

**Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School)
and AMIC Holding Company, Inc.**

FINANCIAL STATEMENTS

and

**REPORT OF INDEPENDENT CERTIFIED
PUBLIC ACCOUNTANTS**

December 31, 2017

**Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School)
and AMIC Holding Company, Inc.**

FINANCIAL STATEMENTS

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**REPORT OF INDEPENDENT CERTIFIED
PUBLIC ACCOUNTANTS**

December 31, 2017

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MOLLOY BERTOLDI & ASSOCIATES, CPA'S LLC
CERTIFIED PUBLIC ACCOUNTANTS
95 CROTON AVENUE
OSSINING, NEW YORK 10562
PHONE: 1-914-944-0415 FAX: 1-914-944-0416

Independent Auditor's Report

Board of Directors
Association for Mentally Ill Children of Westchester, Inc. (The Clear View School)
and AMIC Holding Company, Inc.

We have audited the accompanying financial statements of Association for Mentally Ill Children of Westchester, Inc. (The Clear View School) and AMIC Holding Company, Inc., which comprise the consolidated statement of position as of December 31, 2017 and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Association for Mentally Ill Children of Westchester, Inc. (The Clear View School) and AMIC Holding Company, Inc., as of December 31, 2017 and the results of their operations and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Supplemental Information

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The Pension Disclosures are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we offer no opinion on it.

A handwritten signature in cursive script that reads "Kerry Molloy Bartoldi CPA".

Ossining, New York
May 25, 2018

**Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School) and AMIC Holding Company, Inc.**
STATEMENT OF FINANCIAL POSITION
December 31, 2017

	<u>2017</u>
ASSETS	
Cash	\$ 284,091
Accounts receivable, net of allowance	2,109,527
Prepaid expenses and other assets	19,264
Work in progress	212,292
Consumers cash accounts	20,156
Capitalized closing costs, net	65,906
Property and equipment, net	1,589,729

Total assets	\$ 4,300,965
	=====
LIABILITIES	
Accounts payable and accrued expenses	\$ 185,129
Payroll and related liabilities	611,735
Due to consumers	20,156
Other long term liability	400,698
Line of credit payable	1,137,956
IDA Bond payable	1,040,000
Loans and mortgages payable	352,689
Reserve for rate adjustments	200,000
Accrued pension liability in accordance with FASB ASC 715	1,093,244

Total liabilities	5,041,607
NET ASSETS	
Unrestricted	(740,642)
Temporarily restricted	0
Permanently restricted	0

Total net assets	(740,642)

Total liabilities and net assets	\$ 4,300,965
	=====

**Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School) and AMIC Holding Company, Inc.
STATEMENT OF ACTIVITIES
Years ended December 31, 2017**

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total 2017
	-----	-----	-----	-----
REVENUES AND OTHER SUPPORT				
NYS SED School Programs	\$ 6,580,277	\$ -	\$ -	\$ 6,580,277
NYS OMRDD Residential and Day Programs	1,504,641	-	-	1,504,641
NYS OMH Medicaid Day Program	993,092	-	-	993,092
Development Income	254,540	-	-	254,540
Westchester County Grant Revenue	43,698	-	-	43,698
Interest and Investment Income	555	-	-	555
Prior year and Other Program Revenue	52,409	-	-	52,409
	-----	-----	-----	-----
Total revenues and support	9,429,212	0	0	9,429,212
EXPENSES AND LOSSES				
Program Services	8,716,694	-	-	8,716,694
Management and general	890,810	-	-	890,810
Fundraising	102,165	-	-	102,165
	-----	-----	-----	-----
Total expenses	9,709,669	0	0	9,709,669
Intermediate measurement of operations:				
Excess (Deficit) of operational revenue over expenses	(280,457)	-	-	(280,457)
Expenses to satisfy restrictions on funds	0	-	-	0
	-----	-----	-----	-----
Total change in net assets	(280,457)	0	0	(280,457)
Effect of change in defined benefit pension plan under funded status in accordance with FASB ASC-715 (See footnote for details)				
	153,268	-	-	153,268
NET ASSETS, beginning of year	(613,453)	-	-	(613,453)
	-----	-----	-----	-----
NET ASSETS, end of year	\$ (740,642)	\$ 0	\$ 0	\$ (740,642)
	=====	=====	=====	=====

**Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School) and AMIC Holding Company, Inc.**

STATEMENT OF FUNCTIONAL EXPENSES

Years ended December 31, 2017

	Program Services	Management and General	Fundraising	Total 2017
Personal Services	\$ 5,635,756	\$ 420,831	\$ 54,197	\$ 6,110,784
Employee benefits	1,678,457	108,492	13,972	1,800,921
Total salaries and related expenses	7,314,213	529,323	68,169	7,911,705
Utilities	172,770	12,109	-	184,879
Contracted services	177,678	-	-	177,678
IT Services and MIS Support	143,133	22,300	-	165,433
Interest	155,646	7,165	-	162,811
Food	100,473	-	-	100,473
Supplies	154,428	7,138	23,241	184,807
Repairs and maintenance	80,390	3,544	-	83,934
Legal & professional fees		250,293	-	250,293
Insurance	70,306	-	-	70,306
Telephone and postage	24,479	-	-	24,479
Office supplies	-	8,229	-	8,229
Participant incidentals	29,339	-	-	29,339
Travel and transportation	31,185	-	-	31,185
Other ISS program expenses	32,215	-	-	32,215
Lease vehicles & equipment	25,349	3,790	-	29,139
Fundraising expenses		-	10,755	10,755
Staff development & training	20,702	-	-	20,702
Rent	14,046	-	-	14,046
Personnel advertising	697	625	-	1,322
Payroll processing & background checks	-	27,204	-	27,204
Other	-	674	-	674
Bank charges & investment fees	-	1,384	-	1,384
Expenses before depreciation & amortization	8,547,049	873,778	102,165	9,522,992
Depreciation & amortization	169,645	17,032	-	186,677
Total expenses	\$ 8,716,694	\$ 890,810	\$ 102,165	\$ 9,709,669

**Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School) and AMIC Holding Company, Inc.**

**STATEMENT OF CASH FLOWS
Years ended December 31, 2017**

	2017
CASH FLOWS FROM OPERATING ACTIVITIES	
Change in net assets	\$ (280,457)
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation and amortization	186,677
(Increase) decrease in	
Due to consumer	2,264
Accounts receivable	(357,662)
Prepaid expenses	141,155
Increase (decrease) in	
Accounts payable and accrued expenses	17,243
Pension, payroll and related liabilities	437,371
Due to consumer	(2,264)
Other long term liability	0
Reserve for rate adjustments	0
	144,327
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of fixed assets	(58,599)
Investment in work in progress	(53,186)
	(111,785)
CASH FLOWS FROM FINANCING ACTIVITIES	
Proceeds of loans	-
Principal payments	(98,464)
	(98,464)
Net increase (decrease) in cash	(65,922)
CASH AND CASH EQUIVALENTS, <i>beginning of year</i>	350,013
CASH AND CASH EQUIVALENTS, <i>end of year</i>	\$ 284,091
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	
Cash paid during the year for interest	\$ 162,811

**Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School)
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**NOTES TO FINANCIAL STATEMENTS
December 31, 2017**

NOTE A - SUMMARY OF ACCOUNTING POLICIES

1. Organization

The Association for Mentally Ill Children of Westchester, Inc. (The Clear View School) and AMIC Holding Company, Inc. (the “Agency”) is a non-profit organization formed under the not for profit law of the State of New York. The Agency operates a School for Emotionally Disturbed Children funded by New York State Education Department (“NYSED”), The New York State Office of Mental Health (“OMH”) and Westchester County Department of Mental Health. The agency also operates IRA Residential Habilitation, Individual and Group Day Habilitation and Medicaid Service Coordination Programs funded by New York State Office of Persons With Developmental Disabilities (“OPWDD”). The agency operates and maintains its administrative offices in Westchester County, New York.

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statement follows.

2. Accounting Methods and Cash

The accompanying financial statements are prepared on the accrual basis of accounting in accordance with the American Institute of Certified Public Accountants Audit and Accounting guide for *Not-for-profit Entities*, except as modified by FASB ASC 958 Not-for-Profit Entities Section 605 *Revenue Recognition Contributions Received* and FASB ASC 958 Not-for-Profit Entities Section 720 *Contributions Made* and Financial Accounting Standards 958 Not-for-Profit Entities Section 205 *Presentation of Financial Statements*.

Cash is defined as amounts on deposit in a checking or other accessible account, whose maturity is less than 90 days on the purchase date.

In preparing the financial statements in conformity with generally accepted accounting principles, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

3. Accounts Receivable

The Agency has made an estimate of doubtful accounts. An allowance for doubtful accounts has been recorded. The amount of the allowance is \$ 50,000 for the year ended December 31, 2017. If, in the future, management determines that additional amounts may be uncollectible, the amount of the allowance will be adjusted at that time.

Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School)
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NOTES TO FINANCIAL STATEMENTS
December 31, 2017

4. Property and Equipment

Property and equipment are reported at cost. Expenditures for acquisitions, renewals, and betterments are capitalized, whereas maintenance and repair costs are expensed as incurred. When equipment is retired or otherwise disposed of, the appropriate accounts are relieved of costs and accumulated depreciation and any resultant gain or loss is charged to revenue.

Depreciation is provided for in amounts to relate the cost of depreciable assets to expenses over their estimated useful lives on the straight-line method. The estimated lives used in determining depreciation vary from 3 to 40 years.

5. Tax Status

The Agency is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code and comparable New York State law. Contributions to it are tax deductible within the limitations prescribed by the code. The Agency has been classified as a publicly supported organization, which is not a private foundation under Section 509(a) of the Code.

6. Recognition of Donor Restrictions

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

7. Financial Statement Presentation

The agency prepares its financial statements under Statement of Financial Accounting Standards 958 Not-for-Profit Entities Section 205 *Presentation of Financial Statements*. Under FASB ASC 958, the Agency is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

8. Contributions

The Agency accounts for contributions under FASB ASC 958 Not-for-Profit Entities Section 605 *Revenue Recognition Contributions Received* and FASB ASC 958 Not-for-Profit Entities Section 720 *Contributions Made* and in accordance with these codifications, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. Under these codifications, such contributions are required to be reported as temporarily restricted support and are then reclassified to unrestricted net assets upon satisfaction or expiration of the restrictions.

Association for Mentally Ill Children of Westchester, Inc.
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and AMIC Holding Company, Inc.

NOTES TO FINANCIAL STATEMENTS
December 31, 2017

9. Advertising

The Agency incurred expenses for personnel advertising in local newspapers and publications in the amount of \$ 1,322 for the year ended December 31, 2017.

NOTE B - PROPERTY AND EQUIPMENT

Summary of the Agency's property and equipment as of December 31, 2017:

Land and Land Improvements	\$	394,350
Buildings and Building Improvements		5,003,831
Furniture, Fixtures and Equipment		842,165
Vehicles		136,062

Total Fixed Assets		6,376,408
Accumulated Depreciation and Amortization		4,786,679

Net Fixed Assets	\$	1,589,729
		=====

The agency has capitalized closing costs and intangible assets relating to DASNY and IDA bonds recorded net of accumulated amortization; consisting of capitalized closing costs of \$ 65,906 at December 31, 2017.

NOTE C - LINE OF CREDIT PAYABLE

The agency has a line of credit outstanding with Sterling National Bank. The line of credit outstanding at December 31, 2017 was \$ 1,137,956. The interest rate at December 31, 2017 for this loan was 5.50 %. The line of credit is secured by substantially all assets of the agency. The line is up for renewal on June 30, 2018.

NOTE D - IDA BOND PAYABLE

In January 2005 the agency refinanced the 1992 Series Westchester County Industrial Development Agency (IDA) bonds. The 1992 Series Bond was replaced by an IDA "Series 2005 A" bond with an interest rate of 7.25 % in the amount of \$ 335,000 with a maturity date of January 1, 2017 and an IDA "Series 2005 B" bond with an interest rate of 6.60 % in the amount of \$ 1,215,000 with a maturity date of January 1, 2035. The funds were used to retire the 1992 Series bonds and provide financing for construction and renovations to the Post Road facility. The principle balance of the IDA bonds at December 31, 2017 was \$ 1,040,000.

**Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School)
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**NOTES TO FINANCIAL STATEMENTS
December 31, 2017**

The land and building at the Post Road facility are owned by a related party and wholly consolidated entity the AMIC Holding Company, Inc. (a 100 % component of the consolidated financial statement). As is the case in all IDA bond issues, the IDA takes title to the land and buildings and any fixed assets acquired through the bond issuance during the term of the loan. The title to the assets is returned to the agency at the end of the bond term or the bond is retired. Simultaneously, the agency entered into a 30-year lease for the land, buildings and fixed assets acquired under the bond from the IDA. The agency and the holding company both guarantee the IDA Lease.

The principal payments for the IDA Bond Payable are as follows:

For the year ending December 31,	2017	\$	50,000
	2018		50,000
	2019		60,000
	2020		60,000
	2021		60,000
	Thereafter		760,000

		\$	1,040,000
			=====

NOTE E - LOANS AND MORTGAGES PAYABLE

Loan payable to Financial Institution payable at interest of 7.50 % until February 2018. This loan is secured by a mortgage on the Miller Avenue property. 1,918

Loan payable to Financial Institution payable at interest of 6.60 % until December 2019 when a balloon payment is due. This loan is secured by a mortgage on the both the Underhill Road and Miller Avenue property. 345,654

Loan payable to Auto Financing Group payable at interest of 5.54 % until September 2018. This loan is secured by a motor vehicle. 5,117

	\$	----- 352,689 =====
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**Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School)
and AMIC Holding Company, Inc.**

**NOTES TO FINANCIAL STATEMENTS
December 31, 2017**

The principal payments for the Loans and Mortgages Payable are as follows:

For the year ending December 31,	
2018	20,869
2019	331,820
2020	0
Thereafter	0

\$	352,689
	=====

NOTE F - COMMITMENTS AND CONTINGENCIES

The Agency maintains cash balances at a National bank located in Rockland County, New York. Accounts at each institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. The agency has \$ 34,031 of uninsured balances at December 31, 2017. The agency has never experienced any losses for uninsured balances.

The Agency receives substantially all of its revenue and other support from the New York State Department of Education, New York State Office of Persons With Developmental Disabilities, New York State Office of Mental Health and Westchester County.

During 2013, the IDA released it's lien on a 5 acre parcel of property in Briarcliff Manor, NY, The proceeds of any potential sale of this property would be more than enough to pay off the accrued pension liability. This removes any doubt about the agency's ability to continue as a going concern for a reasonable period of time.

The agency has various non-capital leases on vehicles and equipment in the normal course of business. The agency expense for vehicle and equipment lease expense for the year ended December 31, 2017 was \$ 29,139. The agency has future minimum lease commitment of \$ 19,755, \$ 12,261, and \$ 608 for the years ended December 31, 2018, 2019 and 2020 respectively.

NOTE G – DEFINED CONTRIBUTION PENSION PLAN

The Pension Committee of the Board of Directors voted to adopt a defined contribution pension plan, "The Clear View School 401(k) Savings Plan". The plan was effective as of July 1, 2005. All employees who attained the age of 21 and have completed twelve (12) consecutive months of service of at least 1,000 hours become eligible for participation in the plan. The agency has distributed a Summary Plan Description ("SPD") to all employees.

Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School)
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NOTES TO FINANCIAL STATEMENTS
December 31, 2017

The plan is 100 % funded by the agency. During the year ended December 31, 2017 the agency did not make any contribution to the plan. The employer contributions are vested over a five (5) year period. In addition, eligible employees may make voluntary contributions to the plan. The agency does not match any voluntary contributions.

NOTE H - RESERVE FOR RATE ADJUSTMENTS

The Agency is subject to audits and reviews of reimbursable costs by various third party and governmental agencies. The outcome of these audits and reviews may have the effect of retroactively increasing or decreasing daily rates charged to various services. These charges, if any, will be recognized in accordance with the rules and guidelines established by the various funding sources. A reserve for rate adjustments has been established in the amount of \$ 200,000 at December 31, 2017 to account for prior miscalculations in the amounts previously recorded in rates used to record revenue.

NOTE I – DEFINED BENEFIT PENSION PLAN

The Agency maintains a noncontributory defined benefit pension plan covering employees who have reached the age of 21 and have completed one year of service. The actuarial cost method used in determining the net periodic cost is the projected unit credit method. The Pension Committee of the Board of Directors voted to freeze the accrual of additional pension benefits to plan participants effective July 1, 2002. This action was taken to address an under funding of the pension plan.

Even though the Board of Directors voted to freeze the accrual of additional pension benefits to plan participants effective July 1, 2002, other pension plan expenses still accrue and require funding. These expenses include the actuarially determined costs of funding for prior service costs and return on plan assets among other criteria, in addition to the above expenses, the plan may be subject to additional administrative costs and fees associated with the waiver of the minimum funding standard under section 412(d) of the Internal Revenue Code (Code) and section 303 of the Employee Retirement Income Security Act of 1974 (ERISA). The Defined Benefit Pension expense for the year ending December 31, 2017 was \$ 379,857.

FASB ASC 715 requires any retirement benefit plan's funding deficit or surplus to be recognized in the sponsoring employer's statement of financial position. Under previous accounting standards, certain gains and losses related to prior service costs, differences between actuarial assumptions and actual results, and transition obligations were deferred and amortized over extended periods of time. Financial Statements for previous periods will not be adjusted.

Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School)
and AMIC Holding Company, Inc.

NOTES TO FINANCIAL STATEMENTS
December 31, 2017

FASB ASC 715 requires that the over funded or under funded status of a pension or postretirement plan be recorded on the employer's balance sheet as an asset or liability. Any difference between the amount already reflected (generally the accrued or prepaid expense) and the required amount is reflected as an adjustment to Accumulated Other Comprehensive Income (or *Unrestricted Net Assets* for not-for-profit organizations).

For a pension plan, the benefit obligation shall be the projected benefit obligation; for any other post retirement benefit plan, such as a retiree health care plan, the benefit obligation shall be the accumulated postretirement benefit obligation.

The agency must recognize as a separate line item or items within changes in unrestricted net assets, apart from expenses. The agency presents this change in under funded status as a separate line item outside the intermediate measure of operations or performance indicator.

A not-for-profit employer shall measure plan assets and benefit obligations as of the date of its fiscal year-end statement of financial position.

The funded status of the defined-benefit pension plan is as follows; the Projected Benefit Obligation at December 31, 2017 is \$ 4,353,847 and the Fair Value of Plan Assets at December 31, 2017 are \$ 3,260,603, the plan is under funded by \$ 1,093,244. The liability recognized in the Statement of Financial Position at December 31, 2017 is \$ 1,093,244.

In the "Statement of Activities", AMIC / Clear View School, chooses to present one combined separate line item (encompassing the net loss arising during the year and the amortizations of the transition obligation and prior service cost) apart from operating expenses.

Each year going forward, the liability \$ 1,093,244 will be adjusted (up or down) based on (a) how much gain or loss, prior service cost and transition asset/liability is included in that year's expense, (b) new gains and losses during the year and (c) any new plan changes. Financial statements for previous periods will not be adjusted.

The reconciliation of funded status from the AMIC / Clear View School Pension Plan & Trust, FASB ASC 715 Valuation Report, for fiscal year ending December 31, 2017, prepared by the USI Consulting Group is presented as supplemental information.

EXHIBIT II

THE RETIREMENT PLAN FOR THE AMIC / CLEAR VIEW SCHOOL

**RECONCILIATION OF FUNDED STATUS
AS OF DECEMBER 31, 2017**

1. Change in Projected Benefit Obligation:		
a. Projected Benefit Obligation at December 31, 2016	\$	4,411,138
b. Service Cost	\$	0
c. Interest Cost	\$	156,593
d. Employee Contributions	\$	0
e. (Gain)/Loss Due to Assumption Change (Interest + Mortality)	\$	187,494
f. Actuarial (Gain)/Loss	\$	(220,472)
g. Acquisition	\$	0
h. Benefits Paid	\$	(180,906)
i. Curtailments	\$	0
j. Settlements	\$	0
k. Projected Benefit Obligation at December 31, 2017	\$	<u>4,353,847</u>
2. Change in Fair Value of Plan Assets		
a. Fair Value of Plan Assets at December 31, 2016	\$	3,164,626
b. Actual Return on Assets	\$	276,883
c. Employer Contributions	\$	0
d. Employee Contributions	\$	0
e. Benefits Paid	\$	(180,906)
f. Acquisitions	\$	0
g. Settlements	\$	0
h. Fair Value of Plan Assets at December 31, 2017	\$	<u>3,260,603</u>
3. Funded Status: [(2h) - (1k)]	\$	(1,093,244)
4. Amounts Recognized in the Statement of Financial Position:		
a. Noncurrent Assets	\$	0
b. Current Liabilities	\$	0
c. Noncurrent Liabilities	\$	(1,093,244)
	\$	<u>(1,093,244)</u>
5. Amounts Recognized in Accumulated Other Comprehensive Income:		
a. Net (Gain)/Loss	\$	1,207,308
b. Prior Service Cost	\$	0
c. Unrecognized Transition Obligation/(Asset)	\$	0
	\$	<u>1,207,308</u>

EXHIBIT II (Continued)

THE RETIREMENT PLAN FOR THE AMIC / CLEAR VIEW SCHOOL

**RECONCILIATION OF FUNDED STATUS
AS OF DECEMBER 31, 2017**

6. Other Changes in Plan Assets and Benefit Obligations Recognized in Other Comprehensive Income		
a. Net (Gain)/Loss	\$	(149,077)
b. Amortization of Loss	\$	(121,294)
c. Prior Service Cost	\$	0
d. Amortization of Prior Service Cost	\$	(22,983)
e. Amortization of Unrecognized Transition Obligation	\$	0
f. Total Recognized in Other Comprehensive Income	\$	<u>(293,354)</u>
g. Net Periodic Pension Cost	\$	<u>140,086</u>
h. Total Recognized in Net Periodic Pension Cost and Other Comprehensive Income	\$	<u>(153,268)</u>
7. Reconciliation of Accumulated Other Comprehensive Income		
a. Accumulated Other Comprehensive Income Prior Year	\$	1,500,662
b. Amount Recognized During Year	\$	(293,354)
c. Accumulated Other Comprehensive Income Current Year	\$	<u>1,207,308</u>
8. Assumptions:		
a. Discount Rate		3.39%
b. Expected Long-term Rate of Return on Assets		5.25%
c. Rate of Compensation Increase		N/A
9. Additional Disclosure Items		
a. Accumulated Benefit Obligation	\$	4,353,847
b. Projected Benefit Obligation	\$	4,353,847
c. Fair Value of Plan Assets	\$	3,260,603