

**JEWISH FEDERATION OF CENTRAL NEW YORK, INC.**

**FINANCIAL STATEMENTS**

**June 30, 2023**

**(with summarized comparative totals for June 30, 2022)**



**grossman st. amour**

CERTIFIED PUBLIC ACCOUNTANTS PLLC

## INDEPENDENT AUDITOR'S REPORT

Board of Directors of the  
Jewish Federation of Central New York, Inc.

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the financial statements of the Jewish Federation of Central New York, Inc. (a not-for-profit organization), which comprise the statement of financial position as of June 30, 2023, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Jewish Federation of Central New York, Inc. as of June 30, 2023, 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.

#### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 the Jewish Federation of Central New York, Inc. 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 audit opinion.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the 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.

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 the Jewish Federation of Central New York, Inc.'s ability to continue as a going concern for one year after the date that the financial statements are issued.

## ***Auditor's Responsibilities for the Audit of the Financial Statements***

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 GAAS 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 GAAS, 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 the Jewish Federation of Central New York, Inc.'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 the Jewish Federation of Central New York, Inc.'s ability to continue as a going concern for a reasonable period of time.

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.

## **Report on Summarized Comparative Information**

We have previously audited the Jewish Federation of Central New York, Inc.'s June 30, 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated November 18, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2022 is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Grossman St Amour CPAs*

Syracuse, New York  
November 16, 2023

**JEWISH FEDERATION OF CENTRAL NEW YORK, INC.**

**Statement of Financial Position**

**June 30, 2023 (with comparative totals for June 30, 2022)**

	<b>2023</b>	<b>2022</b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 193,989	\$ 353,140
Investments - Note 2	3,330,452	3,039,948
Pledges receivable, net - Note 3	270,477	231,468
Prepaid expenses and other assets	16,661	15,467
Property and equipment - Note 4	15,397	18,444
Total assets	\$ 3,826,976	\$ 3,658,467
<b>LIABILITIES AND NET ASSETS</b>		
<b>Liabilities:</b>		
Accounts payable	\$ 2,148	\$ 56
Accrued expenses	5,960	5,693
Deferred revenue	30,000	2,500
Allocations payable - Note 5	1,156,014	1,096,279
Total liabilities	1,194,122	1,104,528
<b>Net assets:</b>		
Without donor restrictions		
Operating	919,670	799,606
Board designated - Note 7	282,335	624,707
Fixed assets	15,397	18,444
Total without donor restrictions	1,217,402	1,442,757
With donor restrictions		
Program restricted - Note 8	599,434	463,767
Endowment restricted - Note 9	816,018	647,415
Total with donor restrictions	1,415,452	1,111,182
Total net assets	2,632,854	2,553,939
Total liabilities and net assets	\$ 3,826,976	\$ 3,658,467

The accompanying notes are an integral part of the financial statements.

**JEWISH FEDERATION OF CENTRAL NEW YORK, INC.**

**Statement of Activities**

**For the Year Ended June 30, 2023 (with summarized comparative totals for June 30, 2022)**

	Without Donor Restrictions	With Donor Restrictions	Total 2023	Total 2022
<b>Support and revenue:</b>				
Campaign pledge revenue, net	\$ -	\$ 1,158,866	<b>\$ 1,158,866</b>	\$1,206,090
Investment income, net	37,779	19,765	<b>57,544</b>	35,785
Unrealized gain (loss) on investments	112,716	52,868	<b>165,584</b>	(349,150)
Contributions and bequests	18,240	182,888	<b>201,128</b>	671,683
Jewish Observer	64,116	-	<b>64,116</b>	61,501
Collections in excess of doubtful accounts	39,273	-	<b>39,273</b>	55,046
Net assets released from restrictions by satisfaction of:				
Program restrictions	90,418	(90,418)	-	-
Time restrictions	1,019,699	(1,019,699)	-	-
Total support and revenue	<u>1,382,241</u>	<u>304,270</u>	<b><u>1,686,511</u></b>	<u>1,680,955</u>
<b>Allocations:</b>				
Jewish Federations of North America	210,906	-	<b>210,906</b>	261,744
Local beneficiary agencies	669,721	-	<b>669,721</b>	635,343
National and regional	28,126	-	<b>28,126</b>	28,126
Total allocations	<u>908,753</u>	<u>-</u>	<b><u>908,753</u></b>	<u>925,213</u>
<b>Functional expenses:</b>				
Program services	355,694	-	<b>355,694</b>	348,464
Jewish Observer - Note 12	118,196	-	<b>118,196</b>	99,819
Supporting services	66,653	-	<b>66,653</b>	59,594
Fundraising services	154,025	-	<b>154,025</b>	132,582
Total functional expenses	<u>694,568</u>	<u>-</u>	<b><u>694,568</u></b>	<u>640,459</u>
Depreciation expense	4,275	-	<b>4,275</b>	4,180
Total allocations and expenses	<u>1,607,596</u>	<u>-</u>	<b><u>1,607,596</u></b>	<u>1,569,852</u>
Change in net assets	(225,355)	304,270	<b>78,915</b>	111,103
Net assets at beginning of year	<u>1,442,757</u>	<u>1,111,182</u>	<b><u>2,553,939</u></b>	<u>2,442,836</u>
Net assets at end of year	<u>\$ 1,217,402</u>	<u>\$ 1,415,452</u>	<b><u>\$ 2,632,854</u></b>	<u>\$ 2,553,939</u>

The accompanying notes are an integral part of the financial statements.

**JEWISH FEDERATION OF CENTRAL NEW YORK, INC.**

**Statement of Cash Flows**

**For the Year Ended June 30, 2023 (with comparative totals for June 30, 2022)**

	<b>2023</b>	<b>2022</b>
<b>Cash flows from operating activities:</b>		
Change in net assets	\$ <b>78,915</b>	\$ 111,103
Adjustment to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	<b>4,275</b>	4,180
Unrealized loss (gain) on investments	<b>(165,584)</b>	349,150
Changes in operating assets and liabilities:		
Pledges receivable	<b>(39,009)</b>	52,896
Prepaid expenses and other assets	<b>(1,194)</b>	10,822
Accounts payable	<b>2,092</b>	56
Accrued expenses	<b>267</b>	(10,706)
Deferred revenue	<b>27,500</b>	(2,500)
Allocations payable	<b>59,735</b>	107,914
Net cash provided by (used in) operating activities	<b>(33,003)</b>	622,915
<b>Cash flows from investing activities:</b>		
Purchase of property and equipment	<b>(1,228)</b>	-
Purchases of investments	<b>(138,323)</b>	(1,105,040)
Proceeds from sales and maturities of investments	<b>13,403</b>	242,383
Net cash used in investment activities	<b>(126,148)</b>	(862,657)
Net decrease in cash and cash equivalents	<b>(159,151)</b>	(239,742)
Cash and cash equivalents at beginning of year	<b>353,140</b>	592,882
Cash and cash equivalents at end of year	<b>\$ 193,989</b>	\$ 353,140

The accompanying notes are an integral part of the financial statements.

# JEWISH FEDERATION OF CENTRAL NEW YORK, INC.

## Notes to Financial Statements

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### 1. Summary of Significant Accounting Policies

#### Nature of Operations

The Jewish Federation of Central New York, Inc. (the Federation) is a non-profit organization dedicated to the well-being of the Jewish people and maintains links with the national and international Jewish community worldwide. The Federation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

The Federation strives to enrich the educational, cultural, and social life of the Central New York Jewish community. It raises and allocates funds for the support of overseas, national, and local Jewish philanthropic agencies and provides central planning and coordination of local Jewish communal services. It also represents the Jewish community in interfaith and intergroup activities, and acts as its spokesperson in such matters.

#### Financial Statements Presentation

The 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 Federation's financial statements for the year ended June 30, 2022, from which the summarized information was derived. The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor imposed restrictions.

#### 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 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 support and revenue and expenses during the reporting period. Actual results could differ from those estimates.

#### Classification of Net Assets

The net assets of the Federation have been classified as without donor restrictions or with donor restriction on the basis of the existence and/or nature of any donor imposed restrictions. When the donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restriction and reported in the statement of activities as net assets released from donor restrictions. Donor-restricted contributions whose restrictions are met within the same year as received are reflected as contributions and net assets without donor restrictions.

# JEWISH FEDERATION OF CENTRAL NEW YORK, INC.

## Notes to Financial Statements

### 1. Summary of Significant Accounting Policies (continued)

#### Liquidity and Availability of Resources

As part of the Federation's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, the Federation invests cash in excess of daily requirements in short-term investments. Although the Federation does not intend to spend from their investments, amounts without restrictions could be made available if necessary to help manage unanticipated liquidity needs.

The Federation's financial assets available within one year of the balance sheet date for general expenditure were as follows at June 30:

	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$ 193,989	\$ 353,140
Investments	3,330,452	3,039,948
Pledges receivable, net	270,477	231,468
Less: Net assets with donor restrictions	<u>(1,415,452)</u>	<u>(1,111,182)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$2,379,466</u>	<u>\$2,513,374</u>

#### Cash and Cash Equivalents

For purposes of the statement of cash flows, management considers all short-term investments purchased with an original maturity of three months or less to be cash equivalents.

#### Concentration of Credit Risk

The Federation has cash balances at financial institutions located in Central New York. Accounts at these institutions are insured up to the Federal Deposit Insurance Corporation (FDIC) limits. At various points during the year, cash may exceed the FDIC limit.

Pledges receivable are concentrated from donors located primarily in Central New York. Collection of receivables is dependent upon economic conditions in Central New York.

#### Pledges Receivable

Unconditional pledges that are expected to be collected within one year are recorded at net realizable value. Conditional pledges are not included as support until the conditions are substantially met. All other donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, the net assets are released to net assets without donor restrictions. Reserves are recorded when specific pledge receivables are deemed to uncollectible.



# JEWISH FEDERATION OF CENTRAL NEW YORK, INC.

## Notes to Financial Statements

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### 1. Summary of Significant Accounting Policies (continued)

#### Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the statement of activities. Investment income and gains restricted by donors are reported as increases in net assets without donor restrictions when the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

#### Property and Equipment

Property and equipment are recorded at cost or fair market value at date of donation when applicable. Acquisitions, major improvements, and renewals are capitalized and depreciated. Depreciation of property and equipment is calculated on a straight-line basis over the estimated useful lives of the respective assets. Estimated useful lives range from three to fifteen years. Depreciation expense amounted to approximately \$4,300 and \$4,200 for the years ended December 31, 2023 and 2022, respectively. It is the general practice to charge maintenance and repairs to expense in the current period. Gains or losses on disposals are included in the statement of activities in the year of disposition.

#### Revenue and Revenue Recognition

The Federation adopted FASB's ASC 606, *Revenue from Contracts with Customers*, which creates a single framework for recognizing revenue from contracts with customers. Under ASC 606, revenue is recognized when the underlying performance obligation is satisfied by transferring control of a product or service at an amount expected to be entitled to in exchange for those products or services provided. The Federation does not have any material sources of revenue within the scope of ASC 606.

The Federation's significant streams of revenue are campaign pledge revenue, contributions and bequests. Pledge revenue, contributions and bequests received are recorded as net assets with or without donor restrictions based on the existence or absence of donor restrictions. Unconditional pledges that are expected to be collected within one year are recorded at net realizable value. Conditional pledges are not included as support until the conditions are substantially met.

Unconditional promises to give cash and other assets are reported at fair value at the date the promise is received. Conditional promises to give and indications to give are reported at fair value at the date the gift is received. The gifts are reported as net assets with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restriction. Donor restricted contributions whose restrictions are met within the same year as received as reflected as unrestricted contributions. Bequests are recorded as income when the will is probated and the money is received.

# JEWISH FEDERATION OF CENTRAL NEW YORK, INC.

## Notes to Financial Statements

### 1. Summary of Significant Accounting Policies (continued)

#### Revenue and Revenue Recognition (continued)

The table below presents beginning and ending balances for pledges receivable and deferred revenue at June 30:

	<u>2023</u>	<u>2022</u>
<b>Pledges Receivable, Net:</b>		
Beginning balance, July 1:	\$ 231,468	\$ 284,364
Ending balance, June 30:	\$ 270,477	\$ 231,468
<b>Deferred Revenue:</b>		
Beginning balance, July 1:	\$ 2,500	\$ 5,000
Ending balance, June 30:	\$ 30,000	\$ 2,500

#### Contributions of Nonfinancial Assets

The Federation adopted FASB ASU 2020-07 Not-for-Profit Entities (Topic 958): *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets* for the year ended June 30, 2023. This standard increases the transparency of contributed nonfinancial assets through enhanced presentation and disclosure and requires nonfinancial assets to be presented as separate line items in the statement of activities. In addition, the standard requires additional disclosures to include description, valuation techniques, and disaggregation of amounts by contributed category. The standard did not have a material impact on these financial statements.

#### Risk and Uncertainties

Investment securities are exposed to various risks, such as interest rate, market and credit risk. Due to the level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in risk in the near term would materially affect the amounts reported in the statement of financial position and the statement of activities.

#### Income Taxes

The Federation is exempt from federal income taxes under Section 501(c)3 of the Internal Revenue Code and is not a private foundation within the meaning of Section 509(a) of the Code. The Federation evaluates all significant tax positions as required by accounting principles generally accepted in the United States of America. As of June 30, 2023, the Federation does not believe that it has taken any tax positions that would require the recording of any additional tax liability nor does it believe that there are any unrealized tax benefits that would either increase or decrease within the next year, including the determination that the Federation maintains its tax exempt status. The Federation's informational tax returns will be subject to examination by taxing authorities for a period of three years from the date they are filed. It is the Federation's policy to recognize any interest and penalties as expenses in the year assessed.

**JEWISH FEDERATION OF CENTRAL NEW YORK, INC.**

**Notes to Financial Statements**

**2. Investments and Fair Value Measurement**

The Federation adopted FASB ASU 2018-13, *Fair Value Measurement* (Topic 820): Disclosure Framework - Changes to the Disclosure Requirements for Fair Value Measurement, effective January 1, 2020. The fair value disclosures in this note have been updated accordingly.

The Federation's investments are reported at fair value in the statement of financial position. The methods used to measure fair value may produce an amount that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Federation believes its valuation methods 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 a different fair value measurement at the reporting date.

The fair value measurement accounting literature establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. This hierarchy consists of three broad levels: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority, Level 2 inputs consist of observable inputs other than quoted prices for identical assets, and Level 3 inputs are unobservable and have the lowest priority. The Federation uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the Federation measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. The Federation has no Level 3 investments and therefore no inputs which require valuation for that level.

Investments as of June 30, 2023 consist of certificates of deposit, bonds, equity securities and mutual funds, and money market funds, the majority of these are held in the Jewish Community Foundation's pooled fund. The following table set forth, by level within the fair value hierarchy, the Federation's investments at fair value at June 30:

	Fair Value	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<b>June 30, 2023:</b>				
Bonds	\$ 75,000	\$ -	\$ 75,000	\$ -
Certificates of deposit	653,566	653,566	-	-
Investments held at Jewish Community Foundation	2,601,886	2,601,886	-	-
	<u>\$ 3,330,452</u>	<u>\$ 3,255,452</u>	<u>\$ 75,000</u>	<u>\$ -</u>
<b>June 30, 2022:</b>				
Bonds	\$ 200,000	\$ -	\$ 200,000	\$ -
Certificates of deposit	669,008	669,008	-	-
Investments held at Jewish Community Foundation	2,170,940	2,170,940	-	-
	<u>\$ 3,039,948</u>	<u>\$ 2,839,948</u>	<u>\$ 200,000</u>	<u>\$ -</u>

**JEWISH FEDERATION OF CENTRAL NEW YORK, INC.**

**Notes to Financial Statements**

**3. Pledges Receivable**

Pledges receivable as of June 30 consist of the following unconditional promises to give:

	<u>2023</u>	<u>2022</u>
Outstanding campaign pledges	\$ 337,239	\$ 293,395
Less: allowance for uncollectibles	<u>(66,762)</u>	<u>(61,927)</u>
	<u>\$ 270,477</u>	<u>\$ 231,468</u>

**4. Property and Equipment**

Property and equipment as of June 30 consists of the following:

	<u>2023</u>	<u>2022</u>
Furniture, fixtures and equipment	\$ 38,728	\$ 45,970
Leasehold improvements	<u>51,522</u>	<u>51,522</u>
	90,250	97,492
Less accumulated depreciation	<u>(74,853)</u>	<u>(79,048)</u>
	<u>\$ 15,397</u>	<u>\$ 18,444</u>

**5. Allocations Payable**

Allocations payable as of June 30 consists of the following:

	<u>2023</u>	<u>2022</u>
Jewish Federation of North America	\$ 420,283	\$ 401,528
Local, regional and national allocations payable	<u>735,731</u>	<u>694,751</u>
	<u>\$1,156,014</u>	<u>\$ 1,096,279</u>

**6. Related Party**

The Federation has investments in a pooled endowment administered by the Jewish Community Foundation of Central New York, Inc. The pooled endowment is invested in various debt securities and equity securities. The Jewish Community Foundation of Central New York, Inc. (the Foundation) is a non-profit corporation, which carries out activities in support of Jewish philanthropy. In fiscal year 2023 and 2022, the Federation paid the Foundation approximately \$6,800 and \$6,900, respectively, for custodial fees, which is shown netted against investment income. In addition, the President/CEO of the Federation serves as the Executive Director to the Foundation and as a non-voting member on the Board of the Foundation.

**JEWISH FEDERATION OF CENTRAL NEW YORK, INC.**

**Notes to Financial Statements**

**6. Related Party (continued)**

There are four board members of the Federation who are also members of the Board of the Foundation, of which three are voting board members for the Foundation. At times throughout the year, a Federation employee assists with certain projects for the Foundation for a fee, which is then reimbursed to the Federation.

**7. Net Assets without Donor Restrictions – Board Designated**

Board designated amounts as of June 30 consist of the following:

	2023	2022
Franz Beer Emergency Assistance Fund	\$ 25,475	\$ 23,693
Accrued Interest - General Endowment Fund	-	5,301
2022 Local Unallocated	13,140	67,061
Selzer/Discover Day School	29,237	83,513
Millstein Israel Experience - Interest & Growth	-	47,061
Leadership Development Fund	534	3,028
Strategic Planning	14,760	72,209
Community Ambassador	-	8,000
Operating Reserves	44,632	65,392
Trip Fund	10,917	13,289
PACE Fund - Isley	-	30,205
PACE Fund - Lavine	-	1,381
PACE Fund - Levy	-	11,093
PACE Fund - Poushter	-	16,624
PACE Fund - Rubin	-	27,707
PACE Fund - Spieser	-	618
PACE Fund - Weisberg	-	9,297
Community Program Fund	50,589	62,031
Hebrew Interest-Free Loan Program	49,863	45,539
Communication Outreach	-	6,366
Future Play	1,892	-
Joint Youth Programming	4,916	4,572
CEO/President Discretionary	36,380	20,727
	\$ 282,335	\$ 624,707

**JEWISH FEDERATION OF CENTRAL NEW YORK, INC.**

**Notes to Financial Statements**

**8. Net Assets with Donor Restrictions – Program Restricted**

Net assets with donor restrictions as of June 30 are available for the following purposes:

	<u>2023</u>	<u>2022</u>
Program activities:		
Isaiah Wolfson Scholarship Fund	\$ 19,909	\$ 18,519
David Yaffee Israel Education Fund	404	376
Herman Dubnoff Young Leadership Fund	9,157	8,517
Irving Salkow Young Leadership Fund	2,762	3,285
Live Secure	7,500	-
Solomon Security Fund	26,667	-
Josephs Security Fund	7,172	-
Lion of Judah	21,086	-
B'nai Israel Camperships	50,215	-
Teen Taste of Israel	913	-
Klez Fest / JMAC	17,713	17,342
Teen Funders	7,719	7,179
Pomeranz Trust	7,563	1,983
Supplemental Giving - Campaign 2011	-	1,555
Supplemental Giving - Camperships	34,418	40,571
Lebowitz YAC Shabbat	8,059	7,496
Campaign pledges - Current Year	375,686	354,334
Crisis in Ukraine	2,491	2,610
	<u>\$ 599,434</u>	<u>\$ 463,767</u>

Net assets were released from donor restrictions by incurring expenses satisfying the program or time restrictions specified by the donors are as follows:

	<u>2023</u>	<u>2022</u>
Program restrictions accomplished:		
Pomeranz Trust	\$ -	\$ 4,215
Klez Fest/JMAC	26,843	303
Supplemental Giving - Camperships	9,750	8,000
Irving Salkow Young Leadership Fund	744	576
Ambulance	-	58,861
Hunger Fund	3,253	-
Milk Bank	10,028	-
Security	11,431	-
Lions of Judah	3,385	-
PACE & Endowment	5,405	-
Israeli Scholarships	6,000	-
Ukraine Payments	10,000	50,165
Ukraine Supplies	129	1,296
Leadership 6 Under 36	3,450	4,000
Tuition Incentive Program	-	40,018
	<u>90,418</u>	<u>167,434</u>
Satisfaction of time restrictions expired	<u>1,019,699</u>	<u>1,216,090</u>
	<u>\$ 1,110,117</u>	<u>\$ 1,383,524</u>

**JEWISH FEDERATION OF CENTRAL NEW YORK, INC.**

**Notes to Financial Statements**

**9. Net Assets with Donor Restrictions – Endowment Restricted**

Net assets with donor restrictions – endowment restricted as of June 30 consist of the following:

	<u>2023</u>	<u>2022</u>
H. Hiram Weisburg - Perpetual Endowment	\$ 84,326	\$ 73,006
Millstein - Israel Experience Endowment	100,052	50,000
Ruth and Allen Spieser - Perpetual Endowment	5,755	5,000
B'nai Israel Legacy Fund - Endowment	-	47,261
Lowell Henkin Trust - Endowment	381,269	349,235
Theodore Pierson Program Fund - Endowment	231,351	115,913
General Endowment	<u>13,265</u>	<u>7,000</u>
	<u>\$ 816,018</u>	<u>\$ 647,415</u>

**10. Endowment Funds**

The Federation's endowment funds, which are restricted by donor intent are classified as net assets with donor restrictions-endowment restricted in the statement of financial position and amount to approximately \$816,000 and \$647,000 as of June 30, 2023 and 2022, respectively.

The Federation has adopted the provisions of the New York Prudent Management of Institutional Funds Act (NYPMIFA) regulations, which requires the Federation record all accumulated appreciation of endowment assets as net assets with donor restrictions until the funds are appropriated for spending. Depreciation of endowment assets reduces net assets with donor restrictions to the extent unrealized gains have been accumulated and then reduces net assets with donor restrictions.

Under the NYPMIFA guidelines, the Federation, with donor approval and board approval, has the option to spend below the historical dollar value (HDV) of the individual endowments; however, the Board of Directors has historically followed a policy that it is prudent to maintain the HDV of all endowment funds to maintain purchasing power of the donor-restricted endowment funds. Under NYPMIFA, unless an endowment fund grant instrument specifically requires the Federation to maintain the purchasing power of such fund, the Federation is not charged with doing so.

As nearly all of the funds held in the endowment have donor restrictions on the use of earnings, this is evaluated annually and earnings are expended in accordance with this donor intent until expended. Endowment funds are invested consistent with the Federation's investment policy.

**JEWISH FEDERATION OF CENTRAL NEW YORK, INC.**

**Notes to Financial Statements**

**11. Functional Allocation of Expenses**

The statement of activities present expenses by function and natural classification. Expenses directly attributable to a specific functional area of the Federation are reported as expenses of those functional areas. Certain categories of expenses are attributable to one or more programs, supporting or fundraising services.

Salaries and related expenses have been allocated to programs when personnel perform direct services or supervision of direct service within a program. These allocations were based on direct expenditures, analysis of personnel time and space utilized for the related activities.

Below are the functional expenses for the year ended June 30, 2023:

	Jewish Observer	Program Services	Total Programs	Supporting Services	Fundraising Services	Total
Salaries	\$ 44,047	\$ 91,308	\$ 135,355	\$ 43,476	\$ 91,764	\$ 270,595
Benefits and payroll taxes	4,670	9,051	13,721	3,996	8,633	26,350
Equipment	749	2,637	3,386	1,633	3,529	8,548
Office Expense	10,686	18,923	29,609	4,640	16,807	51,056
Scholarships and camperships	-	61,920	61,920	-	-	61,920
Insurance	592	1,801	2,393	1,116	2,411	5,920
Accounting	1,012	3,564	4,576	2,207	4,769	11,552
Purchased services	52,044	-	52,044	-	-	52,044
Campaign and community	2,031	154,912	156,943	4,428	14,971	176,342
Occupancy	2,365	8,325	10,690	5,157	11,141	26,988
Disaster relief expenditures	-	3,253	3,253	-	-	3,253
<b>Total</b>	<b>\$ 118,196</b>	<b>\$ 355,694</b>	<b>\$ 473,890</b>	<b>\$ 66,653</b>	<b>\$ 154,025</b>	<b>\$ 694,568</b>

Functional expenses for the year ended June 30, 2022 were as follows:

	Jewish Observer	Program Services	Total Programs	Supporting Services	Fundraising Services	Total
Salaries	\$ 27,968	\$ 79,307	\$ 107,275	\$ 38,719	\$ 71,711	\$ 217,705
Benefits and payroll taxes	2,474	7,088	9,562	3,461	6,409	19,432
Equipment	622	3,041	3,663	1,484	2,749	7,896
Office Expense	9,132	9,105	18,237	4,444	19,472	42,153
Scholarships and camperships	-	76,731	76,731	-	-	76,731
Insurance	689	3,125	3,814	1,526	2,826	8,166
Accounting	841	4,111	4,952	2,007	3,717	10,676
Purchased services	52,048	158	52,206	77	143	52,426
Campaign and community	3,990	151,538	155,528	2,972	16,472	174,972
Occupancy	2,055	10,045	12,100	4,904	9,083	26,087
Disaster relief expenditures	-	4,215	4,215	-	-	4,215
<b>Total</b>	<b>\$ 99,819</b>	<b>\$ 348,464</b>	<b>\$ 448,283</b>	<b>\$ 59,594</b>	<b>\$ 132,582</b>	<b>\$ 640,459</b>



**JEWISH FEDERATION OF CENTRAL NEW YORK, INC.**

**Notes to Financial Statements**

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**12. Jewish Observer**

The net expenses of the Jewish Observer newspaper as of June 30 are comprised of the following:

	<u>2023</u>	<u>2022</u>
Total direct and allocated expenses	\$ 155,032	\$ 134,092
Less:		
Jewish Observer appeal income	(25,136)	(24,948)
Advertising income	<u>(11,700)</u>	<u>(9,325)</u>
Jewish Observer net expenses in excess of income	<u>\$ 118,196</u>	<u>\$ 99,819</u>

**13. Retirement Plan**

The Federation has a non-contributory retirement plan under Section 403(b) of the Internal Revenue Code. The Plan allows for eligible employee salary deferral contributions up to limits provided for in the Plan.

**14. Leases**

The Federation adopted FASB ASC Topic 842, *Leases*, on July 1, 2022. This standard requires lessees to recognize a lease asset and corresponding lease liability for most leases on the statement of financial position to increase transparency and comparability among organizations. Most prominent among the changes is the recognition of lease assets and lease liabilities for leases classified as operating leases. This standard also requires additional qualitative and quantitative disclosures about leasing arrangements, and provides clarifications surrounding the presentation of the effects of leases in the statement of activities and cash flow. The Federation does not have any long-term operating or finance leases that are within the scope of this standard.

The Federation has a month-to-month lease agreement under which it rents office space at the Jewish Community Center. For the years ended June 30, 2023 and 2022, the rental expense was \$2,249 and 2,174, respectively, per month. Lease expense amounted to approximately \$27,000 and \$26,100 for fiscal year 2023 and 2022, respectively.

**15. Subsequent Events**

Management has evaluated subsequent events through November 16, 2023, which is the date the financial statements were available to be issued. There were no events or transactions discovered during the evaluation that required recognition or disclosure in these financial statements.