

Municipal Secondary Market Disclosure Information Cover Sheet

This cover sheet should be sent with all submissions made to the Municipal Securities Rulemaking Board, Nationally Recognized Municipal Securities Information Repositories, and any applicable State Information Depository, whether the filing is voluntary or made pursuant to Securities and Exchange Commission rule 15c2-12 or any analogous state statute.

See www.sec.gov/info/municipal/nrmsir.htm for list of current NRMSIRs and SIDs

IF THIS FILING RELATES TO A SINGLE BOND ISSUE:

Provide name of bond issue exactly as it appears on the cover of the Official Statement
(please include name of state where issuer is located):

\$22,980,000

The Economic Development Corporation of the Village of Chelsea (Michigan)

Revenue and Revenue Refunding Bonds, Series 1998

United Methodist Retirement Communities, Inc.

Provide nine-digit CUSIP* numbers if available, to which the information relates:

163347AW7

163347AX5

163347AY3

163347AZ0

163347BA4

163347BB2

163347BC0

163347BD8

163347BE6

163347BF3

163347BG1

IF THIS FILING RELATES TO ALL SECURITIES ISSUED BY THE ISSUER OR ALL SECURITIES OF A SPECIFIC CREDIT OR ISSUED UNDER A SINGLE INDENTURE:

Issuer's Name (please include name of state where Issuer is located): _____

Other Obligated Person's Name (if any): _____

(Exactly as it appears on the Official Statement Cover)

Provide six-digit CUSIP* number(s), if available, of Issuer: _____

*(Contact CUSIP's Municipal Disclosure Assistance Line at 212.438.6518 for assistance with obtaining the proper CUSIP numbers.)

TYPE OF FILING:

Electronic (number of pages attached) 31 Paper (number of pages attached) _____

If information is also available on the Internet, give URL: www.firstriver.com

WHAT TYPE OF INFORMATION ARE YOU PROVIDING? (Check all that apply)

A. Annual Financial Information and Operating Data pursuant to Rule 15c2-12
(Financial information and operating data should not be filed with the MSRB.)

Fiscal Period Covered: January – December 2004 (FY2004)

B. Audited Financial Statements or CAFR pursuant to Rule 15c2-12

Fiscal Period Covered: _____

C. Notice of a Material Event pursuant to Rule 15c2-12 (Check as appropriate)

- | | |
|--|--|
| 1. <input type="checkbox"/> Principal and interest payment delinquencies | 6. <input type="checkbox"/> Adverse tax opinions or events affecting the tax-exempt status of the security |
| 2. <input type="checkbox"/> Non-payment related defaults | 7. <input type="checkbox"/> Modifications to the rights of security holders |
| 3. <input type="checkbox"/> Unscheduled draws on debt service reserves reflecting financial difficulties | 8. <input type="checkbox"/> Bond calls |
| 4. <input type="checkbox"/> Unscheduled draws on credit enhancements reflecting financial difficulties | 9. <input type="checkbox"/> Defeasances |
| 5. <input type="checkbox"/> Substitution of credit or liquidity providers, or their failure to perform | 10. <input type="checkbox"/> Release, substitution, or sale of property securing repayment of the securities |
| | 11. <input type="checkbox"/> Rating changes |

D. Notice of Failure to Provide Annual Financial Information as Required

E. Quarterly or Monthly Financial Information and Operating Data
(Financial information and operating data should not be filed with the MSRB.)

Period Covered: _____

F. Other Secondary Market Information (Specify): _____

I hereby represent that I am authorized by the issuer or obligor or its agent to distribute this information publicly:

Issuer Contact:

Name _____ Title _____
Employer _____
Address _____ City _____ State _____ Zip Code _____
Telephone _____ Fax _____
Email Address _____ Issuer Web Site Address _____

Dissemination Agent Contact, if any:

Name Shelley J. Aronson Title President
Employer First River Advisory L.L.C.
Address 2640 Override Drive City Ann Arbor State MI Zip Code 48104
Telephone (734) 761-3624 Fax (734) 761-3614
Email Address aronson@firstriver.com Relationship to Issuer Dissemination Agent

Obligor Contact, if any:

Name Mark G. Royce, CPA Title Director of Finance
Employer United Methodist Retirement Communities, Inc.
Address 809 West Middle Street City Chelsea State MI Zip Code 48118
Telephone (734) 433-1000, ext 418 Fax (734) 475-5820
Email Address mroyce@umrc.com Obligor Web Site Address www.umrc.com

Investor Relations Contact, if any:

Name _____ Title _____
Telephone _____ Email Address _____

**UNITED METHODIST RETIREMENT COMMUNITIES, INC.
809 WEST MIDDLE STREET
CHELSEA, MI 48118**

OFFICER'S CERTIFICATE

DATED: June 30, 2005

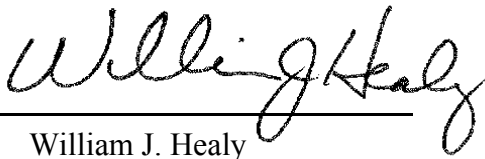
This Officer's Certificate is delivered pursuant to Section 5.6(b)(i) of the Loan Agreement between United Methodist Retirement Communities, Inc. (the Corporation) and The Economic Development Corporation of the Village of Chelsea (the Issuer), dated as of April 1, 1998. All capitalized terms used herein are as defined in the Loan Agreement or in the Trust Indenture between the Issuer and U.S. Bank Trust National Association, as Trustee, dated as of April 1, 1998.

In accordance with Section 5.6(a)(i) of the Loan Agreement, attached are audited financial statements for the Fiscal Year ended December 31, 2004, including a balance sheet as of such date, a statement of activities and changes in Net Assets for such Fiscal Year, a statement of cash flows for the Fiscal Year, and notes to the financial statements (the Annual Financial Statements). The undersigned certifies that:

1. I am the President and Chief Executive Officer of the Corporation and duly authorized to deliver this Officer's Certificate;
2. the Corporation has complied with Section 506(b)(i) of the Loan Agreement, for to the best of my knowledge, no Event of Default exists under the Loan Agreement, nor has any event occurred which, with notice and/or passage of time, would constitute such an Event of Default; and
3. the Corporation has complied with Section 501(a)(ii) of the Loan Agreement by having recorded a Debt Service Coverage Ratio for FY2004 of 1.33, as calculated in the following manner:

***Debt Service Coverage Ratio Calculation
for the Fiscal Year Ended December 31, 2004***

Increase in Unrestricted Net Assets	216,276
Minus: Unrealized Gains on Investments	(552,551)
Plus: Extraordinary Items	0
Plus: Interest	882,995
Plus: Depreciation	2,070,675
Net Income Available for Debt Service	2,617,395
Debt Service Requirements for FY2003	1,962,960
Debt Service Coverage Ratio	1.33



by: William J. Healy
President and Chief Executive Officer

UNITED METHODIST RETIREMENT COMMUNITIES, INC.

ANNUAL REPORT FOR THE FISCAL YEAR ENDED DECEMBER 31, 2004 (FY2004)

Unless otherwise noted, all data apply to the Fiscal Year Ended December 31, 2004, or are accurate as of December 31, 2004, as appropriate. OS pages refer to the Official Statement relating to the Securities, dated April 8, 1998. The source of all data is the Corporation's records.

SERVICE VOLUMES AND UTILIZATION

<i>Occupancy Rates</i> <i>[OS Page A-11]</i>						
<i>Facility / Location</i>		<i>Fiscal Years Ended December 31</i>				
		<i>2004</i>	<i>2003</i>	<i>2002</i>	<i>2001</i>	<i>2000</i>
ILF	CRC	96.5%	97.2%	97.0%	97.4%	98.9%
	BT	N/A	N/A	N/A	N/A	N/A
ALF	CRC	86.8%	92.8%	87.8%	87.5%	92.7%
	BT	N/A	N/A	N/A	N/A	N/A
RDF	CRC	98.4%	96.1%	96.3%	89.3%	70.5%
	BT	N/A	N/A	N/A	N/A	N/A
SNF	CRC	89.9%	89.8%	90.6%	87.6%	99.0%
	BT	80.3%	92.3%	87.4%	79.9%	90.1%

Note: Shaded cells relate to discontinued operations at BT.

MUNICIPAL SECONDARY MARKET DISCLOSURE
The Economic Development Corporation of the Village of Chelsea /
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<i>Waiting Lists, Active Prospective Residents Only</i>						
<i>(CRC Only)</i>						
<i>[OS Page 12]</i>						
		<i>At December 31</i>				
		<i>2004</i>	<i>2003</i>	<i>2002</i>	<i>2001</i>	<i>2000</i>
ILF	Units	132	100	100	100	100
	Waiting List	68	30	24	22	89
ALF	Units	81	120	120	120	92
	Waiting List	28	23	6	12	5
RDF	Beds	72	72	72	72	60
	Waiting List	16	5	15	8	20
SNF	Beds	85	85	85	85	77
	Waiting List	0	3	2	2	20

<i>ILF Turnover Rates</i>						
<i>(CRC Only)</i>						
<i>[OS Page A-13]</i>						
		<i>Fiscal Years Ended December 31</i>				
		<i>2004</i>	<i>2003</i>	<i>2002</i>	<i>2001</i>	<i>2000</i>
ILF Units		132	100	100	100	100
Reoccupied ILF Units		22	8	21	16	10
Turnover Rate (Annualized)		17%	8%	21%	16%	10%

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FINANCIAL INFORMATION

<i>Medicaid SNF Reimbursement Rates, FY2005</i> <i>[OS Page A-22]</i>		
	<i>CRC</i>	<i>BT</i>
Variable Cost Component	\$134.36	\$134.36
Plant Cost Component	13.60	5.25
Continuous Quality Improvement Incentive	0.00	0.00
Wage Pass-through Add-on	0.00	0.00
OBRA Training & Testing Add-on	0.00	0.00
Medicaid Reimbursement Rate	\$147.96	\$139.61

<i>Variable Cost Component Limits</i> <i>[OS Page A-22]</i>		
<i>Fiscal Year</i>	<i>Limit</i>	<i>Percent Increase over Previous Year</i>
2005	\$134.36	3.5%
2004	\$129.83	5.9%
2003	\$122.56	2.0%
2002	\$120.12	0.6%
2001	\$119.40	17.3%
2000	\$101.75	5.8%

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<i>SNF Revenue Basis, 2005</i> <i>[OS Page A-23]</i>		
	<i>CRC</i>	<i>BT</i>
Charge for Semi-Private Room	\$202.00	\$180.00
Medicaid Reimbursement Rate	\$147.96	\$139.61
Discount from Semi-Private Room Charge	26.8%	22.4%

<i>SNF Payor Mix</i> <i>(expressed as percentages of resident-days)</i> <i>[OS Page A-24]</i>						
		<i>Fiscal Years Ended December 31</i>				
		<i>2004</i>	<i>2003</i>	<i>2002</i>	<i>2001</i>	<i>2000</i>
<i>CRC</i>	Medicare	31.3%	29.2%	19.1%	15.8%	6.6%
	Medicaid	34.8%	25.8%	27.1%	27.8%	28.0%
	Commercial	2.9%	1.9%	2.2%	1.4%	0.0%
	Private	31.0%	43.1%	51.6%	55.0%	65.4%
<i>BT</i>	Medicare	28.3%	26.1%	28.8%	24.1%	16.1%
	Medicaid	63.4%	58.7%	60.8%	64.5%	67.7%
	Commercial	1.5%	6.6%	4.5%	2.1%	1.8%
	Private	6.8%	8.6%	5.9%	9.3%	14.4%
<i>Composite</i>	Medicare	29.6%	27.3%	24.8%	20.5%	11.8%
	Medicaid	50.9%	45.6%	46.8%	48.8%	49.7%
	Commercial	2.2%	4.7%	3.5%	1.8%	1.0%
	Private	17.3%	22.4%	24.9%	28.9%	37.5%

MUNICIPAL SECONDARY MARKET DISCLOSURE
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<i>Balance Sheet Summary</i>					
<i>(\$000s omitted)</i>					
<i>[OS Page A-26]</i>					
	<i>As of December 31</i>				
	<i>2004</i>	<i>2003</i>	<i>2002</i>	<i>2001</i>	<i>2000</i>
Cash, Cash Equivalents and Investments	16,187	18,892	17,794	17,774	19,102
Contributions Receivable	273	154	585	709	733
Net Accounts Receivable	2,635	2,758	2,254	2,349	1,225
Other Current Assets	<u>1,014</u>	<u>950</u>	<u>909</u>	<u>784</u>	<u>822</u>
Total Current Assets	20,109	22,754	21,542	21,616	21,882
Non-Current Investments	1,403	1,318	1,085	838	632
Contributions Receivable	131	314	89	328	897
Van Dusen Endowment Fund	2,462	2,259	1,867	2,213	2,450
Net Property and Equipment	35,688	33,420	32,196	33,058	34,525
Other Assets	<u>2,724</u>	<u>2,733</u>	<u>2,963</u>	<u>2,882</u>	<u>2,917</u>
Total	62,517	62,798	59,742	60,935	63,303
Current Liabilities	4,697	4,572	3,454	3,516	3,438
Long-Term Obligations	16,460	17,495	18,485	19,430	20,335
Other Liabilities	447	390	395	1,025	767
Unrestricted Net Assets	36,711	36,494	33,748	33,549	35,629
Restricted Net Assets	<u>4,202</u>	<u>3,847</u>	<u>3,660</u>	<u>3,415</u>	<u>3,134</u>
Total	62,517	62,798	59,742	60,935	63,303
Certain FY2000 entries have been changed to conform to the presentation in the FY2001 audited financial statements.					

MUNICIPAL SECONDARY MARKET DISCLOSURE
The Economic Development Corporation of the Village of Chelsea /
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<i>Summary of Statements of Activities</i> (<i>\$000s omitted</i>) (<i>OS Page A-27</i>)					
	<i>Fiscal Years Ended December 31</i>				
	<i>2004</i>	<i>2003</i>	<i>2002</i>	<i>2001</i>	<i>2000</i>
Net Resident Revenue	27,728	26,248	24,221	20,845	16,666
Other Operating Revenue	<u>323</u>	<u>253</u>	<u>222</u>	<u>209</u>	<u>227</u>
Total Operating Revenue	28,051	26,501	24,443	21,054	16,893
Depreciation Expense	2,070	1,712	1,637	1,761	1,460
Interest Expense	883	931	967	993	735
Other Operating Expenses	<u>26,216</u>	<u>24,721</u>	<u>21,575</u>	<u>20,329</u>	<u>18,161</u>
Total Operating Expenses	29,169	27,364	24,179	23,083	20,356
Operating Income - Before Other Operating Activities	(1,118)	(863)	264	(2,029)	(3,463)
Other Operating Activities	<u>646</u>	<u>957</u>	<u>596</u>	<u>1,466</u>	<u>3,374</u>
Operating Income (Loss)	(472)	94	861	(563)	(89)
Extraordinary Items	0	0	0	0	0
Unrealized Gain (Loss) on Investments	553	2,040	(1,623)	(1,914)	(1,990)
Other Changes in Unrestricted Net Assets	<u>135</u>	<u>612</u>	<u>961</u>	<u>397</u>	<u>5,020</u>
Increase (Decrease) in Unrestricted Net Assets	216	2,746	199	(2,080)	2,941
Increase (Decrease) in Temporarily Restricted Net Assets	67	(347)	302	480	(3,177)
Increase (Decrease) in Permanently Restricted Net Assets	<u>289</u>	<u>533</u>	<u>(57)</u>	<u>(199)</u>	<u>(167)</u>
Increase (Decrease) in Net Assets	<u>572</u>	<u>2,932</u>	<u>444</u>	<u>(1,799)</u>	<u>(403)</u>

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<i>Summary of Statements of Activities, by Operating Unit, 2004, 2003 and 2002</i>						
<i>(\$000s omitted)</i>						
<i>[OS Page A-28]</i>						
	<i>Fiscal Years Ended December 31</i>					
	<i>2004</i>		<i>2003</i>		<i>2002</i>	
	<i>CRC</i>	<i>BT</i>	<i>CRC</i>	<i>BT</i>	<i>CRC</i>	<i>BT</i>
Net Resident Revenue	19,123	8,605	17,682	8,566	16,324	7,897
Other Operating Revenue	<u>182</u>	<u>141</u>	<u>70</u>	<u>183</u>	<u>51</u>	<u>171</u>
Total Operating Revenue	19,305	8,746	17,752	8,749	16,375	8,068
Depreciation Expense – Health Care Services	1,643	374	1,366	346	1,236	334
Interest Expense	883	0	931	0	967	0
Other Operating Expenses	<u>16,696</u>	<u>9,573</u>	<u>15,192</u>	<u>9,529</u>	<u>13,273</u>	<u>8,369</u>
Total Operating Expenses	19,222	9,947	17,489	9,875	15,476	8,703
Operating Income - Before Other Operating Activities	83	(1,201)	263	(1,126)	899	(635)
Note: UMRC's management of Huron Woods was discontinued prior to FY2002.						

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<i>Debt Service Coverage Ratio Calculations</i>					
<i>(\$000s omitted, except for Debt Service Coverage Ratios)</i>					
<i>[OS Page A-29]</i>					
	<i>Fiscal Years Ended December 31</i>				
	<i>2004</i>	<i>2003</i>	<i>2002</i>	<i>2001</i>	<i>2000</i>
Increase (Decrease) in Unrestricted Net Assets	216	2,747	199	(2,080)	2,941
Less: Unrealized Gains on Investments	(551)	(2,040)	 	 	
Plus: Unrealized Losses on Investments	 	 	1,623	1,914	1,990
Plus: Extraordinary Items	0	0	0	0	0
Plus: Depreciation	2,070	1,712	1,637	1,761	1,460
Plus: Interest	<u>883</u>	<u>931</u>	<u>967</u>	<u>993</u>	<u>735</u>
Net Income Available for Debt Service	2,618	3,350	4,426	2,588	7,126
Debt Service Requirements relating to Series 1998 Bonds	1,963	1,961	1,962	1,965	1,799
Debt Service Coverage Ratio	1.33	1.71	2.26	1.32	3.96
<p>Rows entitled, "Maximum Annual Debt Service Requirements on the Prior Bonds" and "Historical Debt Service Coverage Ratios" are no longer meaningful now that UMRC's indebtedness relating to the Prior Bonds has been extinguished, and has been eliminated from this table.</p>					

<i>Heritage Foundation Investments</i>								
<i>At December 31, 2004</i>								
<i>(000s omitted from Market Values)</i>								
<i>[replaces table on OS Page A-31]</i>								
	<i>Large-Cap Equity</i>	<i>Mid-Cap Equity</i>	<i>Small-Cap Equity</i>	<i>Int'l Equity</i>	<i>Fixed Income</i>	<i>Cash</i>	<i>Donated Equities</i>	<i>Market Value</i>
Target Allocation Range	25.0% to 45.0%	7.5% to 17.5%	7.5% to 17.5%	0.0% to 15.0%	25.0% to 40.0%	0.0% to 10.0%	N/A	
Market Value	\$5,398	\$2,096	\$2,109	\$1,793	\$4,555	\$231	\$0	\$16,182
Actual Allocation	33.4%	13.0%	13.0%	11.1%	28.1%	1.4%	0.0%	

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<i>Investment Performance</i> <i>[replaces table on OS Page A-32]</i>								
				<i>Annualized</i>				
	<i>Performance by</i>	<i>Quarter</i>	<i>1 Year</i>	<i>3 Year</i>	<i>5 Year</i>	<i>7 Year</i>	<i>Since Inception</i>	<i>Incep'n Date</i>
Composite	Composite	6.4%	9.7%	4.1%	1.4%	5.4%	8.8%	6/95
	Benchmark 1	8.5%	12.0%	7.4%	2.9%	6.9%	10.4%	
Large-Cap Equity	Manager	5.4%	10.0%	1.7%	0.0%	5.5%	10.8%	6/95
	Benchmark 2	9.2%	10.9%	3.6%	(2.3)%	4.8%	10.6%	
Mid-Cap Equity	Growth Fund	New Manager – No Data Available Yet						12/04
	Benchmark 3						23.1%	
	Benchmark 4						21.1%	
Mid-Cap Equity	Value Manager	10.3%	10.9%	N/A	N/A	N/A	18.7%	8/02
	Benchmark 5	13.7%	20.2%				23.9%	
	Benchmark 6	13.5%	23.7%				23.7%	
Small-Cap Equity	Growth Fund	9.7%	11.2%	N/A	N/A	N/A	33.0%	2/03
	Benchmark 7	14.1%	18.3%				39.8%	
	Benchmark 8	15.1%	14.3%				37.5%	
Small-Cap Equity	Value Fund	13.3%	20.0%	N/A	N/A	N/A	22.4%	8/02
	Benchmark 9	14.1%	18.3%				39.8%	
	Benchmark 10	13.2%	22.3%				26.8%	
Int'l Equity	Fund	15.2%	17.8%	N/A	N/A	N/A	15.3%	8/02
	Benchmark 11	15.4%	20.7%				22.2%	
Fixed Income	Fund	1.4%	5.1%	N/A	N/A	N/A	6.1%	8/02
	Benchmark 12	1.0%	4.3%				5.0%	

Manager refers to an investment manager; Fund refers to a mutual fund

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<i>Investment Benchmarks</i> <i>[new]</i>		
<i>Benchmark</i>		
	S&P 500 Index	35.0%
	S&P MidCap 400 Index	12.5%
	Russell 2000 Index	12.5%
	MSCI EAFE Index	5.0%
1	Lehman Brothers Aggregate Bond Index	35.0%
2	S&P 500 Index	
3	S&P MidCap 400 Index	
4	Russell MidCap Growth Index	
5	S&P MidCap 400 Index	
6	Russell MidCap Value Index	
7	Russell 2000 Index	
8	Russell 2000 Growth Index	
9	Russell 2000 Index	
10	Russell 2000 Value Index	
11	MSCI EAFE Index	
12	Lehman Brothers Aggregate Bond Index	

<i>Results of Annual Giving Campaign</i> <i>(\$000s omitted)</i> <i>[OS Page A-32]</i>	
<i>Fiscal Year</i>	<i>Proceeds</i>
2004	230
2003	430
2002	230
2001	386
2000	364
1999	273

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<p><i>Estimated Debt Service Requirements on the SMOC Bonds</i> <i>(\$000s omitted)</i> <i>[OS Page A-35]</i></p>

The Corporation's partial guarantee of obligations under the bank letter of credit reimbursement agreement relating to the SMOC Bonds was released during FY2002. This table will no longer be presented, unless such guarantee were to be restored.