



Corporate Headquarters
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February 14, 2020

To the Board of Directors
Michigan Statewide Independent Living Corp.
East Lansing, MI

We have audited the financial statements of Michigan Statewide Independent Living Corp., for the fiscal year ended September 30, 2019, and have issued our report thereon dated February 14, 2020. Professional standards required that we provided you with the following information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated September 26, 2019. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management has the responsibility for selection and use of appropriate accounting policies. The significant accounting policies used by Michigan Statewide Independent Living Corp., are described in Note 2 to the financial statements. During the twelve months ended September 30, 2019, the Organization adopted ASU 2016-14 – *Presentation of Financial Statements of Not-for-Profit Entities*. The update addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The application of existing policies was not changed during the twelve months ended September 30, 2019. We noted no transactions entered into by the Organization, during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There are no significant estimates in the financial statements for the year ending September 30, 2019.

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. There are no sensitive disclosures affecting the financial statements for the year ending September 30, 2019.

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

Difficulties Encountered in Performing the Audit

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

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. There are no known uncorrected misstatements that are material to the financial statements taken as a whole or individually.

Disagreements with Management

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

Management Representations

We have requested certain representations from management that are included in the management representation letter dated February 14, 2020.

Management Consultations with Other Independent Accountants

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

Other Audit Findings or Issues

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

During our audit procedures, we became aware of an alleged misappropriation of funds that caused the Organization a loss. Management has determined that the funds are uncollectible. The misappropriation did not have material effect on the financial position of the organization or the financial results for the year ended September 30, 2019.

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



The ALG Group, CPAs
East Lansing, Michigan