

JEWISH FEDERATION OF GREATER LONG BEACH AND WEST ORANGE COUNTY AND JEWISH COMMUNITY FOUNDATION

CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2019

(with comparative totals for 2018)

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Jewish Federation of Greater Long Beach and West Orange County
and Jewish Community Foundation

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Jewish Federation of Greater Long Beach and West Orange County and Jewish Community Foundation (collectively, the "Organization"), which comprise the consolidated statement of financial position as of June 30, 2019, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

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

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Jewish Federation of Greater Long Beach and West Orange County and Jewish Community Foundation as of June 30, 2019, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1, during the year ended June 30, 2019, the Organization adopted Accounting Standards Update (ASU) No. 2016-14, *Not-for-Profit Entities (Topic): Presentation of Financial Statements of Not-for-Profit Entities*. Our opinion is not modified with respect to this matter.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplemental schedules on pages 30 and 31 are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Report on Summarized Comparative Information

We have previously audited the Jewish Federation of Greater Long Beach and West Orange County and Jewish Community Foundation's 2018 consolidated financial statements, and we expressed an unmodified audit opinion on those audited consolidated financial statements in our report dated November 28, 2018. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2018, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.



Long Beach, California
January 24, 2020

**JEWISH FEDERATION OF GREATER LONG BEACH
AND WEST ORANGE COUNTY
AND
JEWISH COMMUNITY FOUNDATION**

**CONSOLIDATED STATEMENT OF FINANCIAL POSITION
JUNE 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)**

ASSETS

	June 30,	
	2019	2018
ASSETS		
Cash and cash equivalents	\$ 2,572,389	\$ 868,976
Investments (Note 5)	27,938,892	16,859,918
Pledges and other receivables, net (Note 3)	566,117	484,394
Prepaid expenses	10,164	8,510
Property and equipment, net (Note 4)	8,604,517	8,895,221
Cash surrender value of life insurance	338,940	331,040
Charitable remainder trust assets - held for others	<u>1,098,299</u>	<u>1,205,393</u>
TOTAL ASSETS	<u><u>\$ 41,129,318</u></u>	<u><u>\$ 28,653,452</u></u>

LIABILITIES AND NET ASSETS

LIABILITIES		
Accounts payable and accrued liabilities	\$ 723,013	\$ 64,021
Jewish Federations of North America payable	113,677	116,584
Grants payable	87,626	182,568
AJCC payable	282,000	282,000
Capital lease obligation (Note 9)	1,472,528	1,438,733
Funds held on behalf of other organizations	2,559,082	2,622,531
Charitable remainder trust liability - held for others	<u>1,098,299</u>	<u>1,205,393</u>
Total Liabilities	<u>6,336,225</u>	<u>5,911,830</u>

COMMITMENTS AND CONTINGENCIES (Note 9)

NET ASSETS (Note 7)

Without donor restrictions

Undesignated	8,479,839	8,672,746
Designated by the Board	<u>14,579,559</u>	<u>2,118,800</u>
	<u>23,059,398</u>	<u>10,791,546</u>

With donor restrictions

Purpose and time restrictions	4,169,802	4,443,490
Perpetual in nature	<u>7,563,893</u>	<u>7,506,586</u>
	<u>11,733,695</u>	<u>11,950,076</u>

Total Net Assets	<u>34,793,093</u>	<u>22,741,622</u>
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TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 41,129,318</u></u>	<u><u>\$ 28,653,452</u></u>
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The accompanying notes are an integral part of these consolidated financial statements.

**JEWISH FEDERATION OF GREATER LONG BEACH
AND WEST ORANGE COUNTY
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**CONSOLIDATED STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)**

	2019			2018
	Without Donor Restrictions	With Donor Restrictions	Total	Total
SUPPORT AND REVENUE				
Contributions	\$ 963,101	\$ 344,903	\$ 1,308,004	\$ 2,120,187
Federation Towers contribution	12,311,721	-	12,311,721	-
Investment return, net	293,184	505,832	799,016	787,662
Jewish Community				
Chronicle	64,988	-	64,988	74,745
Special event, net	47,079	-	47,079	-
Programmatic events	75,866	-	75,866	128,011
Other income	570,626	-	570,626	468,903
Net assets released from restrictions	1,067,116	(1,067,116)	-	-
Total Support and Revenue	<u>15,393,681</u>	<u>(216,381)</u>	<u>15,177,300</u>	<u>3,579,508</u>
EXPENSES				
Program services	2,283,862	-	2,283,862	2,398,774
General and administrative	573,320	-	573,320	414,205
Fundraising expenses	268,647	-	268,647	325,167
Total Expenses	<u>3,125,829</u>	<u>-</u>	<u>3,125,829</u>	<u>3,138,146</u>
CHANGE IN NET ASSETS	12,267,852	(216,381)	12,051,471	441,362
NET ASSETS AT BEGINNING OF YEAR	<u>10,791,546</u>	<u>11,950,076</u>	<u>22,741,622</u>	<u>22,300,260</u>
NET ASSETS AT END OF YEAR	<u>\$ 23,059,398</u>	<u>\$ 11,733,695</u>	<u>\$ 34,793,093</u>	<u>\$ 22,741,622</u>

The accompanying notes are an integral part of these consolidated financial statements.

**JEWISH FEDERATION OF GREATER LONG BEACH
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**CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)**

	2019						
	External Allocations	Outreach	Total Program	General and Administrative	Fundraising	Total	2018
Salaries and wages	\$ -	\$ 123,880	\$ 123,880	\$ 294,564	\$ 130,567	\$ 549,011	\$ 586,636
Payroll taxes	-	10,236	10,236	24,276	10,779	45,291	42,052
Employment benefits	-	24,230	24,230	57,465	25,516	107,211	112,079
Total salaries, wages, and benefits	-	158,346	158,346	376,305	166,862	701,513	740,767
Allocations and grants	1,217,211	-	1,217,211	-	-	1,217,211	1,236,103
Campus maintenance	-	296,630	296,630	-	-	296,630	353,570
Computers	-	6,272	6,272	14,852	6,605	27,729	28,146
Conference	-	1,274	1,274	3,021	1,342	5,637	7,381
Credit card fees	-	318	318	754	10,547	11,619	16,776
Insurance	-	32,984	32,984	5,925	10,283	49,192	51,938
Miscellaneous	-	715	719	1,708	2,714	5,141	8,745
Newspaper expense	-	49,283	49,283	-	-	49,283	55,427
Occupancy expense	-	9,059	9,059	-	-	9,059	12,243
Office expense	-	2,031	2,031	-	-	2,031	11,386
Professional services	-	16,479	16,479	59,882	12,714	89,075	61,802
Program events	-	34,134	34,134	-	54,438	88,572	92,318
Interest expense	-	-	-	103,795	-	103,795	-
Depreciation	459,122	-	459,122	7,078	3,142	469,342	461,544
TOTAL 2019 FUNCTIONAL EXPENSES	<u>\$ 1,676,333</u>	<u>\$ 607,525</u>	<u>\$ 2,283,862</u>	<u>\$ 573,320</u>	<u>\$ 268,647</u>	<u>\$ 3,125,829</u>	
			73%	18%	9%	100%	
TOTAL 2018 FUNCTIONAL EXPENSES			<u>\$ 2,443,038</u>	<u>\$ 329,916</u>	<u>\$ 376,770</u>		<u>\$ 3,138,146</u>
			78%	10%	12%		100%

The accompanying notes are an integral part of these consolidated financial statements.

**JEWISH FEDERATION OF GREATER LONG BEACH
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**CONSOLIDATED STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)**

	<u>2019</u>	<u>2018</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 12,051,471	\$ 441,362
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation	469,342	461,544
Net realized and unrealized losses	379,164	158,966
Capital lease interest expense	103,795	-
Contributions restricted to endowment funds	(53,318)	(24,736)
Changes in operating assets and liabilities:		
Pledges and other receivables	(81,723)	42,745
Prepaid expenses	(1,654)	5,766
Cash surrender value of life insurance	(7,900)	(15,864)
Accounts payable and accrued liabilities	658,992	(166,593)
Jewish Federations of North America payable	(2,907)	(1,232)
Grants payable	(94,942)	7,196
Net Cash Provided By Operating Activities	<u>13,420,320</u>	<u>909,154</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	(178,638)	(925,004)
Proceeds from sales of investments	3,770,493	4,881,908
Purchases of investments	<u>(15,228,631)</u>	<u>(5,334,690)</u>
Net Cash Used In Investing Activities	<u>(11,636,776)</u>	<u>(1,377,786)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments on capltial lease obligation	(70,000)	(61,267)
Contributions restricted to endowment funds	53,318	24,736
Funds held on behalf of other organizations	<u>(63,449)</u>	<u>260,151</u>
Net Cash Provided By (Used In) Financing Activities	<u>(80,131)</u>	<u>223,620</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	1,703,413	(245,012)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>868,976</u>	<u>1,113,988</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u><u>\$ 2,572,389</u></u>	<u><u>\$ 868,976</u></u>

The accompanying notes are an integral part of these consolidated financial statements.

**JEWISH FEDERATION OF GREATER LONG BEACH
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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)**

NOTE 1 – Nature of Organization and Summary of Significant Accounting Policies

Nature of Business and Basis of Consolidation

The Jewish Federation of Greater Long Beach and West Orange County (the Federation) and Jewish Community Foundation (the Foundation) (collectively the “Organization”) are nonprofit organizations dedicated to promoting charitable activities that affect the Jewish community of the greater Long Beach and West Orange County, California areas. The Jewish Federation of Greater Long Beach and West Orange County exercises sufficient control over Jewish Community Foundation to require the consolidation of the two organization’s financial statements.

Principles of Consolidation

The consolidated financial statements include the accounts of the Federation and its wholly owned subsidiary the Foundation. All significant intercompany accounts and transactions have been eliminated in the consolidated financial statements.

Recently Adopted Accounting Standard

In 2019, the Organization adopted Accounting Standards Update (ASU) No. 2016-14, *Not-for-Profit Entities (Topic): Presentation of Financial Statements of Not-for-Profit Entities* and applied changes retrospectively. The main provisions include: presentation of two classes of net assets versus the previously required three; recognition of capital gifts for construction as a net asset without donor restrictions when the associated long-lived asset is placed in service; and recognition of underwater endowment funds as a reduction to net assets with donor restrictions. The guidance also enhances disclosures for board-designated amounts, components of net assets without donor restrictions, liquidity, and expenses by both their natural and functional classification. With the adoption of the standard, the Organization updated net asset presentation in the consolidated financial statements and included additional disclosures as required.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019
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**NOTE 1 – Nature of Organization and Summary of Significant Accounting Policies
(Continued)**

Recently Adopted Accounting Standard (Continued)

The following line items in the consolidated financial statements had reclassifications related to the adoption of the new standard:

	<u>As previously stated</u>	<u>Adjustment</u>	<u>As restated</u>
Net assets without donor restrictions – undesignated	\$ 8,592,182	\$ 80,564	\$ 8,672,746
Net assets with donor restrictions – purpose and time	\$ 4,524,054	\$ (80,564)	\$ 4,443,490

Basis of Accounting

The consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Financial Statement Presentation

The Organization reports information regarding its financial position and activities based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes in them are classified and reported as follows:

Net Assets Without Donor Restrictions – Net assets that are not subject to donor-imposed restrictions (donors include other types of contributors, including makers of certain grants). The Organization’s board may designate assets without restrictions for specific operational purposes from time to time. (See Note 7.)

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019
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**NOTE 1 – Nature of Organization and Summary of Significant Accounting Policies
(Continued)**

Financial Statement Presentation (Continued)

Net Assets with Donor Restrictions – Net assets that are subject to donor-imposed restrictions (donors include other types of contributors, including makers of certain grants), where the use of these contributions are limited by donor-imposed stipulations with some donor stipulations either temporary in nature that may be or will be met either by actions or the passage of time. Other donor stipulations may be perpetual in nature, where the donor stipulates that corpus be maintained intact in perpetuity. As the donor-imposed stipulations are satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying statements of activities as satisfaction of program requirements. Contributions with donor-imposed stipulations whose stipulations are met within the same year as received are reported as contributions without donor restrictions in the accompanying consolidated financial statements.

Prior-Period Information

The consolidated financial statements include certain prior-year summarized comparative information in total, but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's consolidated financial statements for the year ended June 30, 2018, from which the summarized information was derived.

Use of Estimates and Assumptions

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Significant estimates made in these financial statements include the present value and collectability of receivables, fair market value of investments, and the estimated useful lives of property and equipment. Actual results could differ from those estimates.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)**

**NOTE 1 – Nature of Organization and Summary of Significant Accounting Policies
(Continued)**

Contributions and Promises to Give

The Organization recognizes contributions, including unconditional promises to give, as revenue in the period received. All donations are considered to be available for general use unless specifically restricted by the donor. Other noncash donations are recorded as donations at their estimated fair values at the date of donation as an increase in without donor restrictions or with donor restrictions net assets, based on the existence or absence of donor-imposed restrictions. Donations of investment securities were made during the year. These securities were sold contemporaneously upon being donated. There were no other significant in-kind contributions of assets during the year. The Organization contributed use of its building to the Alpert Jewish Community Center (AJCC), Jewish Family and Children's Service (JFCS), and Hillel totaling approximately \$351,000 for each of the years ended June 30, 2019 and 2018, which is included in the consolidated statement of activities as both other income and programs services expense.

Federation Towers Contribution

On March 6, 2018, the Long Beach Jewish Community Senior Housing Corporation (Federation Towers), a related organization, entered into an agreement with the Organization to contribute proceeds from a potential real estate transaction. Federation Towers was formed by members of the Organization as an entity that would develop, build and manage a low-income apartment building on land conveyed to it by the Organization. Federation Towers owned a 50-unit apartment building. During the year ended June 30, 2019, Federation Towers finalized an agreement for the sale of the 50-unit apartment building with a third-party buyer. As a result of the sale the Organization received a contribution totaling \$12,311,721 from Federation Towers. As of June 30, 2019, an overpayment in the amount of \$368,141 is due to a non-related third party and is included in accounts payables and accrued liabilities on the statement of financial position. The contribution was designated by the Organization's Board of Directors and is included in the consolidated statement of financial position as without donor restrictions – designated by the board as of June 30, 2019. The Board is in the process of formalizing a spending policy specific to the LB Capacity fund.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019
(WITH COMPARATIVE TOTALS FOR 2018)**

**NOTE 1 – Nature of Organization and Summary of Significant Accounting Policies
(Continued)**

Donated Materials and Services

The value of significant donated materials and services is reflected in the accompanying consolidated statement of activities. Materials and use of facilities contributions to the Organization are recognized and recorded at fair value as of the contribution date. The Organization accounts for contributed services received in connection with the active participation by volunteers in the Organization's service programs as well as for contributed services received from various organizations in connection with management, and general activities. The contributions of services are recognized if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. Management estimates the fair value of such services at the date of donation.

Special Events

The Organization periodically holds special events, including the Summer celebration event held during the year ended June 30, 2019. Revenue from the event is presented net of expenses incurred of \$41,656 in the consolidated statement of activities for the year ended June 30, 2019. There were no special events held during year ended June 30, 2018.

Cash and Cash Equivalents

For purposes of the consolidated statement of cash flows, the Organization considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. At June 30, 2019 and throughout the year, the Organization maintained balances in various operating and money market accounts in excess of federally insured limits. The Organization has not experienced any losses in these accounts and believes it is not exposed to any significant credit risk.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019
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**NOTE 1 – Nature of Organization and Summary of Significant Accounting Policies
(Continued)**

Pledges and Other Receivables

Unconditional promises to give (pledges) are recorded as receivables and contributions, distinguishing between contributions received for each net asset class in accordance with donor-imposed restrictions. An allowance for uncollectible contributions receivable is provided, based on management's judgment, including such factors as prior collection history, type of contribution, nature of fundraising activity, and when time requirements are expected to be met. At June 30, 2019, all pledges are due within one year.

Property and Equipment

Land, buildings and improvements, equipment, and furniture and fixtures are recorded at cost or, for those assets acquired by gift, the estimated fair market value at the date of donation. Land is not depreciated. Depreciation of building, equipment, and furniture and fixtures is computed using the straight-line method over the estimated useful lives of the assets. Property and equipment held under capital leases are amortized on the straight-line basis using the shorter of the useful lives of the assets or the lease terms. The estimated useful lives of the assets are as follows:

	<u>Years</u>
Buildings and improvements	15-40
Solar equipment	25
Furniture, fixtures, and equipment	5-15
Computer equipment	3-7

Cash Surrender Value of Life Insurance

The Organization has been named as the owner and beneficiary of life insurance policies from donors. The donors contribute the annual premium to maintain the policies. The Organization has recorded, as an asset, the cash surrender value and any prepaid premiums associated with these policies.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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**NOTE 1 – Nature of Organization and Summary of Significant Accounting Policies
(Continued)**

Charitable Remainder Trust Asset and Liability

The Organization is named as the remainderman beneficiary of trusts, which allows the trustee to change the remainderman beneficiary at will. The assets of these trusts are investments recorded at their fair market value of \$1,098,299 in the consolidated statement of financial position. Since the pledge is revocable, a corresponding liability for \$1,098,299 has been recorded and no income has been recognized related to this trust.

Funds Held on Behalf of Other Organizations

Other organizations within the Jewish community have deposited monies with the Organization to hold and manage as investments. Investment income (expense) related to these monies is recorded as an increase (decrease) to this account. These funds are included in investments on the consolidated statement of financial position.

Jewish Federations of North America Payable

The Jewish Federations of North America is a national fund-raising body associated with local Jewish Federations. It provides support to the local Jewish community, as well as support for Jewish agencies in Israel and other overseas locations. The Jewish Federations of North America collects funds from local federations based upon a percentage of expected annual pledge campaign collections. Unpaid portions of this amount are recorded as payable in the consolidated statement of financial position.

AJCC Payable

The Alpert Jewish Community Center advanced \$310,500 to the Organization to provide a portion of the funding necessary to renovate certain areas of the Weinberg Jewish Federation Campus. Their advance does not provide for any interest to be paid on the outstanding balance. It also does not provide for a specific time frame for repayment, except to the extent funds are available from the Fund For Our Future Capital Campaign. The Organization has repaid \$28,500 of the balance since inception. As of June 30, 2019 and 2018, the outstanding balance is \$282,000. Subsequent to June 30, 2019, the Organization paid the balance in full.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
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**NOTE 1 – Nature of Organization and Summary of Significant Accounting Policies
(Continued)**

Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the California Revenue and Taxation Code. However, the Organization is subject to income taxes on any net income that is derived from trade or business regularly carried on and not in the furtherance of the purposes for which it was granted exemption. Management believes that the Organization has not received income from any unrelated trade or business and, as such, no income tax provision has been recorded on the Organization's financial statements.

The Organization recognizes the impact of tax positions in the financial statements if that position is more likely than not to be sustained on audit, based on the technical merits of the position. The Organization recognizes potential accrued interest and penalties related to uncertain tax positions in income tax expense. To date, the Organization has not recorded any uncertain tax positions. The Organization is subject to potential income tax audits on open tax years by any taxing jurisdiction in which it operates. The statute of limitations for federal purposes is three years and for California is four years.

Allocation of Functional Expenses

The costs of program and supporting services activities have been summarized on a functional basis in the consolidated statement of activities. The consolidated statement of functional expenses presents the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited based on time spent by employees on various activities.

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**NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2019
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**NOTE 1 – Nature of Organization and Summary of Significant Accounting Policies
(Continued)**

Recently Issued Accounting Pronouncements

In May 2014, the FASB issued ASU 2014-09, *Revenue from Contracts with Customers (Topic 606) (ASU 2014-09)*, requiring an entity to recognize the amount of revenue to which it expects to be entitled for the transfer of promised goods or services to customers. The updated standard will replace most existing revenue recognition guidance in U.S. GAAP when it becomes effective and permits the use of either a full retrospective or retrospective with cumulative-effect-transition method. In August 2015, the FASB issued ASU 2015-14, which defers the effective date of ASU 2014-09 one year, making it effective for annual reporting periods beginning after December 15, 2018. The Organization is currently evaluating the impact that the standard will have on the consolidated financial statements.

In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842) (ASU 2016-02)*. The guidance in this ASU supersedes the leasing guidance in *Leases (Topic 840)*. Under the new guidance, lessees are required to recognize lease assets and lease liabilities on the balance sheet for all leases with terms longer than 12 months. Leases will be classified as either finance or operating, with classification affecting the pattern of expense recognition in the income statement. The new standard is effective for fiscal years beginning after December 15, 2019, including interim periods within those fiscal years. The Organization is currently evaluating the impact of the adoption of the new standard on the consolidated financial statements.

In June 2018, the FASB issues ASU 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made (ASU 2018-08)*, which provides additional guidance on characterizing grants and similar contracts with resource providers as either exchange transactions or contributions, as well as distinguishing between conditional contributions and unconditional contributions. The updated standard will be effective for annual reporting periods beginning after December 15, 2018. The Organization is currently evaluating the impact of the adoption of the new standard on the consolidated financial statements.

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**NOTE 1 – Nature of Organization and Summary of Significant Accounting Policies
(Continued)**

Subsequent Events

In July 2019, The Jewish Federation of Greater Long Beach and West Orange County and Jewish Community Foundation merged into a single non-profit organization, Jewish Federation of Greater Long Beach and West Orange County DBA Jewish Long Beach. As a result of the merger all assets and liabilities of the Jewish Community Foundation were transferred to Jewish Long Beach and the Foundation was dissolved. There was no significant impact to the consolidated financial statements of the Organization as a result of the merger.

The Organization has evaluated subsequent events from the consolidated statement of financial position date through January 24, 2020, the date at which the consolidated financial statements were available to be issued.

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NOTE 2 – Liquidity and Availability

The following reflects the Organization’s financial assets as of the consolidated statement of financial position date, reduced by amounts not available for general use within one year of the consolidated statement of financial position date because of contractual or donor-imposed restrictions.

Financial assets:

Cash and cash equivalents	\$ 2,572,389
Investments	27,938,892
Pledges and other receivables	567,947
Cash surrender value of life insurance	338,940
Anticipated endowment appropriations	302,796
	<u>31,720,964</u>

Less those unavailable for general expenditure within one year due to:

Contractual or donor-imposed restrictions:

Funds held on behalf of other organizations	(4,432,283)
Restricted by donor with purpose and time restrictions	(4,164,302)
Restricted by donor with perpetual restrictions	(7,569,893)

Board designations:

Board designated - supporting organization activities and education	(14,579,559)
	<u>(30,746,037)</u>

Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 974,927</u>
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The Organization’s Board of Directors monitors liquidity to ensure the long-term sustainability of the Organization. During the year ended June 30, 2019, the Board designated approximately \$12.3 million of investments to ensure the financial stability of the Organization. Amounts set aside for long-term investing for board-designated activities can be drawn upon if the governing board approves that action.

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NOTE 3 – Pledges and Other Receivables

At June 30, 2019 and 2018, pledges and other receivables consisted of the following:

	<u>2019</u>	<u>2018</u>
Campaign pledges	\$ 385,957	\$ 289,868
New Campus pledges	5,000	5,000
Supplemental pledges	80,022	116,747
Fund for Our Future	3,019	9,200
Other receivables	<u>120,612</u>	<u>98,938</u>
	594,610	519,753
 Allowance for uncollectible accounts	 <u>(28,493)</u>	 <u>(35,359)</u>
	<u>\$ 566,117</u>	<u>\$ 484,394</u>

NOTE 4 – Property and Equipment

At June 30, 2019 and 2018, property and equipment consisted of the following:

	<u>2019</u>	<u>2018</u>
Buildings and improvements	\$ 12,748,691	\$ 12,725,609
Furniture, fixtures, and equipment	2,423,148	2,267,592
Solar equipment	1,500,000	1,500,000
Computer equipment	<u>50,214</u>	<u>50,214</u>
	16,722,053	16,543,415
Accumulated depreciation and amortization	<u>(8,153,376)</u>	<u>(7,684,034)</u>
	8,568,677	8,859,381
Land	<u>35,840</u>	<u>35,840</u>
	<u>\$ 8,604,517</u>	<u>\$ 8,895,221</u>

For the years ended June 30, 2019 and 2018, depreciation and amortization expense for property and equipment amounted to \$469,342 and \$461,544, respectively.

As of June 30, 2019 and 2018, the Organization had capital leases for equipment with a cost of \$1,500,000 and accumulated depreciation totaled \$60,000 and \$30,000, respectively.

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NOTE 5 – Fair Value Measurements

The Organization follows ASC 820 for fair value measurements of financial assets and financial liabilities and for fair value measurements of nonfinancial items that are recognized or disclosed at fair value in the consolidated financial statements on a recurring basis. ASC 820 establishes 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) and the lowest priority to measurements involving significant unobservable inputs (level 3). The three levels of the fair value hierarchy are as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization has the ability to access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the asset or liability.

The level in the fair value hierarchy within which a fair value measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

The following tables present assets that are measured at fair value on a recurring basis:

	Assets at Fair Value as of June 30, 2019			
	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Equity	\$ 21,207,791	\$ 21,207,791		
Fixed income	6,700,053	6,700,053		
Alternative investments	<u>31,018</u>	<u>-</u>		<u>\$ 31,048</u>
	<u><u>\$ 27,938,892</u></u>	<u><u>\$ 27,907,844</u></u>	<u><u>None</u></u>	<u><u>\$ 31,048</u></u>

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NOTE 5 – Fair Value Measurements (Continued)

	Assets at Fair Value as of June 30, 2018			
	Total	Level 1	Level 2	Level 3
Equity	\$ 9,156,908	\$ 9,156,908		
Fixed income	7,671,962	7,671,962		
Alternative investments	<u>31,048</u>	<u>-</u>		<u>\$ 31,048</u>
	<u>\$ 16,859,918</u>	<u>\$ 16,828,870</u>	<u>None</u>	<u>\$ 31,048</u>

Investment return is comprised of the following items for the years ended June 30, 2019 and 2018:

	2019	2018
Realized and unrealized loss	\$ (379,164)	\$ (158,966)
Interest and dividends, net	<u>1,178,180</u>	<u>946,628</u>
	<u>\$ 799,016</u>	<u>\$ 787,662</u>

Investment manager's fees are charged to and paid by the mutual funds in which the Organization has invested and are netted with interest and dividend income.

NOTE 6 – Retirement Plan

The Organization contributes to a 403(b) retirement plan (the Plan) for the benefit of all eligible employees, as defined. The Organization's annual contribution to the Plan totals 3% of eligible employees' gross wages and totaled \$19,423 and \$18,183 for the years ended June 30, 2019 and 2018, respectively. Employees are fully vested after three years of credited service.

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NOTE 7 – Net Assets

The following is a summary of the Organization's without donor restrictions, and donor restricted net assets:

Without Donor Restrictions

At June 30, 2019 and 2018, without donor restricted net assets consists of the following designated and general and board-designated funds:

	<u>2019</u>	<u>2018</u>
Jewish Federation of Greater Long Beach and West Orange County		
General Fund	\$ 7,782,967	\$ 8,005,999
Jewish LB Capacity Fund	12,353,721	-
Eva Cooper Fund	323,410	309,478
Rhoda Alban Fund	221,689	212,012
Tess Wohlstattar Fund	21,937	21,027
Marie Sires Fund	322,364	308,476
Operations Loan Fund	-	63,500
Senior Services Fund	37,960	-
I.W. Gittleman Fund	523,095	453,129
Total designated by the board	<u>13,804,176</u>	<u>1,367,622</u>
	<u>21,587,143</u>	<u>9,373,621</u>
Jewish Community Foundation		
General Fund	<u>696,872</u>	<u>666,747</u>
Bob Baldwin Memorial Fund	340,646	334,477
Esther & George Albert Fund	25,944	24,867
Francis Brody Fund	354,420	339,716
Fund for Our Future	20,615	19,760
Hedwig Meyerfield Fund	33,758	32,358
Total designated by the board	<u>775,383</u>	<u>751,178</u>
	<u>1,472,255</u>	<u>1,417,925</u>
	<u>\$23,059,398</u>	<u>\$ 10,791,546</u>

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NOTE 7 – Net Assets (Continued)

Purpose and Time Restriction Net Assets

At June 30, 2019 and 2018, purpose and time restricted net assets consisted of contributions that have been restricted for a specific use in the next fiscal year-end or thereafter:

	<u>2019</u>	<u>2018</u>
Jewish Federation of Greater Long Beach and West Orange County		
Fund for Our Future - Capital Campaign	\$ -	\$ 16,114
Fund for Our Future - Operations	65,611	74,418
Fund for Our Future - Solar Project	210,000	280,000
I.W. Gittleman Building & Grounds Fund	278,954	315,645
Alpert Leadership Development Fund	13,154	10,072
Lentzner Fellows Program Fund	27,892	34,569
	<u>595,611</u>	<u>730,818</u>
Jewish Community Foundation		
Alpert Leadership Development Fund	209,674	208,855
Arlene & Richard Freeman Family Fund	148,717	152,645
Arlene Solomon Women's Philanthropy Fund	117,636	117,037
Breslauer Soref B'Nai Tzedek Philanthropic Fund	27,630	26,484
Emergency Relief Fund	9,139	8,760
Hebrew Academy Security Fund	13,397	12,841
Jean & Robert Blakey Fund	18,934	18,148
Jewish Community Security Fund	25,402	24,348
Philanthropic Funds	1,235,958	1,452,239
Dr. Jack & Karen Rabin Campus Building Fund	58,521	106,587
Dr. Jack & Karen Rabin Israel Goldstein Fund	11,247	10,294
Rabbi Howard Laibson Campership Fund	18,916	18,131
Maurice & Miriam Cohn Fund	27,729	26,579
Weinberg Federation Campus Fund	108,138	103,652
Speizer Family Fund	239,036	229,119
Tilly Weil Fund	51,406	47,974
Gerda Seifer Yom Ha Shoah Fund	32,910	30,566
Accumulated endowment earnings subject to organization spending policy (see Note 8)	<u>1,219,801</u>	<u>1,118,413</u>
	<u>3,574,191</u>	<u>3,712,672</u>
	<u>\$ 4,169,802</u>	<u>\$ 4,443,490</u>

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NOTE 7 – Net Assets (Continued)

Perpetual in nature

At June 30, 2019 and 2018, perpetual in nature net assets consist of the following funds:

	<u>2019</u>	<u>2018</u>
Jewish Community Foundation		
Anne Licht Leadership Endowment	\$ 63,649	\$ 63,649
Annual Campaign Speaker Endowment	36,326	36,326
Arlene Solomon Endowment	150,000	150,000
Barbara Alpert Sharon Carmel Hadassah Endowment	50,500	50,500
Barbara & Raymond Alpert Endowment	581,197	581,197
Barbara Alpert National Council of Jewish Women Endowment	50,093	50,093
Clarence & Minnie Schulman Endowment	95,467	95,467
Dr. Jeffrey Levin Federation Volunteers Endowment	13,645	13,645
Einstein Tolerance & Holocaust Educ Endowment	10,000	10,000
Eva Cooper Hillel Endowment	1,056,792	1,056,792
Eva Cooper Hillel Program Endowment	74,400	74,400
Evelyn Linden Baldwin Endowment	14,724	14,724
Fred Neuberger Community Leadership Development Endowment	41,529	41,529
Friends of JFCS Endowment	25,000	25,000
Honigman Family Endowment	17,018	12,018
I. Wolfe Endowment	10,000	-
Israel Experience Endowment	23,061	23,061
Jack & Rena Jacobs Housing Endowment	440,960	440,960
JFCS Endowment	13,087	13,087
Joan & Daniel Leb Family Endowment	10,000	10,000
LOJE-Anne Licht Endowment	102,156	102,156
LOJE-A&R Freeman Endowment	10,000	-
LOJE-Barbara Alpert Endowment	400,000	400,000
LOJE-Ethel Lessin Endowment	100,000	100,000
LOJE-Arlene Solomon Endowment	200,000	200,000
LOJE-Shirley Ross Endowment	60,000	40,000
Madelyn & Benjamin Chudnow Endowment	1,420,024	1,420,024

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NOTE 7 – Net Assets (Continued)

Perpetual in nature (Continued)

	<u>2019</u>	<u>2018</u>
Marcie Balan Blakey Endowment	9,975	9,975
PACE-Evelyn Baldwin Endowment	50,000	50,000
PACE-Britton Family Endowment	65,054	65,054
PACE-Dr. Jack Rabin Endowment	103,627	103,627
PACE-Ettie Councilman	10,000	8,000
PACE-Juliette Venitsky Endowment	5,000	5,000
PACE-Joe Lessin Endowment	125,169	125,169
PACE-Ray Alpert Endowment	476,714	476,714
PACE-Ruth Davis Endowment	40,000	40,000
PACE-Sara & Milton Kaplan Endowment	126,315	126,315
PACE-Sid Schulman Endowment	100,000	100,000
PACE-Schmerler Endowment	10,000	10,000
PACE-Stan & Miriam Goldin Endowment	17,365	17,365
Phil & Gloria Furst Hillel Endowment	92,623	92,623
R & A Brooks Endowment	20,000	9,682
Romola & Eugene Temkin Endowment	20,000	20,000
Ross Family Endowment	51,761	51,772
Ruth & Louis Davis Leadership Dev Endowment	150,000	150,000
Ruth & Louis Davis Transportation Endowment	154,400	154,400
Sol Levin Endowment	121,965	121,965
Stanley Butler Memorial Endowment	10,000	10,000
Teddie & Sam Roska Rosh Hashannah Lunch Endow	5,000	5,000
Tilly Weil Campus Endowment	644,297	644,297
William Ross Endowment	85,000	85,000
	<u>\$ 7,563,893</u>	<u>\$ 7,506,586</u>

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NOTE 8 – Endowments

The Foundation has endowment funds to provide for the ongoing operations and programs of the Organization and organizations it supports.

Interpretation of Laws and Accounting Guidance

The Organization's governing board has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) adopted by the state of California as requiring the preservation of the fair value of the original gifts as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, we retain in perpetuity: (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified as permanently restricted is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted funds:

1. The duration and preservation of the fund
2. The purposes of the Organization and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and appreciation of investments
6. Other resources of the Organization
7. The Organization's investment policies

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NOTE 8 – Endowments (Continued)

Funds with Deficiencies

From time to time, the fair value of assets associated with an individual donor-restricted endowment fund may fall below the fund's historic dollar value. Deficiencies of this nature, which are reported in with donor restriction net assets, aggregated \$73,225 and \$80,564 as of June 30, 2019 and 2018, respectively. These deficiencies resulted principally from investment losses and continued appropriation for certain programs that were deemed prudent by the Organization. Subsequent gains that restore the fair value of the assets of these endowment funds to their historic dollar value will be classified as increases in unrestricted net assets.

Return Objectives and Risk Parameters

The Organization has adopted policies to guide it in considering the above factors in managing its endowment funds. The Organization follows a spending policy for these endowments to provide for the ongoing funding of programs that the endowments exist to fund. The Organization also adheres to investment policies that are followed in determining investment selections to achieve prudent long-term return objectives within prudent risk parameters.

Strategies Employed for Achieving Objectives

The Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). On occasion, investment market conditions may cause cumulative net investment losses which are charged to unrestricted net assets and recoverable from future investment income earned by the endowment funds.

Spending Policy and How Investment Objectives Relate to Spending Policy

The Organization has a spending policy that helps to ensure the proper management of long-term investment assets and the apportionment of these resources between current and future funding needs. The spending policy, which determines the amount that is to be spent annually, is designed to provide a relatively predictable stream of revenue to meet required spending, as well as to preserve and increase the value of the investment pools in the future.

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NOTE 8 – Endowments (Continued)

Spending Policy and How Investment Objectives Relate to Spending Policy (Continued)

The Board has adopted a long-term targeted spending rate of 4% of such funds. This percentage is measured by the trailing 16 quarters average market value. While 4% is the targeted spending rate of the Organization, in the annual review of the application of the spending rate policy, the Board will consider the overall health of the Organization's asset base and other resources the Organization may have in setting the annual spending amount. In general, spending rates higher than 5% will not be permissible.

Composition of Endowments and Current-Year Activity

The Organization's investment policy target strategies are as follows:

Domestic equities	20-40 %
Global equities	5-25 %
International equities	5-30 %
Fixed income	25-40 %
Alternative investments	0-20 %

Endowment net asset composition by class as of June 30, 2019 was as follows:

	<u>Purpose Restricted</u>	<u>Perpetual Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	<u>\$ 1,219,801</u>	<u>\$ 7,563,893</u>	<u>\$ 8,789,694</u>

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NOTE 8 – Endowments (Continued)

Composition of Endowments and Current-Year Activity (Continued)

Changes in endowment net assets for the fiscal year ended June 30, 2019 were as follows:

	<u>Purpose Restricted</u>	<u>Perpetual Restricted</u>	<u>Total</u>
Endowment net assets, June 30, 2018	\$ 1,118,413	\$ 7,506,586	\$ 8,624,999
Investment return:			
Investment income, net	707,779	-	707,779
Realized and unrealized loss on investments	(214,336)	-	(214,336)
	<u>493,443</u>	<u>-</u>	<u>493,443</u>
Contributions	<u>-</u>	<u>57,307</u>	<u>57,307</u>
Appropriation of donor-restricted endowment earnings	<u>(392,055)</u>	<u>-</u>	<u>(392,055)</u>
Endowment net assets, June 30, 2019	<u>\$ 1,219,801</u>	<u>\$ 7,563,893</u>	<u>\$ 8,783,694</u>

NOTE 9 – Commitments and Contingencies

Capital Lease

In 2017, the Organization entered into a purchase agreement with an investor who has agreed to install a solar system and related equipment totaling approximately \$1,500,000. The agreement ends upon the twenty-five year anniversary of the date that the solar system is turned on and generating power. The construction of the solar system was completed in February 2018. The investor shall sell and the Organization shall purchase electricity at a cost of \$0.0993 per kilowatt-hour produced and consumed, to be payable in five annual installment amounts of \$70,000 beginning in March 2018. Over the next twenty annual installments, the cost will increase to \$0.1820 per kilowatt-hour, increasing three percent annually until the expiration of the agreement.

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NOTE 9 – Commitments and Contingencies (Continued)

Capital Lease (Continued)

A summary of all lease commitments in excess of one year is as follows:

<u>Year Ending June 30,</u>	<u>Capital Leases</u>
2020	\$ 70,000
2021	70,000
2022	70,000
2023	126,459
2024	129,601
Thereafter	<u>2,969,409</u>
Total minimum lease payments	3,435,469
Less amount representing interest	<u>(1,962,941)</u>
Present value of minimum capital lease payments	<u>\$ 1,472,528</u>

During the year-end June 30, 2019, the Organization made a direct payment of \$70,000 to the investor for use of the solar system. Total lease interest expense totaled \$103,795 during the year ended June 30, 2019. In addition, the Organization subleases solar to Alpert Jewish Community Center (AJCC) on a month-to-month basis. The total amount of solar payments received from AJCC was approximately \$119,000 which is included as other income on the consolidated statement of activities for the year ended June 30, 2019.

Legal Matters

From time to time, the Organization is involved in certain legal proceedings and claims which arise in the normal course of business. Management does not believe that the outcome of these or any matters will have a material effect on the Organization's statements of financial position or activities.

SUPPLEMENTARY INFORMATION

**JEWISH FEDERATION OF GREATER LONG BEACH
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**CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2019**

	Jewish Federation of Greater Long Beach and West Orange County	Jewish Community Foundation	Eliminations	Consolidated Amounts
ASSETS				
ASSETS				
Cash and cash equivalents	\$ 2,528,131	\$ 44,258	\$ -	\$ 2,572,389
Investments	12,984,208	16,827,885	(1,873,201)	27,938,892
Pledges and other receivables, net	521,766	44,351	-	566,117
Prepaid expenses	10,164	-	-	10,164
Property and equipment, net	8,604,517	-	-	8,604,517
Cash surrender value of life insurance	211,643	127,297	-	338,940
Charitable remainder trust assets	-	1,098,299	-	1,098,299
TOTAL ASSETS	<u>\$ 24,860,429</u>	<u>\$ 18,142,090</u>	<u>\$ (1,873,201)</u>	<u>\$ 41,129,318</u>
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts payable and accrued liabilities	\$ 721,844	\$ 1,169	\$ -	\$ 723,013
Jewish Federations of North America payable	113,677	-	-	113,677
Grants payable	87,626	-	-	87,626
AJCC payable	282,000	-	-	282,000
Capital lease obligation	1,472,528	-	-	1,472,528
Funds held on behalf of other organizations	-	4,432,283	(1,873,201)	2,559,082
Charitable remainder trust liability	-	1,098,299	-	1,098,299
Total Liabilities	<u>2,677,675</u>	<u>5,531,751</u>	<u>(1,873,201)</u>	<u>6,336,225</u>
NET ASSETS				
Undesignated	7,782,967	696,872	-	8,479,839
Designated by the Board	13,804,176	775,383	-	14,579,559
	<u>21,587,143</u>	<u>1,472,255</u>	<u>-</u>	<u>23,059,398</u>
Purpose and time restrictions	595,611	3,574,191	-	4,169,802
Perpetual in nature	-	7,563,893	-	7,563,893
	<u>595,611</u>	<u>11,138,084</u>	<u>-</u>	<u>11,733,695</u>
Total Net Assets	<u>22,182,754</u>	<u>12,610,339</u>	<u>-</u>	<u>34,793,093</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 24,860,429</u>	<u>\$ 18,142,090</u>	<u>\$ (1,873,201)</u>	<u>\$ 41,129,318</u>

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**JEWISH FEDERATION OF GREATER LONG BEACH
AND WEST ORANGE COUNTY
AND
JEWISH COMMUNITY FOUNDATION**

**CONSOLIDATING STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019**

	Jewish Federation of Greater Long Beach and West Orange County			Jewish Community Foundation			Eliminations	Total
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total		
SUPPORT AND REVENUE								
Contributions	\$ 1,439,100	\$ 7,802	\$ 1,446,902	\$ -	\$ 337,101	\$ 337,101	\$ (475,999)	\$ 1,308,004
Tower sale contribution	12,311,721	-	12,311,721	-	-	-	-	12,311,721
Investment income, net Jewish Community	166,407	-	166,407	126,777	505,832	632,609	-	799,016
Chronicle	64,988	-	64,988	-	-	-	-	64,988
Special events, net	47,079	-	47,079	-	-	-	-	47,079
Programmatic events	75,866	-	75,866	-	-	-	-	75,866
Other income	770,963	-	770,963	40,663	-	40,663	(241,000)	570,626
Net assets released from restrictions	143,009	(143,009)	-	924,107	(924,107)	-	-	-
	<u>15,019,133</u>	<u>(135,207)</u>	<u>14,883,926</u>	<u>1,091,547</u>	<u>(81,174)</u>	<u>1,010,373</u>	<u>(716,999)</u>	<u>15,177,300</u>
EXPENSES								
Program	1,941,017	-	1,941,017	875,167	-	875,167	(532,322)	2,283,862
General and administrative	584,118	-	584,118	117,092	-	117,092	(127,890)	573,320
Fundraising	280,476	-	280,476	44,958	-	44,958	(56,787)	268,647
	<u>2,805,611</u>	<u>-</u>	<u>2,805,611</u>	<u>1,037,217</u>	<u>-</u>	<u>1,037,217</u>	<u>(716,999)</u>	<u>3,125,829</u>
CHANGE IN NET ASSETS	12,213,522	(135,207)	12,078,315	54,330	(81,174)	(26,844)	-	12,051,471
BEGINNING NET ASSETS	<u>9,373,621</u>	<u>730,818</u>	<u>10,104,439</u>	<u>1,417,925</u>	<u>11,219,258</u>	<u>12,637,183</u>	<u>-</u>	<u>22,741,622</u>
ENDING NET ASSETS	<u>\$ 21,587,143</u>	<u>\$ 595,611</u>	<u>\$ 22,182,754</u>	<u>\$ 1,472,255</u>	<u>\$ 11,138,084</u>	<u>\$ 12,610,339</u>	<u>\$ -</u>	<u>\$ 34,793,093</u>

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