

List of questions:

1. Please provide a copy of the prior year audited financial statements and tax return.

Answer: Statements provided

Files:

- *Michigan Health Info Network Shared Serv MICHIGAN HEALTH 2021 fst 0930 EV Final SECURED*
- *#1 - Michigan Health Info Network Shared Serv SINGLE AUDIT 2021 fst 0930 EV Final SECURED*
- *Michigan Health Information Network 2020 Tax Return - PI – FINAL*
- *Interoperability Institute LLC 2020 Tax Return - PI Flattened*

2. Can you please clarify why are you going out for proposal for audit services at this time?

Answer: We respectfully choose to not provide this information at this time

3. What other firms are included in the proposal process?

Answer: We respectfully choose to not provide this information at this time

4. Are you willing to share what prior year fees were for these services?

Answer: We respectfully choose to not provide this information at this time

5. Were there any significant changes in operations, key individuals, or processes over the past year that we should be aware of?

Answer: Effective January 1, 2022, Georgia Regional Academic Community Health Information Exchange (GRACHIE) became an affiliate of Velatura HIE Corporation. Additionally, MiHIN is no longer required to do a single audit.

6. How many audit adjustments do you typically receive and what are the nature of the adjustments, if any?

Answer: We have had a clean audit with no adjustments for the last four (4) years

7. Was there a letter issued to the committee/board by the auditor at the end of the previous audit that you could provide a copy of?

Answer: Yes, there was, and it is provided

File:

- *#7 - Michigan Health Information Network 2021 Audit Wrap 0930 EV Final - Secured*

8. Were there any material weaknesses or significant deficiencies report in the prior year? Or a management letter that you are able to share?

Answer: There were no material weaknesses or significant deficiencies

9. Any changes in ownership related to Interoperability Institute LLC (as of 9/30/21 MiHIN was the sole member) or Velatura Public Benefit Corporation (as of 9/30/21 MiHIN was a 64.34% owner)?

Answer: There were no significant changes

10. Does VPBC still have the following ownership? Any changes or additions?
- a. Velatura Services LLC (100%)
 - b. USQHIN LLC (100%)
 - c. Velatura HIE (100%)
 - i. Missouri Health Connect – fully owned subsidiary
 - ii. Georgia Regional Academic Community Health Information Exchange – sole member as of 12/31/21 and will be consolidated for fiscal 9/30/22
 - d. Great Lakes Health Connect – fully owned subsidiary

Answer: Great Lakes Health Connect (GLHC) was dissolved 6/30/2021...all others remain the same

11. What is the status of the line of credit? Based on the 2021 statements, the line of credit was increased to \$6m in October 2021.

Answer: The line of credit remains at \$6M

12. Any changes related to the federal expenditures? Please confirm that the scope of the proposal is to include the financial statement audit, tax services, and a single audit.

Answer: A single audit is not required

13. Related to Velatura:

- a. Would you be willing to provide the prior year copies of Federal and state returns?

Answer: We respectfully choose to not provide this information at this time

- b. If not, can you summarize typical book/tax differences? Are these determined by the tax preparer or provided by the client?

Answer: We have very few book to tax differences (they totaled \$17k last year and were in the Employee Benefits area).

- c. For the state filings, are there specific states that the corporation operates in regularly or are there more extensive state filing requirement determinations each year?

Answer: We operate in Connecticut, Georgia, Wisconsin, New Jersey

- d. Do you typically file by the original deadline or extend the returns for Velatura (4/15)?

Answer: We usually do an extension

14. Related to MiHIN:

- a. Do you typically file by the original deadline or extend the returns for the 990 (2/15)? (AFS is requested to be completed by 2/15, so it seems completed by or close to 2/15 is probably the case).

Answer: We usually do an extension