

Return of Organization Exempt From Income Tax

OMB No. 1545-0047

Form **990**

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except private foundations)

2017

Department of the Treasury
Internal Revenue Service

Do not enter social security numbers on this form as it may be made public.

Open to Public Inspection

Go to www.irs.gov/Form990 for instructions and the latest information.

A For the 2017 calendar year, or tax year beginning **JUL 1, 2017** and ending **JUN 30, 2018**

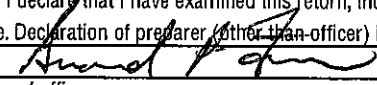
B Check if applicable: <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Final return/terminated <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	C Name of organization ABBOTT HOUSE		D Employer identification number 13-1991946
	Doing business as		E Telephone number (914) 591-7300
	Number and street (or P.O. box if mail is not delivered to street address) Room/suite 100 NORTH BROADWAY	G Gross receipts \$ 48,329,223.	
	City or town, state or province, country, and ZIP or foreign postal code IRVINGTON, NY 10533-1254		H(a) Is this a group return for subordinates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No H(b) Are all subordinates included? <input type="checkbox"/> Yes <input type="checkbox"/> No If "No," attach a list. (see instructions)
F Name and address of principal officer: JAMES KAUFMAN SAME AS C ABOVE			H(c) Group exemption number
I Tax-exempt status: <input checked="" type="checkbox"/> 501(c)(3) <input type="checkbox"/> 501(c) () (insert no.) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527			
J Website: WWW.ABBOTTHOUSE.NET			
K Form of organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other			L Year of formation: 1963
M State of legal domicile: NY			

Part I Summary

Activities & Governance	1 Briefly describe the organization's mission or most significant activities: THE MISSION OF ABBOTT HOUSE IS TO PROVIDE COMPREHENSIVE AND CARING SERVICES FOR ABUSED, NEGLECTED		
	2 Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.		
	3	Number of voting members of the governing body (Part VI, line 1a)	3 16
	4	Number of independent voting members of the governing body (Part VI, line 1b)	4 16
	5	Total number of individuals employed in calendar year 2017 (Part V, line 2a)	5 885
	6	Total number of volunteers (estimate if necessary)	6 175
	7a	Total unrelated business revenue from Part VIII, column (C), line 12	7a 0.
7b	Net unrelated business taxable income from Form 990-T, line 34	7b 17,339.	
Revenue	8	Contributions and grants (Part VIII, line 1h)	Prior Year 17,735,311. Current Year 23,125,306.
	9	Program service revenue (Part VIII, line 2g)	26,322,598. 24,445,297.
	10	Investment income (Part VIII, column (A), lines 3, 4, and 7d)	64,238. 111,591.
	11	Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	33,926. 292,724.
	12	Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	44,156,073. 47,974,918.
Expenses	13	Grants and similar amounts paid (Part IX, column (A), lines 1-3)	0. 0.
	14	Benefits paid to or for members (Part IX, column (A), line 4)	0. 0.
	15	Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)	30,307,021. 32,301,571.
	16a	Professional fundraising fees (Part IX, column (A), line 11e)	9,400. 0.
	b	Total fundraising expenses (Part IX, column (D), line 25) 396,021.	
	17	Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e)	14,089,546. 15,513,083.
	18	Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)	44,405,967. 47,814,654.
Net Assets or Fund Balances	19	Revenue less expenses. Subtract line 18 from line 12	-249,894. 160,264.
	20	Total assets (Part X, line 16)	Beginning of Current Year 14,852,038. End of Year 16,470,386.
	21	Total liabilities (Part X, line 26)	26,427,212. 26,418,855.
	22	Net assets or fund balances. Subtract line 21 from line 20	-11,575,174. -9,948,469.

Part II Signature Block

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here	Signature of officer 		Date 5/13/19	
	GERARD FINN, SR. VP & CFO Type or print name and title			
Paid Preparer Use Only	Print/Type preparer's name GARRETT M. HIGGINS	Preparer's signature GARRETT M. HIGGINS	Date 05/09/19	Check <input type="checkbox"/> if self-employed PTIN P00543209
	Firm's name PKF O'CONNOR DAVIES, LLP			Firm's EIN 27-1728945
Firm's address 500 MAMARONECK AVENUE HARRISON, NY 10528-1633			Phone no. 914-381-8900	

May the IRS discuss this return with the preparer shown above? (see instructions) Yes No

Part III Statement of Program Service Accomplishments

Check if Schedule O contains a response or note to any line in this Part III

1 Briefly describe the organization's mission:

SEE SCHEDULE O

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? Yes No

If "Yes," describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? Yes No

If "Yes," describe these changes on Schedule O.

4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses.

Section 501(c)(3) and 501(c)(4) organizations are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code:) (Expenses \$ 14,539,271. Including grants of \$) (Revenue \$ 5,944,469.)
SCHEDULE O - SERVICES FOR PEOPLE WITH DEVELOPMENTAL DISABILITIES (SPDD)

4b (Code:) (Expenses \$ 14,216,100. Including grants of \$) (Revenue \$ 8,902,143.)
SCHEDULE O - REGULAR & TREATMENT FAMILY FOSTER CARE PROGRAMS

4c (Code:) (Expenses \$ 6,058,840. Including grants of \$) (Revenue \$ 3,761,835.)
SCHEDULE O - BRIDGES TO HEALTH (B2H)

4d Other program services (Describe in Schedule O.)

(Expenses \$ 8,413,433. Including grants of \$) (Revenue \$ 5,836,850.)

4e Total program service expenses **43,227,644.**

Part IV Checklist of Required Schedules

	Yes	No
1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? <i>If "Yes," complete Schedule A</i>	X	
2 Is the organization required to complete <i>Schedule B, Schedule of Contributors</i> ?	X	
3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? <i>If "Yes," complete Schedule C, Part I</i>		X
4 Section 501(c)(3) organizations. Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? <i>If "Yes," complete Schedule C, Part II</i>		X
5 Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? <i>If "Yes," complete Schedule C, Part III</i>		X
6 Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? <i>If "Yes," complete Schedule D, Part I</i>		X
7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? <i>If "Yes," complete Schedule D, Part II</i>		X
8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? <i>If "Yes," complete Schedule D, Part III</i>		X
9 Did the organization report an amount in Part X, line 21, for escrow or custodial account liability, serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? <i>If "Yes," complete Schedule D, Part IV</i>	X	
10 Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? <i>If "Yes," complete Schedule D, Part V</i>	X	
11 If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable.		
a Did the organization report an amount for land, buildings, and equipment in Part X, line 10? <i>If "Yes," complete Schedule D, Part VI</i>	X	
b Did the organization report an amount for investments - other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VII</i>		X
c Did the organization report an amount for investments - program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part VIII</i>		X
d Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? <i>If "Yes," complete Schedule D, Part IX</i>		X
e Did the organization report an amount for other liabilities in Part X, line 25? <i>If "Yes," complete Schedule D, Part X</i>	X	
f Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? <i>If "Yes," complete Schedule D, Part X</i>	X	
12a Did the organization obtain separate, independent audited financial statements for the tax year? <i>If "Yes," complete Schedule D, Parts XI and XII</i>	X	
b Was the organization included in consolidated, independent audited financial statements for the tax year? <i>If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI and XII is optional</i>		X
13 Is the organization a school described in section 170(b)(1)(A)(ii)? <i>If "Yes," complete Schedule E</i>		X
14a Did the organization maintain an office, employees, or agents outside of the United States?		X
b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? <i>If "Yes," complete Schedule F, Parts I and IV</i>		X
15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or other assistance to or for any foreign organization? <i>If "Yes," complete Schedule F, Parts II and IV</i>		X
16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or other assistance to or for foreign individuals? <i>If "Yes," complete Schedule F, Parts III and IV</i>		X
17 Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? <i>If "Yes," complete Schedule G, Part I</i>		X
18 Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? <i>If "Yes," complete Schedule G, Part II</i>	X	
19 Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? <i>If "Yes," complete Schedule G, Part III</i>		X

Part IV Checklist of Required Schedules (continued)

	Yes	No
20a Did the organization operate one or more hospital facilities? <i>If "Yes," complete Schedule H</i>		X
b If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to this return?		
21 Did the organization report more than \$5,000 of grants or other assistance to any domestic organization or domestic government on Part IX, column (A), line 1? <i>If "Yes," complete Schedule I, Parts I and II</i>		X
22 Did the organization report more than \$5,000 of grants or other assistance to or for domestic individuals on Part IX, column (A), line 2? <i>If "Yes," complete Schedule I, Parts I and III</i>		X
23 Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? <i>If "Yes," complete Schedule J</i>	X	
24a Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? <i>If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25a</i>		X
b Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?		
c Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?		
d Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?		
25a Section 501(c)(3), 501(c)(4), and 501(c)(29) organizations. Did the organization engage in an excess benefit transaction with a disqualified person during the year? <i>If "Yes," complete Schedule L, Part I</i>		X
b Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? <i>If "Yes," complete Schedule L, Part I</i>		X
26 Did the organization report any amount on Part X, line 5, 6, or 22 for receivables from or payables to any current or former officers, directors, trustees, key employees, highest compensated employees, or disqualified persons? <i>If "Yes," complete Schedule L, Part II</i>		X
27 Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? <i>If "Yes," complete Schedule L, Part III</i>		X
28 Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):		
a A current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i>		X
b A family member of a current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i>		X
c An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? <i>If "Yes," complete Schedule L, Part IV</i>		X
29 Did the organization receive more than \$25,000 in non-cash contributions? <i>If "Yes," complete Schedule M</i>		X
30 Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? <i>If "Yes," complete Schedule M</i>		X
31 Did the organization liquidate, terminate, or dissolve and cease operations? <i>If "Yes," complete Schedule N, Part I</i>		X
32 Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? <i>If "Yes," complete Schedule N, Part II</i>		X
33 Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? <i>If "Yes," complete Schedule R, Part I</i>		X
34 Was the organization related to any tax-exempt or taxable entity? <i>If "Yes," complete Schedule R, Part II, III, or IV, and Part V, line 1</i>		X
35a Did the organization have a controlled entity within the meaning of section 512(b)(13)?		X
b If "Yes" to line 35a, did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? <i>If "Yes," complete Schedule R, Part V, line 2</i>		
36 Section 501(c)(3) organizations. Did the organization make any transfers to an exempt non-charitable related organization? <i>If "Yes," complete Schedule R, Part V, line 2</i>		X
37 Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? <i>If "Yes," complete Schedule R, Part VI</i>		X
38 Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11b and 19? Note. All Form 990 filers are required to complete Schedule O	X	

Part V Statements Regarding Other IRS Filings and Tax Compliance

Check if Schedule O contains a response or note to any line in this Part V

Main form area containing questions 1a through 14b and corresponding Yes/No columns. Includes sub-questions for employee counts, unrelated business income, foreign accounts, and charitable contributions.

Part VI Governance, Management, and Disclosure For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions.

Check if Schedule O contains a response or note to any line in this Part VI

Section A. Governing Body and Management

		Yes	No
1a	Enter the number of voting members of the governing body at the end of the tax year If there are material differences in voting rights among members of the governing body, or if the governing body delegated broad authority to an executive committee or similar committee, explain in Schedule O.		
1a	16		
b	Enter the number of voting members included in line 1a, above, who are independent		
1b	16		
2	Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?		X
3	Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors, or trustees, or key employees to a management company or other person?		X
4	Did the organization make any significant changes to its governing documents since the prior Form 990 was filed?		X
5	Did the organization become aware during the year of a significant diversion of the organization's assets?		X
6	Did the organization have members or stockholders?		X
7a	Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body?		X
b	Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body?		X
7b			
8	Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:		
a	The governing body?	X	
8a			
b	Each committee with authority to act on behalf of the governing body?	X	
8b			
9	Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O		X
9			

Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

		Yes	No
10a	Did the organization have local chapters, branches, or affiliates?		X
10a			
b	If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes?		
10b			
11a	Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form?	X	
11a			
b	Describe in Schedule O the process, if any, used by the organization to review this Form 990.		
11b			
12a	Did the organization have a written conflict of interest policy? If "No," go to line 13	X	
12a			
b	Were officers, directors, or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	X	
12b			
c	Did the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this was done	X	
12c			
13	Did the organization have a written whistleblower policy?	X	
13			
14	Did the organization have a written document retention and destruction policy?	X	
14			
15	Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?		
a	The organization's CEO, Executive Director, or top management official	X	
15a			
b	Other officers or key employees of the organization	X	
15b			
	If "Yes" to line 15a or 15b, describe the process in Schedule O (see instructions).		
16a	Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?		X
16a			
b	If "Yes," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take steps to safeguard the organization's exempt status with respect to such arrangements?		
16b			

Section C. Disclosure

- 17 List the states with which a copy of this Form 990 is required to be filed **NY**
- 18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (Section 501(c)(3)s only) available for public inspection. Indicate how you made these available. Check all that apply.
 Own website Another's website Upon request Other (explain in Schedule O)
- 19 Describe in Schedule O whether (and if so, how) the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year.
- 20 State the name, address, and telephone number of the person who possesses the organization's books and records: **GERARD P. FINN - (914) 591-7300**
100 NORTH BROADWAY, IRVINGTON, NY 10533

Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors

Check if Schedule O contains a response or note to any line in this Part VII

Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

1a Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's **current** key employees, if any. See instructions for definition of "key employee."
- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.
- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

Check this box if neither the organization nor any related organization compensated any current officer, director, or trustee.

(A) Name and Title	(B) Average hours per week (list any hours for related organizations below line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(1) GREGORY T. MOONEY CHAIR	2.00	X		X				0.	0.	0.
(2) SCOTT D. RICHTER VICE CHAIR	2.00	X		X				0.	0.	0.
(3) WILLIAM L. ELLIS, JR BOARD MEMBER	2.00	X						0.	0.	0.
(4) LAURENCE R. GOLDING BOARD MEMBER	2.00	X						0.	0.	0.
(5) ROBERT S. RUOTOLO BOARD MEMBER	2.00	X						0.	0.	0.
(6) MARY SMITH BOARD MEMBER	2.00	X						0.	0.	0.
(7) LAWRENCE W. THOMAS BOARD MEMBER	2.00	X						0.	0.	0.
(8) RONALD W. FILANTE BOARD MEMBER	2.00	X						0.	0.	0.
(9) ALICE KENNY BOARD MEMBER	2.00	X						0.	0.	0.
(10) JOSEPH M. PASTORE BOARD MEMBER	2.00	X						0.	0.	0.
(11) DAVID BARANICK BOARD MEMBER	2.00	X						0.	0.	0.
(12) LEN MITCHELL BOARD MEMBER	2.00	X						0.	0.	0.
(13) REBECCA BORDEN BOARD MEMBER	2.00	X						0.	0.	0.
(14) DIANE Q. CURTIN BOARD MEMBER	2.00	X						0.	0.	0.
(15) ALYSSA HENCK BOARD MEMBER	2.00	X						0.	0.	0.
(16) ADRIAN VENUTO BOARD MEMBER	2.00	X						0.	0.	0.
(17) LORRAINE BULLIS SECRETARY	35.00			X				73,938.	0.	22,724.

Part VII Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)

(A) Name and title	(B) Average hours per week (list any hours for related organizations below line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(18) JAMES KAUFMAN PRESIDENT / CEO	35.00			X				226,523.	0.	1,581.
(19) LUIS M. RODRIGUEZ, MD SENIOR VICE PRESIDENT	35.00			X				220,790.	0.	16,163.
(20) GERARD FINN SR. VICE PRESIDENT & CFO	35.00			X				191,064.	0.	24,287.
(21) MOITRI DATTA PSYCHIATRIST	27.00					X		177,621.	0.	6,910.
(22) MYRA GRAY VICE PRESIDENT - HR.	35.00					X		161,188.	0.	10,300.
(23) DANIEL BARCKHAUS DIRECTOR - SOCIAL SERVICE	35.00					X		142,435.	0.	24,287.
(24) JUSTINE R. CHRISTAKOS ASST. EXECUTIVE DIRECTOR	35.00					X		128,274.	0.	9,321.
(25) LAUREN CANDELA-KATZ DIRECTOR - FUNDRAISING	35.00					X		121,704.	0.	24,287.
1b Sub-total								1,443,537.	0.	139,860.
c Total from continuation sheets to Part VII, Section A								0.	0.	0.
d Total (add lines 1b and 1c)								1,443,537.	0.	139,860.

2 Total number of individuals (including but not limited to those listed above) who received more than \$100,000 of reportable compensation from the organization **12**

	Yes	No
3 Did the organization list any former officer, director, or trustee, key employee, or highest compensated employee on line 1a? If "Yes," complete Schedule J for such individual		X
4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If "Yes," complete Schedule J for such individual	X	
5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? If "Yes," complete Schedule J for such person		X

Section B. Independent Contractors

1 Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year.

(A) Name and business address	(B) Description of services	(C) Compensation
JOHN R. EYERMAN, P.C., 225 BROADWAY, SUITE 1800, NEW YORK, NY 10007	LEGAL SERVICES	169,752.
ADP 135 WEST 18TH STREET, NEW YORK, NY 10011	PAYROLL SERVICES	166,912.
CLAUDIO VAZQUEZ, MD, 230 B, 7TH STREET, APT. C, BROOKLYN, NY 11215	MEDICAL DOCTOR	140,775.

2 Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 of compensation from the organization **3**

Part VIII Statement of Revenue

Check if Schedule O contains a response or note to any line in this Part VIII

				(A)	(B)	(C)	(D)	
				Total revenue	Related or exempt function revenue	Unrelated business revenue	Revenue excluded from tax under sections 512-514	
Contributions, Gifts, Grants and Other Similar Amounts	1 a	Federated campaigns	1a					
	b	Membership dues	1b					
	c	Fundraising events	1c	170,027.				
	d	Related organizations	1d					
	e	Government grants (contributions)	1e	22,603,743.				
	f	All other contributions, gifts, grants, and similar amounts not included above	1f	351,536.				
	g	Noncash contributions included in lines 1a-1f: \$		10,000.				
	h	Total. Add lines 1a-1f			23,125,306.			
Program Service Revenue	2 a	MEDICAID	Business Code	623990	23,416,707.	23,416,707.		
	b	SOCIAL SECURITY INCOME		623990	859,572.	859,572.		
	c	SUPP. NUTRITION ASSISTANCE PROGRA		623990	169,018.	169,018.		
	d							
	e							
	f	All other program service revenue						
	g	Total. Add lines 2a-2f			24,445,297.			
Other Revenue	3	Investment income (including dividends, interest, and other similar amounts)			68,209.		68,209.	
	4	Income from investment of tax-exempt bond proceeds						
	5	Royalties						
	6 a	Gross rents	(i) Real	48,000.				
			(ii) Personal					
	b	Less: rental expenses		33,849.				
	c	Rental income or (loss)		14,151.				
	d	Net rental income or (loss)			14,151.		14,151.	
	7 a	Gross amount from sales of assets other than inventory	(i) Securities	269,377.	4,947.			
			(ii) Other					
	b	Less: cost or other basis and sales expenses		230,942.	0.			
	c	Gain or (loss)		38,435.	4,947.			
	d	Net gain or (loss)			43,382.		43,382.	
	8 a	Gross income from fundraising events (not including \$ 170,027. of contributions reported on line 1c). See Part IV, line 18	a		44,949.			
	b	Less: direct expenses	b		89,514.			
c	Net income or (loss) from fundraising events			-44,565.		-44,565.		
9 a	Gross income from gaming activities. See Part IV, line 19	a						
b	Less: direct expenses	b						
c	Net income or (loss) from gaming activities							
10 a	Gross sales of inventory, less returns and allowances	a						
b	Less: cost of goods sold	b						
c	Net income or (loss) from sales of inventory							
Miscellaneous Revenue			Business Code					
11 a	MANAGEMENT FEE		900099	240,000.		240,000.		
b	OTHER INCOME		900099	83,138.		83,138.		
c								
d	All other revenue							
e	Total. Add lines 11a-11d			323,138.				
12	Total revenue. See instructions.			47,974,918.	24,445,297.	0.	404,315.	

Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A).

Check if Schedule O contains a response or note to any line in this Part IX

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to domestic organizations and domestic governments. See Part IV, line 21				
2 Grants and other assistance to domestic individuals. See Part IV, line 22				
3 Grants and other assistance to foreign organizations, foreign governments, and foreign individuals. See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees	772,830.	229,547.	543,283.	
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
7 Other salaries and wages	24,746,064.	22,536,700.	1,986,489.	222,875.
8 Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)	884,482.	790,464.	86,277.	7,741.
9 Other employee benefits	3,247,530.	2,942,394.	276,245.	28,891.
10 Payroll taxes	2,650,665.	2,368,907.	258,559.	23,199.
11 Fees for services (non-employees):				
a Management				
b Legal	321,149.	124,072.	197,077.	
c Accounting	88,350.	34,133.	54,217.	
d Lobbying				
e Professional fundraising services. See Part IV, line 17				
f Investment management fees				
g Other. (If line 11g amount exceeds 10% of line 25, column (A) amount, list line 11g expenses on Sch O.)	1,263,705.	964,240.	253,787.	45,678.
12 Advertising and promotion				
13 Office expenses	1,758,854.	1,415,660.	286,301.	56,893.
14 Information technology	548,538.	460,291.	83,855.	4,392.
15 Royalties				
16 Occupancy	2,610,768.	2,521,760.	86,076.	2,932.
17 Travel	424,783.	410,137.	13,873.	773.
18 Payments of travel or entertainment expenses for any federal, state, or local public officials				
19 Conferences, conventions, and meetings				
20 Interest	115,631.	104,536.	11,095.	
21 Payments to affiliates				
22 Depreciation, depletion, and amortization	497,589.	484,065.	13,524.	
23 Insurance	748,686.	740,674.	5,490.	2,522.
24 Other expenses. Itemize expenses not covered above. (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.)				
a UBI TAX EXPENSE	2,912.	2,912.		
b FOSTER CARE PAYMENTS AN	4,647,876.	4,647,876.		
c VEHICLES, FUEL, REPAIR	1,448,400.	1,422,710.	25,690.	
d FOOD AND CLOTHING	831,405.	822,177.	9,151.	77.
e All other expenses	204,437.	204,389.		48.
25 Total functional expenses. Add lines 1 through 24e	47,814,654.	43,227,644.	4,190,989.	396,021.
26 Joint costs. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation.				

Check here if following SOP 98-2 (ASC 958-720)

Part X Balance Sheet

Check if Schedule O contains a response or note to any line in this Part X

		(A) Beginning of year		(B) End of year
Assets	1 Cash - non-interest-bearing	50,638.	1	51,472.
	2 Savings and temporary cash investments	2,246,645.	2	1,554,299.
	3 Pledges and grants receivable, net		3	
	4 Accounts receivable, net	5,165,168.	4	6,958,716.
	5 Loans and other receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L		5	
	6 Loans and other receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instr). Complete Part II of Sch L		6	
	7 Notes and loans receivable, net		7	
	8 Inventories for sale or use		8	
	9 Prepaid expenses and deferred charges	399,166.	9	541,768.
	10a Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D	10a 17,093,740.		
	b Less: accumulated depreciation	10b 12,973,394.	3,992,986.	10c 4,120,346.
	11 Investments - publicly traded securities	2,739,083.	11	2,982,898.
	12 Investments - other securities. See Part IV, line 11		12	
	13 Investments - program-related. See Part IV, line 11		13	
	14 Intangible assets		14	
	15 Other assets. See Part IV, line 11	258,352.	15	260,887.
16 Total assets. Add lines 1 through 15 (must equal line 34)	14,852,038.	16	16,470,386.	
Liabilities	17 Accounts payable and accrued expenses	5,837,328.	17	6,697,360.
	18 Grants payable		18	
	19 Deferred revenue	969,517.	19	878,311.
	20 Tax-exempt bond liabilities		20	
	21 Escrow or custodial account liability. Complete Part IV of Schedule D	129,507.	21	120,831.
	22 Loans and other payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L		22	
	23 Secured mortgages and notes payable to unrelated third parties	5,569,914.	23	4,748,983.
	24 Unsecured notes and loans payable to unrelated third parties		24	
	25 Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D	13,920,946.	25	13,973,370.
	26 Total liabilities. Add lines 17 through 25	26,427,212.	26	26,418,855.
Net Assets or Fund Balances	Organizations that follow SFAS 117 (ASC 958), check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.			
	27 Unrestricted net assets	-11,891,471.	27	-10,310,299.
	28 Temporarily restricted net assets	250,547.	28	296,080.
	29 Permanently restricted net assets	65,750.	29	65,750.
	Organizations that do not follow SFAS 117 (ASC 958), check here <input type="checkbox"/> and complete lines 30 through 34.			
	30 Capital stock or trust principal, or current funds		30	
	31 Paid-in or capital surplus, or land, building, or equipment fund		31	
	32 Retained earnings, endowment, accumulated income, or other funds		32	
33 Total net assets or fund balances	-11,575,174.	33	-9,948,469.	
34 Total liabilities and net assets/fund balances	14,852,038.	34	16,470,386.	

Part XI Reconciliation of Net Assets

Check if Schedule O contains a response or note to any line in this Part XI

1	Total revenue (must equal Part VIII, column (A), line 12)	1	47,974,918.
2	Total expenses (must equal Part IX, column (A), line 25)	2	47,814,654.
3	Revenue less expenses. Subtract line 2 from line 1	3	160,264.
4	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))	4	-11,575,174.
5	Net unrealized gains (losses) on investments	5	181,039.
6	Donated services and use of facilities	6	
7	Investment expenses	7	
8	Prior period adjustments	8	
9	Other changes in net assets or fund balances (explain in Schedule O)	9	1,285,402.
10	Net assets or fund balances at end of year. Combine lines 3 through 9 (must equal Part X, line 33, column (B))	10	-9,948,469.

Part XII Financial Statements and Reporting

Check if Schedule O contains a response or note to any line in this Part XII

		Yes	No
1	Accounting method used to prepare the Form 990: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other _____ If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O.		
2a	Were the organization's financial statements compiled or reviewed by an independent accountant? _____ If "Yes," check a box below to indicate whether the financial statements for the year were compiled or reviewed on a separate basis, consolidated basis, or both: <input type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis		X
2b	Were the organization's financial statements audited by an independent accountant? _____ If "Yes," check a box below to indicate whether the financial statements for the year were audited on a separate basis, consolidated basis, or both: <input checked="" type="checkbox"/> Separate basis <input type="checkbox"/> Consolidated basis <input type="checkbox"/> Both consolidated and separate basis	X	
2c	If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant? _____ If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.	X	
3a	As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133? _____	X	
3b	If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits _____	X	

Form 990 (2017)

Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)

(Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ▶	(a) 2013	(b) 2014	(c) 2015	(d) 2016	(e) 2017	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")	17403375.	20258845.	18735693.	17735311.	23125306.	97258530.
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
3 The value of services or facilities furnished by a governmental unit to the organization without charge						
4 Total. Add lines 1 through 3	17403375.	20258845.	18735693.	17735311.	23125306.	97258530.
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f)						
6 Public support. Subtract line 5 from line 4.						97258530.

Section B. Total Support

Calendar year (or fiscal year beginning in) ▶	(a) 2013	(b) 2014	(c) 2015	(d) 2016	(e) 2017	(f) Total
7 Amounts from line 4	17403375.	20258845.	18735693.	17735311.	23125306.	97258530.
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties, and income from similar sources	186,519.	162,087.	160,354.	123,856.	116,209.	749,025.
9 Net income from unrelated business activities, whether or not the business is regularly carried on						
10 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part VI.)	128,802.	44,184.	5,849.	93,165.	323,138.	595,138.
11 Total support. Add lines 7 through 10						98602693.
12 Gross receipts from related activities, etc. (see instructions)					12 131,592,675.	
13 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here ▶ <input type="checkbox"/>						

Section C. Computation of Public Support Percentage

14 Public support percentage for 2017 (line 6, column (f) divided by line 11, column (f))	14	98.64 %
15 Public support percentage from 2016 Schedule A, Part II, line 14	15	98.43 %
16a 33 1/3% support test - 2017. If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization ▶ <input checked="" type="checkbox"/>		
b 33 1/3% support test - 2016. If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization ▶ <input type="checkbox"/>		
17a 10% -facts-and-circumstances test - 2017. If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part VI how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization ▶ <input type="checkbox"/>		
b 10% -facts-and-circumstances test - 2016. If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part VI how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization ▶ <input type="checkbox"/>		
18 Private foundation. If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions ▶ <input type="checkbox"/>		

Part III Support Schedule for Organizations Described in Section 509(a)(2)

(Complete only if you checked the box on line 10 of Part I or if the organization failed to qualify under Part II. If the organization fails to qualify under the tests listed below, please complete Part II.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ▶	(a) 2013	(b) 2014	(c) 2015	(d) 2016	(e) 2017	(f) Total
1 Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")						
2 Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose						
3 Gross receipts from activities that are not an unrelated trade or business under section 513						
4 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
5 The value of services or facilities furnished by a governmental unit to the organization without charge						
6 Total. Add lines 1 through 5						
7a Amounts included on lines 1, 2, and 3 received from disqualified persons						
b Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year						
c Add lines 7a and 7b						
8 Public support. (Subtract line 7c from line 6.)						

Section B. Total Support

Calendar year (or fiscal year beginning in) ▶	(a) 2013	(b) 2014	(c) 2015	(d) 2016	(e) 2017	(f) Total
9 Amounts from line 6						
10a Gross income from interest, dividends, payments received on securities loans, rents, royalties, and income from similar sources						
b Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975						
c Add lines 10a and 10b						
11 Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on						
12 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part VI.)						
13 Total support. (Add lines 9, 10c, 11, and 12.)						

14 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and **stop here**

Section C. Computation of Public Support Percentage

15 Public support percentage for 2017 (line 8, column (f) divided by line 13, column (f))	15	%
16 Public support percentage from 2016 Schedule A, Part III, line 15	16	%

Section D. Computation of Investment Income Percentage

17 Investment income percentage for 2017 (line 10c, column (f) divided by line 13, column (f))	17	%
18 Investment income percentage from 2016 Schedule A, Part III, line 17	18	%

19a 33 1/3% support tests - 2017. If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and **stop here.** The organization qualifies as a publicly supported organization

b 33 1/3% support tests - 2016. If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3%, and line 18 is not more than 33 1/3%, check this box and **stop here.** The organization qualifies as a publicly supported organization

20 Private foundation. If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions

Part IV Supporting Organizations

(Complete only if you checked a box in line 12 on Part I. If you checked 12a of Part I, complete Sections A and B. If you checked 12b of Part I, complete Sections A and C. If you checked 12c of Part I, complete Sections A, D, and E. If you checked 12d of Part I, complete Sections A and D, and complete Part V.)

Section A. All Supporting Organizations

	Yes	No
1 Are all of the organization's supported organizations listed by name in the organization's governing documents? If "No," describe in Part VI how the supported organizations are designated. If designated by class or purpose, describe the designation. If historic and continuing relationship, explain.		
2 Did the organization have any supported organization that does not have an IRS determination of status under section 509(a)(1) or (2)? If "Yes," explain in Part VI how the organization determined that the supported organization was described in section 509(a)(1) or (2).		
3a Did the organization have a supported organization described in section 501(c)(4), (5), or (6)? If "Yes," answer (b) and (c) below.		
b Did the organization confirm that each supported organization qualified under section 501(c)(4), (5), or (6) and satisfied the public support tests under section 509(a)(2)? If "Yes," describe in Part VI when and how the organization made the determination.		
c Did the organization ensure that all support to such organizations was used exclusively for section 170(c)(2)(B) purposes? If "Yes," explain in Part VI what controls the organization put in place to ensure such use.		
4a Was any supported organization not organized in the United States ("foreign supported organization")? If "Yes," and if you checked 12a or 12b in Part I, answer (b) and (c) below.		
b Did the organization have ultimate control and discretion in deciding whether to make grants to the foreign supported organization? If "Yes," describe in Part VI how the organization had such control and discretion despite being controlled or supervised by or in connection with its supported organizations.		
c Did the organization support any foreign supported organization that does not have an IRS determination under sections 501(c)(3) and 509(a)(1) or (2)? If "Yes," explain in Part VI what controls the organization used to ensure that all support to the foreign supported organization was used exclusively for section 170(c)(2)(B) purposes.		
5a Did the organization add, substitute, or remove any supported organizations during the tax year? If "Yes," answer (b) and (c) below (if applicable). Also, provide detail in Part VI , including (i) the names and EIN numbers of the supported organizations added, substituted, or removed; (ii) the reasons for each such action; (iii) the authority under the organization's organizing document authorizing such action; and (iv) how the action was accomplished (such as by amendment to the organizing document).		
b Type I or Type II only. Was any added or substituted supported organization part of a class already designated in the organization's organizing document?		
c Substitutions only. Was the substitution the result of an event beyond the organization's control?		
6 Did the organization provide support (whether in the form of grants or the provision of services or facilities) to anyone other than (i) its supported organizations, (ii) individuals that are part of the charitable class benefited by one or more of its supported organizations, or (iii) other supporting organizations that also support or benefit one or more of the filing organization's supported organizations? If "Yes," provide detail in Part VI .		
7 Did the organization provide a grant, loan, compensation, or other similar payment to a substantial contributor (defined in section 4958(c)(3)(C)), a family member of a substantial contributor, or a 35% controlled entity with regard to a substantial contributor? If "Yes," complete Part I of Schedule L (Form 990 or 990-EZ).		
8 Did the organization make a loan to a disqualified person (as defined in section 4958) not described in line 7? If "Yes," complete Part I of Schedule L (Form 990 or 990-EZ).		
9a Was the organization controlled directly or indirectly at any time during the tax year by one or more disqualified persons as defined in section 4946 (other than foundation managers and organizations described in section 509(a)(1) or (2))? If "Yes," provide detail in Part VI .		
b Did one or more disqualified persons (as defined in line 9a) hold a controlling interest in any entity in which the supporting organization had an interest? If "Yes," provide detail in Part VI .		
c Did a disqualified person (as defined in line 9a) have an ownership interest in, or derive any personal benefit from, assets in which the supporting organization also had an interest? If "Yes," provide detail in Part VI .		
10a Was the organization subject to the excess business holdings rules of section 4943 because of section 4943(f) (regarding certain Type II supporting organizations, and all Type III non-functionally integrated supporting organizations)? If "Yes," answer 10b below.		
b Did the organization have any excess business holdings in the tax year? (Use Schedule C, Form 4720, to determine whether the organization had excess business holdings.)		

Part IV Supporting Organizations (continued)

	Yes	No
11 Has the organization accepted a gift or contribution from any of the following persons?		
a A person who directly or indirectly controls, either alone or together with persons described in (b) and (c) below, the governing body of a supported organization?		
b A family member of a person described in (a) above?		
c A 35% controlled entity of a person described in (a) or (b) above? If "Yes" to a, b, or c, provide detail in Part VI.		

Section B. Type I Supporting Organizations

	Yes	No
1 Did the directors, trustees, or membership of one or more supported organizations have the power to regularly appoint or elect at least a majority of the organization's directors or trustees at all times during the tax year? If "No," describe in Part VI how the supported organization(s) effectively operated, supervised, or controlled the organization's activities. If the organization had more than one supported organization, describe how the powers to appoint and/or remove directors or trustees were allocated among the supported organizations and what conditions or restrictions, if any, applied to such powers during the tax year.		
2 Did the organization operate for the benefit of any supported organization other than the supported organization(s) that operated, supervised, or controlled the supporting organization? If "Yes," explain in Part VI how providing such benefit carried out the purposes of the supported organization(s) that operated, supervised, or controlled the supporting organization.		

Section C. Type II Supporting Organizations

	Yes	No
1 Were a majority of the organization's directors or trustees during the tax year also a majority of the directors or trustees of each of the organization's supported organization(s)? If "No," describe in Part VI how control or management of the supporting organization was vested in the same persons that controlled or managed the supported organization(s).		

Section D. All Type III Supporting Organizations

	Yes	No
1 Did the organization provide to each of its supported organizations, by the last day of the fifth month of the organization's tax year, (i) a written notice describing the type and amount of support provided during the prior tax year, (ii) a copy of the Form 990 that was most recently filed as of the date of notification, and (iii) copies of the organization's governing documents in effect on the date of notification, to the extent not previously provided?		
2 Were any of the organization's officers, directors, or trustees either (i) appointed or elected by the supported organization(s) or (ii) serving on the governing body of a supported organization? If "No," explain in Part VI how the organization maintained a close and continuous working relationship with the supported organization(s).		
3 By reason of the relationship described in (2), did the organization's supported organizations have a significant voice in the organization's investment policies and in directing the use of the organization's income or assets at all times during the tax year? If "Yes," describe in Part VI the role the organization's supported organizations played in this regard.		

Section E. Type III Functionally Integrated Supporting Organizations

1 Check the box next to the method that the organization used to satisfy the Integral Part Test during the year (see instructions).		
a <input type="checkbox"/> The organization satisfied the Activities Test. Complete line 2 below.		
b <input type="checkbox"/> The organization is the parent of each of its supported organizations. Complete line 3 below.		
c <input type="checkbox"/> The organization supported a governmental entity. Describe in Part VI how you supported a government entity (see instructions).		
2 Activities Test. Answer (a) and (b) below.		
a Did substantially all of the organization's activities during the tax year directly further the exempt purposes of the supported organization(s) to which the organization was responsive? If "Yes," then in Part VI identify those supported organizations and explain how these activities directly furthered their exempt purposes, how the organization was responsive to those supported organizations, and how the organization determined that these activities constituted substantially all of its activities.		
b Did the activities described in (a) constitute activities that, but for the organization's involvement, one or more of the organization's supported organization(s) would have been engaged in? If "Yes," explain in Part VI the reasons for the organization's position that its supported organization(s) would have engaged in these activities but for the organization's involvement.		
3 Parent of Supported Organizations. Answer (a) and (b) below.		
a Did the organization have the power to regularly appoint or elect a majority of the officers, directors, or trustees of each of the supported organizations? Provide details in Part VI.		
b Did the organization exercise a substantial degree of direction over the policies, programs, and activities of each of its supported organizations? If "Yes," describe in Part VI the role played by the organization in this regard.		

Part V Type III Non-Functionally Integrated 509(a)(3) Supporting Organizations

1 Check here if the organization satisfied the Integral Part Test as a qualifying trust on Nov. 20, 1970 (explain in Part VI.) See instructions. All other Type III non-functionally integrated supporting organizations must complete Sections A through E.

Section A - Adjusted Net Income		(A) Prior Year	(B) Current Year (optional)
1	Net short-term capital gain	1	
2	Recoveries of prior-year distributions	2	
3	Other gross income (see instructions)	3	
4	Add lines 1 through 3	4	
5	Depreciation and depletion	5	
6	Portion of operating expenses paid or incurred for production or collection of gross income or for management, conservation, or maintenance of property held for production of income (see instructions)	6	
7	Other expenses (see instructions)	7	
8	Adjusted Net Income (subtract lines 5, 6, and 7 from line 4)	8	

Section B - Minimum Asset Amount		(A) Prior Year	(B) Current Year (optional)
1	Aggregate fair market value of all non-exempt-use assets (see instructions for short tax year or assets held for part of year):		
a	Average monthly value of securities	1a	
b	Average monthly cash balances	1b	
c	Fair market value of other non-exempt-use assets	1c	
d	Total (add lines 1a, 1b, and 1c)	1d	
e	Discount claimed for blockage or other factors (explain in detail in Part VI):		
2	Acquisition indebtedness applicable to non-exempt-use assets	2	
3	Subtract line 2 from line 1d	3	
4	Cash deemed held for exempt use. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	
5	Net value of non-exempt-use assets (subtract line 4 from line 3)	5	
6	Multiply line 5 by .035	6	
7	Recoveries of prior-year distributions	7	
8	Minimum Asset Amount (add line 7 to line 6)	8	

Section C - Distributable Amount			Current Year
1	Adjusted net income for prior year (from Section A, line 8, Column A)	1	
2	Enter 85% of line 1	2	
3	Minimum asset amount for prior year (from Section B, line 8, Column A)	3	
4	Enter greater of line 2 or line 3	4	
5	Income tax imposed in prior year	5	
6	Distributable Amount. Subtract line 5 from line 4, unless subject to emergency temporary reduction (see instructions)	6	

7 Check here if the current year is the organization's first as a non-functionally integrated Type III supporting organization (see instructions).

Part V Type III Non-Functionally Integrated 509(a)(3) Supporting Organizations (continued)

Section D - Distributions	Current Year
1 Amounts paid to supported organizations to accomplish exempt purposes	
2 Amounts paid to perform activity that directly furthers exempt purposes of supported organizations, in excess of income from activity	
3 Administrative expenses paid to accomplish exempt purposes of supported organizations	
4 Amounts paid to acquire exempt-use assets	
5 Qualified set-aside amounts (prior IRS approval required)	
6 Other distributions (describe in Part VI). See instructions.	
7 Total annual distributions. Add lines 1 through 6.	
8 Distributions to attentive supported organizations to which the organization is responsive (provide details in Part VI). See instructions.	
9 Distributable amount for 2017 from Section C, line 6	
10 Line 8 amount divided by line 9 amount	

Section E - Distribution Allocations (see instructions)	(i) Excess Distributions	(ii) Underdistributions Pre-2017	(iii) Distributable Amount for 2017
1 Distributable amount for 2017 from Section C, line 6			
2 Underdistributions, if any, for years prior to 2017 (reasonable cause required- explain in Part VI). See instructions.			
3 Excess distributions carryover, if any, to 2017			
a			
b From 2013			
c From 2014			
d From 2015			
e From 2016			
f Total of lines 3a through e			
g Applied to underdistributions of prior years			
h Applied to 2017 distributable amount			
i Carryover from 2012 not applied (see instructions)			
j Remainder. Subtract lines 3g, 3h, and 3i from 3f.			
4 Distributions for 2017 from Section D, line 7: \$			
a Applied to underdistributions of prior years			
b Applied to 2017 distributable amount			
c Remainder. Subtract lines 4a and 4b from 4.			
5 Remaining underdistributions for years prior to 2017, if any. Subtract lines 3g and 4a from line 2. For result greater than zero, explain in Part VI. See instructions.			
6 Remaining underdistributions for 2017. Subtract lines 3h and 4b from line 1. For result greater than zero, explain in Part VI. See instructions.			
7 Excess distributions carryover to 2018. Add lines 3j and 4c.			
8 Breakdown of line 7:			
a Excess from 2013			
b Excess from 2014			
c Excess from 2015			
d Excess from 2016			
e Excess from 2017			

Part VI **Supplemental Information.** Provide the explanations required by Part II, line 10; Part II, line 17a or 17b; Part III, line 12; Part IV, Section A, lines 1, 2, 3b, 3c, 4b, 4c, 5a, 6, 9a, 9b, 9c, 11a, 11b, and 11c; Part IV, Section B, lines 1 and 2; Part IV, Section C, line 1; Part IV, Section D, lines 2 and 3; Part IV, Section E, lines 1c, 2a, 2b, 3a, and 3b; Part V, line 1; Part V, Section B, line 1e; Part V, Section D, lines 5, 6, and 8; and Part V, Section E, lines 2, 5, and 6. Also complete this part for any additional information. (See instructions.)

SCHEDULE A, PART II, LINE 10, EXPLANATION FOR OTHER INCOME:

OTHER INCOME

2013 AMOUNT: \$ 17,916.

2014 AMOUNT: \$ 44,184.

2015 AMOUNT: \$ 5,849.

2016 AMOUNT: \$ 13,165.

2017 AMOUNT: \$ 83,138.

PROPERTY INSURANCE RECOVERY

2013 AMOUNT: \$ 73,065.

PROPERTY TAX REIMBURSEMENT

2013 AMOUNT: \$ 37,821.

MANAGEMENT FEE

2016 AMOUNT: \$ 80,000.

2017 AMOUNT: \$ 240,000.

Schedule B

(Form 990, 990-EZ, or 990-PF)

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

- ▶ Attach to Form 990, Form 990-EZ, or Form 990-PF.
- ▶ Go to www.irs.gov/Form990 for the latest information.

OMB No. 1545-0047

2017

Name of the organization

ABBOTT HOUSE

Employer identification number

13-1991946

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

501(c)(3) (enter number) organization

4947(a)(1) nonexempt charitable trust **not** treated as a private foundation

527 political organization

Form 990-PF

501(c)(3) exempt private foundation

4947(a)(1) nonexempt charitable trust treated as a private foundation

501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**.

Note: Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

General Rule

For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, contributions totaling \$5,000 or more (in money or property) from any one contributor. Complete Parts I and II. See instructions for determining a contributor's total contributions.

Special Rules

For an organization described in section 501(c)(3) filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), that checked Schedule A (Form 990 or 990-EZ), Part II, line 13, 16a, or 16b, and that received from any one contributor, during the year, total contributions of the greater of (1) \$5,000; or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h; or (ii) Form 990-EZ, line 1. Complete Parts I and II.

For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than \$1,000 *exclusively* for religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals. Complete Parts I, II, and III.

For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions *exclusively* for religious, charitable, etc., purposes, but no such contributions totaled more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Don't complete any of the parts unless the **General Rule** applies to this organization because it received *nonexclusively* religious, charitable, etc., contributions totaling \$5,000 or more during the year ▶ \$ _____

Caution: An organization that isn't covered by the General Rule and/or the Special Rules doesn't file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on its Form 990-PF, Part I, line 2, to certify that it doesn't meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

LHA For Paperwork Reduction Act Notice, see the instructions for Form 990, 990-EZ, or 990-PF. Schedule B (Form 990, 990-EZ, or 990-PF) (2017)

Name of organization

Employer identification number

ABBOTT HOUSE

13-1991946

Part I **Contributors** (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	DUTCHESS COUNTY DEPARTMENT OF SOCIAL SERVICES 60 MARKET STREET POUGHKEEPSIE, NY 12601-3299	\$ 872,026.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
2	NYC ADMINISTRATION FOR CHILDREN SERVICES 150 WILLIAM STREET NEW YORK, NY 10038	\$ 9,820,322.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
3	NYS OFFICE FOR PEOPLE WITH DEVELOPMENTAL DISABILITIES 44 HOLLAND AVENUE ALBANY, NY 12229	\$ 1,041,751.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
4	ORANGE COUNTY DEPARTMENT OF SOCIAL SERVICES 11 QUARRY ROAD, BOX Z GOSHEN, NY 10924-0678	\$ 920,473.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
5	SULLIVAN COUNTY DEPARTMENT OF SOCIAL SERVICES 16 COMMUNITY LANE, P.O. BOX 231 LIBERTY, NY 12754	\$ 536,692.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
6	WESTCHESTER COUNTY DEPARTMENT OF SOCIAL SERVICES 112 EAST POST ROAD, COUNTY OFFICE BUILDING #2 WHITE PLAINS, NY 10601-5113	\$ 3,617,840.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)

Name of organization ABBOTT HOUSE	Employer identification number 13-1991946
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Part I **Contributors** (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
7	U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES <hr/> 200 INDEPENDENCE AVENUE, SW ROOM 716G <hr/> WASHINGTON, DC 20201	\$ 4,486,735.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
8	NYC DEPARTMENT OF EDUCATION <hr/> 52 CHAMBERS STREET <hr/> NEW YORK, NY 10007	\$ 711,908.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	<hr/> <hr/> <hr/> <hr/>	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	<hr/> <hr/> <hr/> <hr/>	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	<hr/> <hr/> <hr/> <hr/>	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
	<hr/> <hr/> <hr/> <hr/>	\$ _____	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)

Name of organization

Employer identification number

ABBOTT HOUSE

13-1991946

Part II **Noncash Property** (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (See instructions.)	(d) Date received
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____
		\$ _____	_____

Name of organization ABBOTT HOUSE	Employer identification number 13-1991946
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Part III Exclusively religious, charitable, etc., contributions to organizations described in section 501(c)(7), (8), or (10) that total more than \$1,000 for the year from any one contributor. Complete columns (a) through (e) and the following line entry. For organizations completing Part III, enter the total of exclusively religious, charitable, etc., contributions of \$1,000 or less for the year. (Enter this info. once.) ▶ \$ _____
Use duplicate copies of Part III if additional space is needed.

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	
(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
(e) Transfer of gift			
Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee	

SCHEDULE D (Form 990)

Department of the Treasury Internal Revenue Service

Supplemental Financial Statements

Complete if the organization answered "Yes" on Form 990, Part IV, line 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b. Attach to Form 990.

Go to www.irs.gov/Form990 for instructions and the latest information.

OMB No. 1545-0047

2017

Open to Public Inspection

Name of the organization

ABBOTT HOUSE

Employer identification number

13-1991946

Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered "Yes" on Form 990, Part IV, line 6.

Table with 2 columns: (a) Donor advised funds, (b) Funds and other accounts. Rows include: 1 Total number at end of year, 2 Aggregate value of contributions to (during year), 3 Aggregate value of grants from (during year), 4 Aggregate value at end of year, 5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control?, 6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds can be used only for charitable purposes and not for the benefit of the donor or donor advisor, or for any other purpose conferring impermissible private benefit?

Part II Conservation Easements. Complete if the organization answered "Yes" on Form 990, Part IV, line 7.

Table with 2 columns: Held at the End of the Tax Year. Rows include: 1 Purpose(s) of conservation easements held by the organization (check all that apply), 2 Complete lines 2a through 2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year, 3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the tax year, 4 Number of states where property subject to conservation easement is located, 5 Does the organization have a written policy regarding the periodic monitoring, inspection, handling of violations, and enforcement of the conservation easements it holds?, 6 Staff and volunteer hours devoted to monitoring, inspecting, handling of violations, and enforcing conservation easements during the year, 7 Amount of expenses incurred in monitoring, inspecting, handling of violations, and enforcing conservation easements during the year, 8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)?, 9 In Part XIII, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.

Complete if the organization answered "Yes" on Form 990, Part IV, line 8.

Table with 2 columns: Revenue, Assets. Rows include: 1a If the organization elected, as permitted under SFAS 116 (ASC 958), not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIII, the text of the footnote to its financial statements that describes these items. b If the organization elected, as permitted under SFAS 116 (ASC 958), to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items: (i) Revenue included on Form 990, Part VIII, line 1, (ii) Assets included in Form 990, Part X, 2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 (ASC 958) relating to these items: a Revenue included on Form 990, Part VIII, line 1, b Assets included in Form 990, Part X

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule D (Form 990) 2017

732051 10-09-17

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)

- 3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply):
- a Public exhibition
 - b Scholarly research
 - c Preservation for future generations
 - d Loan or exchange programs
 - e Other _____

- 4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIII.
- 5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? Yes No

Part IV Escrow and Custodial Arrangements. Complete if the organization answered "Yes" on Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

- 1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X? Yes No
- b If "Yes," explain the arrangement in Part XIII and complete the following table:

	Amount
c Beginning balance	1c
d Additions during the year	1d
e Distributions during the year	1e
f Ending balance	1f

- 2a Did the organization include an amount on Form 990, Part X, line 21, for escrow or custodial account liability? Yes No
- b If "Yes," explain the arrangement in Part XIII. Check here if the explanation has been provided on Part XIII

Part V Endowment Funds. Complete if the organization answered "Yes" on Form 990, Part IV, line 10.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance	2,763,216.	2,539,534.	2,527,845.	2,462,301.	2,055,947.
b Contributions					
c Net investment earnings, gains, and losses	287,608.	247,266.	33,946.	88,026.	425,388.
d Grants or scholarships					
e Other expenditures for facilities and programs					
f Administrative expenses	25,587.	23,584.	22,257.	22,482.	19,034.
g End of year balance	3,025,237.	2,763,216.	2,539,534.	2,527,845.	2,462,301.

2 Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as:

- a Board designated or quasi-endowment 97.40 %
- b Permanent endowment 2.20 %
- c Temporarily restricted endowment .40 %

The percentages on lines 2a, 2b, and 2c should equal 100%.

3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:

- (i) unrelated organizations
- (ii) related organizations

	Yes	No
3a(i)		X
3a(ii)		X
3b		

b If "Yes" on line 3a(ii), are the related organizations listed as required on Schedule R? _____

4 Describe in Part XIII the intended uses of the organization's endowment funds.

Part VI Land, Buildings, and Equipment.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11a. See Form 990, Part X, line 10.

Description of property	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1a Land		1,697,474.		1,697,474.
b Buildings		10,429,783.	8,511,100.	1,918,683.
c Leasehold improvements		1,042,565.	967,515.	75,050.
d Equipment		2,264,444.	2,180,130.	84,314.
e Other		1,659,474.	1,314,649.	344,825.
Total. Add lines 1a through 1e. (Column (d) must equal Form 990, Part X, column (B), line 10c.)				4,120,346.

Part VII Investments - Other Securities.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11b. See Form 990, Part X, line 12.

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1) Financial derivatives		
(2) Closely-held equity interests		
(3) Other		
(A)		
(B)		
(C)		
(D)		
(E)		
(F)		
(G)		
(H)		
Total. (Col. (b) must equal Form 990, Part X, col. (B) line 12.)		

Part VIII Investments - Program Related.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11c. See Form 990, Part X, line 13.

(a) Description of investment	(b) Book value	(c) Method of valuation: Cost or end-of-year market value
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
Total. (Col. (b) must equal Form 990, Part X, col. (B) line 13.)		

Part IX Other Assets.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11d. See Form 990, Part X, line 15.

(a) Description	(b) Book value
(1)	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
Total. (Column (b) must equal Form 990, Part X, col. (B) line 15.)	

Part X Other Liabilities.

Complete if the organization answered "Yes" on Form 990, Part IV, line 11e or 11f. See Form 990, Part X, line 25.

1. (a) Description of liability	(b) Book value
(1) Federal income taxes	
(2) ACCRUED PENSION	12,056,536.
(3) DUE TO GOVERNMENT AGENCIES	1,916,834.
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
Total. (Column (b) must equal Form 990, Part X, col. (B) line 25.)	
	13,973,370.

2. Liability for uncertain tax positions. In Part XIII, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48 (ASC 740). Check here if the text of the footnote has been provided in Part XIII

Part XI Reconciliation of Revenue per Audited Financial Statements With Revenue per Return.

Complete if the organization answered "Yes" on Form 990, Part IV, line 12a.

1	Total revenue, gains, and other support per audited financial statements		1	48,279,320.
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12:			
a	Net unrealized gains (losses) on investments	2a	181,039.	
b	Donated services and use of facilities	2b		
c	Recoveries of prior year grants	2c		
d	Other (Describe in Part XIII.)	2d	123,363.	
e	Add lines 2a through 2d	2e		304,402.
3	Subtract line 2e from line 1	3		47,974,918.
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1:			
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a		
b	Other (Describe in Part XIII.)	4b		
c	Add lines 4a and 4b	4c		0.
5	Total revenue. Add lines 3 and 4c. (This must equal Form 990, Part I, line 12.)	5		47,974,918.

Part XII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return.

Complete if the organization answered "Yes" on Form 990, Part IV, line 12a.

1	Total expenses and losses per audited financial statements		1	47,938,017.
2	Amounts included on line 1 but not on Form 990, Part IX, line 25:			
a	Donated services and use of facilities	2a		
b	Prior year adjustments	2b		
c	Other losses	2c		
d	Other (Describe in Part XIII.)	2d	123,363.	
e	Add lines 2a through 2d	2e		123,363.
3	Subtract line 2e from line 1	3		47,814,654.
4	Amounts included on Form 990, Part IX, line 25, but not on line 1:			
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a		
b	Other (Describe in Part XIII.)	4b		
c	Add lines 4a and 4b	4c		0.
5	Total expenses. Add lines 3 and 4c. (This must equal Form 990, Part I, line 18.)	5		47,814,654.

Part XIII Supplemental Information.

Provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X, line 2; Part XI, lines 2d and 4b; and Part XII, lines 2d and 4b. Also complete this part to provide any additional information.

PART IV, LINE 2B:

FUNDS ARE HELD BY ABBOTT HOUSE ON BEHALF OF CLIENTS. SUCH FUNDS REPRESENT AMOUNTS RECEIVED BY CLIENTS AND OTHER CLIENTS' FUNDS DEPOSITED WITH ABBOTT HOUSE FOR SAFEKEEPING. THESE FUNDS ARE DISBURSED BY ABBOTT HOUSE AT THE REQUEST OF, OR ON BEHALF OF, CLIENTS FOR THEIR PERSONAL USE.

PART V, LINE 4:

THE AGENCY'S ENDOWMENT CONSISTS OF INDIVIDUAL FUNDS ESTABLISHED FOR A VARIETY OF PURPOSES WHICH CONSIST OF BOTH DONOR-RESTRICTED ENDOWMENT FUNDS AND FUNDS DESIGNATED BY THE BOARD OF DIRECTORS TO FUNCTION AS AN ENDOWMENT.

Part XIII Supplemental Information (continued)

PART X, LINE 2:

THE AGENCY RECOGNIZES THE EFFECT OF INCOME TAX POSITIONS ONLY IF THOSE POSITIONS ARE MORE LIKELY THAN NOT TO BE SUSTAINED. MANAGEMENT HAS DETERMINED THAT THE AGENCY HAD NO UNCERTAIN TAX POSITIONS THAT WOULD REQUIRE FINANCIAL STATEMENT RECOGNITION OR DISCLOSURE. THE AGENCY IS NO LONGER SUBJECT TO EXAMINATIONS BY APPLICABLE TAXING JURISDICTIONS FOR FISCAL PERIODS PRIOR TO JUNE 30, 2015.

PART XI, LINE 2D - OTHER ADJUSTMENTS:

RENT EXPENSES REPORTED ON FORM 990, PART VIII, LINE 6B:	33,849.
SPECIAL EVENT EXPENSE REPORTED ON FORM 990, PART VIII, LINE	
8B:	89,514.
TOTAL TO SCHEDULE D, PART XI, LINE 2D	123,363.

PART XII, LINE 2D - OTHER ADJUSTMENTS:

RENT EXPENSES REPORTED ON FORM 990, PART VIII, LINE 6B:	33,849.
SPECIAL EVENT EXPENSE REPORTED ON FORM 990, PART VIII, LINE	
8B:	89,514.
TOTAL TO SCHEDULE D, PART XII, LINE 2D	123,363.

Part II Fundraising Events. Complete if the organization answered "Yes" on Form 990, Part IV, line 18, or reported more than \$15,000 of fundraising event contributions and gross income on Form 990-EZ, lines 1 and 6b. List events with gross receipts greater than \$5,000.

		(a) Event #1	(b) Event #2	(c) Other events	(d) Total events (add col. (a) through col. (c))
		GALA (event type)	GOLF OUTING (event type)	NONE (total number)	
Revenue	1	Gross receipts	126,485.	88,491.	214,976.
	2	Less: Contributions	106,061.	63,966.	170,027.
	3	Gross income (line 1 minus line 2)	20,424.	24,525.	44,949.
Direct Expenses	4	Cash prizes			
	5	Noncash prizes			
	6	Rent/facility costs	23,599.	33,130.	56,729.
	7	Food and beverages			
	8	Entertainment	8,130.		8,130.
	9	Other direct expenses	16,356.	8,299.	24,655.
	10	Direct expense summary. Add lines 4 through 9 in column (d)			89,514.
	11	Net income summary. Subtract line 10 from line 3, column (d)			-44,565.

Part III Gaming. Complete if the organization answered "Yes" on Form 990, Part IV, line 19, or reported more than \$15,000 on Form 990-EZ, line 6a.

		(a) Bingo	(b) Pull tabs/instant bingo/progressive bingo	(c) Other gaming	(d) Total gaming (add col. (a) through col. (c))
		1	Gross revenue		
Direct Expenses	2	Cash prizes			
	3	Noncash prizes			
	4	Rent/facility costs			
	5	Other direct expenses			
	6	Volunteer labor	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No	<input type="checkbox"/> Yes _____ % <input type="checkbox"/> No
7	Direct expense summary. Add lines 2 through 5 in column (d)				
8	Net gaming income summary. Subtract line 7 from line 1, column (d)				

9 Enter the state(s) in which the organization conducts gaming activities: _____
 a Is the organization licensed to conduct gaming activities in each of these states? Yes No
 b If "No," explain: _____

 10a Were any of the organization's gaming licenses revoked, suspended, or terminated during the tax year? Yes No
 b If "Yes," explain: _____

- 11 Does the organization conduct gaming activities with nonmembers? Yes No
- 12 Is the organization a grantor, beneficiary or trustee of a trust, or a member of a partnership or other entity formed to administer charitable gaming? Yes No
- 13 Indicate the percentage of gaming activity conducted in:

13a		%
13b		%

 - a The organization's facility
 - b An outside facility
- 14 Enter the name and address of the person who prepares the organization's gaming/special events books and records:

Name ▶ _____

Address ▶ _____

- 15a Does the organization have a contract with a third party from whom the organization receives gaming revenue? Yes No
- b If "Yes," enter the amount of gaming revenue received by the organization ▶ \$ _____ and the amount of gaming revenue retained by the third party ▶ \$ _____
- c If "Yes," enter name and address of the third party:

Name ▶ _____

Address ▶ _____

16 Gaming manager information:

Name ▶ _____

Gaming manager compensation ▶ \$ _____

Description of services provided ▶ _____

Director/officer Employee Independent contractor

17 Mandatory distributions:

- a Is the organization required under state law to make charitable distributions from the gaming proceeds to retain the state gaming license? Yes No
- b Enter the amount of distributions required under state law to be distributed to other exempt organizations or spent in the organization's own exempt activities during the tax year ▶ \$ _____

Part IV **Supplemental Information.** Provide the explanations required by Part I, line 2b, columns (iii) and (v); and Part III, lines 9, 9b, 10b, 15b, 15c, 16, and 17b, as applicable. Also provide any additional information. See instructions.

**SCHEDULE J
(Form 990)**

Compensation Information

OMB No. 1545-0047

2017

Open to Public Inspection

For certain Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

▶ Complete if the organization answered "Yes" on Form 990, Part IV, line 23.

▶ Attach to Form 990.

▶ Go to www.irs.gov/Form990 for instructions and the latest information.

Department of the Treasury
Internal Revenue Service

Name of the organization

ABBOTT HOUSE

Employer identification number

13-1991946

Part I Questions Regarding Compensation

1a Check the appropriate box(es) if the organization provided any of the following to or for a person listed on Form 990, Part VII, Section A, line 1a. Complete Part III to provide any relevant information regarding these items.

- | | |
|--|---|
| <input type="checkbox"/> First-class or charter travel | <input type="checkbox"/> Housing allowance or residence for personal use |
| <input type="checkbox"/> Travel for companions | <input type="checkbox"/> Payments for business use of personal residence |
| <input type="checkbox"/> Tax indemnification and gross-up payments | <input type="checkbox"/> Health or social club dues or initiation fees |
| <input type="checkbox"/> Discretionary spending account | <input type="checkbox"/> Personal services (such as, maid, chauffeur, chef) |

b If any of the boxes on line 1a are checked, did the organization follow a written policy regarding payment or reimbursement or provision of all of the expenses described above? If "No," complete Part III to explain

2 Did the organization require substantiation prior to reimbursing or allowing expenses incurred by all directors, trustees, and officers, including the CEO/Executive Director, regarding the items checked on line 1a?

3 Indicate which, if any, of the following the filing organization used to establish the compensation of the organization's CEO/Executive Director. Check all that apply. Do not check any boxes for methods used by a related organization to establish compensation of the CEO/Executive Director, but explain in Part III.

- | | |
|---|---|
| <input checked="" type="checkbox"/> Compensation committee | <input type="checkbox"/> Written employment contract |
| <input type="checkbox"/> Independent compensation consultant | <input checked="" type="checkbox"/> Compensation survey or study |
| <input checked="" type="checkbox"/> Form 990 of other organizations | <input checked="" type="checkbox"/> Approval by the board or compensation committee |

4 During the year, did any person listed on Form 990, Part VII, Section A, line 1a, with respect to the filing organization or a related organization:

- a** Receive a severance payment or change-of-control payment?
- b** Participate in, or receive payment from, a supplemental nonqualified retirement plan?
- c** Participate in, or receive payment from, an equity-based compensation arrangement?
- If "Yes" to any of lines 4a-c, list the persons and provide the applicable amounts for each item in Part III.

Only section 501(c)(3), 501(c)(4), and 501(c)(29) organizations must complete lines 5-9.

5 For persons listed on Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the revenues of:

- a** The organization?
- b** Any related organization?
- If "Yes" on line 5a or 5b, describe in Part III.

6 For persons listed on Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the net earnings of:

- a** The organization?
- b** Any related organization?
- If "Yes" on line 6a or 6b, describe in Part III.

7 For persons listed on Form 990, Part VII, Section A, line 1a, did the organization provide any nonfixed payments not described on lines 5 and 6? If "Yes," describe in Part III

8 Were any amounts reported on Form 990, Part VII, paid or accrued pursuant to a contract that was subject to the initial contract exception described in Regulations section 53.4958-4(a)(3)? If "Yes," describe in Part III

9 If "Yes" on line 8, did the organization also follow the rebuttable presumption procedure described in Regulations section 53.4958-6(c)?

	Yes	No
1b		
2		
4a		X
4b		X
4c		X
5a		X
5b		X
6a		X
6b		X
7		X
8		X
9		

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule J (Form 990) 2017

SCHEDULE O
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Supplemental Information to Form 990 or 990-EZ

Complete to provide information for responses to specific questions on
Form 990 or 990-EZ or to provide any additional information.

▶ Attach to Form 990 or 990-EZ.

▶ Go to www.irs.gov/Form990 for the latest information.

OMB No. 1545-0047

2017

Open to Public
Inspection

Name of the organization

ABBOTT HOUSE

Employer identification number

13-1991946

FORM 990, PART I, LINE 1, DESCRIPTION OF ORGANIZATION MISSION:

AND ABANDONED CHILDREN AND THEIR FAMILIES AND TO OFFER OUR SERVICES
WITH COMPASSION, ALWAYS MINDFUL OF THE DIGNITY OF EACH PERSON SERVED,
WITH A GOAL OF SECURING A SAFE, PERMANENT AND LOVING HOME FOR EACH
CHILD WHO COMES TO US.

AS THE PROVIDER OF DAY AND RESIDENTIAL SERVICES FOR DEVELOPMENTALLY
DISABLED CHILDREN AND ADULTS, WE CELEBRATE THE VALUE AND POTENTIAL OF
EACH PERSON AS WE COMMIT OUR RESOURCES TO ENABLE EACH INDIVIDUAL TO
DEVELOP TO HIS/HER POTENTIAL.

FORM 990, PART III, LINE 1, DESCRIPTION OF ORGANIZATION MISSION:

FOUNDED IN 1963, ABBOTT HOUSE BUILDS LASTING FOUNDATIONS UNDER
CHILDREN, FAMILIES AND ADULTS WITH COMPLEX NEEDS. WE SUPPORT NEARLY
2,500 CHILDREN IN FOSTER CARE, UNACCOMPANIED IMMIGRANT CHILDREN, ADULTS
WITH DEVELOPMENTAL DISABILITIES AND STRUGGLING FAMILIES IN THE NEW YORK
METROPOLITAN AREA AND THE HUDSON VALLEY BY PROVIDING SAFETY, PROMOTING
HEALING AND RESTORING HOPE. THE HEART OF OUR WORK IS DEDICATED TO
HELPING HUMAN BEINGS RECOVER FROM DEEP TRAUMA OR INTERVENING TO PREVENT
TRAUMA IN THE FIRST PLACE. FAMILY COMES FIRST AT ABBOTT HOUSE. WE WORK
HARD TO REUNITE FAMILIES, CREATE NEW ONES AND MAKE PROMISING FUTURES A
REALITY SO THOSE ENTRUSTED TO OUR CARE FEEL A SENSE OF BELONGING ROOTED
IN HOME AND COMMUNITY.

FORM 990, PART III, LINE 4A, PROGRAM SERVICE ACCOMPLISHMENTS:

ABBOTT HOUSE PROVIDES MULTIPLE SERVICES FOR ADULTS WITH DEVELOPMENTAL

LHA For Paperwork Reduction Act Notice, see the Instructions for Form 990 or 990-EZ.

Schedule O (Form 990 or 990-EZ) (2017)

732211 09-07-17

Name of the organization

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DISABILITIES INCLUDING RESIDENTIAL LIVING, MEDICAID SERVICE COORDINATION, SELF-ADVOCACY AND COMMUNITY INTEGRATION. OUR PROGRAM FOCUSES ON PROVIDING A SAFE ENVIRONMENT WHERE THE INDIVIDUAL'S UNIQUE NEEDS CAN BE NURTURED AND SUPPORTED. ABBOTT HOUSE HAS BEEN HOME TO MANY OF OUR ADULTS FOR YEARS. SOME CAME DIRECTLY OUT OF FOSTER CARE, OTHERS FROM INSTITUTIONS LIKE WILLOW BROOK, AND OTHERS BECAUSE IT WAS DIFFICULT FOR THE FAMILY TO CARE FOR THEM. MANY NO LONGER HAVE ANY FAMILY INVOLVEMENT. OUR GOAL IS TO SUPPORT THESE ADULTS TO MAXIMIZE THEIR OWN CAPACITY IN WHATEVER WAYS THEY CAN. WE SUPPORT THEM TO MAKE THEIR OWN CHOICES, TO ENHANCE THEIR DAILY AND INDEPENDENT LIVING SKILLS, TO ESTABLISH COMMUNITY CONNECTIONS THROUGH EMPLOYMENT AND VOLUNTEERING, AND TO PARTICIPATE IN RECREATIONAL ACTIVITIES THAT WILL HELP THEM ACHIEVE THEIR PERSONAL OBJECTIVES. WE KNOW THE AGING PARENTS OF OUR ADULTS HAVE PEACE OF MIND THAT THEIR CHILDREN ARE SAFE AND WELL CARED FOR. ABBOTT HOUSE PROVIDES SERVICES TO OVER 100 INTELLECTUALLY AND/OR DEVELOPMENTALLY DISABLED ADULTS THROUGHOUT WESTCHESTER, ROCKLAND, AND THE BRONX. WE SUPPORT 15 RESIDENTIAL PROGRAMS WHERE THE ADULTS HAVE A PLACE TO CALL HOME, LIVE SEMI-INDEPENDENTLY IN SMALL GROUPS WITH 24/7 SUPPORT FROM SPECIALLY TRAINED STAFF. ABBOTT HOUSE HAS ONE INTERMEDIATE CARE FACILITY (ICF) TO MEET THE NEEDS OF DEVELOPMENTALLY DISABLED ADULTS WHO ARE MEDICALLY FRAIL AND ARE IN NEED OF ON-SITE CLINICAL SERVICES. FOR THOSE ADULTS WITH DEVELOPMENTAL DISABILITIES ABLE TO REMAIN AT HOME WITH THEIR FAMILY, WE OFFER TWO COMMUNITY-BASED DAY HABILITATION PROGRAMS WHICH ALSO INCLUDE SUPPORTIVE EMPLOYMENT SERVICES, PATHWAYS TO EMPLOYMENT, PREVOCATIONAL TRAINING SERVICES, MEDICAID SERVICE COORDINATION, SPECIAL OLYMPICS PARTICIPATION, A SELF-ADVOCACY PROGRAM, VOLUNTEER ENGAGEMENT, COMMUNITY INTEGRATION, SOCIALIZATION AND RECREATION.

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2018 OUTCOMES:

- 103 INDIVIDUALS HAVE A SAFE AND SUPERVISED HOME TO LIVE AND GROW IN

- 40% OF INDIVIDUALS IN OUR SUPERVISED HOMES HAVE SUCCESSFULLY

INCREASED THEIR TIME ALONE IN THE HOME AS WELL AS IN THE COMMUNITY SO

THEY CAN ENJOY A MORE INDIVIDUALLY DRIVEN LIFE.

- WE DECREASED 65% OF THE RESTRICTIONS IN PLACE (I.E. ALARMS ON DOORS,

INCREASED SUPERVISION, PROTECTIVE GEAR, ETC.). THIS WAS ACCOMPLISHED BY

ANALYZING BEHAVIOR DATA AND STRATEGICALLY FADING THE RESTRICTIONS AS A

CLINICAL TEAM.

- THE NUMBER OF DAY HABILITATION PROGRAM OUTINGS HAS INCREASED BY 23%.

THIS WAS ACCOMPLISHED USING BEHAVIOR SUPPORTS AND SYSTEMATIC SCHEDULING

TO ENSURE THERE IS ENOUGH SUPPORT FOR EVERYONE TO BE SUCCESSFUL.

- 39 INDIVIDUALS PARTICIPATED IN THE DAY HABILITATION PROGRAM

- 26 INDIVIDUALS VOLUNTEERED IN THEIR COMMUNITY

FORM 990, PART III, LINE 4B, PROGRAM SERVICE ACCOMPLISHMENTS:

THE ABBOTT HOUSE FAMILY FOSTER CARE (FFC) AND TREATMENT FAMILY FOSTER

CARE (TFFC) PROGRAMS PROVIDE CHILDREN WHO HAVE EXPERIENCED TRAUMA FROM

NEGLECT, PHYSICAL OR EMOTIONAL ABUSE, OR ABANDONMENT WITH A SAFE,

NURTURING, TEMPORARY HOME TO BEGIN TO HEAL, BUILD RESILIENCY AND HOPE

FOR THEIR FUTURE. THIS TRAUMA IS FURTHER COMPOUNDED WITH THE TRAUMA OF

BEING REMOVED FROM THE ONLY HOME THEY HAVE EVER KNOWN. CONSEQUENTLY,

MANY CHILDREN HAVE LONG-LASTING AND LIFE-LONG THERAPEUTIC NEEDS. IN

ADDITION TO WORKING WITH THE CHILDREN, WE WORK WITH THE BIRTH FAMILIES

TO SUPPORT THEM IN OVERCOMING THEIR CHALLENGES SO THEIR CHILDREN CAN BE

RETURNED; INCLUDING PARENTING SKILL TRAINING, SUBSTANCE ABUSE

COUNSELING, AND OTHER SERVICES. WHEN THIS IS NOT POSSIBLE WE WORK TO

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FIND A PERMANENT HOME FOR THE CHILDREN OR HELP SUPPORT ADOLESCENTS IF THEY AGE OUT OF FOSTER CARE. ABBOTT HOUSE RECRUITS, LICENSES, TRAINS, AND SUPPORTS FOSTER PARENTS TO HELP CHILDREN REMOVED FROM THEIR FAMILIES. THEY ARE TRAINED TO KEEP THE CHILDREN SAFE, SUPPORT THEM THROUGH THE HEALING PROCESS, AND LIGHT FIRES OF HOPE FOR THEIR FUTURE. ABBOTT HOUSE IS ABLE TO SUCCESSFULLY REUNITE MANY FAMILIES OVER TIME. WHEN REUNIFICATION IS NOT POSSIBLE, WE STRIVE TO FIND A FAMILY MEMBER WHO IS WILLING AND ABLE TO PROVIDE A PERMANENT HOME THROUGH OUR KINSHIP PLACEMENT INITIATIVE, OR A LOVING FAMILY TO ADOPT. WHETHER THE CHILD IS PLACED IN A FOSTER, KINSHIP OR ADOPTIVE FAMILY, ABBOTT HOUSE IS THERE TO PARTNER WITH THE FAMILY AND PROVIDE THE SUPPORT AND RESOURCES REQUIRED TO MEET THE UNIQUE NEEDS OF EVERY CHILD; INCLUDING MEDICAL AND MENTAL HEALTH CARE, CASE MANAGEMENT, ACADEMIC SUPPORT, BEHAVIORAL SUPPORT, STRENGTH AND LIFE SKILLS, SOCIAL INTEGRATION, COMMUNITY ENGAGEMENT, AND CULTURAL ENRICHMENT. ABBOTT HOUSE RECOGNIZES THAT PROVIDING STRONG THERAPEUTIC FOSTER CARE IS THE BEST WAY TO PREVENT RESIDENTIAL PLACEMENT AND/OR PSYCHIATRIC HOSPITALIZATION FOR CHILDREN.

2018 OUTCOMES:

- 42 CHILDREN WERE ADOPTED. THIS REPRESENTS 114% ACHIEVEMENT OF OUR GOAL SET BY NYC ACS.
- 48 CHILDREN WERE ABLE TO BE PLACED WITH THEIR SIBLINGS. THIS REPRESENTS 92% SUCCESS IN KEEPING SIBLINGS TOGETHER.
- 65 CHILDREN ACHIEVED PERMANENCY. THIS REPRESENTS AN INCREASE OF OVER 114% OF OUR GOAL SET BY NYC ACS.
- 437 CHILDREN AND ADOLESCENTS HAD A SAFE, COMFORTABLE PLACE TO LIVE.
- 121 CHILDREN WERE WELCOMED INTO ABBOTT HOUSE'S FOSTER CARE PROGRAM.
- DAYS OF CARE: FFC 68,384 AND TFFC 33,984

Name of the organization ABBOTT HOUSE	Employer identification number 13-1991946
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FORM 990, PART III, LINE 4C, PROGRAM SERVICE ACCOMPLISHMENTS:

THROUGH OUR FAMILY FOSTER CARE AND THERAPEUTIC FAMILY FOSTER CARE PROGRAMS WE ARE ABLE TO QUICKLY IDENTIFY CHILDREN WHO HAVE ONE OR MORE MENTAL HEALTH DISORDERS, SUCH AS POST-TRAUMATIC STRESS, AND AT LEAST ONE CHRONIC MEDICAL CONDITION OR DEVELOPMENTAL DISABILITY. THESE CHILDREN WITH MORE SERIOUS EMOTIONAL, DEVELOPMENTAL, AND MEDICAL CHALLENGES NEED ADDITIONAL SUPPORT. THE BRIDGES TO HEALTH (B2H) PROGRAM, A NEW YORK STATE INITIATIVE OF THE OFFICE OF CHILDREN AND FAMILY SERVICES ENABLES ABBOTT HOUSE TO PROVIDE HEALTH CARE MANAGEMENT AND SUPPORTIVE SERVICES TO CHILDREN IN FOSTER CARE AND TO CONTINUE SERVICES WHEN CHILDREN ARE REUNITED WITH THEIR BIRTH PARENTS OR WHEN THEY ARE ADOPTED BY KINSHIP OR ANOTHER FAMILY. B2H SERVICES ARE DESIGNED TO ADDRESS THE UNIQUE ISSUES THE CHILD AND THE FAMILY ARE EXPERIENCING TO PROMOTE AND STRENGTHEN PERMANENCY IN THE HOME; INCLUDING MAXIMIZING THE CHILD'S ABILITY TO FUNCTION IN THE HOME, COMMUNITY AND SCHOOL THROUGH THE AGE OF 21 WHEN THE CHILD LEAVES CARE. THE GUIDING PRINCIPLE OF B2H IS PARTNERING WITH THE CHILD AND THE FAMILY TO IDENTIFY ONGOING AND NEW SUPPORT NEEDS UNIQUE TO THEIR CONCERNS AND GOALS. ABBOTT HOUSE OFFERS A WIDE SPECTRUM OF SUPPORTIVE AND SPECIALIZED SERVICES TAILORED TO MEET EVERY CHILD'S NEEDS. THESE INCLUDE IN-HOME CRISIS INTERVENTION, DAY HABILITATION, PRE-VOCATIONAL TRAINING, SUPPORTED EMPLOYMENT, TRAINING FOR CAREGIVERS IN CRISIS AVOIDANCE AND MANAGEMENT, PLANNED AND EMERGENCY RESPITE CARE, SPECIAL NEEDS ADVOCACY AND THE PURCHASE OF ADAPTIVE EQUIPMENT. ABBOTT HOUSE IS THE ONLY ORGANIZATION THAT PROVIDES B2H SERVICES TO BOTH NEW YORK CITY AND THE LOWER HUDSON VALLEY REGION.

2018 OUTCOMES:

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- 252 CHILDREN AND ADOLESCENTS RECEIVED B2H SUPPORT SERVICES

- 13 CHILDREN/FAMILIES HAVE SUCCESSFULLY GRADUATED FROM NEEDING B2H SERVICES

FORM 990, PART III, LINE 4D, OTHER PROGRAM SERVICES:

IN ADDITION TO THE PROGRAMS ABOVE, ABBOTT HOUSE PROVIDES ADDITIONAL RESIDENTIAL PROGRAMS FOR CHILDREN AND ADOLESCENTS IN FOSTER CARE, UNACCOMPANIED IMMIGRANT CHILDREN SEEKING ASYLUM, ADOLESCENTS WAITING ADJUDICATION IN OUR NON-SECURE DETENTION PROGRAM, AND PREVENTIVE AND SUPPORT PROGRAMS TO KEEP STRUGGLING FAMILIES TOGETHER.

WITH IN-HOME COUNSELING, TRAUMA INFORMED INTERVENTIONS, ADVOCACY AND REFERRALS, 100% OF PERMANENT PLACEMENTS WERE PRESERVED THROUGH OUR PERMANENCY RESOURCE CENTER PROGRAM.

100% OF YOUTH IN OUR NON-SECURE DETENTION CENTER WERE ABLE TO RETURN TO THEIR FAMILY OR PARTICIPATE IN A PROGRAM INSTEAD OF ENTERING THE CRIMINAL JUSTICE SYSTEM.

THE COMMUNITY SCHOOLS PROGRAM SAW A 90% INCREASE IN MENTORING, INDIVIDUAL AND GROUP SESSIONS.

100% OF CHILDREN IN OUR GROUP HOMES WERE PROMOTED TO THE NEXT GRADE THANKS TO THE SUPPORT AND INTERVENTION OF OUR STAFF TO ADVOCATE FOR THE CHILDREN'S NEEDS.

ABBOTT HOUSE WELCOMED 250 UNACCOMPANIED IMMIGRANT CHILDREN SEEKING ASYLUM AND SAFELY REUNITED THEM WITH FAMILY OR SPONSORS.

EXPENSES \$ 8,413,433. INCLUDING GRANTS OF \$ 0. REVENUE \$ 5,836,850.

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FORM 990, PART VI, SECTION B, LINE 11B:

ABBOTT HOUSE HAS ITS FORM 990 PREPARED BY AN OUTSIDE ACCOUNTING FIRM AND HAS ESTABLISHED THE FOLLOWING REVIEW PROCESS TO ENSURE THAT THE INFORMATION REPORTED IS COMPLETE AND ACCURATE. WHEN THE FORM 990 HAS BEEN PREPARED, REVIEWED BY MANAGEMENT AND IS READY TO BE FILED WITH THE INTERNAL REVENUE SERVICE, IT IS ELECTRONICALLY SENT TO THE AUDIT COMMITTEE OF THE BOARD OF DIRECTORS FOR ANY COMMENTS. ANY COMMENTS ARE THEN GROUPED, SUMMARIZED AND PROVIDED TO THE OUTSIDE ACCOUNTANTS. EACH ISSUE IS DOCUMENTED AND ADDRESSED UNTIL THE RETURN IS FINALIZED AND APPROVED FOR FILING. AT THE NEXT BOARD MEETING, THE CEO AND CFO PRESENT THE FORM 990 TO THE ENTIRE BOARD. THE 990 IS ELECTRONICALLY SENT TO THE ENTIRE BOARD BEFORE THE MEETING.

FORM 990, PART VI, SECTION B, LINE 12C:

EACH KEY EMPLOYEE, BOARD MEMBER AND OFFICER OF ABBOTT HOUSE SHALL COMPLETE A CONFLICT OF INTEREST QUESTIONNAIRE AT THE TIME OF HIS/HER APPOINTMENT. THE QUESTIONNAIRE FOR THE KEY EMPLOYEES WILL BE REVIEWED BY THE PRESIDENT AND CEO, WHO WILL ATTEMPT TO RESOLVE ANY ACTUAL OR POTENTIAL CONFLICTS. IN ADDITION, THE QUESTIONNAIRE FOR THE BOARD MEMBERS AND OFFICERS SHALL BE REVIEWED BY THE CHAIRMAN OF THE BOARD IN CONSULTATION WITH THE PRESIDENT AND CEO, WHO WILL ATTEMPT TO RESOLVE ANY ACTUAL OR POTENTIAL CONFLICTS. THEREAFTER, THE QUESTIONNAIRE WILL BE COMPLETED ON AN ANNUAL BASIS FOR EMPLOYEES, OFFICERS, AND BOARD MEMBERS.

A KEY EMPLOYEE, BOARD MEMBER OR OFFICER, WHO HAS AN INTEREST MUST IMMEDIATELY DISCLOSE TO THE PRESIDENT AND CEO, THE EXISTENCE AND NATURE OF HIS OR HER INTEREST IN THE PROPOSED NEGOTIATION, TRANSACTION OR ARRANGEMENT BETWEEN ABBOTT HOUSE AND ANOTHER INDIVIDUAL OR ORGANIZATION. RECORDS OF

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SUCH DISCLOSURE SHALL INCLUDE THE NAME OF THE INTERESTED PERSON, THE NATURE OF THE INTEREST, A RECORD OF ANY DETERMINATION MADE BY THE PRESIDENT AND CEO. FOR BOARD MEMBERS AND OFFICERS, THE RECORD WILL ALSO INCLUDE ANY DETERMINATION MADE BY THE BOARD AND THE NAMES OF PERSONS WHO WERE PRESENT FOR THE DISCUSSIONS AND ANY VOTES.

AN INTERESTED PERSON MAY NOT PARTICIPATE IN THE PROPOSED NEGOTIATION, TRANSACTION OR ARRANGEMENT.

FORM 990, PART VI, SECTION B, LINE 15:

THE SALARIES FOR THE PRESIDENT AND CHIEF EXECUTIVE OFFICER ARE DETERMINED BY A RECOMMENDATION FROM THE CHAIRMAN OF THE BOARD. THE PROCEDURES THAT THE CHAIRMAN FOLLOWS ARE:

- REVIEWS THE PERFORMANCE OF THE CHIEF EXECUTIVE AS MEASURED AGAINST PREVIOUSLY AGREED OBJECTIVES
- GATHERS INFORMATION ON COMPENSATION PAID TO CHIEF EXECUTIVES OF COMPARABLE ORGANIZATIONS AND FROM AN INDEPENDENT STUDY OF CEO COMPENSATION COMMISSIONED BY COFCCA TO ENSURE COMPLIANCE WITH EXECUTIVE ORDER 38.
- MEETS WITH THE CHIEF EXECUTIVE TO DISCUSS AND DOCUMENT STRENGTHS, WEAKNESSES AND GOALS FOR THE UPCOMING YEAR.

ONCE THESE STEPS HAVE BEEN COMPLETED, THE CHAIRMAN OF THE BOARD PRESENTS HIS OR HER FINDINGS AND RECOMMENDATIONS TO THE EXECUTIVE COMMITTEE AND THEN PRESENTS THE COMPENSATION PROPOSAL TO THE BOARD OF DIRECTORS IN AN EXECUTIVE SESSION. THE BOARD'S APPROVAL IS DOCUMENTED IN THE MINUTES TO THE MEETING.

THIS PROCESS WAS LAST COMPLETED FEBRUARY 1, 2015.

THE SALARIES FOR THE OTHER OFFICERS AND KEY EMPLOYEES ARE DETERMINED BY THE

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CHIEF EXECUTIVE OFFICER. THE PROCEDURES THAT THE CEO FOLLOWS ARE:

- REVIEWS THE PERFORMANCE OF THE OFFICERS AND KEY EMPLOYEES AS MEASURED AGAINST PREVIOUSLY AGREED OBJECTIVES
 - GATHERS INFORMATION ON COMPENSATION PAID TO OFFICERS AND KEY EMPLOYEES OF COMPARABLE ORGANIZATIONS
 - MEETS WITH THE OFFICERS AND KEY EMPLOYEES TO DISCUSS AND DOCUMENT STRENGTHS, WEAKNESSES AND GOALS FOR THE UPCOMING YEAR.
- ONCE THESE STEPS HAVE BEEN COMPLETED, THE CEO THEN MAKES THE DETERMINATION AS TO THE OFFICERS AND KEY EMPLOYEES SALARY.

FORM 990, PART VI, SECTION C, LINE 19:

THE ORGANIZATION MAKES ITS FORM 990 AVAILABLE FOR PUBLIC INSPECTION AS REQUIRED UNDER SECTION 6104 OF THE INTERNAL REVENUE CODE. THE RETURN IS POSTED ON GUIDESTAR.ORG AND OTHER SIMILAR TYPES OF WEBSITES. IN ADDITION, THE FINANCIAL STATEMENTS, CONFLICT OF INTEREST POLICY, ARTICLES OF INCORPORATION AND BY-LAWS ARE ALSO AVAILABLE UPON WRITTEN REQUEST AT 100 NORTH BROADWAY, IRVINGTON, NY 10533... OR BY CALLING THE ORGANIZATION DIRECTLY AT (914)591-7300.

FORM 990, PART VII, EXPLANATION OF PAYMENT TO SECRETARY:

BOARD MEMBER LORRAINE BULLIS DID NOT RECEIVE COMPENSATION FOR HER CAPACITY AS SECRETARY. SHE RECEIVED COMPENSATION IN HER CAPACITY AS AN EXECUTIVE ASSISTANT TO JAMES KAUFMAN, CEO.

FORM 990, PART XI, LINE 9, CHANGES IN NET ASSETS:

PENSION LIABILITY ADJUSTMENT	1,979,079.
PENSION PENALTIES AND INTEREST	-693,677.

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TOTAL TO FORM 990, PART XI, LINE 9

1,285,402.

FORM 990, PART XII, LINE 2C:

THE ORGANIZATION HAS A COMMITTEE THAT ASSUMES RESPONSIBILITY FOR
OVERSIGHT OF THE AUDIT OF ITS FINANCIAL STATEMENTS AND SELECTION OF AN
INDEPENDENT ACCOUNTANT. THIS PROCESS DID NOT CHANGE FROM THE PRIOR
YEAR.

NOTICE 2018-100
Exempt Organization Business Income Tax Return
 (and proxy tax under section 6033(e))

For calendar year 2017 or other tax year beginning JUL 1, 2017 and ending JUN 30, 2018

2017

Department of the Treasury
Internal Revenue Service

▶ Go to www.irs.gov/Form990T for instructions and the latest information.

▶ Do not enter SSN numbers on this form as it may be made public if your organization is a 501(c)(3).

Open to Public Inspection for 501(c)(3) Organizations Only

<p>A <input type="checkbox"/> Check box if address changed</p> <p>B Exempt under section <input checked="" type="checkbox"/> 501(c)(3)) <input type="checkbox"/> 408(e) <input type="checkbox"/> 220(e) <input type="checkbox"/> 408A <input type="checkbox"/> 530(a) <input type="checkbox"/> 529(a)</p> <p>C Book value of all assets at end of year <u>16,470,386.</u></p>	Print or Type	<p>Name of organization (<input type="checkbox"/> Check box if name changed and see instructions.) ABBOTT HOUSE</p> <p>Number, street, and room or suite no. If a P.O. box, see instructions. 100 NORTH BROADWAY</p> <p>City or town, state or province, country, and ZIP or foreign postal code IRVINGTON, NY 10533-1254</p> <p>F Group exemption number (See instructions.) ▶</p> <p>G Check organization type ▶ <input checked="" type="checkbox"/> 501(c) corporation <input type="checkbox"/> 501(c) trust <input type="checkbox"/> 401(a) trust <input type="checkbox"/> Other trust</p>	<p>D Employer identification number (Employees' trust, see instructions.) 13-1991946</p> <p>E Unrelated business activity codes (See instructions.)</p>
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H Describe the organization's primary unrelated business activity. ▶ **SEE STATEMENT 1**

I During the tax year, was the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? ▶ Yes No
 If "Yes," enter the name and identifying number of the parent corporation. ▶

J The books are in care of ▶ **GERARD P. FINN** Telephone number ▶ **(914) 591-7300**

Part I Unrelated Trade or Business Income		(A) Income	(B) Expenses	(C) Net
1 a Gross receipts or sales				
b Less returns and allowances	c Balance ▶	1c		
2 Cost of goods sold (Schedule A, line 7)		2		
3 Gross profit. Subtract line 2 from line 1c		3		
4 a Capital gain net income (attach Schedule D)		4a		
b Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)		4b		
c Capital loss deduction for trusts		4c		
5 Income (loss) from partnerships and S corporations (attach statement)		5		
6 Rent income (Schedule C)		6		
7 Unrelated debt-financed income (Schedule E)		7		
8 Interest, annuities, royalties, and rents from controlled organizations (Sch. F) ...		8		
9 Investment income of a section 501(c)(7), (9), or (17) organization (Schedule G)		9		
10 Exploited exempt activity income (Schedule I)		10		
11 Advertising income (Schedule J)		11		
12 Other income (See instructions; attach schedule) STATEMENT 2		12		
13 Total. Combine lines 3 through 12		13		
				18,339.

Part II Deductions Not Taken Elsewhere (See instructions for limitations on deductions.)
 (Except for contributions, deductions must be directly connected with the unrelated business income.)

14 Compensation of officers, directors, and trustees (Schedule K)		14		
15 Salaries and wages		15		
16 Repairs and maintenance		16		
17 Bad debts		17		
18 Interest (attach schedule)		18		
19 Taxes and licenses		19		
20 Charitable contributions (See instructions for limitation rules)		20		
21 Depreciation (attach Form 4562)	21			
22 Less depreciation claimed on Schedule A and elsewhere on return	22a		22b	
23 Depletion		23		
24 Contributions to deferred compensation plans		24		
25 Employee benefit programs		25		
26 Excess exempt expenses (Schedule I)		26		
27 Excess readership costs (Schedule J)		27		
28 Other deductions (attach schedule)		28		
29 Total deductions. Add lines 14 through 28		29		0.
30 Unrelated business taxable income before net operating loss deduction. Subtract line 29 from line 13		30		18,339.
31 Net operating loss deduction (limited to the amount on line 30)		31		
32 Unrelated business taxable income before specific deduction. Subtract line 31 from line 30		32		18,339.
33 Specific deduction (Generally \$1,000, but see line 33 instructions for exceptions)		33		1,000.
34 Unrelated business taxable income. Subtract line 33 from line 32. If line 33 is greater than line 32, enter the smaller of zero or line 32		34		17,339.

Part III Tax Computation

35 Organizations Taxable as Corporations. See instructions for tax computation. Controlled group members (sections 1561 and 1563) check here <input type="checkbox"/> See instructions and: a Enter your share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order): (1) \$ _____ (2) \$ _____ (3) \$ _____ b Enter organization's share of: (1) Additional 5% tax (not more than \$11,750) \$ _____ (2) Additional 3% tax (not more than \$100,000) \$ _____ c Income tax on the amount on line 34 SEE STATEMENT 3	35c	3,117.
36 Trusts Taxable at Trust Rates. See instructions for tax computation. Income tax on the amount on line 34 from: <input type="checkbox"/> Tax rate schedule or <input type="checkbox"/> Schedule D (Form 1041)	36	
37 Proxy tax. See instructions	37	
38 Alternative minimum tax	38	
39 Tax on Non-Compliant Facility Income. See instructions	39	
40 Total. Add lines 37, 38 and 39 to line 35c or 36, whichever applies	40	3,117.

Part IV Tax and Payments

41a Foreign tax credit (corporations attach Form 1118; trusts attach Form 1116)	41a	
b Other credits (see instructions)	41b	
c General business credit. Attach Form 3800	41c	
d Credit for prior year minimum tax (attach Form 8801 or 8827)	41d	
e Total credits. Add lines 41a through 41d	41e	
42 Subtract line 41e from line 40	42	3,117.
43 Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Other (attach schedule)	43	
44 Total tax. Add lines 42 and 43	44	3,117.
45a Payments: A 2016 overpayment credited to 2017	45a	
b 2017 estimated tax payments	45b	5,846.
c Tax deposited with Form 8868	45c	
d Foreign organizations: Tax paid or withheld at source (see instructions)	45d	
e Backup withholding (see instructions)	45e	
f Credit for small employer health insurance premiums (Attach Form 8941)	45f	
g Other credits and payments: <input type="checkbox"/> Form 2439 <input type="checkbox"/> Form 4136 <input type="checkbox"/> Other _____ Total	45g	
46 Total payments. Add lines 45a through 45g	46	5,846.
47 Estimated tax penalty (see instructions). Check if Form 2220 is attached <input type="checkbox"/>	47	
48 Tax due. If line 46 is less than the total of lines 44 and 47, enter amount owed	48	
49 Overpayment. If line 46 is larger than the total of lines 44 and 47, enter amount overpaid	49	2,729.
50 Enter the amount of line 49 you want: Credited to 2018 estimated tax 2,729. Refunded	50	0.

Part V Statements Regarding Certain Activities and Other Information (see instructions)

51 At any time during the 2017 calendar year, did the organization have an interest in or a signature or other authority over a financial account (bank, securities, or other) in a foreign country? If YES, the organization may have to file FinCEN Form 114, Report of Foreign Bank and Financial Accounts. If YES, enter the name of the foreign country here	Yes	No
		X
52 During the tax year, did the organization receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If YES, see instructions for other forms the organization may have to file.		X
53 Enter the amount of tax-exempt interest received or accrued during the tax year \$		

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer: _____ Date: _____ Title: **SR VP & CFO**

May the IRS discuss this return with the preparer shown below (see instructions)? Yes No

Paid Preparer Use Only

Print/Type preparer's name: **GARRETT M. HIGGINS** Preparer's signature: **GARRETT M. HIGGINS** Date: **05/09/19** Check if self-employed PTIN: **P00543209**

Firm's name: **PKF O'CONNOR DAVIES, LLP** Firm's EIN: **27-1728945**

Firm's address: **500 MAMARONECK AVENUE HARRISON, NY 10528-1633** Phone no.: **914-381-8900**

Schedule A - Cost of Goods Sold. Enter method of inventory valuation **N/A**

1	Inventory at beginning of year	1		6	Inventory at end of year	6	
2	Purchases	2		7	Cost of goods sold. Subtract line 6 from line 5. Enter here and in Part I, line 2	7	
3	Cost of labor	3		8	Do the rules of section 263A (with respect to property produced or acquired for resale) apply to the organization?	Yes	No
4a	Additional section 263A costs (attach schedule)	4a					
b	Other costs (attach schedule)	4b					
5	Total. Add lines 1 through 4b	5					

Schedule C - Rent Income (From Real Property and Personal Property Leased With Real Property)

(see instructions)

1. Description of property

(1)	
(2)	
(3)	
(4)	

2. Rent received or accrued

(a) From personal property (if the percentage of rent for personal property is more than 10% but not more than 50%)	(b) From real and personal property (if the percentage of rent for personal property exceeds 50% or if the rent is based on profit or income)	3(a) Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)
(1)		
(2)		
(3)		
(4)		
Total	0.	Total 0.

(c) **Total income.** Add totals of columns 2(a) and 2(b). Enter here and on page 1, Part I, line 6, column (A) **0.**

(b) **Total deductions.** Enter here and on page 1, Part I, line 6, column (B) **0.**

Schedule E - Unrelated Debt-Financed Income (see instructions)

1. Description of debt-financed property	2. Gross income from or allocable to debt-financed property	3. Deductions directly connected with or allocable to debt-financed property		
		(a) Straight line depreciation (attach schedule)	(b) Other deductions (attach schedule)	
(1)				
(2)				
(3)				
(4)				
4. Amount of average acquisition debt on or allocable to debt-financed property (attach schedule)	5. Average adjusted basis of or allocable to debt-financed property (attach schedule)	6. Column 4 divided by column 5	7. Gross income reportable (column 2 x column 6)	8. Allocable deductions (column 6 x total of columns 3(a) and 3(b))
(1)		%		
(2)		%		
(3)		%		
(4)		%		
Totals			Enter here and on page 1, Part I, line 7, column (A) 0.	Enter here and on page 1, Part I, line 7, column (B) 0.
Total dividends-received deductions included in column 8			0.	0.

Schedule F - Interest, Annuities, Royalties, and Rents From Controlled Organizations (see instructions)

1. Name of controlled organization	2. Employer identification number	Exempt Controlled Organizations			
		3. Net unrelated income (loss) (see instructions)	4. Total of specified payments made	5. Part of column 4 that is included in the controlling organization's gross income	6. Deductions directly connected with income in column 5
(1)					
(2)					
(3)					
(4)					

Nonexempt Controlled Organizations

7. Taxable income	8. Net unrelated income (loss) (see instructions)	9. Total of specified payments made	10. Part of column 9 that is included in the controlling organization's gross income	11. Deductions directly connected with income in column 10
(1)				
(2)				
(3)				
(4)				
Totals			Add columns 5 and 10. Enter here and on page 1, Part I, line 8, column (A).	Add columns 6 and 11. Enter here and on page 1, Part I, line 8, column (B).
			0.	0.

Schedule G - Investment Income of a Section 501(c)(7), (9), or (17) Organization (see instructions)

1. Description of income	2. Amount of income	3. Deductions directly connected (attach schedule)	4. Set-asides (attach schedule)	5. Total deductions and set-asides (col. 3 plus col. 4)
(1)				
(2)				
(3)				
(4)				
Totals		Enter here and on page 1, Part I, line 9, column (A).		Enter here and on page 1, Part I, line 9, column (B).
		0.		0.

Schedule I - Exploited Exempt Activity Income, Other Than Advertising Income (see instructions)

1. Description of exploited activity	2. Gross unrelated business income from trade or business	3. Expenses directly connected with production of unrelated business income	4. Net income (loss) from unrelated trade or business (column 2 minus column 3). If a gain, compute cols. 5 through 7.	5. Gross income from activity that is not unrelated business income	6. Expenses attributable to column 5	7. Excess exempt expenses (column 6 minus column 5, but not more than column 4).
(1)						
(2)						
(3)						
(4)						
Totals		Enter here and on page 1, Part I, line 10, col. (A).	Enter here and on page 1, Part I, line 10, col. (B).			Enter here and on page 1, Part II, line 26.
		0.	0.			0.

Schedule J - Advertising Income (see instructions)

Part I Income From Periodicals Reported on a Consolidated Basis

1. Name of periodical	2. Gross advertising income	3. Direct advertising costs	4. Advertising gain or (loss) (col. 2 minus col. 3). If a gain, compute cols. 5 through 7.	5. Circulation income	6. Readership costs	7. Excess readership costs (column 6 minus column 5, but not more than column 4).
(1)						
(2)						
(3)						
(4)						
Totals (carry to Part II, line (5))		0.	0.			0.

Part II **Income From Periodicals Reported on a Separate Basis** (For each periodical listed in Part II, fill in columns 2 through 7 on a line-by-line basis.)

1. Name of periodical	2. Gross advertising income	3. Direct advertising costs	4. Advertising gain or (loss) (col. 2 minus col. 3). If a gain, compute cols. 5 through 7.	5. Circulation Income	6. Readership costs	7. Excess readership costs (column 6 minus column 5, but not more than column 4).
(1)						
(2)						
(3)						
(4)						
Totals from Part I	0.	0.				0.
Totals, Part II (lines 1-5)	0.	0.				0.

Schedule K - Compensation of Officers, Directors, and Trustees (see instructions)

1. Name	2. Title	3. Percent of time devoted to business	4. Compensation attributable to unrelated business
(1)		%	
(2)		%	
(3)		%	
(4)		%	
Total. Enter here and on page 1, Part II, line 14			0.

Form 990-T (2017)

FORM 990-T

LINE 35C TAX COMPUTATION

STATEMENT 3

1.	TAXABLE INCOME		17,339
2.	LESSER OF LINE 1 OR FIRST BRACKET AMOUNT . .		17,339
3.	LINE 1 LESS LINE 2		0
4.	LESSER OF LINE 3 OR SECOND BRACKET AMOUNT . .		0
5.	LINE 3 LESS LINE 4		0
6.	INCOME SUBJECT TO 34% TAX RATE		0
7.	INCOME SUBJECT TO 35% TAX RATE		0
8.	15 PERCENT OF LINE 2		2,601
9.	25 PERCENT OF LINE 4		0
10.	34 PERCENT OF LINE 6		0
11.	35 PERCENT OF LINE 7		0
12.	ADDITIONAL 5% SURTAX		0
13.	ADDITIONAL 3% SURTAX		0
14.	TOTAL INCOME TAX		<u>2,601</u>
15.	TAX AT 21% RATE EFFECTIVE AFTER 12/31/2017		<u>3,641</u>
		DAYS	
16.	TAX PRORATED FOR NUMBER OF DAYS IN 2017	184	1,311
17.	TAX PRORATED FOR NUMBER OF DAYS IN 2018	181	1,806
18.	TOTAL TAX PRORATED	<u>365</u>	<u>3,117</u>

Abbott House
Financial Statements
June 30, 2018 and 2017

Abbott House

**Financial Statements
June 30, 2018 and 2017**

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Independent Auditors' Report

Board of Directors
Abbott House

We have audited the accompanying financial statements of Abbott House, which comprise the statements of financial position as of June 30, 2018 and 2017, and the related statements of activities, functional expenses, and cash flows for the years 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 financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' 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 Abbott House as of June 30, 2018 and 2017, and the changes in its net assets (deficit) and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

At June 30, 2018, Abbott House has an unrestricted net asset deficit of approximately \$10.3 million which has resulted predominately from its defined-benefit pension plan (the "Plan") being underfunded by approximately \$12.1 million at June 30, 2018. In anticipation of the Plan filing for a distress termination with the Pension Benefit Guaranty Corporation ("PBGC"), Abbott House voluntarily ceased making payments to the Plan as of October 15, 2013. In October of 2014, the Plan's application for distress termination was filed with the PBGC. As a result of these non-payments, the PBGC has placed liens on all property and rights to property of Abbott House in the amount of approximately \$4.9 million as of November 29, 2018. Abbott House is currently in settlement discussions with the PBGC relating to the termination of the Plan and the resolution of liabilities relating to the Plan. Abbott House believes the PBGC's decision will be made in fiscal year 2019. Our opinion is not modified with respect to this matter.

PKF O'Connor Davies, LLP

Harrison, New York
November 29, 2018

Abbott House

Statements of Financial Position

	June 30,	
	2018	2017
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 1,563,432	\$ 2,273,150
Accounts Receivable		
Government agencies, net	6,914,660	5,101,913
Other	44,056	63,255
Prepaid expenses and other current assets	541,768	399,166
Total Current Assets	<u>9,063,918</u>	<u>7,837,484</u>
Investments	3,025,237	2,763,216
Other assets	260,887	258,352
Property, plant and equipment, net	<u>4,120,346</u>	<u>3,992,986</u>
	<u>\$ 16,470,386</u>	<u>\$ 14,852,038</u>
LIABILITIES AND NET ASSETS (DEFICIT)		
Current Liabilities		
Mortgages, line of credit and other notes payable	\$ 3,908,471	\$ 3,801,720
Accounts payable and accrued expenses	3,631,173	3,319,014
Custodial funds	120,831	129,507
Deferred revenue	48,000	48,000
Accrued vacation and salaries	<u>3,066,187</u>	<u>2,518,314</u>
Total Current Liabilities	<u>10,774,662</u>	<u>9,816,555</u>
Mortgages, line of credit and other notes payable, net of current portion	840,512	1,768,194
Deferred revenue, net of current portion	830,311	921,517
Accrued pension cost	12,056,536	13,151,133
Other liabilities	<u>1,916,834</u>	<u>769,813</u>
Total Liabilities	<u>26,418,855</u>	<u>26,427,212</u>
Net Assets (Deficit)		
Unrestricted	(10,310,299)	(11,897,701)
Temporarily restricted	296,080	256,777
Permanently restricted	<u>65,750</u>	<u>65,750</u>
Total Net Assets (Deficit)	<u>(9,948,469)</u>	<u>(11,575,174)</u>
	<u>\$ 16,470,386</u>	<u>\$ 14,852,038</u>

See notes to financial statements

Abbott House
Statements of Activities

	Year Ended June 30, 2018				Year Ended June 30, 2017			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
PUBLIC SUPPORT AND REVENUE								
Governmental agencies	\$ 46,607,647	\$ -	\$ -	\$ 46,607,647	\$ 42,980,137	\$ -	\$ -	\$ 42,980,137
Contributions	257,736	90,010	-	347,746	195,169	98,120	-	293,289
Rental income	48,000	-	-	48,000	48,250	-	-	48,250
Other revenue	988,244	-	-	988,244	930,971	-	-	930,971
Net assets released from restrictions	58,958	(58,958)	-	-	25,580	(25,580)	-	-
Total Public Support and Revenue	<u>47,958,585</u>	<u>33,052</u>	<u>-</u>	<u>47,991,637</u>	<u>44,180,107</u>	<u>72,540</u>	<u>-</u>	<u>44,252,647</u>
EXPENSES								
Program services	43,261,493	-	-	43,261,493	40,332,631	-	-	40,332,631
Management and general	4,190,989	-	-	4,190,989	3,832,372	-	-	3,832,372
Fundraising	485,535	-	-	485,535	388,204	-	-	388,204
Total Expenses	<u>47,938,017</u>	<u>-</u>	<u>-</u>	<u>47,938,017</u>	<u>44,553,407</u>	<u>-</u>	<u>-</u>	<u>44,553,407</u>
Excess (Deficiency) of Public Support and Revenue over Expenses	<u>20,568</u>	<u>33,052</u>	<u>-</u>	<u>53,620</u>	<u>(373,300)</u>	<u>72,540</u>	<u>-</u>	<u>(300,760)</u>
NON-OPERATING ACTIVITIES								
Interest and dividends	66,869	1,340	-	68,209	73,417	2,189	-	75,606
Realized and unrealized gain on investments	214,563	4,911	-	219,474	167,621	4,041	-	171,662
Total Non-Operating Activities	<u>281,432</u>	<u>6,251</u>	<u>-</u>	<u>287,683</u>	<u>241,038</u>	<u>6,230</u>	<u>-</u>	<u>247,268</u>
OTHER CHANGES								
Pension penalties and interest	(693,677)	-	-	(693,677)	(484,466)	-	-	(484,466)
Pension liability adjustment	1,979,079	-	-	1,979,079	1,192,486	-	-	1,192,486
Change in Net Assets (Deficit)	<u>1,687,402</u>	<u>39,303</u>	<u>-</u>	<u>1,626,705</u>	<u>575,768</u>	<u>78,770</u>	<u>-</u>	<u>654,538</u>
NET ASSETS (DEFICIT)								
Beginning of year	<u>(11,897,701)</u>	<u>256,777</u>	<u>65,750</u>	<u>(11,575,174)</u>	<u>(12,473,469)</u>	<u>178,007</u>	<u>85,750</u>	<u>(12,229,712)</u>
End of year	<u>\$ (10,310,299)</u>	<u>\$ 296,080</u>	<u>\$ 65,750</u>	<u>\$ (9,948,469)</u>	<u>\$ (11,897,701)</u>	<u>\$ 256,777</u>	<u>\$ 65,750</u>	<u>\$ (11,575,174)</u>

See notes to financial statements

Abbott House
Statement of Functional Expenses
Year Ended June 30, 2018

	Program Services									Total
	Family Foster Care	OMH	SPDD	Bridges to Health	TRC	Congregate Care	Total Program Services	Management and General	Fundraising	
PERSONNEL COSTS										
Employee salaries	\$ 5,221,728	\$ 582,281	\$ 6,698,920	\$ 3,989,507	\$ 2,260,244	\$ 2,017,747	\$ 22,750,427	\$ 2,463,137	\$ 222,796	\$ 25,458,380
Employee fringe benefits	1,404,122	156,575	2,339,139	1,087,399	807,779	542,572	6,117,586	687,715	59,910	6,845,211
Total Personnel Costs	6,625,850	738,856	11,038,059	5,036,906	2,868,023	2,560,319	28,868,013	3,150,852	282,706	32,301,571
OTHER THAN PERSONNEL COSTS										
Transportation and workers' expense	148,788	1,480	52,387	92,442	92,023	25,007	410,137	13,873	773	424,783
Allowances, children	-	831	4,427	-	5,716	23,929	37,703	-	-	37,703
Activities, children	58,939	5,675	87,667	3,818	11,778	18,809	166,686	-	48	166,734
Purchase of services	972,003	38,560	147,958	71,828	83,121	29,007	1,342,477	244,589	12,809	1,599,835
Food and clothing	13,415	38,313	462,744	1,972	181,971	123,762	822,177	9,151	77	831,405
Program and household supplies	266,753	12,303	344,998	19,354	76,256	92,334	811,998	52,877	9,087	873,662
Rent	585,855	2,114	250,617	502,725	32,033	247,500	1,820,844	22,116	465	1,843,425
Utilities and telephone	211,956	25,799	348,004	109,913	114,561	81,988	892,219	56,305	3,056	851,580
Vehicles, fuel, repairs and maintenance	182,819	51,214	770,177	57,909	151,018	209,873	1,422,710	25,880	-	1,448,400
Office and medical supplies	102,189	2,966	102,424	34,174	25,494	10,618	277,895	213,168	136,204	827,265
Professional fees	207,298	-	11,555	4,369	-	17,038	240,290	344,368	37,261	621,889
Insurance	236,638	18,636	380,634	81,740	97,504	79,330	895,391	6,637	3,049	905,077
Interest	79,049	3,854	153,587	25,251	-	16,649	278,390	29,547	-	307,937
Taxes and facility tax	15,151	511	5,568	4,874	14,507	2,041	42,652	8,614	-	51,266
Depreciation and amortization	42,401	2,849	399,465	11,556	-	28,794	484,065	13,524	-	497,589
Total Expenses Before Foster-Parent Expenses	9,747,104	944,701	14,539,271	6,058,840	3,787,005	3,568,696	38,613,617	4,190,989	485,535	43,290,141
FOSTER-PARENT EXPENSES										
Foster-parent payments and stipends	4,468,996	-	-	-	179,880	-	4,647,876	-	-	4,647,876
Total Expenses	\$ 14,216,100	\$ 944,701	\$ 14,539,271	\$ 6,058,840	\$ 3,935,885	\$ 3,568,696	\$ 43,261,493	\$ 4,190,989	\$ 485,535	\$ 47,938,017

See notes to financial statements

Abbott House
Statement of Functional Expenses
Year Ended June 30, 2017

	Program Services						Management and General	Fundraising	Total	
	Family Foster Care	OMH	SPDD	Bridges to Health	TRC	Congregate Care				Total Program Services
PERSONNEL COSTS										
Employee salaries	\$ 5,458,734	\$ 557,094	\$ 6,716,391	\$ 4,611,456	\$ 482,667	\$ 1,687,957	\$ 21,494,499	\$ 2,203,005	\$ 199,138	\$ 23,868,642
Employee fringe benefits	1,473,031	150,331	2,352,105	1,244,394	130,301	450,096	5,800,256	594,477	45,642	8,440,377
Total Personnel Costs	6,931,765	707,425	11,068,496	5,855,850	613,168	2,118,053	27,294,757	2,797,482	214,780	30,307,019
OTHER THAN PERSONNEL COSTS										
Transportation and workers' expense	153,340	1,274	47,475	91,068	142	22,375	315,672	10,195	-	325,867
Allowances, children	-	1,408	4,382	-	2,375	26,938	35,113	-	-	35,113
Activities, children	57,080	6,870	89,268	1,432	-	31,189	185,649	-	-	185,649
Purchase of services	634,683	35,757	88,182	38,314	13,124	16,573	1,028,833	182,696	28,413	1,237,742
Food and clothing	11,164	30,137	439,309	1,791	6,427	118,601	605,428	5,335	103	610,867
Program and household supplies	298,101	18,851	353,799	24,726	35,347	50,859	781,683	87,611	2,409	851,703
Rent	610,527	2,069	226,300	387,861	4,310	234,727	1,465,794	21,991	-	1,467,785
Utilities and telephone	316,561	25,309	388,723	120,852	29,768	93,351	974,652	88,533	1,300	1,064,395
Vehicles, fuel, repairs and maintenance	187,818	47,810	618,858	57,918	49,992	135,687	1,098,183	30,511	-	1,128,694
Office and medical supplies	81,924	3,255	124,234	52,690	13,002	11,252	286,357	194,546	140,311	621,214
Professional fees	211,324	-	2,181	-	-	-	213,485	371,091	-	584,576
Insurance	245,223	19,416	376,929	66,550	12,612	76,194	796,924	11,097	888	808,909
Interest	72,936	6,956	188,520	23,184	-	19,552	311,550	27,128	-	338,678
Taxes and facility tax	30,886	1,042	11,351	9,937	1,309	4,161	88,686	11,827	-	70,313
Depreciation and amortization	48,402	2,148	427,808	20,802	-	20,187	517,245	12,528	-	529,874
Total Expenses Before Foster-Parent Expenses	10,086,746	909,727	14,456,303	6,752,973	781,574	2,977,699	35,968,022	3,832,372	388,204	40,188,588
FOSTER-PARENT EXPENSES										
Foster-parent payments and stipends	4,364,809	-	-	-	-	-	4,364,809	-	-	4,364,809
Total Expenses	\$ 14,451,555	\$ 909,727	\$ 14,456,303	\$ 6,752,973	\$ 781,574	\$ 2,977,699	\$ 40,332,831	\$ 3,832,372	\$ 388,204	\$ 44,693,407

See notes to financial statements

Abbott House
Statements of Cash Flows

	Year Ended June 30,	
	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets (deficit)	\$ 1,626,705	\$ 654,538
Adjustments to reconcile change in net assets (deficit) to net cash from operating activities		
Depreciation and amortization	497,589	529,874
Realized and unrealized gain on investments	(219,474)	(171,662)
Pension liability adjustment	(1,979,079)	(1,192,486)
Changes in operating assets and liabilities		
Accounts receivable, government agencies	(1,812,747)	(358,507)
Accounts receivable, other	19,199	(48,056)
Prepaid expenses and other current assets	(142,602)	(38,208)
Other assets	(2,535)	(8,848)
Accounts payable and accrued liabilities	312,159	213,100
Custodial funds	(8,676)	(34,678)
Deferred revenue	(91,206)	(87,480)
Accrued pension cost	884,482	876,224
Other liabilities	1,147,021	(113,654)
Accrued vacation and salaries	547,873	(669,342)
Net Cash from Operating Activities	778,709	(449,185)
CASH FLOWS FROM INVESTING ACTIVITIES		
Net activity from purchase and sale of investments	(42,547)	(52,020)
Purchase of equipment	(624,949)	(280,755)
Net Cash from Investing Activities	(667,496)	(332,775)
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments of mortgages and other notes payable	(942,376)	(835,568)
Proceeds from other notes payable	121,445	173,828
Net Cash from Financing Activities	(820,931)	(661,740)
Net Change in Cash and Cash Equivalents	(709,718)	(1,443,700)
CASH AND CASH EQUIVALENTS		
Beginning of year	2,273,150	3,716,850
End of year	\$ 1,563,432	\$ 2,273,150
SUPPLEMENTAL CASH FLOW INFORMATION		
Cash paid for interest	\$ 307,937	\$ 323,177

See notes to financial statements

Abbott House

Notes to Financial Statements June 30, 2018 and 2017

1a. Organization

Abbott House (the "Agency") is a not-for-profit organization which provides care for abandoned, neglected, abused, and developmentally disabled children and adults through family foster care, group homes and various in-home and preventive family services, in association with programs of New York City and other local jurisdictions, as well as with the New York State Office for Persons with Developmental Disabilities ("OPWDD"), Office of Mental Health ("OMH") and the Department of Health and Human Services for its federally funded program: the unaccompanied alien children program.

The Agency is qualified as a tax exempt organization under Section 501(c)(3) of the Internal Revenue Code and, accordingly, is not subject to Federal income taxes. The Internal Revenue Service has classified the Agency as an organization that is not a private foundation as defined in Section 509(a) of the Internal Revenue Code.

1b. Financial Condition

At June 30, 2018, there is a deficiency in unrestricted net assets of approximately \$10.3 million which resulted predominantly from the Agency's defined-benefit pension plan (the "Plan") which is underfunded by approximately \$12.1 million at June 30, 2018. (see note 9)

In October 2013, the Agency voluntarily ceased making payments to the Plan. Management, in October of 2014, filed for a distress termination with the Pension Benefit Guaranty Corporation (the "PBGC"). The PBGC has determined that the Plan should be terminated and in fiscal year 2018 sent the Agency a proposed termination and trusteeship agreement for such a termination of the Plan. Abbott House is currently in settlement discussions with the PBGC relating to the termination of the Plan and the resolution of liabilities relating to the Plan. The settlement would include the elimination of \$2,000,000 of estimated IRS penalties and interest, \$12,050,000 of an unfunded pension benefit obligation and a settlement payment of \$2,275,000. As a result of non-payments and proposed termination, the PBGC placed liens on all property and rights to property of the Agency.

Management is engaged in continuous initiatives to improve the Agency's financial condition. The implementation of these initiatives is expected to have a direct positive impact on cash flow and increase revenue. The Agency's major initiatives have focused on:

- Settlement with the PBGC;
- Continuous monitoring of program staffing patterns;
- Actively pursuing new programs through government contracts and grants;
- Refinancing of debt

Management is aware of the need to continue to improve the financial condition of the Agency. Management believes its cash flow will be sufficient to cover its operating costs and other needs enabling the Agency to continue as a going concern.

Abbott House

Notes to Financial Statements June 30, 2018 and 2017

2. Summary of Significant Accounting Policies

Basis of Presentation and Use of Estimates

The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"), which requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Net assets, revenues, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Unrestricted amounts are those currently available at the discretion of the Agency for use in its operations. Temporarily restricted net assets are those subject to donor imposed restriction that will expire through passage of time or actions of the Agency. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions. Permanently restricted net assets are those which are received through donor gifts to be maintained in perpetuity by the Agency.

Operating Measure

The Agency has elected to present an operating measure in its statements of activities. Accordingly, items affecting operations are segregated from those not affecting operations. All investment activity and other changes are treated as non-operating.

Cash and Cash Equivalents

The Agency considers all highly liquid financial instruments with a maturity of three months or less at the time of purchase to be cash equivalents, with the exception of money-market funds, which are held as part of the investment portfolio.

Allowance for Doubtful Accounts

An allowance for doubtful accounts is estimated based on a combination of write-off history, aging analysis and specific known troubled accounts.

Fair Value Measurements

The Agency follows U.S. GAAP guidance on fair value measurements which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with unadjusted quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices in active markets which may include quoted prices for similar assets or liabilities or other inputs which can be corroborated by observable market data. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

Abbott House

Notes to Financial Statements June 30, 2018 and 2017

2. Summary of Significant Accounting Policies *(continued)*

Investments

Investments are carried at fair value. Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis and dividends are recorded on the ex-dividend date. Realized and unrealized gains and losses are included in the determination of the change in net assets (deficit).

Property, Plant and Equipment

Property, plant and equipment are stated at cost at the date of acquisition. Depreciation is provided using the straight-line method over the estimated useful lives of the respective assets, generally ranging from three to forty years. Leasehold improvements are capitalized and amortized using the straight-line method over the lesser of the term of the lease, or the estimated useful life of the improvement.

Impairment of Long-Lived Assets

Long-lived assets, such as property and equipment, are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. The Agency records impairment losses on long-lived assets used in operations when the undiscounted cash flows estimated to be generated by those assets are less than the carrying amounts of those assets. There were no impairment charges recognized for the years ended June 30, 2018 and 2017.

Accrued Vacation

The Agency's obligation for accrued vacation is reported as an expense and liability in the accompanying financial statements and represents the cost of unused employee vacation time payable in the event of employee terminations. At June 30, 2018 and 2017, accrued vacation obligations were \$851,190 and \$908,767.

Revenue Recognition

Contributions are recorded as revenue upon the earlier of the receipt of cash or other assets or the receipt of unconditional pledges. Contributions are considered available for unrestricted use unless specifically restricted by the donor. The Agency records contributions as temporarily or permanently restricted if they are received with donor stipulations that limit their use through either purpose or time restrictions.

Revenue from government contracts and grants is recognized when costs are incurred or other services are performed and requisitions for reimbursement are submitted. The asset "accounts receivable, governmental agencies" represents revenues earned and either billed or unbilled pursuant to the terms of the contracts or grants.

Rental income is recognized as it accrues in accordance with the terms of the related leases. Advanced receipts of rental income are deferred and classified as liabilities until earned or recouped.

Abbott House

Notes to Financial Statements June 30, 2018 and 2017

2. Summary of Significant Accounting Policies *(continued)*

Functional Allocation of Expenses

Directly identifiable expenses are charged to programs and supporting services. Expenses related to more than one function are charged to programs and supporting services on the basis of periodic time and expense studies. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Agency.

Reclassifications

Certain amounts in the prior year's financial statements have been reclassified to conform to the presentation in the current year's financial statements. These reclassifications had no effect on previously reported change in net assets (deficit).

Income Taxes

The Agency recognizes the effect of income tax positions only if those positions are more likely than not to be sustained. Management has determined that the Agency had no uncertain tax positions that would require financial statement recognition or disclosure. The Agency is no longer subject to examinations by applicable taxing jurisdictions for fiscal periods prior to June 30, 2015.

Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is November 29, 2018.

3. Concentration of Credit Risk

The financial instruments that potentially subject the Agency to concentration of credit risk consist primarily of cash and cash equivalents in banks and other major financial institutions that exceed the Federal Deposit Insurance Corporation ("FDIC") limit, accounts receivable that are expected to be collected in the normal course of business, and the investment portfolio, which is diversified by type of investment and industry concentrations so that no individual investment or group of investments represents a significant concentration of credit risk. At June 30, 2018 and 2017, the Agency exceeded FDIC limits by approximately \$1,000,000 and \$1,900,000.

For the years ended June 30, 2018 and 2017, approximately 53% of program revenue was received from the New York State Medicaid Program.

Abbott House

**Notes to Financial Statements
June 30, 2018 and 2017**

4. Accounts Receivable - Government Agencies

The Agency provides program services which are covered under various third-party payor agreements. Receivables for these services consist of the following at June 30:

	<u>2018</u>	<u>2017</u>
New York State Medicaid	\$ 1,121,468	\$ 1,229,176
New York State agencies	1,756,252	1,609,033
New York City agencies	3,189,506	1,953,234
New York counties - other	723,847	731,505
Federal grant	609,200	-
Other	<u>30</u>	<u>78,965</u>
	7,400,303	5,601,913
Allowance for doubtful accounts	<u>(485,643)</u>	<u>(500,000)</u>
	<u>\$ 6,914,660</u>	<u>\$ 5,101,913</u>

5. Property, Plant and Equipment

Property, plant and equipment consist of the following at June 30:

	<u>2018</u>	<u>2017</u>
Land	\$ 1,697,474	\$ 1,697,474
Buildings and improvements	10,429,783	10,458,155
Vehicles	1,659,474	1,508,028
Equipment and software	2,264,444	2,264,444
Leasehold improvements	<u>1,042,565</u>	<u>1,106,686</u>
	17,093,740	17,034,787
Accumulated depreciation and amortization	<u>(12,973,394)</u>	<u>(13,041,801)</u>
	<u>\$ 4,120,346</u>	<u>\$ 3,992,986</u>

For the year ended June 30, 2018, fully depreciated assets of \$565,996 were written off resulting in no gain or loss.

As discussed in note 1, the PBGC has placed liens on all property of the Agency.

6. Investments

The Agency maintains an investment pool for its long-term investments which includes the Board Restricted Investment Fund and the endowment funds. The pool is managed to achieve the maximum prudent long-term return. The Agency's Board of Directors must authorize when the principal and investment income from the Board Restricted Investment Fund may be used for operations. The principal of the endowment funds are permanently restricted and investment income generated from them may only be used for educational purposes.

Abbott House

Notes to Financial Statements
June 30, 2018 and 2017

6. Investments (continued)

The Agency's investments as of June 30, categorized by the fair value hierarchy for those investments valued at fair value are as follows:

	2018		2017	
	Cost	Fair Value	Cost	Fair Value
Level 1 Inputs				
Equity securities	\$ 1,557,996	\$ 2,110,143	\$ 1,561,966	\$ 1,925,034
Mutual funds - equities	872,530	872,755	805,800	814,049
	<u>2,430,526</u>	<u>2,982,898</u>	<u>2,367,766</u>	<u>2,739,083</u>
Cash, at cost	<u>42,339</u>	<u>42,339</u>	<u>24,133</u>	<u>24,133</u>
	<u>\$ 2,472,865</u>	<u>\$ 3,025,237</u>	<u>\$ 2,391,899</u>	<u>\$ 2,763,216</u>

Net investment income consists of the following for the years ended June 30:

	2018	2017
Interest and dividends	\$ 68,209	\$ 75,606
Net realized gain (loss) on sale of investments	38,435	(24,740)
Net unrealized gain on investments	<u>181,039</u>	<u>196,402</u>
	<u>\$ 287,683</u>	<u>\$ 247,268</u>

7. Mortgages, Line of Credit and Other Notes Payable

Mortgages, line of credit and other notes payable consist of the following at June 30:

	2018	2017
Mortgage notes payable, OPWDD and OMH (a)	\$ -	\$ 46,030
Mortgage notes payable, bank (b)	4,465,179	5,247,110
Vehicle loans, due in varying instalments through February 2022, bearing interest from 3.2% to 6.99% (c)	283,804	276,774
Line of credit (d)	-	-
	<u>4,748,983</u>	<u>5,569,914</u>
Current portion	<u>(3,908,471)</u>	<u>(3,801,720)</u>
	<u>\$ 840,512</u>	<u>\$ 1,768,194</u>

(a) These obligations consisted of three nonrecourse mortgage notes that matured in fiscal 2018. They bore interest at rates ranging from 5.4% to 9.1%, per annum and required semi-annual debt-service payments ranging from \$17,479 to \$21,552, including interest. The notes were payable to OPWDD and OMH for the purchase of property in connection with mental-health programs and were collateralized by those properties.

Abbott House

Notes to Financial Statements June 30, 2018 and 2017

7. Mortgages, Line of Credit and Other Notes Payable *(continued)*

- (b) These obligations consist of a term loan and seven mortgage notes payable in monthly installments, bearing interest at rates ranging from 3.40% to 7.72%, per annum through 2021. The term loan was scheduled to mature on June 30, 2018. Subsequent to year end, the bank extended the maturity date of this note to March 31, 2019. Monthly principal and interest payments bearing interest at a rate per year equal to the LIBOR three month or six month fixed rate plus 300 basis points (currently 3.40%) remain in effect. The term loan requires a balloon payment of \$2,683,333 at the maturity date. The term loan is secured by a pledge on all assets and a first priority mortgage on real property located at 100 North Broadway, Irvington, New York. The seven mortgage notes are payable to a bank for the purchase and renovation of property in connection with mental-health programs and are collateralized by those properties.

The Agency entered into several interest rate swap agreements ("Swaps") with a major financial institution ("Counter-party") for certain mortgages on Agency owned properties. Under these agreements, the Agency has fixed the interest rates on five floating rate mortgages. The terms of these Swaps require the Agency to pay a fixed rate of interest ranging from 7.05% to 7.72%, per annum on outstanding loan balances, with principal amortizing at the same fixed rates over the terms of the loans and Swaps. The Counter-party makes payments to the mortgage note holder at a floating rate of interest based on LIBOR with payments being calculated on a notional amount which, throughout the life of the Swap, mirrors the balance of the outstanding debt.

The difference of the Swap fixed and floating rate of interest is settled on a monthly basis. The notional amount of the Swap (and outstanding principal balance of the related mortgage notes) was \$714,478 and \$827,213 at June 30, 2018 and 2017. Management does not expect to terminate the contract during its time and believes the Agency will not be exposed to any financial risk, therefore, no liability related to the contract is recorded in the accompanying financial statements.

- (c) These obligations are collateralized by various vehicles.
- (d) The line of credit and overdraft line limit bear per annum interest rates equal to the LIBOR daily floating rate plus 2.25% and LIBOR daily floating rate plus 2.50%. The line of credit and overdraft line limit require monthly interest payments with the entire outstanding principal balance due 364 days after closing. The line of credit is secured by a pledge on all assets and a second priority mortgage on real property located at 100 North Broadway, Irvington, New York.

Abbott House

Notes to Financial Statements June 30, 2018 and 2017

7. Mortgages, Line of Credit and Other Notes Payable *(continued)*

The annual principal payments are as follows for the years ending June 30:

2019	\$ 3,908,471
2020	765,366
2021	60,633
2022	<u>14,513</u>
	<u>\$ 4,748,983</u>

Interest expense on the above notes for 2018 and 2017, aggregated approximately \$308,000 and \$323,000.

8. Conveyance of Property

In July 2005, the Agency entered into an agreement with an unrelated party to provide a communication easement and an access to utility, of a portion of its rooftop property. The conveyance provides for easement income of approximately \$1,200,000 for a period not to exceed 25 years. At June 30, 2018 and 2017, deferred revenue reported in the accompanying statements of financial position included \$576,000 and \$624,000, related to this agreement which represented easement fees received in advance, but not yet earned.

9. Pension Plan

The Agency has a defined-benefit pension plan (the "Plan") covering all of the eligible employees who elect to participate. Plan assets are held in an investment account administered by a Third Party Administrator. In accordance with the provisions of the Plan, three directors of the Agency serve as trustees empowered to invest and reinvest the Plan's assets in accordance with the funding policy established by the Board of Directors of the Agency. Effective September 30, 2009, the Plan was frozen. Participants as of that date no longer receive future service credits. Employees who did not meet the eligibility requirements as of that date will not be eligible in the future. It was the policy of the Agency annually to fund normal pension cost, as determined on an actuarial basis.

In October 2014, the Plan filed for a distress termination with the Pension Benefit Guaranty Corporation ("PBGC"). The final decision from the PBGC has not been determined. The Agency did not make its scheduled October 15, 2013 contribution to the Plan nor has the Agency made any contributions subsequent to that date.

Abbott House

Notes to Financial Statements
June 30, 2018 and 2017

9. Pension Plan (continued)

The following table sets forth the Plan's funded status and other pension-related amounts and assumptions for the years ended June 30:

	Pension Benefits	
	2018	2017
Projected benefit obligation at June 30	\$ 26,286,292	\$ 27,802,573
Fair value of plan assets at June 30	14,229,756	14,651,440
Funded status	<u>\$ (12,056,536)</u>	<u>\$ (13,151,133)</u>
Accumulated benefit obligation	\$ 26,286,292	\$ 27,802,573
Net periodic cost recognized in statements of activities	884,482	876,224
Amortization of amounts previously not recognized as a component of net periodic cost	-	-
Accrued pension cost recognized in statement of financial position	12,056,536	13,151,133
Employer contributions to plan during the year	-	-
Employee contributions to plan during the year	-	-
Benefits paid during the year	1,117,559	828,769
	<u>2018</u>	<u>2017</u>
Assumptions:		
Discount rate	4.25%	3.94%
Expected long-term return on plan assets	7.50%	7.50%
Rate of compensation increase	0.00%	0.00%

The table above reflects the amounts recognized as changes in unrestricted net assets arising from the Plan at June 30, 2018 and 2017 that have not yet been recognized in net periodic pension cost. The actuarial loss expected to be amortized in 2019 is estimated to be \$641,000. There was no unrecognized prior service cost.

Plan investments are made for the purpose of providing retirement reserves for the present and future benefit of participants of the Plan. The assets will be invested with the care, skill and diligence that a prudent person acting in this capacity would exercise to comply with all objectives outlined herein, the Investment Advisors Act of 1940, the Employee Retirement Income Security Act of 1974 ("ERISA") and all other governing statutes.

The benchmark investment objective will be to minimally achieve an ongoing annual average return of 7.5% or better among all the pension assets. This is the actuarial objective the Agency must achieve to meet its long-term pension obligations.

Abbott House

Notes to Financial Statements June 30, 2018 and 2017

9. Pension Plan (continued)

The primary objective for the Agency Board of Directors will be to provide a balance among capital appreciation, preservation of capital and the production of current income. The objectives of the Plan will be pursued as a long-term goal designed to meet the benchmark objective for the Plan without undue risk.

The Agency Board of Directors recognizes that risk (i.e., the uncertainty of future events), volatility (i.e., the potential for variability of asset values) and the possibility of loss in purchasing power (due to inflation) are present to some degree in all types of investment vehicles. While high levels of risk are to be avoided, the assumption of risk is warranted in order to allow the investment manager the opportunity to achieve satisfactory long-term results consistent with the objective of the Plan.

The following table shows estimated future benefit distributions expected to be paid from the Plan for each of the years ending June 30, and for the five years thereafter in the aggregate:

2019	\$1,215,241
2020	1,235,494
2021	1,263,100
2022	1,268,655
2023	1,286,179
2024 to 2028	7,090,227

The Agency's pension plan assets are investments in collective trusts composed of domestic and international fixed income, stocks, bonds, equity mutual funds and cash. The Agency's pension plan assets at June 30, 2018 and 2017 were valued using Level 2 inputs with in the fair value hierarchy.

The fair values of the investments comprising the collective trusts' assets at June 30 are as follows:

	<u>2018</u>	<u>2017</u>
Stocks	\$ 4,282,293	\$ 7,375,351
Hedge funds	-	1,463,488
Real estate	-	675,425
Corporate bonds	8,536,199	4,666,561
Cash and cash equivalents	<u>1,411,264</u>	<u>470,615</u>
	<u>\$14,229,756</u>	<u>\$14,651,440</u>

Abbott House

**Notes to Financial Statements
June 30, 2018 and 2017**

10. Temporarily Restricted Net Assets

Temporarily restricted net assets are available for the following purposes at June 30:

	<u>2018</u>	<u>2017</u>
Mentoring and training	\$ 24,496	\$ 24,496
Preventive services	14,900	14,900
Property and equipment	15,058	15,058
Other program services	<u>241,626</u>	<u>202,323</u>
	<u>\$ 296,080</u>	<u>\$ 256,777</u>

Net assets released by satisfying the time or purpose restrictions for the years ended June 30, specified by donors were as follows:

	<u>2018</u>	<u>2017</u>
Mentoring and training	\$ -	\$ 900
Other program services	<u>56,958</u>	<u>24,680</u>
	<u>\$ 56,958</u>	<u>\$ 25,580</u>

11. Permanently Restricted Net Assets

Permanently restricted net assets consist of the historical value of contributions which require the corpus to be invested in perpetuity to produce income for educational purposes.

12. Accounting and Reporting for Endowments

The Endowment

The Agency's endowment consists of individual funds established for a variety of purposes which consist of both donor-restricted endowment funds and funds designated by the Board of Directors to function as an endowment.

Interpretation of Relevant Law

During 2010, New York State adopted its version of the Uniform Prudent Management of Institutional Funds Act ("NYPMIFA"). NYPMIFA includes provisions that differ from previous law, including elimination of the historic dollar value with respect to endowment spending, establishment of new standards governing the expenditure and modification of restrictions on endowment funds, and revision of the prudence standard for the management and investment of endowment funds.

Abbott House

Notes to Financial Statements
June 30, 2018 and 2017

12. Accounting and Reporting for Endowments (continued)

Interpretation of Relevant Law (continued)

The Board of Directors of the Agency has interpreted NYPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Agency classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Agency in a manner consistent with the standard of prudence prescribed by NYPMIFA.

Endowment Investment Composition by Type of Fund

	June 30, 2018			Total
	Unrestricted	Temporarily Restricted	Permanently Restricted	
Donor-restricted endowment funds	\$ -	\$ 12,481	\$ 65,750	\$ 78,231
Board-designated endowment funds	<u>2,947,006</u>	<u>-</u>	<u>-</u>	<u>2,947,006</u>
Total Funds	<u>\$ 2,947,006</u>	<u>\$ 12,481</u>	<u>\$ 65,750</u>	<u>\$ 3,025,237</u>

	June 30, 2017			Total
	Unrestricted	Temporarily Restricted	Permanently Restricted	
Donor-restricted endowment funds	\$ -	\$ 6,230	\$ 65,750	\$ 71,980
Board-designated endowment funds	<u>2,691,236</u>	<u>-</u>	<u>-</u>	<u>2,691,236</u>
Total Funds	<u>\$ 2,691,236</u>	<u>\$ 6,230</u>	<u>\$ 65,750</u>	<u>\$ 2,763,216</u>

Abbott House

Notes to Financial Statements
June 30, 2018 and 2017

12. Accounting and Reporting for Endowments (continued)

Changes in Endowment Investments

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, June 30, 2016	\$ 2,473,784	\$ -	\$ 65,750	\$ 2,539,534
Interest and dividends	73,417	2,189	-	75,606
Net depreciation (realized and unrealized)	166,991	4,671	-	171,662
Investment fees	<u>(22,956)</u>	<u>(630)</u>	<u>-</u>	<u>(23,586)</u>
Endowment investments, June 30, 2017	2,691,236	6,230	65,750	2,763,216
Interest and dividends	66,794	1,340	-	68,134
Net appreciation (realized and unrealized)	213,877	5,597	-	219,474
Investment fees	<u>(24,901)</u>	<u>(686)</u>	<u>-</u>	<u>(25,587)</u>
Endowment investments, June 30, 2018	<u>\$ 2,947,006</u>	<u>\$ 12,481</u>	<u>\$ 65,750</u>	<u>\$ 3,025,237</u>

Return Objectives and Risk Parameters

The Agency has adopted investment and spending policies for endowment assets that attempt to increase the value of the endowment and only to use it for educational purposes with Board of Directors consent. Endowment assets include those assets of donor-restricted funds that the Agency must hold in perpetuity or for a donor-specified period(s) as well as board-designated funds. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce results that exceed the price and yield results of the S&P 500 index while assuming a moderate level of investment risk. The Agency expects its endowment funds, over time, to provide an average rate of return of approximately 6 percent annually. Actual returns in any given year may vary from this amount.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Agency relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Agency targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Abbott House

Notes to Financial Statements
June 30, 2018 and 2017

12. Accounting and Reporting for Endowments (*continued*)

Spending Policy

The overall goal for the Agency's Board Restricted Investment Fund is to preserve the real (inflation adjusted) capital base and, over time, to cause the total value of funds to appreciate, exclusive of growth derived from donations. The Board Restricted Investment Fund and any returns on investment are not to be used to support the daily operations of the Agency. However, from time to time, the Board of Directors may vote and elect to release funds from the portfolio to support operations.

13. Other Liabilities

The Agency derives substantially all of its revenue from local, state and federal governmental agencies. Reimbursement of expenses applicable to various programs conducted for, and on behalf of, governmental and other agencies are subject to the effect, if any, of the results of subsequent audits by such agencies. The Agency has provided a reserve for government and other agency adjustments. The reserve is adjusted based on audits by governmental agencies and management's annual evaluation of the remaining reserve for fiscal years not yet audited. In the opinion of management, a reserve of \$1,916,834 at June 30, 2018 is sufficient to cover any potential disallowances or adjustments for 2011 through 2018.

14. Commitments and Contingencies

Operating Leases

The Agency leases 16 facilities as group homes and office space under operating leases that expire at various dates through 2024. The future minimum lease payments, exclusive of escalation charges, under such leases at June 30, 2018 are as follows for years ending June 30:

2019	\$ 1,374,296
2020	1,278,153
2021	1,254,695
2022	1,161,049
2023	995,647
2024	215,907
	<u>\$ 6,279,747</u>

Rent expense under operating leases for years ended June 30, 2018 and 2017 amounted to approximately \$1,340,000 and \$1,328,000.

Contingencies

The Agency is involved in various claims and legal actions arising in the ordinary course of business. Management believes that the amount of loss that might be sustained beyond existing insurance coverage if any would not be material to the financial statements.

Abbott House
Supplementary Information
June 30, 2018

Independent Auditors' Report on Supplementary Information

**Board of Directors
Abbott House**

We have audited the financial statements of Abbott House as of and for the years ended June 30, 2018 and 2017, and our report thereon dated November 29, 2018, which expressed an unmodified opinion on those financial statements appears on page 1. Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The Pro Forma Statement of Financial Position reflects the proposed settlement adjustments with the Pension Benefit Guaranty Corporation relating to the termination of Abbott House's defined benefit plan. These proposed settlement adjustments include the elimination of \$2,000,000 of estimated IRS penalties and interest, \$12,050,000 of an unfunded pension benefit obligation and a settlement payment \$2,275,000. This statement is the responsibility of management and is presented for purposes of additional analysis and is not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audits of the financial statements, and, accordingly, we do not express an opinion or provide any assurance on it.

PKF O'Connor Davies, LLP

Harrison, New York
November 29, 2018

ABBOTT HOUSE

Pro Forma Statement of Financial Position June 30, 2018

	<u>Pro Forma</u>
ASSETS	
Current Assets	
Cash and cash equivalents	\$ 1,563,432
Accounts Receivable	
Government agencies, net	6,914,660
Other	44,056
Prepaid expenses and other current assets	<u>541,768</u>
Total Current Assets	9,063,916
Investments	750,237
Other assets	260,887
Property, plant and equipment, net	<u>4,120,346</u>
	<u>\$14,195,386</u>
LIABILITIES AND NET ASSETS	
Current Liabilities	
Mortgages, line of credit and other notes payable	\$ 3,908,471
Accounts payable and accrued expenses	1,631,173
Custodial funds	120,831
Deferred revenue	48,000
Accrued vacation and salaries	<u>3,066,187</u>
Total Current Liabilities	8,774,662
Mortgages, line of credit and other notes payable, net of current portion	840,512
Deferred revenue, net of current portion	830,311
Accrued Pension - Long Term Portion	6,536
Other Liabilities	<u>1,916,834</u>
Total Liabilities	12,368,855
Net Assets	
Unrestricted	1,464,701
Temporarily restricted	296,080
Permanently restricted	<u>65,750</u>
Total Net Assets	1,826,531
	<u>\$14,195,386</u>

This Pro Forma Statement of Financial Position includes the proposed settlement adjustments with the Pension Benefit Guaranty Corporation relating to the termination of Abbott House's defined benefit plan. These settlement adjustments include the elimination of \$2,000,000 of estimated IRS penalties and interest, \$12,050,000 of an unfunded pension benefit obligation and a settlement payment of \$2,275,000.