

Form 5500 Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Annual Return/Report of Employee Benefit Plan This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6057(b) and 6058(a) of the Internal Revenue Code (the Code). ▶ Complete all entries in accordance with the instructions to the Form 5500.	OMB Nos. 1210-0110 1210-0089 2021 This Form is Open to Public Inspection
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Part I	Annual Report Identification Information
For calendar plan year 2021 or fiscal plan year beginning <u>01/01/2021</u> and ending <u>12/31/2021</u>	
A This return/report is for:	☐ a multiemployer plan ☐ a multiple-employer plan (Filers checking this box must attach a list of participating employer information in accordance with the form instructions.) ☒ a single-employer plan ☐ a DFE (specify) _____
B This return/report is:	☐ the first return/report ☐ the final return/report ☐ an amended return/report ☐ a short plan year return/report (less than 12 months)
C If the plan is a collectively-bargained plan, check here.	☐
D Check box if filing under:	☒ Form 5558 ☐ automatic extension ☐ the DFVC program ☐ special extension (enter description)
E If this is a retroactively adopted plan permitted by SECURE Act section 201, check here.	☐

Part II	Basic Plan Information—enter all requested information										
1a Name of plan <u>ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC. 401(K) PROFIT SHARING PLAN</u>	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">1b Three-digit plan number (PN) ▶</td> <td style="width: 20%; text-align: center;"><u>001</u></td> </tr> <tr> <td colspan="2">1c Effective date of plan <u>01/01/1990</u></td> </tr> <tr> <td colspan="2">2b Employer Identification Number (EIN) <u>94-3105085</u></td> </tr> <tr> <td colspan="2">2c Plan Sponsor's telephone number <u>916-563-1900</u></td> </tr> <tr> <td colspan="2">2d Business code (see instructions) <u>524290</u></td> </tr> </table>	1b Three-digit plan number (PN) ▶	<u>001</u>	1c Effective date of plan <u>01/01/1990</u>		2b Employer Identification Number (EIN) <u>94-3105085</u>		2c Plan Sponsor's telephone number <u>916-563-1900</u>		2d Business code (see instructions) <u>524290</u>	
1b Three-digit plan number (PN) ▶	<u>001</u>										
1c Effective date of plan <u>01/01/1990</u>											
2b Employer Identification Number (EIN) <u>94-3105085</u>											
2c Plan Sponsor's telephone number <u>916-563-1900</u>											
2d Business code (see instructions) <u>524290</u>											
2a Plan sponsor's name (employer, if for a single-employer plan) Mailing address (include room, apt., suite no. and street, or P.O. Box) City or town, state or province, country, and ZIP or foreign postal code (if foreign, see instructions) <u>ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.</u> <u>10445 OLD PLACERVILLE ROAD</u> <u>SACRAMENTO, CA 95827</u>											

Caution: A penalty for the late or incomplete filing of this return/report will be assessed unless reasonable cause is established.

Under penalties of perjury and other penalties set forth in the instructions, I declare that I have examined this return/report, including accompanying schedules, statements and attachments, as well as the electronic version of this return/report, and to the best of my knowledge and belief, it is true, correct, and complete.

SIGN HERE	Filed with authorized/valid electronic signature.	10/13/2022	JEFFREY RUSSO
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE			
	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE			
	Signature of DFE	Date	Enter name of individual signing as DFE

For Paperwork Reduction Act Notice, see the Instructions for Form 5500.

Form 5500 (2021)
v. 210624

3a Plan administrator's name and address ☒ Same as Plan Sponsor		3b Administrator's EIN	
		3c Administrator's telephone number	
4 If the name and/or EIN of the plan sponsor or the plan name has changed since the last return/report filed for this plan, enter the plan sponsor's name, EIN, the plan name and the plan number from the last return/report: a Sponsor's name c Plan Name		4b EIN 4d PN	
5 Total number of participants at the beginning of the plan year		5	290
6 Number of participants as of the end of the plan year unless otherwise stated (welfare plans complete only lines 6a(1) , 6a(2) , 6b , 6c , and 6d).			
a(1) Total number of active participants at the beginning of the plan year.....		6a(1)	241
a(2) Total number of active participants at the end of the plan year		6a(2)	245
b Retired or separated participants receiving benefits.....		6b	4
c Other retired or separated participants entitled to future benefits		6c	49
d Subtotal. Add lines 6a(2) , 6b , and 6c		6d	298
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.		6e	3
f Total. Add lines 6d and 6e		6f	301
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item)		6g	216
h Number of participants who terminated employment during the plan year with accrued benefits that were less than 100% vested		6h	7
7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item).....		7	
8a If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristics Codes in the instructions: 2E 2F 2G 2J 2K 2T 3H 3D			
b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristics Codes in the instructions:			
9a Plan funding arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor		9b Plan benefit arrangement (check all that apply) (1) ☐ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor	
10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)			
a Pension Schedules (1) ☒ R (Retirement Plan Information) (2) ☐ MB (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary (3) ☐ SB (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary		b General Schedules (1) ☒ H (Financial Information) (2) ☐ I (Financial Information – Small Plan) (3) ☐ <u>0</u> A (Insurance Information) (4) ☒ C (Service Provider Information) (5) ☐ D (DFE/Participating Plan Information) (6) ☐ G (Financial Transaction Schedules)	

Part III Form M-1 Compliance Information (to be completed by welfare benefit plans)

11a If the plan provides welfare benefits, was the plan subject to the Form M-1 filing requirements during the plan year? (See instructions and 29 CFR 2520.101-2.) ☐ Yes ☐ No

If "Yes" is checked, complete lines 11b and 11c.

11b Is the plan currently in compliance with the Form M-1 filing requirements? (See instructions and 29 CFR 2520.101-2.) ☐ Yes ☐ No

11c Enter the Receipt Confirmation Code for the 2021 Form M-1 annual report. If the plan was not required to file the 2021 Form M-1 annual report, enter the Receipt Confirmation Code for the most recent Form M-1 that was required to be filed under the Form M-1 filing requirements. (Failure to enter a valid Receipt Confirmation Code will subject the Form 5500 filing to rejection as incomplete.)

Receipt Confirmation Code _____

SCHEDULE C (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Service Provider Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ▶ File as an attachment to Form 5500.	OMB No. 1210-0110
		2021
		This Form is Open to Public Inspection.

For calendar plan year 2021 or fiscal plan year beginning 01/01/2021 and ending 12/31/2021		
A Name of plan ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC. 401(K) PROFIT SHARING PLAN	B Three-digit plan number (PN) ▶	001
C Plan sponsor's name as shown on line 2a of Form 5500 ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.	D Employer Identification Number (EIN) 94-3105085	

Part I	Service Provider Information (see instructions)
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You must complete this Part, in accordance with the instructions, to report the information required for **each person** who received, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of monetary value) in connection with services rendered to the plan or the person's position with the plan during the plan year. If a person received **only** eligible indirect compensation for which the plan received the required disclosures, you are required to answer line 1 but are not required to include that person when completing the remainder of this Part.

1 Information on Persons Receiving Only Eligible Indirect Compensation

- a Check "Yes" or "No" to indicate whether you are excluding a person from the remainder of this Part because they received only eligible indirect compensation for which the plan received the required disclosures (see instructions for definitions and conditions)..... ☒ Yes ☐ No
- b If you answered line 1a "Yes," enter the name and EIN or address of each person providing the required disclosures for the service providers who received only eligible indirect compensation. Complete as many entries as needed (see instructions).

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL
04-2647786

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation
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2. Information on Other Service Providers Receiving Direct or Indirect Compensation. Except for those persons for whom you answered "Yes" to line 1a above, complete as many entries as needed to list each person receiving, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of value) in connection with services rendered to the plan or their position with the plan during the plan year. (See instructions).

(a) Enter name and EIN or address (see instructions)

FIDELITY INVESTMENTS INSTITUTIONAL

04-2647786

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
37 60 64 65	RECORDKEEPER	1925	Yes ☒ No ☐	Yes ☒ No ☐	0	Yes ☒ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

2. Information on Other Service Providers Receiving Direct or Indirect Compensation. Except for those persons for whom you answered "Yes" to line 1a above, complete as many entries as needed to list each person receiving, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of value) in connection with services rendered to the plan or their position with the plan during the plan year. (See instructions).

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

Part I Service Provider Information (continued)

3. If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
AMCENT INFL-ADJBD IV - AMERICAN CE 44-0619208	0.25%	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
COHEN & STEERS RLTY - DST ASSET MA 430 W 7TH STREET STE 219432 KANSAS CITY, MO 64105	0.40%	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
COL MID CAP GRTH I - COLUMBIA MGT 14785 PRESTON ROAD, SUITE 1000 DALLAS, TX 75254	0.40%	

Part I Service Provider Information (continued)

3. If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
HARBOR INTL INV - HARBOR SERVICES 34-1953399	0.40%	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
INVS DIVRS DIVD R5 - INVESCO INVES 11 GREENWAY PLAZA, SUITE 100 HOUSTON, TX 77046	0.35%	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
INVS INTL GROWTH R5 - INVESCO CANA 5140 YONGE STREET, SUITE 900 TORONTO, ON M2N 6 CA	0.35%	

Part I Service Provider Information (continued)

3. If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
LOOMIS SM CP GRTH R - DST ASSET MA 430 W 7TH STREET STE 219432 KANSAS CITY, MO 64105	0.40%	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
OAKMARK INTL INV - DST ASSET MANAG 430 W 7TH STREET STE 219432 KANSAS CITY, MO 64105	0.35%	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
TRP BLUE CHIP GR ADV - T. ROWE PRI	0.40%	
52-2269240		

Part I Service Provider Information (continued)

3. If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
TRP DIV GROWTH ADV - T. ROWE PRICE 52-2269240	0.40%	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
FIDELITY INVESTMENTS INSTITUTIONAL	60	0
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
VRTS C MDCP VAL EQ I - VIRTUS FUND 4400 COMPUTER DRIVE WESTBOROUGH, MA 01581	0.40%	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	

Part II Service Providers Who Fail or Refuse to Provide Information

4 Provide, to the extent possible, the following information for each service provider who failed or refused to provide the information necessary to complete this Schedule.

(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide

Part III Termination Information on Accountants and Enrolled Actuaries (see instructions)
(complete as many entries as needed)

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

SCHEDULE H (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Financial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2021 This Form is Open to Public Inspection
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For calendar plan year 2021 or fiscal plan year beginning <u>01/01/2021</u> and ending <u>12/31/2021</u>		
A Name of plan <u>ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC. 401(K) PROFIT SHARING PLAN</u>	B Three-digit plan number (PN) ►	<u>001</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.</u>	D Employer Identification Number (EIN) <u>94-3105085</u>	

Part I	Asset and Liability Statement
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1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. **Round off amounts to the nearest dollar.** MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.

Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash.....	1a	0	0
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions	1b(1)	31464	31989
(2) Participant contributions.....	1b(2)	44282	0
(3) Other	1b(3)	0	0
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)	690847	791891
(2) U.S. Government securities	1c(2)	0	0
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)	0	0
(B) All other	1c(3)(B)	0	0
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)	0	0
(B) Common	1c(4)(B)	0	0
(5) Partnership/joint venture interests	1c(5)	0	0
(6) Real estate (other than employer real property)	1c(6)	0	0
(7) Loans (other than to participants)	1c(7)	0	0
(8) Participant loans	1c(8)	205953	190118
(9) Value of interest in common/collective trusts	1c(9)	0	0
(10) Value of interest in pooled separate accounts	1c(10)	0	0
(11) Value of interest in master trust investment accounts	1c(11)	0	0
(12) Value of interest in 103-12 investment entities	1c(12)	0	0
(13) Value of interest in registered investment companies (e.g., mutual funds)	1c(13)	15381885	18608292
(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)	0	0
(15) Other.....	1c(15)	0	0

1d Employer-related investments:		(a) Beginning of Year	(b) End of Year
(1) Employer securities.....	1d(1)	0	0
(2) Employer real property.....	1d(2)	0	0
e Buildings and other property used in plan operation	1e	0	0
f Total assets (add all amounts in lines 1a through 1e)	1f	16354431	19622290

Liabilities

g Benefit claims payable	1g	0	0
h Operating payables	1h	0	0
i Acquisition indebtedness.....	1i	0	0
j Other liabilities.....	1j	43218	0
k Total liabilities (add all amounts in lines 1g through 1j)	1k	43218	0

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	16311213	19622290
---	-----------	----------	----------

Part II Income and Expense Statement

2 Plan income, expenses, and changes in net assets for the year. Include all income and expenses of the plan, including any trust(s) or separately maintained fund(s) and any payments/receipts to/from insurance carriers. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 2a, 2b(1)(E), 2e, 2f, and 2g.

Income

		(a) Amount	(b) Total
a Contributions:			
(1) Received or receivable in cash from: (A) Employers	2a(1)(A)	129921	
(B) Participants	2a(1)(B)	1269118	
(C) Others (including rollovers).....	2a(1)(C)	11732	
(2) Noncash contributions.....	2a(2)	0	1410771
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		
b Earnings on investments:			
(1) Interest:			
(A) Interest-bearing cash (including money market accounts and certificates of deposit).....	2b(1)(A)	91	
(B) U.S. Government securities	2b(1)(B)	0	
(C) Corporate debt instruments	2b(1)(C)	0	
(D) Loans (other than to participants)	2b(1)(D)	0	
(E) Participant loans.....	2b(1)(E)	10972	
(F) Other	2b(1)(F)	0	
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		11063
(2) Dividends: (A) Preferred stock.....	2b(2)(A)	0	1234077
(B) Common stock	2b(2)(B)	0	
(C) Registered investment company shares (e.g. mutual funds).....	2b(2)(C)	1234077	
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		1234077
(3) Rents	2b(3)		0
(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds	2b(4)(A)	0	0
(B) Aggregate carrying amount (see instructions).....	2b(4)(B)	0	
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)		
(5) Unrealized appreciation (depreciation) of assets: (A) Real estate	2b(5)(A)	0	0
(B) Other	2b(5)(B)	0	
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B)	2b(5)(C)		

		(a) Amount	(b) Total
(6) Net investment gain (loss) from common/collective trusts.....	2b(6)		0
(7) Net investment gain (loss) from pooled separate accounts.....	2b(7)		0
(8) Net investment gain (loss) from master trust investment accounts.....	2b(8)		0
(9) Net investment gain (loss) from 103-12 investment entities.....	2b(9)		0
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds).....	2b(10)		1255347
c Other income.....	2c		0
d Total income. Add all income amounts in column (b) and enter total.....	2d		3911258
Expenses			
e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers.....	2e(1)	585165	
(2) To insurance carriers for the provision of benefits.....	2e(2)	0	
(3) Other.....	2e(3)	0	
(4) Total benefit payments. Add lines 2e(1) through (3).....	2e(4)		585165
f Corrective distributions (see instructions).....	2f		11466
g Certain deemed distributions of participant loans (see instructions).....	2g		1625
h Interest expense.....	2h		0
i Administrative expenses: (1) Professional fees.....	2i(1)	0	
(2) Contract administrator fees.....	2i(2)	0	
(3) Investment advisory and management fees.....	2i(3)	0	
(4) Other.....	2i(4)	1925	
(5) Total administrative expenses. Add lines 2i(1) through (4).....	2i(5)		1925
j Total expenses. Add all expense amounts in column (b) and enter total.....	2j		600181
Net Income and Reconciliation			
k Net income (loss). Subtract line 2j from line 2d.....	2k		3311077
l Transfers of assets:			
(1) To this plan.....	2l(1)		0
(2) From this plan.....	2l(2)		0

Part III Accountant's Opinion

3 Complete lines 3a through 3c if the opinion of an independent qualified public accountant is attached to this Form 5500. Complete line 3d if an opinion is not attached.

a The attached opinion of an independent qualified public accountant for this plan is (see instructions):

(1) ☒ Unmodified (2) ☐ Qualified (3) ☐ Disclaimer (4) ☐ Adverse

b Check the appropriate box(es) to indicate whether the IQPA performed an ERISA section 103(a)(3)(C) audit. Check both boxes (1) and (2) if the audit was performed pursuant to both 29 CFR 2520.103-8 and 29 CFR 2520.103-12(d). Check box (3) if pursuant to neither.

(1) ☒ DOL Regulation 2520.103-8 (2) ☐ DOL Regulation 2520.103-12(d) (3) ☐ neither DOL Regulation 2520.103-8 nor DOL Regulation 2520.103-12(d).

c Enter the name and EIN of the accountant (or accounting firm) below:

(1) Name: BHLF LLP

(2) EIN: 45-4806875

d The opinion of an independent qualified public accountant is **not attached** because:

(1) ☐ This form is filed for a CCT, PSA, or MTIA. (2) ☐ It will be attached to the next Form 5500 pursuant to 29 CFR 2520.104-50.

Part IV Compliance Questions

4 CCTs and PSAs do not complete Part IV. MTIAs, 103-12 IEs, and GIAs do not complete lines 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete lines 4j and 4l. MTIAs also do not complete line 4l.

During the plan year:

a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.).....

	Yes	No	Amount
4a	X		19673

	Yes	No	Amount
b Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.)			
4b		X	
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)			
4c		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.)			
4d		X	
e Was this plan covered by a fidelity bond?	X		500000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		X	
4f		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?			
4g		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?			
4h		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.)	X		
4i	X		
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked and see instructions for format requirements.)			
4j		X	
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?			
4k		X	
l Has the plan failed to provide any benefit when due under the plan?			
4l		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.)			
4m		X	
n If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3.			
4n		X	

5a Has a resolution to terminate the plan been adopted during the plan year or any prior plan year? ☐ Yes ☒ No
If "Yes," enter the amount of any plan assets that reverted to the employer this year _____.

5b If, during this plan year, any assets or liabilities were transferred from this plan to another plan(s), identify the plan(s) to which assets or liabilities were transferred. (See instructions.)

5b(1) Name of plan(s)	5b(2) EIN(s)	5b(3) PN(s)

5c Was the plan a defined benefit plan covered under the PBGC insurance program at any time during this plan year? (See ERISA section 4021 and instructions.) ☐ Yes ☐ No ☐ Not determined
If "Yes" is checked, enter the My PAA confirmation number from the PBGC premium filing for this plan year _____.

SCHEDULE R (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Retirement Plan Information This schedule is required to be filed under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2021 This Form is Open to Public Inspection.
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For calendar plan year 2021 or fiscal plan year beginning 01/01/2021 and ending 12/31/2021

A Name of plan ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC. 401(K) PROFIT SHARING PLAN	B Three-digit plan number (PN) ► 001
C Plan sponsor's name as shown on line 2a of Form 5500 ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.	D Employer Identification Number (EIN) 94-3105085

Part I	Distributions
--------	---------------

All references to distributions relate only to payments of benefits during the plan year.

1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions.....	1	
2 Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits): EIN(s): 04-6568107		
Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.		
3 Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year	3	

Part II	Funding Information (If the plan is not subject to the minimum funding requirements of section 412 of the Internal Revenue Code or ERISA section 302, skip this Part.)
---------	--

4 Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)?	☐ Yes	☐ No	☐ N/A
If the plan is a defined benefit plan, go to line 8.			
5 If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. Date: Month _____ Day _____ Year _____ If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.			
6 a Enter the minimum required contribution for this plan year (include any prior year accumulated funding deficiency not waived)	6a		
b Enter the amount contributed by the employer to the plan for this plan year	6b		
c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount)	6c		
If you completed line 6c, skip lines 8 and 9.			
7 Will the minimum funding amount reported on line 6c be met by the funding deadline?	☐ Yes	☐ No	☐ N/A
8 If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure or other authority providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change?	☐ Yes	☐ No	☐ N/A

Part III	Amendments
----------	------------

9 If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box. If no, check the "No" box.....	☐ Increase	☐ Decrease	☐ Both	☐ No
--	-----------------------------------	-----------------------------------	-------------------------------	-----------------------------

Part IV	ESOPs (see instructions). If this is not a plan described under section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.
---------	--

10 Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan?	☐ Yes	☐ No
11 a Does the ESOP hold any preferred stock?	☐ Yes	☐ No
b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.)	☐ Yes	☐ No
12 Does the ESOP hold any stock that is not readily tradable on an established securities market?	☐ Yes	☐ No

For Paperwork Reduction Act Notice, see the Instructions for Form 5500.

Schedule R (Form 5500) 2021
v. 201209

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

13 Enter the following information for each employer that contributed more than 5% of total contributions to the plan during the plan year (measured in dollars). See instructions. *Complete as many entries as needed to report all applicable employers.*

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

- 14** Enter the number of deferred vested and retired participants (inactive participants), as of the beginning of the plan year, whose contributing employer is no longer making contributions to the plan for:

a The current plan year. Check the box to indicate the counting method used to determine the number of inactive participants: ☐ last contributing employer ☐ alternative ☐ reasonable approximation (see instructions for required attachment).....

14a

b The plan year immediately preceding the current plan year. ☐ Check the box if the number reported is a change from what was previously reported (see instructions for required attachment).....

14b

c The second preceding plan year. ☐ Check the box if the number reported is a change from what was previously reported (see instructions for required attachment).....

14c

- 15** Enter the ratio of the number of participants under the plan on whose behalf no employer had an obligation to make an employer contribution during the current plan year to:

a The corresponding number for the plan year immediately preceding the current plan year.....

15a

b The corresponding number for the second preceding plan year

15b

- 16** Information with respect to any employers who withdrew from the plan during the preceding plan year:

a Enter the number of employers who withdrew during the preceding plan year

16a

b If line 16a is greater than 0, enter the aggregate amount of withdrawal liability assessed or estimated to be assessed against such withdrawn employers.....

16b

- 17** If assets and liabilities from another plan have been transferred to or merged with this plan during the plan year, check box and see instructions regarding supplemental information to be included as an attachment..... ☐

Part VI Additional Information for Single-Employer and Multiemployer Defined Benefit Pension Plans

- 18** If any liabilities to participants or their beneficiaries under the plan as of the end of the plan year consist (in whole or in part) of liabilities to such participants and beneficiaries under two or more pension plans as of immediately before such plan year, check box and see instructions regarding supplemental information to be included as an attachment..... ☐

- 19** If the total number of participants is 1,000 or more, complete lines (a) through (c)

a Enter the percentage of plan assets held as:

Stock: _____% Investment-Grade Debt: _____% High-Yield Debt: _____% Real Estate: _____% Other: _____%

b Provide the average duration of the combined investment-grade and high-yield debt:

☐ 0-3 years ☐ 3-6 years ☐ 6-9 years ☐ 9-12 years ☐ 12-15 years ☐ 15-18 years ☐ 18-21 years ☐ 21 years or more

c What duration measure was used to calculate line 19(b)?

☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify): _____

- 20 PBGC missed contribution reporting requirements.** If this is a multiemployer plan or a single-employer plan that is not covered by PBGC, skip line 20.

a Is the amount of unpaid minimum required contributions for all years from Schedule SB (Form 5500) line 40 greater than zero? ☐ Yes ☐ No

b If line 20a is "Yes," has PBGC been notified as required by ERISA sections 4043(c)(5) and/or 303(k)(4)? Check the applicable box:

☐ Yes.

☐ No. Reporting was waived under 29 CFR 4043.25(c)(2) because contributions equal to or exceeding the unpaid minimum required contribution were made by the 30th day after the due date.

☐ No. The 30-day period referenced in 29 CFR 4043.25(c)(2) has not yet ended, and the sponsor intends to make a contribution equal to or exceeding the unpaid minimum required contribution by the 30th day after the due date.

☐ No. Other. Provide explanation _____

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

Independent Auditor's Report and Financial Statements
with Supplemental Schedule

Years Ended December 31, 2021 and 2020

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

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INDEPENDENT AUDITOR'S REPORT

Plan Administrator
Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan

Scope and Nature of the ERISA Section 103(a)(3)(C)

We have performed an audit of the accompanying financial statements of Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan (Plan), an employee benefit plan subject to the Employee Retirement Income Security Act of 1974 (ERISA), as permitted by ERISA Section 103(a)(3)(C) [ERISA Section 103(a)(3)(C) audit]. The financial statements comprise the statement of net assets available for benefits as of December 31, 2021, and the related statement of changes in net assets available for benefits for the year then ended, and the related notes to the financial statements.

Management, having determined it is permissible in the circumstances, has elected to have the audit of Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan's financial statements performed in accordance with ERISA Section 103(a)(3)(C) pursuant to 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. As permitted by ERISA Section 103(a)(3)(C), our audit need not extend to any statements or information related to assets held for investment of the plan (investment information) by a bank or similar institution or insurance carrier that is regulated, supervised, and subject to periodic examination by a state or federal agency, provided that the statements or information regarding assets so held are prepared and certified to by the bank or similar institution or insurance carrier in accordance with 29 CFR 2520.103-5 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA (qualified institution).

Management has obtained a certification from a qualified institution as of and for the year ended December 31, 2021, stating that the certified investment information, as described in Note 3 to the financial statements, is complete and accurate.

Opinion

In our opinion, based on our audit and on the procedures performed as described in the Auditor's Responsibilities for the Audit of the Financial Statements section—

- the amounts and disclosures in the financial statements referred to above, other than those agreed to or derived from the certified investment information, are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.
- the information in the financial statements referred to above related to assets held by and certified to by a qualified institution agrees to, or is derived from, in all material respects, the information prepared and certified by an institution that management determined meets the requirements of ERISA Section 103(a)(3)(C).

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our ERISA Section 103(a)(3)(C) audit opinion.

Responsibilities of Management 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, and for 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. Management's election of the ERISA Section 103(a)(3)(C) audit does not affect management's responsibility for the financial statements.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Management is also responsible for maintaining a current plan instrument, including all plan amendments; administering the plan; and determining that the plan's transactions that are presented and disclosed in the financial statements are in conformity with the plan's provisions, including maintaining sufficient records with respect to each of the participants, to determine the benefits due or which may become due to such participants.

Auditor's Responsibilities for the Audit of the Financial Statements

Except as described in the Scope and Nature of the ERISA Section 103(a)(3)(C) Audit section of our report, our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan's ability to continue as a going concern for a reasonable period of time.

Our audit did not extend to the certified investment information, except for obtaining and reading the certification, comparing the certified investment information with the related information presented and disclosed in the financial statements, and reading the disclosures relating to the certified investment information to assess whether they are in accordance with the presentation and disclosure requirements of accounting principles generally accepted in the United States of America.

Accordingly, the objective of an ERISA Section 103(a)(3)(C) audit is not to express an opinion about whether the financial statements as a whole are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplemental Schedules Required by ERISA

The supplemental Schedule of Assets (Held at Year-End) and Schedule of Delinquent Participant Contributions are presented for purposes of additional analysis and are not a required part of the financial statements but are supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information included in the supplemental schedules, other than that agreed to or derived from the certified investment information, has been subjected to auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with generally accepted auditing standards. For information included in the supplemental schedules that agreed to or is derived from the certified investment information, we compared such information to the related certified investment information.

In forming our opinion on the supplemental schedules, we evaluated whether the supplemental schedules, other than the information agreed to or derived from the certified investment information, including their form and content, are presented in conformity with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.

In our opinion—

- the form and content of the supplemental schedules, other than the information in the supplemental schedules that agreed to or is derived from the certified investment information, are presented, in all material respects, in conformity with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.
- the information in the supplemental schedules related to assets held by and certified to by a qualified institution agrees to or is derived from, in all material respects, the information prepared and certified by an institution that management determined meets the requirements of ERISA Section 103(a)(3)(C).

BHLF LLP

Walnut Creek, California
October 11, 2022



INDEPENDENT AUDITOR'S REPORT

Plan Administrator
Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan

We were engaged to audit the accompanying financial statements of Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan, which comprise the statement of net assets available for benefits as of December 31, 2020, and the related statement of changes in net assets available for benefits for the year then ended and the related notes to the financial statements.

Management's Responsibility for the Financial Statement

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 a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the 2020 financial statements based on conducting the audit in accordance with auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 3, which was certified by Fidelity Management Trust Company, the trustee of the Plan, except for comparing such information with the related information included in the financial statement. We have been informed by the plan administrator that the trustee holds the Plan's investment assets and executes investment transactions. The plan administrator has obtained a certification from the trustee as of and for the year ended December 31, 2020, that the information provided to the plan administrator by the trustee is complete and accurate.

Disclaimer of Opinion

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the 2020 financial statements. Accordingly, we do not express an opinion on the 2020 financial statements.

Report on Form and Content in Compliance With DOL Rules and Regulations for 2020 Financial Statement

The form and content of the information included in the 2020 financial statements, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

Walnut Creek, California
October 11, 2022

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

Statements of Net Assets Available for Benefits
December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Investments at fair value	\$ 19,400,183	\$ 16,072,732
Receivables		
Notes receivable from participants	190,118	205,953
Participant contributions	-	44,282
Plan sponsor contributions	<u>31,989</u>	<u>31,464</u>
Total assets	<u>19,622,290</u>	<u>16,354,431</u>
LIABILITIES		
Corrective distribution payable	<u>-</u>	<u>43,218</u>
Total liabilities	<u>-</u>	<u>43,218</u>
NET ASSETS AVAILABLE FOR BENEFITS	<u><u>\$ 19,622,290</u></u>	<u><u>\$ 16,311,213</u></u>

The accompanying notes are an integral part of these statements.

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

Statements of Net Assets Available for Benefits
December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ADDITIONS TO NET ASSETS ATTRIBUTED TO:		
Investment income:		
Net appreciation in fair value of investments	\$ 1,255,347	\$ 1,729,567
Interest and dividends	<u>1,245,140</u>	<u>530,043</u>
Total investment income	<u>2,500,487</u>	<u>2,259,610</u>
Contributions:		
Plan sponsor	129,921	120,751
Participants'	1,269,118	1,224,835
Participant rollovers	<u>11,732</u>	<u>29,141</u>
Total contributions	<u>1,410,771</u>	<u>1,374,727</u>
Total additions	<u>3,911,258</u>	<u>3,634,337</u>
DEDUCTIONS FROM NET ASSETS ATTRIBUTED TO:		
Benefits paid to participants	585,165	298,036
Corrective distributions	11,466	43,218
Administrative expenses	1,925	1,331
Deemed distributions	<u>1,625</u>	<u>-</u>
Total deductions	<u>600,181</u>	<u>342,585</u>
NET INCREASE IN NET ASSETS	3,311,077	3,291,752
NET ASSETS AVAILABLE FOR BENEFITS		
Beginning of year	<u>16,311,213</u>	<u>13,019,461</u>
End of year	<u><u>\$ 19,622,290</u></u>	<u><u>\$ 16,311,213</u></u>

The accompanying notes are an integral part of these statements.

ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN

Notes to Financial Statements

1. PLAN DESCRIPTION

The following description of the Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan (Plan) provides only general information. Participants should refer to the plan document for a more complete discussion of the Plan's provisions.

General and eligibility - The Plan is a defined contribution plan covering all eligible employees of Acclamation Insurance Management Services, Inc. (Company). The Plan became effective January 1, 1990 and is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA) and Section 401 (a) of the Internal Revenue Code (IRC). Employees of the Company who are at least 21 years of age and have completed six months of service are eligible to participate in the Plan.

Plan administration - The Company administers the Plan and is the Plan's named fiduciary. Fidelity Management Trust Company (Trustee) is the directed trustee and third party administrator.

Contributions and vesting - Participants may contribute up to the Internal Revenue Service (IRS) limitations of their eligible annual pretax compensation, as defined. Participants who have attained age 50 before the end of the Plan year are eligible to make catch-up contributions. Participants may change their salary deferral elections on a quarterly basis and can direct the investment of their contributions into various investment options offered by the Plan. Participants are allowed to designate all or a portion of their contributions as Roth contributions.

The Company has the ability to make matching contributions on a discretionary basis. For the years ended December 31, 2021 and 2020, the Company elected to contribute up to 18.75% of the first 6% of annual pretax compensation that a participant contributed to the Plan. Matching contributions totaled \$129,921 for 2021, of which \$0 was paid using forfeiture funds, and \$125,118 for 2020, of which \$4,367 was paid using forfeiture funds, as allowed by the Plan. Participant account balances from salary deferral contributions are fully vested at all times. Participants vest in contributions made by the Company ratably over a six year period beginning at the end of the second year.

Participant accounts - Each participant's account is credited with the Company's contributions and the salary deferral contributions as elected by the participant. Earnings and losses on investments made by the Plan, including unrealized gains and losses applicable to fluctuations in the fair values of investments held, are also allocated among the various participants in proportion to their respective account balances. Employer contributions are allocated to participant accounts based on the proportion that each participant's eligible compensation bears to the total of all participants' eligible compensation.

Loans to participants - Participants may borrow against their account balances. Loans are limited to a minimum of \$1,000 and up to a maximum amount equal to the lesser of \$50,000 or 50% of the current value of the participant's account balance, whichever is less. The loans are secured by the balance in the participant's account and bear interest rate of prime plus 1%. Interest rates on notes receivable from participants at December 31, 2021 and 2020 were 4.25% to 6.50%. Principal and interest are paid ratably through payroll deductions.

Benefits and withdrawals - The Plan provides for the payment of benefits to the participant or the participant's beneficiary at retirement, death, hardship, disability or termination of employment with the Company. The Plan permits involuntary distributions of account balances under \$5,000 if a participant terminates employment.

Forfeited accounts - The Plan is allowed to use forfeitures to reduce future Company discretionary contributions. At December 31, 2021 and 2020, there were \$11,085 and \$4,063, respectively, in forfeitures available to reduce employer contributions.

ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN

Notes to Financial Statements

1. PLAN DESCRIPTION (CONTINUED)

CARES Act - The Coronavirus Aid, Relief, and Economic Security (CARES) Act became law on March 27, 2020. It was a response to the market volatility and instability resulting from the coronavirus pandemic, and includes several relief provisions available to tax-qualified retirement plans and their participants. Plan management evaluated the relief provisions available to plan participants under the CARES act and has implemented the following provisions: (a) special coronavirus distributions up to \$100,000 (b) increase the available loan amount as described in Note 1 to the lesser of \$100,000 or 100% of the participant's vested account balance (c) extend the period for loan repayments, if applicable, up to one year and (d) suspended required minimum distributions for 2020.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting - The accompanying financial statements of the Plan have been prepared on the accrual basis of accounting.

Use of estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain amounts and disclosures. Consequently, actual results may differ from such estimates.

Investment valuation and income recognition - The Plan's investments are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 4 for discussion of fair value measurements.

Purchases and sales of investments are reflected on a trade-date basis. Interest and dividend income is recorded as earned on an accrual basis. Dividends are recorded on the ex-dividend date. Net appreciation includes the plan's gains and losses on investments bought and sold as well as held during the year.

Notes receivable from participants - Notes receivable from participants are measured at their unpaid principal balance plus any accrued but unpaid interest. Delinquent participant loans are recorded as distributions based on the terms of the Plan agreement.

Payment of benefits - Benefits are recorded when paid.

Administrative expenses - Certain expenses of maintaining the Plan are paid by the Plan Sponsor.

Recently Adopted Accounting Pronouncement - In August 2018, the Financial Accounting Standards Board issued Accounting Standards Update 2018-13, "*Fair Value Measurement (Topic 820): Disclosure Framework-Changes to the Disclosure Requirements for Fair Value Measurement*", which modifies the disclosure requirements for fair value measurements by removing, modifying, or adding certain disclosures. This guidance became effective for the Plan for the year ended December 31, 2020, but did not have a material impact on the Plan financial statements and disclosures.

ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN

Notes to Financial Statements

3. INFORMATION CERTIFIED BY THE PLAN'S TRUSTEE

The following information included in the accompanying financial statements and supplemental schedules was obtained from data that has been prepared and certified to as complete and accurate by the Plan Trustee as of and for the year ended December 31:

	<u>2021</u>	<u>2020</u>
Mutual funds	\$ 19,400,183	\$ 16,072,732
Notes receivable from participants	<u>190,118</u>	<u>205,953</u>
	<u>\$ 19,590,301</u>	<u>\$ 16,278,685</u>
Net appreciation in fair value of investments	<u>\$ 1,255,347</u>	<u>\$ 1,729,567</u>
Dividend income - mutual funds	<u>\$ 1,234,168</u>	<u>\$ 514,806</u>
Interest income	<u>\$ 10,972</u>	<u>\$ 15,237</u>

4. FAIR VALUE MEASUREMENTS

The FASB *Accounting Standards Codification* (ASC) 820, *Fair Value Measurements and Disclosures*, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurement). The three levels of the fair value hierarchy under FASB ASC 820 are described below:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2: Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2021 and 2020:

Mutual funds: Valued at the net asset value (NAV) of shares, based on quoted market prices, held by the Plan at year-end.

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

Notes to Financial Statements

4. FAIR VALUE MEASUREMENTS (CONTINUED)

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Plan management believes its valuation methodologies are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
<u>2021</u>				
Mutual funds	\$ 19,400,183	\$ -	\$ -	\$ 19,400,183
	<u>\$ 19,400,183</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,400,183</u>
<u>2020</u>				
Mutual funds	\$ 16,072,732	\$ -	\$ -	\$ 16,072,732
	<u>\$ 16,072,732</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,072,732</u>

5. PARTY-IN-INTEREST TRANSACTIONS

Plan assets include investments in funds managed by Fidelity Management Trust Company. All such Plan investment transactions qualify as party-in-interest transactions. Participant loans also qualify as party-in-interest transactions.

6. TAX STATUS

The Plan adopted the Fidelity pre-approved plan, which has obtained an opinion letter dated June 30, 2020, in which the Internal Revenue Service stated that the prototype plan, as then designed, was in compliance with the applicable requirements of the IRC. Though the Plan has been amended, the Plan administrator believes that the Plan is currently designed and being operated in compliance with the applicable requirements of the IRC. Therefore, no provision for income taxes has been included in the Plan's financial statements.

The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Plan administrator believes it is no longer subject to income tax examinations for years prior to 2018.

7. PLAN TERMINATION

Although the Company has not expressed any intent to do so, it has the right under the Plan to discontinue its contributions at any time and to amend or terminate the Plan subject to the provisions of ERISA. In the event of plan termination, participants will become fully vested in their employer contributions.

ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN

Notes to Financial Statements

8. CORRECTIVE DISTRIBUTIONS PAYABLE

In order to pass the Actual Deferral Percentage (ADP) Test, the Plan's management elected to refund excess elective deferrals and earnings thereon to certain highly-compensated employees. The calculated amounts for the year ended December 31, 2020 were \$43,218. There were no excess deferrals for the year ended December 31, 2021. These amounts have been included as corrective distributions payable in the accompanying statements of net assets available for benefits at December 31, 2020.

9. VOLUNTARY CORRECTION PROGRAM

The Company is in process of filing a Voluntary Correction Program ("VCP") submission with the IRS to address a retroactive amendment to formally adopt CarivaCare into the plan. Acceptance of these proposed corrections is still pending IRS review.

This does not have a material impact on the Plan's net assets available for benefits, and the Plan administrator does not expect pending VCP submission to affect the Plan's tax status.

10. DELINQUENT PARTICIPANT CONTRIBUTIONS

Defined contribution plans are required to remit contributions to the Plan as soon as they can be reasonably segregated from the employer's general assets, but no later than the 15th business day following in which the participant contributions are withheld by the employer. During 2021, there were certain pay periods that contributions were not remitted timely.

For the year ended December 31, 2021, contributions of \$19,673 were not remitted as soon as reasonably segregated from the employer's general assets. The correction for delinquent contributions is currently pending the results of the VCP in process regarding adopting CarivaCare into the Plan.

11. RISKS AND UNCERTAINTIES

The Plan invests in various investment securities. Investment securities are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and those changes could materially affect the amounts reported in the statements of net assets available for benefits.

12. SUBSEQUENT EVENTS

The Plan's management has reviewed the results of operations for the period of time from its year ended December 31, 2021 through October 11, 2022, the date the financial statements were available to be issued, and has determined that no additional adjustments are necessary to the amounts reported in the accompanying financial statements nor subsequent events have occurred, the nature of which would require disclosure.

SUPPLEMENTAL INFORMATION

**ACCLAMATION INSURANCE MANAGEMENT
SERVICES, INC. 401(K) PROFIT SHARING PLAN**

Schedule H, Line 4i -
Schedule of Assets (Held at Year End)
As of December 31, 2021
EIN: 94-3105085
Plan Number: 001

(a) Party-in- Interest	(b) Identity of Issuer, Borrower, Lessor or Similar Party	(c) Description of Investment, including Maturity Date, Rate of Interest, Collateral, Par and Maturity Value	(d) Cost	(e) Current Value
	T Rowe Price Dividend Growth Advantage	Mutual Fund	**	\$ 2,839,503
*	Fidelity Asset Manager 85%	Mutual Fund	**	2,009,920
	T Rowe Price Blue Chip Growth Advantage	Mutual Fund	**	1,911,570
*	Fidelity Freedom 2020	Mutual Fund	**	1,666,280
*	Fidelity Freedom 2025	Mutual Fund	**	1,395,472
*	Fidelity Freedom 2030	Mutual Fund	**	989,024
*	Fidelity 500 Index	Mutual Fund	**	955,512
*	Fidelity Asset Manager 40%	Mutual Fund	**	942,043
*	Fidelity Government Money Market	Money Market Account	**	791,891
*	Fidelity Freedom 2035	Mutual Fund	**	568,843
*	Fidelity Freedom 2015	Mutual Fund	**	498,336
	Invesco Diversified Dividend R5	Mutual Fund	**	459,278
*	Fidelity Select Software	Mutual Fund	**	442,051
*	Fidelity Balanced	Mutual Fund	**	372,525
*	Fidelity Freedom 2040	Mutual Fund	**	371,781
*	Fidelity Total Bond	Mutual Fund	**	346,754
	Loomis Small Cap Growth	Mutual Fund	**	302,989
*	Fidelity Freedom 2045	Mutual Fund	**	296,606
*	Fidelity Total Market Index	Mutual Fund	**	237,825
*	Fidelity International Index	Mutual Fund	**	216,372
*	Fidelity Low Priced Stock	Mutual Fund	**	176,409
*	Fidelity Mid Cap Index Adv	Mutual Fund	**	166,166
*	Fidelity Freedom 2050	Mutual Fund	**	165,540
*	Fidelity Freedom 2055	Mutual Fund	**	155,075
*	Fidelity International Small Cap	Mutual Fund	**	125,628
*	Fidelity Asset Manager 60%	Mutual Fund	**	112,701
	Vertus Mid Cap Value	Mutual Fund	**	107,186
*	Fidelity Ext Market Index	Mutual Fund	**	103,771
*	Fidelity Freedom 2060	Mutual Fund	**	94,905
	Oakmark International	Mutual Fund	**	89,861
*	Fidelity Government Income	Mutual Fund	**	84,316
*	Fidelity Freedom Income Fund	Mutual Fund	**	75,539
	Col Mid Cap Growth	Mutual Fund	**	74,225
*	Fidelity High Income	Mutual Fund	**	60,809
	Cohen and Steers Realty	Mutual Fund	**	56,661
*	Fidelity Small Cap Discovery	Mutual Fund	**	44,722
	Harbor International Inv	Mutual Fund	**	28,845
	Invesco International Growth	Mutual Fund	**	22,290
*	Fidelity Small Cap Value	Mutual Fund	**	16,199
*	Fidelity Select Natural Resources	Mutual Fund	**	12,931
	American Century Infl-Adj Bond	Mutual Fund	**	6,561
*	Fidelity Freedom 2005	Mutual Fund	**	4,579
*	Fidelity Freedom 2065	Mutual Fund	**	649
*	Fidelity Freedom 2010	Mutual Fund	**	40
				<u>19,400,183</u>

**ACCLAMATION INSURANCE MANAGEMENT
SERVICES, INC. 401(K) PROFIT SHARING PLAN**

Schedule H, Line 4i -
Schedule of Assets (Held at Year End)
As of December 31, 2021
EIN: 94-3105085
Plan Number: 001

(a) Party-in- Interest	(b) Identity of Issuer, Borrower, Lessor or Similar Party	(c) Description of Investment, including Maturity Date, Rate of Interest, Collateral, Par and Maturity Value	(d) Cost	(e) Current Value
*	Participant Loans	Interest rate: 4.25-6.50%, Maturity 2022 - 2028	**	<u>190,118</u>
				<u><u>\$19,590,301</u></u>
*	Party-in-interest as defined by ERISA.			
**	Cost information is omitted for participant directed investments.			

AIMS, INC. 401(K) PROFIT SHARING PLAN

**SCHEDULE H, LINE 4a
Schedule of Delinquent Participant
Contributions
AS OF DECEMBER 31, 2021**

EIN # 94-3105085

Total that Constitute Nonexempt Prohibited Transactions

<u>Participant Contributions Transferred Late to the Plan</u>	<u>Contributions Not Corrected</u>	<u>Contributions Corrected Outside VFCP</u>	<u>Contributions Pending Correction in VFCP</u>	<u>Total Fully Corrected Under VFCP and PTE 2002- 51</u>
Check here if Late Participant Loan Repayments are included: ☐	\$ 19,673	\$ -	\$ -	\$ -

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

Independent Auditor's Report and Financial Statements
with Supplemental Schedule

Years Ended December 31, 2021 and 2020

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

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INDEPENDENT AUDITOR'S REPORT

Plan Administrator
Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan

Scope and Nature of the ERISA Section 103(a)(3)(C)

We have performed an audit of the accompanying financial statements of Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan (Plan), an employee benefit plan subject to the Employee Retirement Income Security Act of 1974 (ERISA), as permitted by ERISA Section 103(a)(3)(C) [ERISA Section 103(a)(3)(C) audit]. The financial statements comprise the statement of net assets available for benefits as of December 31, 2021, and the related statement of changes in net assets available for benefits for the year then ended, and the related notes to the financial statements.

Management, having determined it is permissible in the circumstances, has elected to have the audit of Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan's financial statements performed in accordance with ERISA Section 103(a)(3)(C) pursuant to 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. As permitted by ERISA Section 103(a)(3)(C), our audit need not extend to any statements or information related to assets held for investment of the plan (investment information) by a bank or similar institution or insurance carrier that is regulated, supervised, and subject to periodic examination by a state or federal agency, provided that the statements or information regarding assets so held are prepared and certified to by the bank or similar institution or insurance carrier in accordance with 29 CFR 2520.103-5 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA (qualified institution).

Management has obtained a certification from a qualified institution as of and for the year ended December 31, 2021, stating that the certified investment information, as described in Note 3 to the financial statements, is complete and accurate.

Opinion

In our opinion, based on our audit and on the procedures performed as described in the Auditor's Responsibilities for the Audit of the Financial Statements section—

- the amounts and disclosures in the financial statements referred to above, other than those agreed to or derived from the certified investment information, are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.
- the information in the financial statements referred to above related to assets held by and certified to by a qualified institution agrees to, or is derived from, in all material respects, the information prepared and certified by an institution that management determined meets the requirements of ERISA Section 103(a)(3)(C).

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our ERISA Section 103(a)(3)(C) audit opinion.

Responsibilities of Management 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, and for 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. Management's election of the ERISA Section 103(a)(3)(C) audit does not affect management's responsibility for the financial statements.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Management is also responsible for maintaining a current plan instrument, including all plan amendments; administering the plan; and determining that the plan's transactions that are presented and disclosed in the financial statements are in conformity with the plan's provisions, including maintaining sufficient records with respect to each of the participants, to determine the benefits due or which may become due to such participants.

Auditor's Responsibilities for the Audit of the Financial Statements

Except as described in the Scope and Nature of the ERISA Section 103(a)(3)(C) Audit section of our report, our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan's ability to continue as a going concern for a reasonable period of time.

Our audit did not extend to the certified investment information, except for obtaining and reading the certification, comparing the certified investment information with the related information presented and disclosed in the financial statements, and reading the disclosures relating to the certified investment information to assess whether they are in accordance with the presentation and disclosure requirements of accounting principles generally accepted in the United States of America.

Accordingly, the objective of an ERISA Section 103(a)(3)(C) audit is not to express an opinion about whether the financial statements as a whole are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplemental Schedules Required by ERISA

The supplemental Schedule of Assets (Held at Year-End) and Schedule of Delinquent Participant Contributions are presented for purposes of additional analysis and are not a required part of the financial statements but are supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information included in the supplemental schedules, other than that agreed to or derived from the certified investment information, has been subjected to auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with generally accepted auditing standards. For information included in the supplemental schedules that agreed to or is derived from the certified investment information, we compared such information to the related certified investment information.

In forming our opinion on the supplemental schedules, we evaluated whether the supplemental schedules, other than the information agreed to or derived from the certified investment information, including their form and content, are presented in conformity with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.

In our opinion—

- the form and content of the supplemental schedules, other than the information in the supplemental schedules that agreed to or is derived from the certified investment information, are presented, in all material respects, in conformity with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.
- the information in the supplemental schedules related to assets held by and certified to by a qualified institution agrees to or is derived from, in all material respects, the information prepared and certified by an institution that management determined meets the requirements of ERISA Section 103(a)(3)(C).

BHLF LLP

Walnut Creek, California
October 11, 2022



INDEPENDENT AUDITOR'S REPORT

Plan Administrator
Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan

We were engaged to audit the accompanying financial statements of Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan, which comprise the statement of net assets available for benefits as of December 31, 2020, and the related statement of changes in net assets available for benefits for the year then ended and the related notes to the financial statements.

Management's Responsibility for the Financial Statement

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 a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the 2020 financial statements based on conducting the audit in accordance with auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 3, which was certified by Fidelity Management Trust Company, the trustee of the Plan, except for comparing such information with the related information included in the financial statement. We have been informed by the plan administrator that the trustee holds the Plan's investment assets and executes investment transactions. The plan administrator has obtained a certification from the trustee as of and for the year ended December 31, 2020, that the information provided to the plan administrator by the trustee is complete and accurate.

Disclaimer of Opinion

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the 2020 financial statements. Accordingly, we do not express an opinion on the 2020 financial statements.

Report on Form and Content in Compliance With DOL Rules and Regulations for 2020 Financial Statement

The form and content of the information included in the 2020 financial statements, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

A stylized, handwritten-style signature of "BHLF LLP" in black ink.

Walnut Creek, California
October 11, 2022

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

Statements of Net Assets Available for Benefits
December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Investments at fair value	\$ 19,400,183	\$ 16,072,732
Receivables		
Notes receivable from participants	190,118	205,953
Participant contributions	-	44,282
Plan sponsor contributions	<u>31,989</u>	<u>31,464</u>
Total assets	<u>19,622,290</u>	<u>16,354,431</u>
LIABILITIES		
Corrective distribution payable	<u>-</u>	<u>43,218</u>
Total liabilities	<u>-</u>	<u>43,218</u>
NET ASSETS AVAILABLE FOR BENEFITS	<u><u>\$ 19,622,290</u></u>	<u><u>\$ 16,311,213</u></u>

The accompanying notes are an integral part of these statements.

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

Statements of Net Assets Available for Benefits
December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ADDITIONS TO NET ASSETS ATTRIBUTED TO:		
Investment income:		
Net appreciation in fair value of investments	\$ 1,255,347	\$ 1,729,567
Interest and dividends	<u>1,245,140</u>	<u>530,043</u>
Total investment income	<u>2,500,487</u>	<u>2,259,610</u>
Contributions:		
Plan sponsor	129,921	120,751
Participants'	1,269,118	1,224,835
Participant rollovers	<u>11,732</u>	<u>29,141</u>
Total contributions	<u>1,410,771</u>	<u>1,374,727</u>
Total additions	<u>3,911,258</u>	<u>3,634,337</u>
 DEDUCTIONS FROM NET ASSETS ATTRIBUTED TO:		
Benefits paid to participants	585,165	298,036
Corrective distributions	11,466	43,218
Administrative expenses	1,925	1,331
Deemed distributions	<u>1,625</u>	<u>-</u>
Total deductions	<u>600,181</u>	<u>342,585</u>
 NET INCREASE IN NET ASSETS	 3,311,077	 3,291,752
 NET ASSETS AVAILABLE FOR BENEFITS		
Beginning of year	<u>16,311,213</u>	<u>13,019,461</u>
End of year	<u><u>\$ 19,622,290</u></u>	<u><u>\$ 16,311,213</u></u>

The accompanying notes are an integral part of these statements.

ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN

Notes to Financial Statements

1. PLAN DESCRIPTION

The following description of the Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan (Plan) provides only general information. Participants should refer to the plan document for a more complete discussion of the Plan's provisions.

General and eligibility - The Plan is a defined contribution plan covering all eligible employees of Acclamation Insurance Management Services, Inc. (Company). The Plan became effective January 1, 1990 and is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA) and Section 401 (a) of the Internal Revenue Code (IRC). Employees of the Company who are at least 21 years of age and have completed six months of service are eligible to participate in the Plan.

Plan administration - The Company administers the Plan and is the Plan's named fiduciary. Fidelity Management Trust Company (Trustee) is the directed trustee and third party administrator.

Contributions and vesting - Participants may contribute up to the Internal Revenue Service (IRS) limitations of their eligible annual pretax compensation, as defined. Participants who have attained age 50 before the end of the Plan year are eligible to make catch-up contributions. Participants may change their salary deferral elections on a quarterly basis and can direct the investment of their contributions into various investment options offered by the Plan. Participants are allowed to designate all or a portion of their contributions as Roth contributions.

The Company has the ability to make matching contributions on a discretionary basis. For the years ended December 31, 2021 and 2020, the Company elected to contribute up to 18.75% of the first 6% of annual pretax compensation that a participant contributed to the Plan. Matching contributions totaled \$129,921 for 2021, of which \$0 was paid using forfeiture funds, and \$125,118 for 2020, of which \$4,367 was paid using forfeiture funds, as allowed by the Plan. Participant account balances from salary deferral contributions are fully vested at all times. Participants vest in contributions made by the Company ratably over a six year period beginning at the end of the second year.

Participant accounts - Each participant's account is credited with the Company's contributions and the salary deferral contributions as elected by the participant. Earnings and losses on investments made by the Plan, including unrealized gains and losses applicable to fluctuations in the fair values of investments held, are also allocated among the various participants in proportion to their respective account balances. Employer contributions are allocated to participant accounts based on the proportion that each participant's eligible compensation bears to the total of all participants' eligible compensation.

Loans to participants - Participants may borrow against their account balances. Loans are limited to a minimum of \$1,000 and up to a maximum amount equal to the lesser of \$50,000 or 50% of the current value of the participant's account balance, whichever is less. The loans are secured by the balance in the participant's account and bear interest rate of prime plus 1%. Interest rates on notes receivable from participants at December 31, 2021 and 2020 were 4.25% to 6.50%. Principal and interest are paid ratably through payroll deductions.

Benefits and withdrawals - The Plan provides for the payment of benefits to the participant or the participant's beneficiary at retirement, death, hardship, disability or termination of employment with the Company. The Plan permits involuntary distributions of account balances under \$5,000 if a participant terminates employment.

Forfeited accounts - The Plan is allowed to use forfeitures to reduce future Company discretionary contributions. At December 31, 2021 and 2020, there were \$11,085 and \$4,063, respectively, in forfeitures available to reduce employer contributions.

ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN

Notes to Financial Statements

1. PLAN DESCRIPTION (CONTINUED)

CARES Act - The Coronavirus Aid, Relief, and Economic Security (CARES) Act became law on March 27, 2020. It was a response to the market volatility and instability resulting from the coronavirus pandemic, and includes several relief provisions available to tax-qualified retirement plans and their participants. Plan management evaluated the relief provisions available to plan participants under the CARES act and has implemented the following provisions: (a) special coronavirus distributions up to \$100,000 (b) increase the available loan amount as described in Note 1 to the lesser of \$100,000 or 100% of the participant's vested account balance (c) extend the period for loan repayments, if applicable, up to one year and (d) suspended required minimum distributions for 2020.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting - The accompanying financial statements of the Plan have been prepared on the accrual basis of accounting.

Use of estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain amounts and disclosures. Consequently, actual results may differ from such estimates.

Investment valuation and income recognition - The Plan's investments are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 4 for discussion of fair value measurements.

Purchases and sales of investments are reflected on a trade-date basis. Interest and dividend income is recorded as earned on an accrual basis. Dividends are recorded on the ex-dividend date. Net appreciation includes the plan's gains and losses on investments bought and sold as well as held during the year.

Notes receivable from participants - Notes receivable from participants are measured at their unpaid principal balance plus any accrued but unpaid interest. Delinquent participant loans are recorded as distributions based on the terms of the Plan agreement.

Payment of benefits - Benefits are recorded when paid.

Administrative expenses - Certain expenses of maintaining the Plan are paid by the Plan Sponsor.

Recently Adopted Accounting Pronouncement - In August 2018, the Financial Accounting Standards Board issued Accounting Standards Update 2018-13, "*Fair Value Measurement (Topic 820): Disclosure Framework-Changes to the Disclosure Requirements for Fair Value Measurement*", which modifies the disclosure requirements for fair value measurements by removing, modifying, or adding certain disclosures. This guidance became effective for the Plan for the year ended December 31, 2020, but did not have a material impact on the Plan financial statements and disclosures.

ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN

Notes to Financial Statements

3. INFORMATION CERTIFIED BY THE PLAN'S TRUSTEE

The following information included in the accompanying financial statements and supplemental schedules was obtained from data that has been prepared and certified to as complete and accurate by the Plan Trustee as of and for the year ended December 31:

	<u>2021</u>	<u>2020</u>
Mutual funds	\$ 19,400,183	\$ 16,072,732
Notes receivable from participants	<u>190,118</u>	<u>205,953</u>
	<u>\$ 19,590,301</u>	<u>\$ 16,278,685</u>
Net appreciation in fair value of investments	<u>\$ 1,255,347</u>	<u>\$ 1,729,567</u>
Dividend income - mutual funds	<u>\$ 1,234,168</u>	<u>\$ 514,806</u>
Interest income	<u>\$ 10,972</u>	<u>\$ 15,237</u>

4. FAIR VALUE MEASUREMENTS

The FASB *Accounting Standards Codification* (ASC) 820, *Fair Value Measurements and Disclosures*, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurement). The three levels of the fair value hierarchy under FASB ASC 820 are described below:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2: Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2021 and 2020:

Mutual funds: Valued at the net asset value (NAV) of shares, based on quoted market prices, held by the Plan at year-end.

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

Notes to Financial Statements

4. FAIR VALUE MEASUREMENTS (CONTINUED)

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Plan management believes its valuation methodologies are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
<u>2021</u>				
Mutual funds	\$ 19,400,183	\$ -	\$ -	\$ 19,400,183
	<u>\$ 19,400,183</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,400,183</u>
<u>2020</u>				
Mutual funds	\$ 16,072,732	\$ -	\$ -	\$ 16,072,732
	<u>\$ 16,072,732</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,072,732</u>

5. PARTY-IN-INTEREST TRANSACTIONS

Plan assets include investments in funds managed by Fidelity Management Trust Company. All such Plan investment transactions qualify as party-in-interest transactions. Participant loans also qualify as party-in-interest transactions.

6. TAX STATUS

The Plan adopted the Fidelity pre-approved plan, which has obtained an opinion letter dated June 30, 2020, in which the Internal Revenue Service stated that the prototype plan, as then designed, was in compliance with the applicable requirements of the IRC. Though the Plan has been amended, the Plan administrator believes that the Plan is currently designed and being operated in compliance with the applicable requirements of the IRC. Therefore, no provision for income taxes has been included in the Plan's financial statements.

The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Plan administrator believes it is no longer subject to income tax examinations for years prior to 2018.

7. PLAN TERMINATION

Although the Company has not expressed any intent to do so, it has the right under the Plan to discontinue its contributions at any time and to amend or terminate the Plan subject to the provisions of ERISA. In the event of plan termination, participants will become fully vested in their employer contributions.

ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN

Notes to Financial Statements

8. CORRECTIVE DISTRIBUTIONS PAYABLE

In order to pass the Actual Deferral Percentage (ADP) Test, the Plan's management elected to refund excess elective deferrals and earnings thereon to certain highly-compensated employees. The calculated amounts for the year ended December 31, 2020 were \$43,218. There were no excess deferrals for the year ended December 31, 2021. These amounts have been included as corrective distributions payable in the accompanying statements of net assets available for benefits at December 31, 2020.

9. VOLUNTARY CORRECTION PROGRAM

The Company is in process of filing a Voluntary Correction Program ("VCP") submission with the IRS to address a retroactive amendment to formally adopt CarivaCare into the plan. Acceptance of these proposed corrections is still pending IRS review.

This does not have a material impact on the Plan's net assets available for benefits, and the Plan administrator does not expect pending VCP submission to affect the Plan's tax status.

10. DELINQUENT PARTICIPANT CONTRIBUTIONS

Defined contribution plans are required to remit contributions to the Plan as soon as they can be reasonably segregated from the employer's general assets, but no later than the 15th business day following in which the participant contributions are withheld by the employer. During 2021, there were certain pay periods that contributions were not remitted timely.

For the year ended December 31, 2021, contributions of \$19,673 were not remitted as soon as reasonably segregated from the employer's general assets. The correction for delinquent contributions is currently pending the results of the VCP in process regarding adopting CarivaCare into the Plan.

11. RISKS AND UNCERTAINTIES

The Plan invests in various investment securities. Investment securities are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and those changes could materially affect the amounts reported in the statements of net assets available for benefits.

12. SUBSEQUENT EVENTS

The Plan's management has reviewed the results of operations for the period of time from its year ended December 31, 2021 through October 11, 2022, the date the financial statements were available to be issued, and has determined that no additional adjustments are necessary to the amounts reported in the accompanying financial statements nor subsequent events have occurred, the nature of which would require disclosure.

SUPPLEMENTAL INFORMATION

**ACCLAMATION INSURANCE MANAGEMENT
SERVICES, INC. 401(K) PROFIT SHARING PLAN**

Schedule H, Line 4i -
Schedule of Assets (Held at Year End)
As of December 31, 2021
EIN: 94-3105085
Plan Number: 001

(a) Party-in- Interest	(b) Identity of Issuer, Borrower, Lessor or Similar Party	(c) Description of Investment, including Maturity Date, Rate of Interest, Collateral, Par and Maturity Value	(d) Cost	(e) Current Value
	T Rowe Price Dividend Growth Advantage	Mutual Fund	**	\$ 2,839,503
*	Fidelity Asset Manager 85%	Mutual Fund	**	2,009,920
	T Rowe Price Blue Chip Growth Advantage	Mutual Fund	**	1,911,570
*	Fidelity Freedom 2020	Mutual Fund	**	1,666,280
*	Fidelity Freedom 2025	Mutual Fund	**	1,395,472
*	Fidelity Freedom 2030	Mutual Fund	**	989,024
*	Fidelity 500 Index	Mutual Fund	**	955,512
*	Fidelity Asset Manager 40%	Mutual Fund	**	942,043
*	Fidelity Government Money Market	Money Market Account	**	791,891
*	Fidelity Freedom 2035	Mutual Fund	**	568,843
*	Fidelity Freedom 2015	Mutual Fund	**	498,336
	Invesco Diversified Dividend R5	Mutual Fund	**	459,278
*	Fidelity Select Software	Mutual Fund	**	442,051
*	Fidelity Balanced	Mutual Fund	**	372,525
*	Fidelity Freedom 2040	Mutual Fund	**	371,781
*	Fidelity Total Bond	Mutual Fund	**	346,754
	Loomis Small Cap Growth	Mutual Fund	**	302,989
*	Fidelity Freedom 2045	Mutual Fund	**	296,606
*	Fidelity Total Market Index	Mutual Fund	**	237,825
*	Fidelity International Index	Mutual Fund	**	216,372
*	Fidelity Low Priced Stock	Mutual Fund	**	176,409
*	Fidelity Mid Cap Index Adv	Mutual Fund	**	166,166
*	Fidelity Freedom 2050	Mutual Fund	**	165,540
*	Fidelity Freedom 2055	Mutual Fund	**	155,075
*	Fidelity International Small Cap	Mutual Fund	**	125,628
*	Fidelity Asset Manager 60%	Mutual Fund	**	112,701
	Vertus Mid Cap Value	Mutual Fund	**	107,186
*	Fidelity Ext Market Index	Mutual Fund	**	103,771
*	Fidelity Freedom 2060	Mutual Fund	**	94,905
	Oakmark International	Mutual Fund	**	89,861
*	Fidelity Government Income	Mutual Fund	**	84,316
*	Fidelity Freedom Income Fund	Mutual Fund	**	75,539
	Col Mid Cap Growth	Mutual Fund	**	74,225
*	Fidelity High Income	Mutual Fund	**	60,809
	Cohen and Steers Realty	Mutual Fund	**	56,661
*	Fidelity Small Cap Discovery	Mutual Fund	**	44,722
	Harbor International Inv	Mutual Fund	**	28,845
	Invesco International Growth	Mutual Fund	**	22,290
*	Fidelity Small Cap Value	Mutual Fund	**	16,199
*	Fidelity Select Natural Resources	Mutual Fund	**	12,931
	American Century Infl-Adj Bond	Mutual Fund	**	6,561
*	Fidelity Freedom 2005	Mutual Fund	**	4,579
*	Fidelity Freedom 2065	Mutual Fund	**	649
*	Fidelity Freedom 2010	Mutual Fund	**	40
				<u>19,400,183</u>

**ACCLAMATION INSURANCE MANAGEMENT
SERVICES, INC. 401(K) PROFIT SHARING PLAN**

Schedule H, Line 4i -
Schedule of Assets (Held at Year End)
As of December 31, 2021
EIN: 94-3105085
Plan Number: 001

(a) Party-in- Interest	(b) Identity of Issuer, Borrower, Lessor or Similar Party	(c) Description of Investment, including Maturity Date, Rate of Interest, Collateral, Par and Maturity Value	(d) Cost	(e) Current Value
*	Participant Loans	Interest rate: 4.25-6.50%, Maturity 2022 - 2028	**	<u>190,118</u>
				<u><u>\$19,590,301</u></u>
*	Party-in-interest as defined by ERISA.			
**	Cost information is omitted for participant directed investments.			

AIMS, INC. 401(K) PROFIT SHARING PLAN

**SCHEDULE H, LINE 4a
Schedule of Delinquent Participant
Contributions
AS OF DECEMBER 31, 2021**

EIN # 94-3105085

Total that Constitute Nonexempt Prohibited Transactions

<u>Participant Contributions Transferred Late to the Plan</u>	<u>Contributions Not Corrected</u>	<u>Contributions Corrected Outside VFCP</u>	<u>Contributions Pending Correction in VFCP</u>	<u>Total Fully Corrected Under VFCP and PTE 2002- 51</u>
Check here if Late Participant Loan Repayments are included: ☐	\$ 19,673	\$ -	\$ -	\$ -

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

Independent Auditor's Report and Financial Statements
with Supplemental Schedule

Years Ended December 31, 2021 and 2020

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

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INDEPENDENT AUDITOR'S REPORT

Plan Administrator
Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan

Scope and Nature of the ERISA Section 103(a)(3)(C)

We have performed an audit of the accompanying financial statements of Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan (Plan), an employee benefit plan subject to the Employee Retirement Income Security Act of 1974 (ERISA), as permitted by ERISA Section 103(a)(3)(C) [ERISA Section 103(a)(3)(C) audit]. The financial statements comprise the statement of net assets available for benefits as of December 31, 2021, and the related statement of changes in net assets available for benefits for the year then ended, and the related notes to the financial statements.

Management, having determined it is permissible in the circumstances, has elected to have the audit of Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan's financial statements performed in accordance with ERISA Section 103(a)(3)(C) pursuant to 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. As permitted by ERISA Section 103(a)(3)(C), our audit need not extend to any statements or information related to assets held for investment of the plan (investment information) by a bank or similar institution or insurance carrier that is regulated, supervised, and subject to periodic examination by a state or federal agency, provided that the statements or information regarding assets so held are prepared and certified to by the bank or similar institution or insurance carrier in accordance with 29 CFR 2520.103-5 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA (qualified institution).

Management has obtained a certification from a qualified institution as of and for the year ended December 31, 2021, stating that the certified investment information, as described in Note 3 to the financial statements, is complete and accurate.

Opinion

In our opinion, based on our audit and on the procedures performed as described in the Auditor's Responsibilities for the Audit of the Financial Statements section—

- the amounts and disclosures in the financial statements referred to above, other than those agreed to or derived from the certified investment information, are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.
- the information in the financial statements referred to above related to assets held by and certified to by a qualified institution agrees to, or is derived from, in all material respects, the information prepared and certified by an institution that management determined meets the requirements of ERISA Section 103(a)(3)(C).

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our ERISA Section 103(a)(3)(C) audit opinion.

Responsibilities of Management 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, and for 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. Management's election of the ERISA Section 103(a)(3)(C) audit does not affect management's responsibility for the financial statements.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Management is also responsible for maintaining a current plan instrument, including all plan amendments; administering the plan; and determining that the plan's transactions that are presented and disclosed in the financial statements are in conformity with the plan's provisions, including maintaining sufficient records with respect to each of the participants, to determine the benefits due or which may become due to such participants.

Auditor's Responsibilities for the Audit of the Financial Statements

Except as described in the Scope and Nature of the ERISA Section 103(a)(3)(C) Audit section of our report, our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan's ability to continue as a going concern for a reasonable period of time.

Our audit did not extend to the certified investment information, except for obtaining and reading the certification, comparing the certified investment information with the related information presented and disclosed in the financial statements, and reading the disclosures relating to the certified investment information to assess whether they are in accordance with the presentation and disclosure requirements of accounting principles generally accepted in the United States of America.

Accordingly, the objective of an ERISA Section 103(a)(3)(C) audit is not to express an opinion about whether the financial statements as a whole are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplemental Schedules Required by ERISA

The supplemental Schedule of Assets (Held at Year-End) and Schedule of Delinquent Participant Contributions are presented for purposes of additional analysis and are not a required part of the financial statements but are supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information included in the supplemental schedules, other than that agreed to or derived from the certified investment information, has been subjected to auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with generally accepted auditing standards. For information included in the supplemental schedules that agreed to or is derived from the certified investment information, we compared such information to the related certified investment information.

In forming our opinion on the supplemental schedules, we evaluated whether the supplemental schedules, other than the information agreed to or derived from the certified investment information, including their form and content, are presented in conformity with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.

In our opinion—

- the form and content of the supplemental schedules, other than the information in the supplemental schedules that agreed to or is derived from the certified investment information, are presented, in all material respects, in conformity with the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA.
- the information in the supplemental schedules related to assets held by and certified to by a qualified institution agrees to or is derived from, in all material respects, the information prepared and certified by an institution that management determined meets the requirements of ERISA Section 103(a)(3)(C).

BHLF LLP

Walnut Creek, California
October 11, 2022



INDEPENDENT AUDITOR'S REPORT

Plan Administrator
Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan

We were engaged to audit the accompanying financial statements of Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan, which comprise the statement of net assets available for benefits as of December 31, 2020, and the related statement of changes in net assets available for benefits for the year then ended and the related notes to the financial statements.

Management's Responsibility for the Financial Statement

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 a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the 2020 financial statements based on conducting the audit in accordance with auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

Basis for Disclaimer of Opinion

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 3, which was certified by Fidelity Management Trust Company, the trustee of the Plan, except for comparing such information with the related information included in the financial statement. We have been informed by the plan administrator that the trustee holds the Plan's investment assets and executes investment transactions. The plan administrator has obtained a certification from the trustee as of and for the year ended December 31, 2020, that the information provided to the plan administrator by the trustee is complete and accurate.

Disclaimer of Opinion

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on the 2020 financial statements. Accordingly, we do not express an opinion on the 2020 financial statements.

Report on Form and Content in Compliance With DOL Rules and Regulations for 2020 Financial Statement

The form and content of the information included in the 2020 financial statements, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

BHLF LLP

Walnut Creek, California
October 11, 2022

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

Statements of Net Assets Available for Benefits
December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
Investments at fair value	\$ 19,400,183	\$ 16,072,732
Receivables		
Notes receivable from participants	190,118	205,953
Participant contributions	-	44,282
Plan sponsor contributions	<u>31,989</u>	<u>31,464</u>
Total assets	<u>19,622,290</u>	<u>16,354,431</u>
LIABILITIES		
Corrective distribution payable	<u>-</u>	<u>43,218</u>
Total liabilities	<u>-</u>	<u>43,218</u>
NET ASSETS AVAILABLE FOR BENEFITS	<u><u>\$ 19,622,290</u></u>	<u><u>\$ 16,311,213</u></u>

The accompanying notes are an integral part of these statements.

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

Statements of Net Assets Available for Benefits
December 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ADDITIONS TO NET ASSETS ATTRIBUTED TO:		
Investment income:		
Net appreciation in fair value of investments	\$ 1,255,347	\$ 1,729,567
Interest and dividends	<u>1,245,140</u>	<u>530,043</u>
Total investment income	<u>2,500,487</u>	<u>2,259,610</u>
Contributions:		
Plan sponsor	129,921	120,751
Participants'	1,269,118	1,224,835
Participant rollovers	<u>11,732</u>	<u>29,141</u>
Total contributions	<u>1,410,771</u>	<u>1,374,727</u>
Total additions	<u>3,911,258</u>	<u>3,634,337</u>
 DEDUCTIONS FROM NET ASSETS ATTRIBUTED TO:		
Benefits paid to participants	585,165	298,036
Corrective distributions	11,466	43,218
Administrative expenses	1,925	1,331
Deemed distributions	<u>1,625</u>	<u>-</u>
Total deductions	<u>600,181</u>	<u>342,585</u>
 NET INCREASE IN NET ASSETS	 3,311,077	 3,291,752
 NET ASSETS AVAILABLE FOR BENEFITS		
Beginning of year	<u>16,311,213</u>	<u>13,019,461</u>
End of year	<u><u>\$ 19,622,290</u></u>	<u><u>\$ 16,311,213</u></u>

The accompanying notes are an integral part of these statements.

ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN

Notes to Financial Statements

1. PLAN DESCRIPTION

The following description of the Acclamation Insurance Management Services, Inc. 401(k) Profit Sharing Plan (Plan) provides only general information. Participants should refer to the plan document for a more complete discussion of the Plan's provisions.

General and eligibility - The Plan is a defined contribution plan covering all eligible employees of Acclamation Insurance Management Services, Inc. (Company). The Plan became effective January 1, 1990 and is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA) and Section 401 (a) of the Internal Revenue Code (IRC). Employees of the Company who are at least 21 years of age and have completed six months of service are eligible to participate in the Plan.

Plan administration - The Company administers the Plan and is the Plan's named fiduciary. Fidelity Management Trust Company (Trustee) is the directed trustee and third party administrator.

Contributions and vesting - Participants may contribute up to the Internal Revenue Service (IRS) limitations of their eligible annual pretax compensation, as defined. Participants who have attained age 50 before the end of the Plan year are eligible to make catch-up contributions. Participants may change their salary deferral elections on a quarterly basis and can direct the investment of their contributions into various investment options offered by the Plan. Participants are allowed to designate all or a portion of their contributions as Roth contributions.

The Company has the ability to make matching contributions on a discretionary basis. For the years ended December 31, 2021 and 2020, the Company elected to contribute up to 18.75% of the first 6% of annual pretax compensation that a participant contributed to the Plan. Matching contributions totaled \$129,921 for 2021, of which \$0 was paid using forfeiture funds, and \$125,118 for 2020, of which \$4,367 was paid using forfeiture funds, as allowed by the Plan. Participant account balances from salary deferral contributions are fully vested at all times. Participants vest in contributions made by the Company ratably over a six year period beginning at the end of the second year.

Participant accounts - Each participant's account is credited with the Company's contributions and the salary deferral contributions as elected by the participant. Earnings and losses on investments made by the Plan, including unrealized gains and losses applicable to fluctuations in the fair values of investments held, are also allocated among the various participants in proportion to their respective account balances. Employer contributions are allocated to participant accounts based on the proportion that each participant's eligible compensation bears to the total of all participants' eligible compensation.

Loans to participants - Participants may borrow against their account balances. Loans are limited to a minimum of \$1,000 and up to a maximum amount equal to the lesser of \$50,000 or 50% of the current value of the participant's account balance, whichever is less. The loans are secured by the balance in the participant's account and bear interest rate of prime plus 1%. Interest rates on notes receivable from participants at December 31, 2021 and 2020 were 4.25% to 6.50%. Principal and interest are paid ratably through payroll deductions.

Benefits and withdrawals - The Plan provides for the payment of benefits to the participant or the participant's beneficiary at retirement, death, hardship, disability or termination of employment with the Company. The Plan permits involuntary distributions of account balances under \$5,000 if a participant terminates employment.

Forfeited accounts - The Plan is allowed to use forfeitures to reduce future Company discretionary contributions. At December 31, 2021 and 2020, there were \$11,085 and \$4,063, respectively, in forfeitures available to reduce employer contributions.

ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN

Notes to Financial Statements

1. PLAN DESCRIPTION (CONTINUED)

CARES Act - The Coronavirus Aid, Relief, and Economic Security (CARES) Act became law on March 27, 2020. It was a response to the market volatility and instability resulting from the coronavirus pandemic, and includes several relief provisions available to tax-qualified retirement plans and their participants. Plan management evaluated the relief provisions available to plan participants under the CARES act and has implemented the following provisions: (a) special coronavirus distributions up to \$100,000 (b) increase the available loan amount as described in Note 1 to the lesser of \$100,000 or 100% of the participant's vested account balance (c) extend the period for loan repayments, if applicable, up to one year and (d) suspended required minimum distributions for 2020.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of accounting - The accompanying financial statements of the Plan have been prepared on the accrual basis of accounting.

Use of estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain amounts and disclosures. Consequently, actual results may differ from such estimates.

Investment valuation and income recognition - The Plan's investments are stated at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 4 for discussion of fair value measurements.

Purchases and sales of investments are reflected on a trade-date basis. Interest and dividend income is recorded as earned on an accrual basis. Dividends are recorded on the ex-dividend date. Net appreciation includes the plan's gains and losses on investments bought and sold as well as held during the year.

Notes receivable from participants - Notes receivable from participants are measured at their unpaid principal balance plus any accrued but unpaid interest. Delinquent participant loans are recorded as distributions based on the terms of the Plan agreement.

Payment of benefits - Benefits are recorded when paid.

Administrative expenses - Certain expenses of maintaining the Plan are paid by the Plan Sponsor.

Recently Adopted Accounting Pronouncement - In August 2018, the Financial Accounting Standards Board issued Accounting Standards Update 2018-13, "*Fair Value Measurement (Topic 820): Disclosure Framework-Changes to the Disclosure Requirements for Fair Value Measurement*", which modifies the disclosure requirements for fair value measurements by removing, modifying, or adding certain disclosures. This guidance became effective for the Plan for the year ended December 31, 2020, but did not have a material impact on the Plan financial statements and disclosures.

ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN

Notes to Financial Statements

3. INFORMATION CERTIFIED BY THE PLAN'S TRUSTEE

The following information included in the accompanying financial statements and supplemental schedules was obtained from data that has been prepared and certified to as complete and accurate by the Plan Trustee as of and for the year ended December 31:

	<u>2021</u>	<u>2020</u>
Mutual funds	\$ 19,400,183	\$ 16,072,732
Notes receivable from participants	<u>190,118</u>	<u>205,953</u>
	<u>\$ 19,590,301</u>	<u>\$ 16,278,685</u>
Net appreciation in fair value of investments	<u>\$ 1,255,347</u>	<u>\$ 1,729,567</u>
Dividend income - mutual funds	<u>\$ 1,234,168</u>	<u>\$ 514,806</u>
Interest income	<u>\$ 10,972</u>	<u>\$ 15,237</u>

4. FAIR VALUE MEASUREMENTS

The FASB *Accounting Standards Codification* (ASC) 820, *Fair Value Measurements and Disclosures*, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurement) and the lowest priority to unobservable inputs (level 3 measurement). The three levels of the fair value hierarchy under FASB ASC 820 are described below:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2: Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2021 and 2020:

Mutual funds: Valued at the net asset value (NAV) of shares, based on quoted market prices, held by the Plan at year-end.

**ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN**

Notes to Financial Statements

4. FAIR VALUE MEASUREMENTS (CONTINUED)

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Plan management believes its valuation methodologies are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the Plan's assets at fair value as of December 31:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
<u>2021</u>				
Mutual funds	\$ 19,400,183	\$ -	\$ -	\$ 19,400,183
	<u>\$ 19,400,183</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,400,183</u>
<u>2020</u>				
Mutual funds	\$ 16,072,732	\$ -	\$ -	\$ 16,072,732
	<u>\$ 16,072,732</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 16,072,732</u>

5. PARTY-IN-INTEREST TRANSACTIONS

Plan assets include investments in funds managed by Fidelity Management Trust Company. All such Plan investment transactions qualify as party-in-interest transactions. Participant loans also qualify as party-in-interest transactions.

6. TAX STATUS

The Plan adopted the Fidelity pre-approved plan, which has obtained an opinion letter dated June 30, 2020, in which the Internal Revenue Service stated that the prototype plan, as then designed, was in compliance with the applicable requirements of the IRC. Though the Plan has been amended, the Plan administrator believes that the Plan is currently designed and being operated in compliance with the applicable requirements of the IRC. Therefore, no provision for income taxes has been included in the Plan's financial statements.

The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Plan administrator believes it is no longer subject to income tax examinations for years prior to 2018.

7. PLAN TERMINATION

Although the Company has not expressed any intent to do so, it has the right under the Plan to discontinue its contributions at any time and to amend or terminate the Plan subject to the provisions of ERISA. In the event of plan termination, participants will become fully vested in their employer contributions.

ACCLAMATION INSURANCE MANAGEMENT SERVICES, INC.
401(K) PROFIT SHARING PLAN

Notes to Financial Statements

8. CORRECTIVE DISTRIBUTIONS PAYABLE

In order to pass the Actual Deferral Percentage (ADP) Test, the Plan's management elected to refund excess elective deferrals and earnings thereon to certain highly-compensated employees. The calculated amounts for the year ended December 31, 2020 were \$43,218. There were no excess deferrals for the year ended December 31, 2021. These amounts have been included as corrective distributions payable in the accompanying statements of net assets available for benefits at December 31, 2020.

9. VOLUNTARY CORRECTION PROGRAM

The Company is in process of filing a Voluntary Correction Program ("VCP") submission with the IRS to address a retroactive amendment to formally adopt CarivaCare into the plan. Acceptance of these proposed corrections is still pending IRS review.

This does not have a material impact on the Plan's net assets available for benefits, and the Plan administrator does not expect pending VCP submission to affect the Plan's tax status.

10. DELINQUENT PARTICIPANT CONTRIBUTIONS

Defined contribution plans are required to remit contributions to the Plan as soon as they can be reasonably segregated from the employer's general assets, but no later than the 15th business day following in which the participant contributions are withheld by the employer. During 2021, there were certain pay periods that contributions were not remitted timely.

For the year ended December 31, 2021, contributions of \$19,673 were not remitted as soon as reasonably segregated from the employer's general assets. The correction for delinquent contributions is currently pending the results of the VCP in process regarding adopting CarivaCare into the Plan.

11. RISKS AND UNCERTAINTIES

The Plan invests in various investment securities. Investment securities are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and those changes could materially affect the amounts reported in the statements of net assets available for benefits.

12. SUBSEQUENT EVENTS

The Plan's management has reviewed the results of operations for the period of time from its year ended December 31, 2021 through October 11, 2022, the date the financial statements were available to be issued, and has determined that no additional adjustments are necessary to the amounts reported in the accompanying financial statements nor subsequent events have occurred, the nature of which would require disclosure.

SUPPLEMENTAL INFORMATION

**ACCLAMATION INSURANCE MANAGEMENT
SERVICES, INC. 401(K) PROFIT SHARING PLAN**

Schedule H, Line 4i -
Schedule of Assets (Held at Year End)
As of December 31, 2021
EIN: 94-3105085
Plan Number: 001

(a) Party-in- Interest	(b) Identity of Issuer, Borrower, Lessor or Similar Party	(c) Description of Investment, including Maturity Date, Rate of Interest, Collateral, Par and Maturity Value	(d) Cost	(e) Current Value
	T Rowe Price Dividend Growth Advantage	Mutual Fund	**	\$ 2,839,503
*	Fidelity Asset Manager 85%	Mutual Fund	**	2,009,920
	T Rowe Price Blue Chip Growth Advantage	Mutual Fund	**	1,911,570
*	Fidelity Freedom 2020	Mutual Fund	**	1,666,280
*	Fidelity Freedom 2025	Mutual Fund	**	1,395,472
*	Fidelity Freedom 2030	Mutual Fund	**	989,024
*	Fidelity 500 Index	Mutual Fund	**	955,512
*	Fidelity Asset Manager 40%	Mutual Fund	**	942,043
*	Fidelity Government Money Market	Money Market Account	**	791,891
*	Fidelity Freedom 2035	Mutual Fund	**	568,843
*	Fidelity Freedom 2015	Mutual Fund	**	498,336
	Invesco Diversified Dividend R5	Mutual Fund	**	459,278
*	Fidelity Select Software	Mutual Fund	**	442,051
*	Fidelity Balanced	Mutual Fund	**	372,525
*	Fidelity Freedom 2040	Mutual Fund	**	371,781
*	Fidelity Total Bond	Mutual Fund	**	346,754
	Loomis Small Cap Growth	Mutual Fund	**	302,989
*	Fidelity Freedom 2045	Mutual Fund	**	296,606
*	Fidelity Total Market Index	Mutual Fund	**	237,825
*	Fidelity International Index	Mutual Fund	**	216,372
*	Fidelity Low Priced Stock	Mutual Fund	**	176,409
*	Fidelity Mid Cap Index Adv	Mutual Fund	**	166,166
*	Fidelity Freedom 2050	Mutual Fund	**	165,540
*	Fidelity Freedom 2055	Mutual Fund	**	155,075
*	Fidelity International Small Cap	Mutual Fund	**	125,628
*	Fidelity Asset Manager 60%	Mutual Fund	**	112,701
	Vertus Mid Cap Value	Mutual Fund	**	107,186
*	Fidelity Ext Market Index	Mutual Fund	**	103,771
*	Fidelity Freedom 2060	Mutual Fund	**	94,905
	Oakmark International	Mutual Fund	**	89,861
*	Fidelity Government Income	Mutual Fund	**	84,316
*	Fidelity Freedom Income Fund	Mutual Fund	**	75,539
	Col Mid Cap Growth	Mutual Fund	**	74,225
*	Fidelity High Income	Mutual Fund	**	60,809
	Cohen and Steers Realty	Mutual Fund	**	56,661
*	Fidelity Small Cap Discovery	Mutual Fund	**	44,722
	Harbor International Inv	Mutual Fund	**	28,845
	Invesco International Growth	Mutual Fund	**	22,290
*	Fidelity Small Cap Value	Mutual Fund	**	16,199
*	Fidelity Select Natural Resources	Mutual Fund	**	12,931
	American Century Infl-Adj Bond	Mutual Fund	**	6,561
*	Fidelity Freedom 2005	Mutual Fund	**	4,579
*	Fidelity Freedom 2065	Mutual Fund	**	649
*	Fidelity Freedom 2010	Mutual Fund	**	40
				<u>19,400,183</u>

**ACCLAMATION INSURANCE MANAGEMENT
SERVICES, INC. 401(K) PROFIT SHARING PLAN**

Schedule H, Line 4i -
Schedule of Assets (Held at Year End)
As of December 31, 2021
EIN: 94-3105085
Plan Number: 001

(a) Party-in- Interest	(b) Identity of Issuer, Borrower, Lessor or Similar Party	(c) Description of Investment, including Maturity Date, Rate of Interest, Collateral, Par and Maturity Value	(d) Cost	(e) Current Value
*	Participant Loans	Interest rate: 4.25-6.50%, Maturity 2022 - 2028	**	<u>190,118</u>
				<u><u>\$19,590,301</u></u>
*	Party-in-interest as defined by ERISA.			
**	Cost information is omitted for participant directed investments.			

AIMS, INC. 401(K) PROFIT SHARING PLAN

**SCHEDULE H, LINE 4a
Schedule of Delinquent Participant
Contributions
AS OF DECEMBER 31, 2021**

EIN # 94-3105085

Total that Constitute Nonexempt Prohibited Transactions

<u>Participant Contributions Transferred Late to the Plan</u>	<u>Contributions Not Corrected</u>	<u>Contributions Corrected Outside VFCP</u>	<u>Contributions Pending Correction in VFCP</u>	<u>Total Fully Corrected Under VFCP and PTE 2002- 51</u>
Check here if Late Participant Loan Repayments are included: ☐	\$ 19,673	\$ -	\$ -	\$ -