

**EXHIBIT 1**

**Company Name:  
Pro Forma Balance Sheet**

Year 1	Year 2	Year 3
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**Admitted Assets**

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- 1. Cash
- 2. Investments
- 3. Receivables
- 4. Property and Equipment
- 5. Miscellaneous
- 6. Total Assets(1+2+3+4+5)

**Liabilities**

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- 7. Reserve for Unpaid Claims
- 8. Claims Incurred but not yet Reported (IBNR)
- 9. Accounts Payable
- 10. Miscellaneous
- 11. Total Liabilities(7+8+9+10)

**Capital and Surplus**

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- 12. Excess of Net Assets Available for Benefits Over  
Benefit Obligation
- 13. Cash Reserve



**Company Name:**  
**Pro Forma Income Statement**

	<b>Year 1</b>	<b>Year 2</b>
Premium Contributions		
Premium from Other Coverages (ie. Life)		
Stop Loss Premium Paid	_____	_____
Net Premium Contributions	_____	_____
Investment Income (less expense)		
Other Income	_____	_____
Total Income	=====	=====
Claims Paid		
Stop Loss Recoveries		
State of MI Assessments		
Loss Adjustment Fees and Care Management Costs	_____	_____
Net Claims Paid	_____	_____
Administrative Costs (including TPAs)		
Salaries		
Auditing and Legal Fees	_____	_____
Total Other Expenses	_____	_____
Net Decrease (Increase) in Benefit Obligations		
- Reserve for Unpaid Claims		
- Claims Incurred but not yet Reported	_____	_____
Net (Increase) or Decrease		
Net Income	=====	=====

### Year 3

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## ASSUMPTIONS USED TO PREPARE PRO FORMA FINANCIAL STATEMENTS

Company Name:

List all of the relevant assumptions used to create the proformas.

***Proformas must be prepared using the accrual basis of accounting***

***On Balance Sheet and Income Statement put actual year in the year column on the pro forma***

### *Balance Sheet:*

If there are any miscellaneous assets or liabilities, please provide a description. Also, describe any projected receivables. Specifically address how cash reserve levels will be monitored and compliance maintained at all times. Please describe the MEWA's investment policy and what type of investments will be purchased.

### *Income Statement:*

Please provide a detailed description of the premium and expenses that were included in this pro forma. Please refer to Section 500.7011(b) for the minimum requirements regarding the enrollment and premium contributions. Please demonstrate and discuss how compliance will be monitored and maintained with Section 500.7011(b).

