

**A SPECIAL MEETING** of the Board of Chippewa County Road Commissioners was held in their offices located at 3949 S. Mackinac Trail, Sault Ste. Marie, Michigan on April 23, 2020 for the purpose of an Audit Exit Conference. The meeting was conducted via tele-conference per the Governor's Executive Order 2020-48.

The meeting was called to order at 10:10 A.M.

**PRESENT:** Chairman Timmer (via tele-conference), Commissioner Ormsbee, Commissioner Gagnon (via tele-conference), Manager Laitinen, Office Manager Decker, and HR/PR Clerk Livermore (via tele-conference).

**SPECIAL GUEST:** Phil Wolf CPA, Anderson Tackman & Co (via tele-conference).

Mr. Wolf began the discussion of the results of the 2019 Financial Audit. Audit, graph presentation and communication letter were included. For 2019, the Road Commission showed significant changes in legacy costs due to reduction in long-term expenditures and assumption changes to the healthcare plan. Further discussion regarding the information contained within.

Pension and OPEB were discussed in detail due to lump-sum corrective action payments made in 2019 and actuarial assumptions and how it has affected the long-term fund balance. Pension funding level moved up 3% from 46% in 2018 to 49% in 2019.

State funding will be closely monitored during 2020 due to reduced traffic caused by the Governor's Stay Home order as a result of the COVID-19 pandemic.

**MOTION** by Chairman Timmer **SECONDED** by Commissioner Ormsbee to approve to accept the 2019 audit as presented.

**MOTION CARRIED**

With no further business to come before the Board, the meeting adjourned at 11:13 A.M.

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Bobbie Livermore  
Clerk for the Board

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Richard B. Timmer  
Chairman