

NEW YORK STATE
CONSOLIDATED FISCAL REPORT

For the Period: January 01, 2022 to December 31, 2022

AGENCY NAME: Association For Mentally Ill Children of Westchester, Inc. AGENCY CODE: 40190 SCHOOL CODE (SED ONLY): 661401997756

Certification of Opinion

The undersigned hereby certifies this opinion and that we have disclosed any and all material facts known to us, disclosure of which is necessary to make this opinion, the basic financial statements and the above referenced CFR schedules not misleading. The undersigned hereby further certifies that we will disclose any material fact discovered by us subsequent to this certification, which existed at the time of this certification and was not disclosed in the basic financial statements or the above referenced CFR schedules, the disclosure of which is necessary to make the basic financial statements or the CFR schedules not misleading and will disclose any material misstatement in said financial statements or the above referenced CFR schedules.

Independence

We are required to be independent and meet our other ethical responsibilities in accordance with ethical requirements related to the engagement. During the period of this professional engagement, at the time of expressing this opinion and during the period covered by the financial statements, we did not have nor were committed to acquire, any direct financial interest or material indirect financial interest in the ownership or operation of Association For Mentally Ill Children of Westchester, Inc. and we were not connected in any way with the ownership, financing or operation of Association For Mentally Ill Children of Westchester, Inc. as a director, officer, or employee, or in any capacity other than as an independent certified public accountant or independent public accountant.

Date CFR-II signed 6/1/23
5/25/23

Date of Report (Enter the date of the audit report on the financial statements.)


Signature of Independent Accountant, Firm, or Sole Practitioner

John P. Fragale, CPA/PC

Firm Name

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Ossining NY 10562-

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CPA Firm Registration Number

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

**FINANCIAL STATEMENTS
and
INDEPENDENT AUDITOR'S REPORT**

December 31, 2022

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

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John P. Fragale, CPA PC

Certified Public Accountants

John. P Fragale, CPA
President
john@jpfcpa.com

Independent Auditor's Report

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

Report on the Financial Statement

We have audited the accompanying financial statement of Association for Mentally Ill Children of Westchester, Inc. (The Clear View School) and AMIC Holding Company, Inc. (the Agency) which comprise the consolidated statement of financial position as of December 31, 2022, and the related statement of activities and cash flows for the year then ended, and notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement 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 the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit 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 financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, 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 statement 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 statement. 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 statement referred to above presents 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. (the Agency) as of the period ended December 31, 2022, 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.

John P. Fragale, CPA PC

John P. Fragale, CPA PC

May 25, 2023

Ossining, New York

**Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School) and AMIC Holding Company, Inc.
STATEMENT OF FINANCIAL POSITION
December 31, 2022**

ASSETS

Cash	\$ 883,080
Accounts Receivables, net of allowance	3,890,293
Prepaid expenses and other assets	21,867
Consumers cash accounts	7,983
Capitalized closing costs, net	48,998
Property and equipment, net	<u>1,461,801</u>
Total assets	<u><u>\$ 6,314,022</u></u>

LIABILITIES

Accounts payable and accrued expenses	\$ 93,987
Payroll and related liabilities	1,022,411
Due to consumers	7,983
Other Current Liabilities	50,514
Line of credit payable	987,956
IDA Bond payable	745,000
Loans and mortgages payable	307,374
Reserve for rate adjustments	200,000
Accrued pension liability in accordance with FASB ACS 715	<u>354,564</u>
Total liabilities	<u>\$ 3,769,789</u>

NET ASSETS

Unrestricted	<u>\$ 2,544,232</u>
Total net assets	<u>\$ 2,544,232</u>
Total liabilities and net assets	<u><u>\$ 6,314,022</u></u>

The accompanying Notes to Financial Statements are an integral part of these statements.

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

STATEMENT OF ACTIVITIES

For the year ending December 31, 2022

REVENUES AND OTHER SUPPORT

NYS SED School Programs incl 1:1's	\$7,710,964
NYS SED IDEA	766,871
IRA residential	1,478,317
Community Habilitation	243,572
OMH program	1,080,173
Interest and Investment Income	380
Development Income	1,326,524
Temporarily restricted grants	125,185
Rental income	177,073
Prior year revenue	848,138
Total revenues and support	<u>\$13,757,197</u>

EXPENSES AND LOSSES

Program Services	10,417,106
Management and general	2,362,916
Fundraising	119,270
Total expenses	<u>\$12,899,292</u>

Intermediate measurement of operations:

Excess (Deficit) of operational rev. over exp.	<u>857,905</u>
Total change in net assets	\$857,905

**Effect of change in defined benefit pension plan
under funded status in accordance with FASB
ASC-715 (See footnote for details)**

\$325,267

NET ASSETS *beginning of year*

1,361,060

NET ASSETS *end of year*

\$2,544,232

The accompanying Notes to Financial Statements are an integral part of these statements.

Association for Mentally Ill Children of Westchester, Inc.
(The Clear View School) and AMIC Holding Company, Inc.
STATEMENT OF FUNCTIONAL EXPENSES
For the year ending December 31, 2022

	Program Services	Management and General	Fundraising	Total 2022
Personal Services	\$ 7,533,176	\$ 868,684	\$ 78,745	\$ 8,480,605
Employee benefits	1,712,411	201,202	19,329	1,932,942
Total salaries and related expenses	\$ 9,245,587	\$ 1,069,886	98,074	\$ 10,413,547
Advertising	10,441	22,215	2,581	35,237
Audit and professional services	15,075	178,889	-	193,964
Bad Debt expense	-	172,321	-	172,321
Dues, Licenses	43,891	4,905	3,162	51,958
Food	68,856	-	-	68,856
Insurance	-	100,851	-	100,851
Interest	15,638	115,159	-	130,797
ISS	28,632	-	-	28,632
IT Services and MIS Support	-	211,224	613	211,837
Lease vehicles & equipment	791	26,448	908	28,147
Legal & professional fees	-	53,548	5,000	58,548
Misc. & Fundraising expenses	12,761	7,608	-	20,369
Office supplies	-	15,206	537	15,743
Participant incidentals	41,761	-	-	41,761
Payroll processing & background checks	-	46,714	-	46,714
Purchase of Services-Health	283,887	13,475	-	297,362
Repairs and maintenance	201,910	18,556	245	220,711
Staff development & training	10,271	31,177	3,199	44,647
Subscriptions & Bank charges	1,372	10,593	-	11,965
Supplies & equipment	204,934	-	-	204,934
Telephone and postage	6,470	21,989	4,951	33,410
Travel and transportation	8,513	882	-	9,395
Utilities	48,485	215,756	-	264,241
Expenses before depreciation and Amortization	\$ 10,249,275	\$ 2,337,402	\$ 119,270	\$ 12,705,947
Depreciation & amortization	167,831	25,514	-	193,345
Total expenses	\$ 10,417,106	\$ 2,362,916	\$ 119,270	\$ 12,899,292

The accompanying Notes to Financial Statements are an integral part of these statements.

**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, 2022**

CASH FLOWS FROM OPERATING ACTIVITIES	\$ 857,905
Change in net assets	857,905
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation and amortization	193,345
(Increase) decrease in	
Consumer cash accounts	(199)
Accounts receivable	(1,428,858)
Prepaid expenses	19,772
Increase (decrease) in	
Accounts payable and accrued expenses	(340,840)
Pension, payroll and related liabilities	439,196
Due to consumer	196
Other long term liability	50,514
Net Cash decrease by Operating Activities	<u>(208,968)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of fixed assets	<u>(72,145)</u>
Net Cash decreased by Investing Activities	<u>(72,145)</u>
CASH FLOWS FROM FINANCING ACTIVITIES	
Principal payments	<u>(79,208)</u>
Net Cash increase by Financing Activities	<u>(79,208)</u>
Net decrease in cash	\$ (360,321)
CASH AND CASH EQUIVALENTS, <i>beginning of year</i>	<u>1,243,401</u>
CASH AND CASH EQUIVALENTS, <i>end of year</i>	<u><u>\$ 883,080</u></u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION	
Cash paid during the year for interest	<u><u>\$ 130,797</u></u>

The accompanying Notes to Financial Statements are an integral part of these statements.

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

**NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

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 from 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 \$ 200,000 for the year ended December 31, 2022. 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)
and AMIC Holding Company, Inc.**

**NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

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

**Association for Mentally Ill Children of Westchester, Inc.
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**NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

8. Contributions (continued)

reclassified to unrestricted net assets upon satisfaction or expiration of the restrictions.

9. Advertising

The Agency incurred expenses for personnel advertising in local newspapers and publications in the amount of \$35,237 for the year ended December 31, 2022.

NOTE B - PROPERTY AND EQUIPMENT

Summary of the Agency's property and equipment as of December 31, 2022:

Land and Land Improvements	\$ 385,234
Buildings and Building Improvements	5,296,399
Furniture, Fixtures and Equipment	1,189,737
Vehicles	<u>190,823</u>
Total Fixed Assets	7,062,193
Accumulated Depreciation and Amortization	<u>5,600,392</u>
Net Fixed Assets	\$ <u>1,461,801</u>

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 \$48,998 at December 31, 2022.

NOTE C - LINE OF CREDIT PAYABLE

The agency has a line of credit outstanding with Sterling National Bank. The line of credit outstanding on December 31, 2022, was \$ 987,956. The interest rate on December 31, 2022, 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, 2023.

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

**Association for Mentally Ill Children of Westchester, Inc.
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**NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

NOTE D - IDA BOND PAYABLE (Continued)

January 1, 2020, 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 as of December 31, 2022, was \$ 745,000.

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	
2023	60,000
2024	60,000
2025	60,000
2026	60,000
2027	60,000
Thereafter	<u>445,000</u>
	<u>\$ 745,000</u>

NOTE E - LOANS AND MORTGAGES PAYABLE

Loan payable to Financial Institution payable at interest of 4.75 % until December 2024 when a balloon payment is due.

This loan is secured by a mortgage on both the Underhill Road and Miller Avenue property. \$289,646

Loan payable to Auto Financing Group payable at interest of 5.54 % until September 2023. This loan is secured by 2 motor vehicles. 7,232

Loan payable to Equipment Financing Group payable at interest of 9.50 % until December 2022. This loan is secured by various equipment. 10,496

\$ 307,374

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

**NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

NOTE E - LOANS AND MORTGAGES PAYABLE (Continued)

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

For the year ending December 31,

2023	\$ 21,002
2024	283,802
2025	<u>2,570</u>
	<u>\$307,374</u>

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 no uninsured balances on December 31, 2022. 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 its 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, 2022, was \$ 28,147.

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

**NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

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.

The plan is 100 % funded by the agency. During the year ended December 31, 2022, 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, 2022 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, 2022, was \$ 56,041.

**Association for Mentally Ill Children of Westchester, Inc.
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**NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

NOTE I – DEFINED BENEFIT PENSION PLAN (Continued)

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.

FASB ASC 715 requires that the over funded or underfunded 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 postretirement 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 underfunded 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 as of December 31, 2022, is \$ 3,208,218 and the Fair Value of Plan Assets as of December 31, 2022, are \$ 2,853,654, the plan is under funded by \$ 325,267. The liability recognized in the Statement of Financial Position as of December 31, 2022, is \$ 354,564.

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 \$ 354,564 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.

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

**NOTES TO FINANCIAL STATEMENTS
December 31, 2022**

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, 2022, prepared by the USI Consulting Group is presented as supplemental information.

SUPPLEMENTAL INFORMATION

THE RETIREMENT PLAN FOR THE AMIC/CLEAR VIEW SCHOOL

RECONCILIATION OF FUNDED STATUS

	12/31/2020	12/31/2021
	to	to
	12/31/2021	12/31/2022
1. Change in Projected Benefit Obligation:		
a. Projected Benefit Obligation at Beginning of Year	\$ 4,748,396	\$ 4,448,763
b. Service Cost	\$ 0	\$ 0
c. Interest Cost	\$ 99,195	\$ 111,394
d. Employee Contributions	\$ 0	\$ 0
e. Liability (Gain)/Loss <i>(See Exhibit V for details)</i>	\$ (138,859)	\$ (860,127)
f. Benefits Paid	\$ (259,969)	\$ (491,812)
g. Other	\$ 0	\$ 0
h. Plan Amendments	\$ 0	\$ 0
i. Curtailments	\$ 0	\$ 0
j. Settlements	\$ 0	\$ 0
k. Projected Benefit Obligation at End of Year	\$ 4,448,763	\$ 3,208,218
2. Change in Fair Value of Plan Assets:		
a. Fair Value of Plan Assets at Beginning of Year	\$ 3,676,280	\$ 3,768,932
b. Employer Contributions	\$ 34,233	\$ 56,041
c. Employee Contributions	\$ 0	\$ 0
d. Actual Return on Assets Net of Expenses	\$ 318,388	\$ (479,507)
e. Benefits Paid	\$ (259,969)	\$ (491,812)
f. Other	\$ 0	\$ 0
g. Curtailments	\$ 0	\$ 0
h. Settlements	\$ 0	\$ 0
i. Fair Value of Plan Assets at End of Year	\$ 3,768,932	\$ 2,853,654
3. Funded Status: [(2i) – (1k)]	\$ (679,831)	\$ (354,564)
4. Amounts Recognized in the Statement of Financial Position:		
a. Non-Current Assets	\$ 0	\$ 0
b. Current Liabilities	\$ 0	\$ 0
c. Non-Current Liabilities	\$ (679,831)	\$ (354,564)
d. Total	\$ (679,831)	\$ (354,564)
5. Amounts Recognized in Accumulated Other Comprehensive Income:		
a. Net Unrecognized (Gain)/Loss	\$ 808,666	\$ 529,894
b. Prior Service Cost	\$ 0	\$ 0
c. Unrecognized Transition Obligation/(Asset)	\$ 0	\$ 0
d. Total	\$ 808,666	\$ 529,894
6. Summary of Benefit Obligations and Plan Assets:		
a. Projected Benefit Obligation	\$ 4,448,763	\$ 3,208,218
b. Accumulated Benefit Obligation	\$ 4,448,763	\$ 3,208,218
c. Fair Value of Assets	\$ 3,768,932	\$ 2,853,654
d. Market Related Value of Assets	\$ 3,768,932	\$ 2,853,654

THE RETIREMENT PLAN FOR THE AMIC/CLEAR VIEW SCHOOL

RECONCILIATION OF FUNDED STATUS (CONTINUED)

	12/31/2020 to 12/31/2021	12/31/2021 to 12/31/2022
7. Other Changes in Plan Assets and Benefit Obligations		
Recognized in Other Comprehensive Income		
a. (Gain)/Loss arising during Fiscal Year End	\$ (269,905)	\$ (187,666)
b. Prior Service Cost (PSC)	\$ 0	\$ 0
c. Amortization of Unrecognized Net Gain/(Loss)	\$ (164,981)	\$ (91,106)
d. Amortization of Unrecognized Prior Service Cost	\$ 0	\$ 0
e. Amortization of Unrecognized Net Transition Obligation	\$ 0	\$ 0
f. Effect of Curtailment on AOCI	\$ 0	\$ 0
g. Effect of Settlement on AOCI	\$ 0	\$ 0
h. Total Recognized in Other Comprehensive Income	<u>\$ (434,886)</u>	<u>\$ (278,772)</u>
i. Total Benefit Cost (TBC)	<u>\$ 76,834</u>	<u>\$ 9,546</u>
j. Total Recognized in TBC and AOCI: [(h) + (i)]	\$ (358,052)	\$ (269,226)
8. Reconciliation of Accumulated Other Comprehensive Income		
a. AOCI for the Prior Year	\$ 1,243,552	\$ 808,666
b. Amount Recognized During the Year	\$ (434,886)	\$ (278,772)
c. AOCI for the Current Year	<u>\$ 808,666</u>	<u>\$ 529,894</u>
9. Change of Accumulated Other Comprehensive Income		
a. Change in Funded Status	\$ (392,285)	\$ (325,267)
b. NPPC during the Fiscal Year	\$ 76,834	\$ 9,546
c. Employer Contributions during the Fiscal Year	\$ 34,233	\$ 56,041
d. Portion of Unrecognized PSC immediately recognized from Curtailment	\$ 0	\$ 0
e. Portion of Unrecognized Gain/(Loss) immediately recognized from Settlement	<u>\$ 0</u>	<u>\$ 0</u>
f. Change in AOCI: [(a) - (b) + (c) + (d) + (e)]	\$ (434,886)	\$ (278,772)
10. Disclosure Assumptions		
a. Discount Rate	2.54%	4.91%
b. Expected Long-Term Rate of Return on Assets	5.25%	5.25%
c. Rate of Compensation Increase	N/A	N/A
d. Mortality Table	Pri-2012 Total Dataset Mortality w/MP-2021 Scaling	Pri-2012 Total Dataset Mortality w/MP-2021 Scaling

Note: FASB ASC 715 requires recognition of deferred taxes on the balance sheet when it is adopted. Your corporate tax rate should be applied to the entries that set up the Liability for Pension Benefits and adjust the Accumulated Other Comprehensive Income. A Deferred Tax Asset will reduce the Plan Liability and a Deferred Tax Benefit will reduce the AOCI adjustment.