

CONTINUING CARE COMMUNITY DISCLOSURE ACT (EXCERPT)
Act 448 of 2014

554.943 Financial forecast.

Sec. 43.

A pro forma financial plan shall include a financial forecast for a period of 3 years, presented on the same accounting basis as the financial statements, including all of the following:

- (a) A balance sheet.
- (b) A statement of changes and activities or statement of operations.
- (c) A statement of cash flow.
- (d) Expected cash proceeds from sales of continuing care agreements based on projected occupancy and attrition rates.
- (e) Expected cash proceeds from monthly service fees, donations, interest, and entrance fees.
- (f) Amount of reserves expected to be provided for capital replacement, improvements, maintenance, refunds, and other expenses.
- (g) A statement of assumptions and principles used to make the forecast.

History: 2014, Act 448, Eff. Apr. 2, 2015