25	5.81
CLINICAL SOCIAL WORK MGR	\$ 257,618.99	\$ 145,970.04	6,268.75	3.01
CONSERVATION SERVICES	\$ 9,042.00	\$ 3,626.69	411.00	0.20
COOK	\$ 450,930.73	\$ 247,283.12	17,958.73	8.63
DEPARTMENTAL ANALYST	\$ 459,574.26	\$ 286,666.24	11,593.23	5.57
DEPARTMENTAL MANAGER	\$ 107,278.08	\$ 67,131.53	2,088.00	1.00
DEPARTMENTAL SPECIALIST	\$ 114,555.37	\$ 68,489.08	2,431.20	1.17
DEPARTMENTAL SUPERVISOR	\$ 82,924.15	\$ 55,479.69	2,088.00	1.00
DEPARTMENTAL TECHNICIAN	\$ 255,020.53	\$ 161,569.00	8,368.50	4.02
DIETITIAN NUTRITIONIST	\$ 354,361.12	\$ 222,750.55	9,919.00	4.77
DIETITIAN NUTRITIONIST MGR	\$ 81,312.72	\$ 56,540.46	2,090.50	1.01
DOMESTIC SERVICES AIDE	\$ 1,380,038.47	\$ 864,846.07	54,625.40	26.26
DOMESTIC SERVICES SPV	\$ 131,481.30	\$ 68,757.34	4,593.60	2.21
ELECTRICIAN LICENSED	\$ 81,969.71	\$ 54,732.94	2,142.50	1.03
EXECUTIVE SECRETARY	\$ 67,022.33	\$ 41,715.80	2,048.00	0.98
FOOD SERVICES SUPERVISOR	\$ 54,474.52	\$ 39,159.54	1,879.97	0.90
GENERAL OFFICE ASSISTANT	\$ 535,388.00	\$ 334,397.62	19,700.41	9.47
GROUNDSKEEPER-E	\$ 61,930.70	\$ 48,337.85	2,104.00	1.01
INSTITUTION CHAPLAIN	\$ 48,728.81	\$ 37,617.61	1,302.15	0.63
LABORER	\$ 128,505.72	\$ 76,397.42	5,136.30	2.47
MAINTENANCE MECHANIC	\$ 623,392.86	\$ 341,916.95	20,325.80	9.77
MAINTENANCE MECHANIC SPV	\$ 83,320.70	\$ 53,710.94	2,088.00	1.00
MEDICAL SERVICES	\$ 17,981.25	\$ 6,856.29	171.25	0.08
MOTOR VEHICLE OPERATOR	\$ 125,116.02	\$ 95,801.53	4,925.40	2.37
NOT ENTERED	\$ 3,275.60	\$ 192.73	0.00	0.00
NURSING SERVICES	\$ 15,646.80	\$ 6,279.08	236.00	0.11
PHARMACIST SPECIALIST	\$ 380,070.90	\$ 198,829.73	6,285.00	3.02
PHARMACY ASSISTANT	\$ 267,299.36	\$ 167,352.94	9,898.63	4.76
PHYSICAL PLANT SUPERVISOR	\$ 266,124.04	\$ 148,580.36	6,264.00	3.01
PHYSICAL THERAPY AIDE	\$ 208,536.58	\$ 157,857.49	7,474.65	3.59
PHYSICIAN MANAGER	\$ 263,924.19	\$ 124,371.90	2,138.35	1.03
PRACTICAL NURSE LICENSED	\$ 6,379,489.99	\$ 3,669,993.28	170,249.53	81.85

PRACTICAL NURSE LIC NC	\$ 12,677.49	\$ 5,051.56	308.62	0.15
PRACTICAL NURSE SUP	\$ 100,011.60	\$ 56,675.65	2,145.40	1.03
RECREATIONAL THERAPIST	\$ 283,462.96	\$ 161,042.80	8,489.50	4.08
REGISTERED NURSE	\$ 3,239,556.85	\$ 1,769,754.18	69,682.65	33.50
REGISTERED NURSE-3	\$ 91,136.34	\$ 40,356.76	1,605.00	0.77
REGISTERED NURSE MANAGER	\$ 4,637,467.40	\$ 2,456,652.02	89,965.56	43.25
REGISTERED NURSE NC	\$ 21,708.37	\$ 8,372.48	364.80	0.18
RESIDENT CARE AIDE	\$ 3,391,267.31	\$ 2,008,574.77	123,829.54	59.53
SECRETARY	\$ 124,414.82	\$ 88,800.26	4,178.20	2.01
SENIOR EXEC MGT ASST	\$ 65,607.03	\$ 42,423.02	2,090.00	1.00
SENIOR EXECUTIVE ASST DPTY DIR	\$ 133,707.65	\$ 57,602.60	2,088.00	1.00
STATE ADMINISTRATIVE MANAGER	\$ 587,669.07	\$ 314,546.22	9,439.04	4.54
STATE ASSISTANT ADMINISTRATOR	\$ 538,273.86	\$ 270,034.11	8,354.00	4.02
STATE BUREAU ADMINISTRATOR	\$ 170,005.96	\$ 92,528.47	2,088.00	1.00
STATE DIVISION ADMINISTRATOR	\$ 481,880.22	\$ 262,934.92	6,264.00	3.01
STOREKEEPER	\$ 197,047.54	\$ 126,640.33	7,413.40	3.56
TEACHING SERVICES	\$ 16,026.00	\$ 6,110.72	400.65	0.19
WORD PROCESSING ASSISTANT	\$ 58,705.11	\$ 47,034.31	2,088.00	1.00
Totals	\$ 29,650,738.49	\$ 16,958,101.89	800,688.65	384.95



New Home For Veterans



New Home For Veterans Construction Update

**MVFA Board Meeting
Mike Hassan
20 January 2026**

New Marquette Construction Update

Contract Metrics:

▪ Design Contract No.	DO 23*8838/DTMB Y-23126
▪ Design Contract Award (1/27/2023)	\$519,673.00
▪ Mods 1-9	<u>\$5,803,344.60</u>
▪ Total Design Contract Amount	\$6,323,017.60
▪ Design Progress (as of Dec 2025) 95% Compl/95% Schld	
▪ Construction Management Contract DO 171 23*19331/Y23120	
▪ CM Contract Award	\$197,536.00
▪ Mods 1-2	\$328,500.00
▪ Mod 3	\$2,234,571.00
▪ Mod 4	<u>\$8,730,360.00</u>
▪ Total partial CM Contract	\$10,964,931.00

Cost ● Schedule ● Quality ● Overall ●

Total VA/SBA Project Budget: \$97.509M

Administrative Expenses	\$ 1,000,000.00
Design Contract	\$ 5,800,000.00
Construction Contract	\$ 83,286,714.29
FF&E	\$ 3,265,000.00
Contingency	\$ 4,157,855.00

Primary Contacts:

▪ MVH	Dr. Mike Hassan, (517) 275-2761
▪ DTMB	Mr. Chris Parsons & Jeff Barsch, (517) 256-5677
▪ Perkins Eastman	Mr. Ramu Ramachandran, (213) 237-6683
▪ The Christman Company	Mr. Mike Tarwater (616) 799-5959

Construction Management Contract:

- Total Contracts Awarded as of Dec 2025: ~\$11M
- Total Remaining Contracts: ~\$76M

Significant Activities as of Dec 2025:

- SHPO/USDVA approved no historical impact Apr 2025
- Final EA/FONSI issued by USDVA in July 2025
- Grant approved FY24 priority 1
 - Grant Conditional Letter submitted 6 Dec 2024
 - Conditional Grant approval 8/1/2025
 - Final budget submitted in Sep 2025
 - Awaiting Final MOA and grant approval
 - MOA delayed by VA due to pending format revisions. Expect MOA signing in Feb 2026
- Wetland mitigation permit issued Sep 2025
- Partial Site Work & mobilization began Jul 2025
- Relocation of Venture Drive completed in October 2025; Opened for traffic Nov 2025
- Easement agreement with Marquette County Road Commission completed 4 Nov 2025
- Neighborhood 1 foundation and underground utilities in progress as of mid December 2025

New Marquette Veterans Home

- The Home concept is more home-like than institutional
 - Emphasize layouts that create common living spaces for socialization, dining, and activities, while providing a private bedroom and personal bathroom for each resident
- The proposed concept consists of 108 beds (≈142K SF) divided into 3 one-story small house-based Neighborhood buildings around a central Community Center, and a Maintenance/Warehouse building
 - The Neighborhood building (≈31.87K SF ea) includes 36 resident rooms with private bathrooms, Nurse stations, kitchenette, dining facilities, and living spaces
 - The Community Center building (≈36.78K SF) includes multipurpose rooms, main kitchen, chapel, bistro, occupational & physical therapy spaces, and medical & administrative offices
 - Maintenance/Warehouse/Garage building (≈6.66K SF)
 - The surrounding grounds designed for additional recreation and exercise opportunities

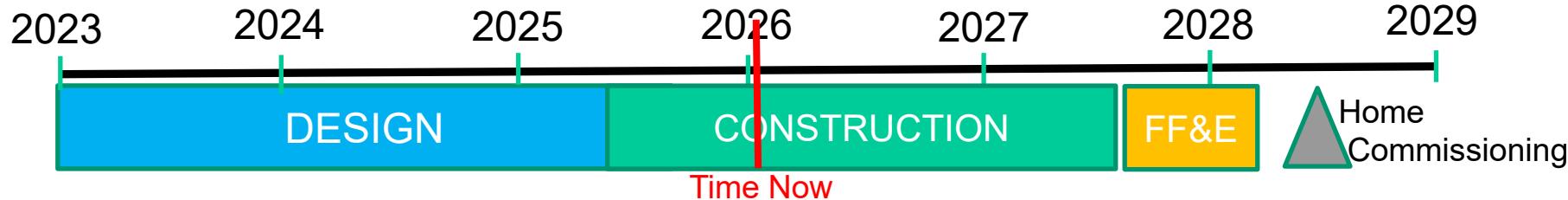


New Marquette Veterans Home Team Composition

- **DMVA/MVFA/MVH: Owner Agency**
 - **Requiring Office**
- **DTMB: Design and Construction Manager**
 - **Manage and Administer the Contracts for A/E and CM**
- **Perkins Eastman: Architect-Engineer Firm**
 - **Design of Facilities**
- **The Christman Company: Construction Management**
 - **Bidding and Procurement of Construction Services**
 - **On-site Construction Management for Compliance and Quality Assurance**
- **Central Procurement** (later in 2026)
 - **Furniture Furnishing and Equipment**
- **SOM/Commercial IT software/equipment** (later in 2026)

Project Milestones

- 95% design complete: Feb 2025
 - Revisions made to reduce cost
- Bid package released: Feb 2025
 - Re-bid most WCs in June 2025
- Tree clearing 100% complete: March 2025
- Contractor mobilization: July 2025
- Construction period: 24 months
- Date construction expected to be completed: Late 2027
- FF&E, Training, Inspection, Licensing, etc.: Late 2027
- Home Commissioning and relocation from old facility: Mid 2028



New Marquette Veteran Home Site Rendering





Marquette Community Center Main Entrance Rendering





New Marquette Veteran Home Neighborhood Rendering





New Marquette Veteran Home Neighborhood Renderings



New Marquette Veteran Home Site layout

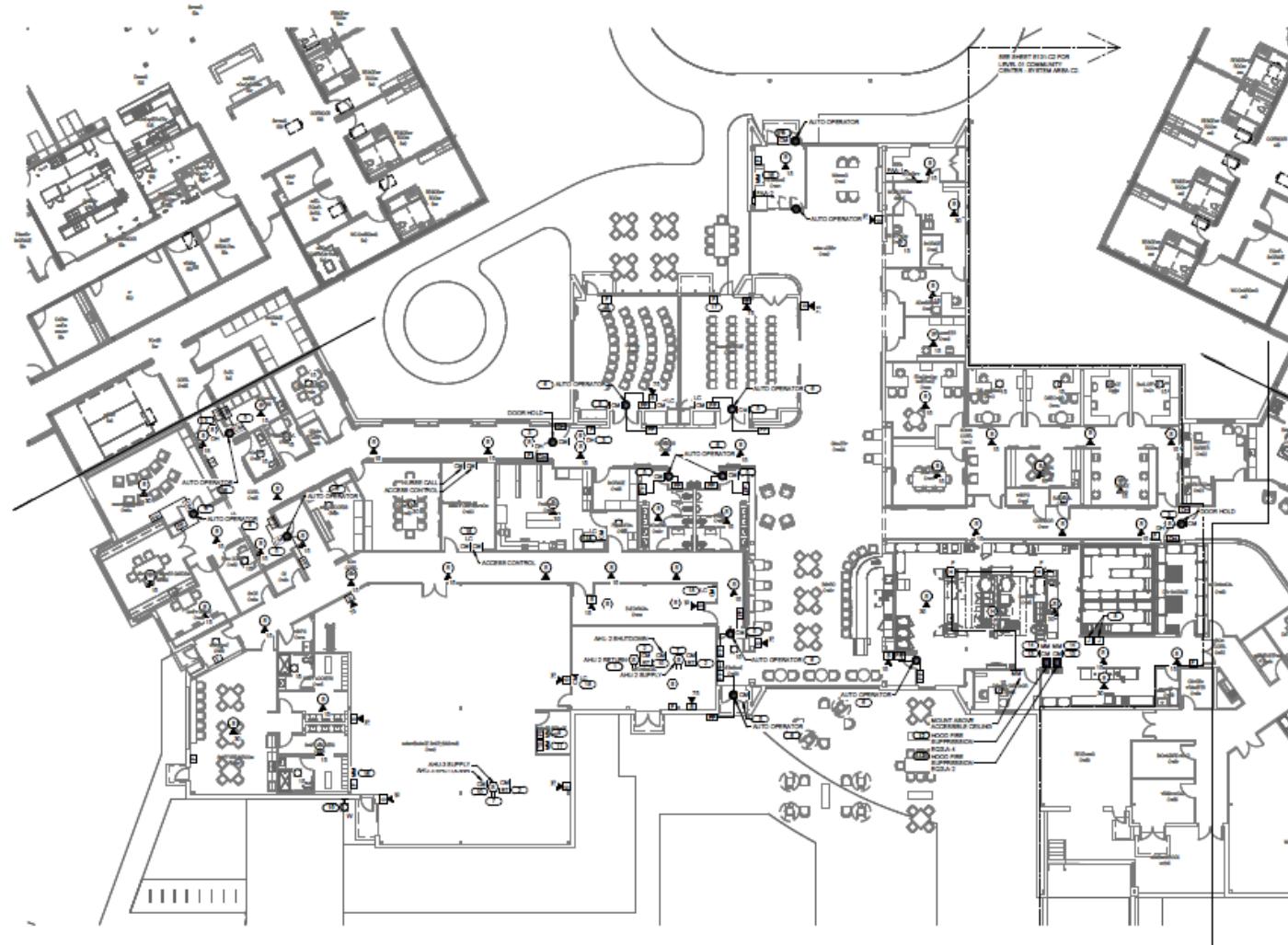




New Marquette Veteran Home Neighborhood Floor Plan



New Marquette Veteran Home Community Center Floor Plan



Marquette New Home Earthwork in Progress

8/10/2025



**Marquette New Home
Earthwork in Progress
8/27/2025**



**West Pond in Progress
8/27/2025**

**East Pond in Progress
8/27/2025**

Marquette New Home Earthwork in Progress



*Sanitary Pipe
installation
10/24/2025*

*Water Main Pipe
installation 10/24/2025*



Marquette New Home Earthwork in Progress 12/12/2025



***Underground Piping
Installation –
Neighborhood 1***

Ground Thaw Unit



Marquette New Home Neighborhood 1 Progress

12/12/2025



*Installing Sanitary Sewer
Neighborhood 1*



*Installing Storm
Pipe/Structure along
Perimeter Road*