

**JEWISH FAMILY AND CHILDREN'S
SERVICE OF MINNEAPOLIS**

**CONSOLIDATED FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORT**

For The Years Ended
December 31, 2023 and 2022

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNEAPOLIS
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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Jewish Family and Children's Service of Minneapolis
Minneapolis, Minnesota

Opinion

We have audited the accompanying consolidated financial statements of Jewish Family and Children's Service of Minneapolis (a nonprofit organization), which comprise the consolidated statements of financial position as of December 31, 2023 and 2022, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Jewish Family and Children's Service of Minneapolis as of December 31, 2023 and 2022, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

For the year ended December 31, 2023, we conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. For the year ended December 31, 2022, we conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of Jewish Family and Children's Service of Minneapolis and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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 Consolidated Financial Statements

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

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Jewish Family and Children's Service of Minneapolis' ability to continue as a going concern within one year after the date that the consolidated financial statements are available to be issued.

Auditor's Responsibilities for the Audit of Consolidated Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Governmental Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 Jewish Family and Children's Service of Minneapolis' 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Jewish Family and Children's Service of Minneapolis' 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.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying consolidating schedules are presented for purposes of additional analysis and is 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated August 21, 2024 on our consideration of Jewish Family and Children's Service of Minneapolis' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Jewish Family and Children's Service of Minneapolis' internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Jewish Family and Children's Service of Minneapolis' internal control over financial reporting and compliance.



REDPATH AND COMPANY, LLC
St. Paul, Minnesota

August 21, 2024

CONSOLIDATED FINANCIAL STATEMENTS

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNEAPOLIS
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
December 31, 2023 and 2022

Statement 1

	<u>2023</u>	<u>2022</u>
Current assets:		
Cash and cash equivalents	\$3,780,478	\$4,059,371
Accounts receivable, net	508,108	401,940
Grants receivable	724,987	655,494
Program loans receivable, net	22,709	83
Contributions receivable, net	13,662,904	1,683,139
Other receivables	12,743	17,991
Inventory	24,733	29,640
Prepaid expenses and other assets	136,345	179,721
Total current assets	<u>18,873,007</u>	<u>7,027,379</u>
Long-term assets:		
Investments	538,852	483,557
Beneficial interest in the net assets of the Minneapolis Jewish Federation	17,378,711	15,389,252
Contributions receivable, net of current portion	367,439	13,009,959
Property and equipment, net of accumulated depreciation	9,218,331	9,549,636
Total long-term assets	<u>27,503,333</u>	<u>38,432,404</u>
 Total assets	 <u><u>\$46,376,340</u></u>	 <u><u>\$45,459,783</u></u>
Current liabilities:		
Accounts payable	\$172,211	\$263,708
Accrued liabilities	347,799	343,312
Total current liabilities	<u>520,010</u>	<u>607,020</u>
Long-term liabilities:		
Deferred compensation	338,852	287,306
Funds held for others	150,000	150,000
Total long-term liabilities	<u>488,852</u>	<u>437,306</u>
 Total liabilities	 <u>1,008,862</u>	 <u>1,044,326</u>
Net assets:		
Without donor restrictions	16,786,364	16,395,627
With donor restrictions	28,581,114	28,019,830
Total net assets	<u>45,367,478</u>	<u>44,415,457</u>
 Total liabilities and net assets	 <u><u>\$46,376,340</u></u>	 <u><u>\$45,459,783</u></u>

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

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNEAPOLIS
CONSOLIDATED STATEMENTS OF ACTIVITIES
For The Years Ended December 31, 2023 and 2022

Statement 2

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Support:						
Direct contributions	\$556,169	\$2,310,279	\$2,866,448	\$643,435	\$2,881,482	\$3,524,917
Indirect contributions	32,309	6,779	39,088	18,406	5,806	24,212
Government grants	3,100,103	-	3,100,103	2,926,268	-	2,926,268
Government agencies	1,399,493	-	1,399,493	1,390,964	-	1,390,964
Nongovernment grants	1,472,770	2,148,325	3,621,095	1,231,253	2,594,676	3,825,929
Special events, net	284,866	178,877	463,743	266,273	155,865	422,138
Total support	<u>6,845,710</u>	<u>4,644,260</u>	<u>11,489,970</u>	<u>6,476,599</u>	<u>5,637,829</u>	<u>12,114,428</u>
Revenue:						
Program related sales and fees	1,134,406	-	1,134,406	1,144,735	-	1,144,735
Change in value of beneficial interest in the net assets of the Minneapolis Jewish Federation	458,003	1,361,329	1,819,332	(402,553)	(1,520,149)	(1,922,702)
Investment income	37,343	38,448	75,791	1,118	7,584	8,702
Other	211,240	-	211,240	174,253	-	174,253
Total revenue	<u>1,840,992</u>	<u>1,399,777</u>	<u>3,240,769</u>	<u>917,553</u>	<u>(1,512,565)</u>	<u>(595,012)</u>
Net assets released from restriction	<u>5,482,753</u>	<u>(5,482,753)</u>	<u>-</u>	<u>5,216,234</u>	<u>(5,216,234)</u>	<u>-</u>
Net support and revenue	<u>14,169,455</u>	<u>561,284</u>	<u>14,730,739</u>	<u>12,610,386</u>	<u>(1,090,970)</u>	<u>11,519,416</u>
Expenses and losses:						
Program services:						
Counseling and mental health	2,317,801	-	2,317,801	2,296,990	-	2,296,990
Aging services	1,714,413	-	1,714,413	1,525,760	-	1,525,760
Community engagement	1,078,352	-	1,078,352	1,080,801	-	1,080,801
Children and family services	1,945,917	-	1,945,917	1,821,460	-	1,821,460
Career services	2,774,301	-	2,774,301	2,635,457	-	2,635,457
Helena Bigos Supporting Foundation	1,185,606	-	1,185,606	1,232,952	-	1,232,952
Total program services	<u>11,016,390</u>	<u>-</u>	<u>11,016,390</u>	<u>10,593,420</u>	<u>-</u>	<u>10,593,420</u>
Supporting services:						
Management and general	1,975,913	-	1,975,913	1,751,268	-	1,751,268
Development and fundraising	786,415	-	786,415	783,401	-	783,401
Total supporting services	<u>2,762,328</u>	<u>-</u>	<u>2,762,328</u>	<u>2,534,669</u>	<u>-</u>	<u>2,534,669</u>
Total expenses	<u>13,778,718</u>	<u>-</u>	<u>13,778,718</u>	<u>13,128,089</u>	<u>-</u>	<u>13,128,089</u>
Changes in net assets	390,737	561,284	952,021	(517,703)	(1,090,970)	(1,608,673)
Net assets, beginning of year	<u>16,395,627</u>	<u>28,019,830</u>	<u>44,415,457</u>	<u>16,913,330</u>	<u>29,110,800</u>	<u>46,024,130</u>
Net assets, end of year	<u>\$16,786,364</u>	<u>\$28,581,114</u>	<u>\$45,367,478</u>	<u>\$16,395,627</u>	<u>\$28,019,830</u>	<u>\$44,415,457</u>

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

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNEAPOLIS
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES
For The Years Ended December 31, 2023 and 2022

Statement 3
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	2023									
	Program Services						Supporting Services			
	Counseling and Mental Health	Aging Services	Community Engagement	Children and Family Services	Career Services	Helena Bigos Supporting Foundation	Total	Management and General	Development and Fundraising	Total Expenses
Expenses:										
Grants, contracts, and direct assistance	\$196,805	\$774,095	\$215,615	\$646,638	\$993,778	\$1,185,606	\$4,012,537	\$ -	\$ -	\$4,012,537
Salary and wages	1,502,888	629,402	523,984	874,298	1,228,359	-	4,758,931	1,077,475	479,970	6,316,376
Employee benefits	218,719	89,803	66,329	123,262	177,694	-	675,807	184,129	69,424	929,360
Payroll taxes and unemployment	117,990	48,505	35,752	66,520	95,934	-	364,701	113,137	37,381	515,219
Professional fees	8,065	22,220	38,039	335	13,176	-	81,835	212,875	19,313	314,023
Supplies	8,993	10,322	102,386	68,306	19,076	-	209,083	56,848	5,314	271,245
Telephone and telecommunications	9,356	5,504	1,019	18,792	12,157	-	46,828	34,007	756	81,591
Postage and shipping	1,905	1,310	3,823	14	1,540	-	8,592	4,677	9,949	23,218
Printing and copying	3,775	5,288	11,268	3,143	4,385	-	27,859	31,161	16,911	75,931
Rent, parking, and other occupancy	72,801	23,056	17,353	39,326	118,717	-	271,253	47,307	23,050	341,610
Equipment/software licensing and support	-	-	-	-	5,171	-	5,171	86,743	63,133	155,047
Travel/mileage	6,620	27,824	1,885	26,409	3,374	-	66,112	-	426	66,538
Conferences, conventions, and meetings	1,142	6,757	24,641	3,228	5,629	-	41,397	13,617	118,622	173,636
Membership dues	3,101	5,415	185	3,934	327	-	12,962	9,058	-	22,020
Staff development	6,598	3,494	1,233	10,064	10,207	-	31,596	6,630	3,480	41,706
Advertising	2,133	95	486	406	590	-	3,710	963	105	4,778
Bad debt expense	7,716	-	-	-	-	-	7,716	-	-	7,716
Other expense	51,984	21,111	4,987	6,108	6,434	-	90,624	28,480	38,525	157,629
Total expenses before depreciation	2,220,591	1,674,201	1,048,985	1,890,783	2,696,548	1,185,606	10,716,714	1,907,107	886,359	13,510,180
Depreciation	97,210	40,212	29,367	55,134	77,753	-	299,676	68,806	31,029	399,511
Total expenses by function	2,317,801	1,714,413	1,078,352	1,945,917	2,774,301	1,185,606	11,016,390	1,975,913	917,388	13,909,691
Less expenses included with revenues on the statement of activities:										
Cost of direct benefit to donors	-	-	-	-	-	-	-	-	(130,973)	(130,973)
Total expenses included in the expense section on the statements of activities	\$2,317,801	\$1,714,413	\$1,078,352	\$1,945,917	\$2,774,301	\$1,185,606	\$11,016,390	\$1,975,913	\$786,415	\$13,778,718

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

	2022									
	Program Services						Supporting Services			
	Counseling and Mental Health	Aging Services	Community Engagement	Children and Family Services	Career Services	Helena Bigos Supporting Foundation	Total	Management and General	Development and Fundraising	Total Expenses
Expenses:										
Grants, contracts, and direct assistance	\$277,059	\$719,635	\$338,249	\$581,660	\$892,630	\$1,232,952	\$4,042,185	\$2,550	\$2,000	\$4,046,735
Salary and wages	1,351,031	558,956	416,803	810,107	1,185,293	-	4,322,190	956,532	484,910	5,763,632
Employee benefits	192,354	79,026	58,797	114,406	166,089	-	610,672	168,646	68,622	847,940
Payroll taxes and unemployment	103,545	42,487	31,594	61,963	90,319	-	329,908	97,148	36,899	463,955
Professional fees	11,765	2,009	45,502	1,784	7,232	-	68,292	132,414	11,447	212,153
Supplies	10,210	4,458	94,071	70,663	16,907	-	196,309	63,878	7,219	267,406
Telephone and telecommunications	4,663	4,528	1,505	17,118	10,470	-	38,284	24,630	1,017	63,931
Postage and shipping	2,557	736	3,591	122	2,680	-	9,686	5,522	11,409	26,617
Printing and copying	4,776	4,200	10,862	2,505	4,855	-	27,198	28,277	15,786	71,261
Rent, parking, and other occupancy	79,531	19,549	22,621	48,285	123,062	-	293,048	58,121	29,371	380,540
Equipment/software licensing and support	-	1,941	832	-	3,767	-	6,540	67,573	64,314	138,427
Travel/mileage	2,344	27,077	693	21,955	1,516	-	53,585	176	1,628	55,389
Conferences, conventions, and meetings	1,070	333	15,748	1,741	1,540	-	20,432	11,508	114,193	146,133
Membership dues	3,024	270	-	4,673	658	-	8,625	9,140	-	17,765
Staff development	2,979	991	742	2,312	6,292	-	13,316	2,739	1,774	17,829
Advertising	1,710	960	466	5,859	12,999	-	21,994	3,371	293	25,658
Bad debt expense	99,004	-	-	-	-	-	99,004	-	-	99,004
Other expense	34,261	11,627	3,795	8,557	11,249	-	69,489	36,635	23,806	129,930
Total expenses before depreciation	2,181,883	1,478,783	1,045,871	1,753,710	2,537,558	1,232,952	10,230,757	1,668,860	874,688	12,774,305
Depreciation	115,107	46,977	34,930	67,750	97,899	-	362,663	82,408	40,990	486,061
Total expenses by function	2,296,990	1,525,760	1,080,801	1,821,460	2,635,457	1,232,952	10,593,420	1,751,268	915,678	13,260,366
Less expenses included with revenues on the statement of activities:										
Cost of direct benefit to donors	-	-	-	-	-	-	-	-	(132,277)	(132,277)
Total expenses included in the expense section on the statements of activities	\$2,296,990	\$1,525,760	\$1,080,801	\$1,821,460	\$2,635,457	\$1,232,952	\$10,593,420	\$1,751,268	\$783,401	\$13,128,089

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

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNEAPOLIS

CONSOLIDATED STATEMENTS OF CASH FLOWS

Statement 4

For The Years Ended December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Cash flows from operating activities:		
Change in net assets	\$952,021	(\$1,608,673)
Adjustments to reconcile changes in net assets to net cash provided by (used in) operating activities:		
Depreciation	399,511	486,061
Change in value of beneficial interest in the net assets of the Minneapolis Jewish Federation	(1,819,332)	1,922,702
Contributions restricted to endowment	(54,436)	(37,618)
Decrease (increase) in operating assets:		
Accounts receivable	(106,168)	97,564
Grants receivable	(69,493)	52,714
Program loans receivable	(22,626)	7,572
Contributions receivable	662,755	(677,219)
Other receivables	5,248	(4,828)
Inventory	4,907	(9,779)
Prepaid expenses and other assets	43,376	(15,541)
Increase (decrease) in operating liabilities:		
Accounts payable	(91,497)	33,853
Accrued liabilities	4,487	14,083
Deferred compensation	51,546	(19,208)
Net cash provided by (used in) operating activities	<u>(39,701)</u>	<u>241,683</u>
Cash flows from investing activities:		
Purchase of property and equipment	(68,206)	(68,350)
Purchase of investments, including reinvested income	(55,295)	22,957
Cash transferred to Minneapolis Jewish Federation	(563,128)	(372,258)
Distributions from Minneapolis Jewish Federation	393,001	12,307
Net cash used in investing activities	<u>(293,628)</u>	<u>(405,344)</u>
Cash flows from financing activities:		
Collection of contributions restricted to endowment	<u>54,436</u>	<u>37,618</u>
Net decrease in cash and cash equivalents	(278,893)	(126,043)
Cash and cash equivalents - beginning of year	<u>4,059,371</u>	<u>4,185,414</u>
Cash and cash equivalents - end of year	<u><u>\$3,780,478</u></u>	<u><u>\$4,059,371</u></u>

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

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNEAPOLIS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2023 and 2022

NOTE 1 NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. NATURE OF OPERATIONS

Jewish Family and Children's Service of Minneapolis is guided by its mission to provide essential services to people of all ages and backgrounds to sustain healthy relationships, ease suffering and offer support in times of need. Jewish Family and Children's Service of Minneapolis is proud to say it has been “family” to tens of thousands of people in the Jewish and general communities for more than a century. Jewish Family and Children's Service of Minneapolis provides a full spectrum of programs and services for adults, children, families, the frail elderly, refugees and immigrants, and people who struggle with poverty, emotional problems, and mental and physical disabilities.

B. BASIS OF CONSOLIDATION

The accompanying consolidated financial statements include the accounts and activities of Jewish Family and Children's Service of Minneapolis and a supporting foundation that was incorporated in November 2012 (collectively, the Organization). All significant intercompany balances and transactions have been eliminated.

C. BASIS OF PRESENTATION

Net assets and contribution revenue are classified based on the existence or absence of donor- or grantor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for an operating reserve and board-designated endowment.

Net Assets With Donor Restrictions – net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

D. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of highly liquid debt instruments with an initial maturity of three months or less.

Cash on deposit in excess of FDIC and similar insurance coverages are subject to the usual banking risks of funds in excess of those limits. At times, amounts on deposit may exceed FDIC insured limits. To date, the Organization has not experienced losses in any of these accounts.

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNEAPOLIS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2023 and 2022

E. ACCOUNTS RECEIVABLE

Receivables from program related sales and fees are reported as accounts receivable, net in the accompanying consolidated statements of financial position. Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management records an allowance for doubtful accounts under the reserve method based on its assessment of the current status of individual accounts, the historical average percentage of write-offs by category of receivables, and other reasonable and supportable forward-looking information. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable. An allowance of \$6,962 was recorded at December 31, 2023 and 2022.

F. GRANTS AND CONTRIBUTIONS RECEIVABLE

Unconditional grants and contributions receivable that are expected to be collected within one year are recorded at net realizable value. Grants and contributions receivable that are expected to be collected in future years excluding the contributions due to the supporting foundation, are recorded net of a present value discount.

Management records an allowance for doubtful accounts under the allowance method based on historical average percentage write-offs, its assessment of the current status of individual account balances, and other reasonable and supportable forward-looking information. If management's collection attempts are unsuccessful, grants and contributions receivable balances are written off through a charge to the allowance for doubtful accounts. An allowance of \$2,890 and \$4,606 was recorded at December 31, 2023 and 2022, respectively. A discount of \$24,671 and \$46,882 was recorded at December 31, 2023 and 2022, respectively.

G. PROGRAM LOANS RECEIVABLE

Program loans receivable relate to various loan programs which are used to serve individuals needing emergency assistance, refugees in need of help, and individuals seeking vocational training. Outstanding loan balances are reviewed individually for timing of payments received as well as future collectability. As needed, alternative payment plans are arranged. Management records an allowance for doubtful accounts under the reserve method. Write-off of loans receivable against the related allowance occurs when all collection efforts have been exhausted. An allowance of \$2,564 was recorded at December 31, 2023 and 2022.

H. INVESTMENTS

Investments consist primarily of mutual funds, exchange traded funds and Israel Bonds, recorded at fair value.

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNEAPOLIS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2023 and 2022

I. BENEFICIAL INTEREST IN THE NET ASSETS OF THE MINNEAPOLIS JEWISH FEDERATION

The Minneapolis Jewish Federation (the Federation) receives contributions and invests these funds for particular purposes on the Organization's behalf. The contributions are put into funds based on the donor's stipulations. The Federation does not have variance power on these funds, therefore requiring the activity to be recorded by the Organization. The balances are at fair value.

Due to the unitized structure of the investments at the Federation, the Organization is allocated an equitable portion of sales and purchases of investments executed at the Federation. The details of the sales and purchases of investments are maintained by the Federation. For financial statement purposes, the Organization has elected to disclose only the net change in the value of its interest in the net assets of the Federation in the consolidated financial statements.

Additional funds are held by the Federation in donor advised funds from which the Organization may receive additional contributions, however, variance powers to redirect these funds are present and the funds do not meet the reporting requirements under current guidance.

J. PROPERTY AND EQUIPMENT

Property and equipment that has a useful life greater than one year and a cost greater than \$1,000 is stated at cost and depreciated using a straight-line method. Depreciation of property and equipment is provided over the estimated useful lives of the respective assets.

Building and building improvements	10 - 39 years
Furniture, fixtures and equipment	3 - 10 years

K. REVENUE AND REVENUE RECOGNITION

The Organization recognizes support revenue when cash, securities or other assets, or an unconditional promise to give is received. Conditional promises to give with a measurable performance or other barrier and right of return, are not recognized until the conditions on which they depend have been met.

The Organization has various government contracts and grants that are generally cost-reimbursable, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenditures. Revenue without donor restrictions is recognized as qualifying expenditures are incurred, or other contractual conditions are met. Revenue recognized under government contracts and grants, including PPP loan forgiveness, is subject to review by the granting authority. To the extent, if any, that such a review reduces expenditures allowable under these agreements, the Organization will record such disallowance at the time the determination is made.

There is no material amount of unrecorded conditional contributions or government grants at December 31, 2023 and 2022.

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Program related sales and fee revenue represents private payments and insurance-type reimbursements for services provided to individuals. Revenue is recognized at the time the services are provided, net of any expected fee adjustments. Changes in regulations, governmental funding, or other negotiated contracts could result in changes in contract rates or reduction of services. Any such adjustments to the contract rates are recognized as an adjustment of the services when their effect becomes reasonably determinable.

L. DONATED SERVICES AND IN-KIND CONTRIBUTIONS

Donated services are recognized to the extent that they create or enhance nonfinancial assets or require specialized skills. Donated goods and services required by grant awards are recorded in the consolidated Statements of Activities at fair value at the date of the donation and recognized as revenue and expense in the period they are received. There were no material donated services or in-kind contributions received in 2023 or 2022.

A number of volunteers have made contributions of their time to develop and enhance the Organization's programs. The value of this contributed volunteer time does not meet the recognition requirements for contributed services and, as such, is not reflected in these statements.

M. FUNCTIONAL EXPENSES

The costs of program and supporting service activities have been summarized on a functional basis in the consolidated statements of activities. The consolidated statements 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.

The consolidated financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied.

Expense allocation methods are as follows:

- When employee time can be directly identified with a project or activity, salaries and wages are charged to that project or activity (direct charges). In the case of support employees whose work is not identifiable to a specific project, salaries and wages are allocated pro rata based on the direct time charged to these projects. Taxes and benefits costs are allocated pro rata based on salaries and wages.
- Occupancy expenses are allocated based on usage by program. The total occupancy cost of each facility is allocated pro rata by the number of offices or cubicles used by each program.
- Costs for equipment, such as printing and mailing equipment, are allocated pro rata based on usage of the equipment by program.
- Expenses other than those listed above, which are not directly identifiable by program or supporting services, are allocated based on the percentage of direct salaries.

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N. USE OF ESTIMATES

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

O. INCOME TAXES

Jewish Family and Children’s Service of Minneapolis qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and the comparable section of the Minnesota Income Tax Statutes. It has been classified as an organization that is not a private foundation under the Internal Revenue Code and contributions by donors are tax deductible. The supporting foundation is a supporting organization under 509(a)(3) of the Internal Revenue Code.

A tax expense or benefit from an uncertain income tax position (including tax-exempt status) may be recognized only when it is more likely than not that the position will be sustained upon examination by taxing authorities. Management believes the Organization has no uncertain income tax positions that would result in an accrual, expense or benefit under the more likely than not standard.

P. RECENTLY ADOPTED ACCOUNTING PRONOUNCEMENTS

The Organization adopted Accounting Standards Update (“ASU”) 2016-13, *Credit Losses - Measurement of Credit Losses on Financial Instruments* and all related subsequent pronouncements as of January 1, 2023, which replaced the incurred loss method with a method that reflects lifetime expected credit losses. The Organization adopted the changes in accounting for credit losses using a modified retrospective transition method. Adoption of the new standard did not materially impact the Organization’s financial statements. The comparative financial information has not been restated and continues to be reported under the accounting standard in effect for those periods.

NOTE 2 LIQUIDITY AND AVAILABILITY

The following represents the Organization’s financial assets available to meet cash needs for general expenditures within one year of date of the statements of financial position. Due to the nature of the restrictions from contributions received from donors, the Organization has omitted only the restricted contributions that were not deemed “general” in nature.

	<u>2023</u>	<u>2022</u>
Cash and cash equivalents	\$2,906,975	\$3,100,859
Accounts receivable	508,108	401,940
Grants receivable	724,987	655,494
Contributions receivable	1,212,904	1,683,139
Other receivables	12,743	17,991
Beneficial interest in the net assets of the Minneapolis Jewish Federation	<u>1,110,804</u>	<u>1,183,661</u>
	<u>\$6,476,521</u>	<u>\$7,043,084</u>

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The Organization's endowment funds consist of donor-restricted endowments and funds designated by the board as endowments. Income from donor-restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure.

The Organization's board-designated endowment is subject to an annual spending rate as described in Note 10. Although there is no intent to spend from this board-designated endowment (other than amounts appropriated for general expenditure as part of the Board's annual budget approval and appropriation), these amounts could be made available if necessary.

As part of its liquidity management plan, the Organization structures its financial assets to be available as its general expenditures, liabilities and other obligations come due.

NOTE 3 GRANT RECEIVABLE

Grants receivable consisted of the following as of December 31:

	<u>2023</u>	<u>2022</u>
Government	\$554,438	\$368,766
Other	<u>170,549</u>	<u>286,728</u>
Total	<u><u>\$724,987</u></u>	<u><u>\$655,494</u></u>

NOTE 4 PROGRAM LOANS RECEIVABLE

The Organization issues uncollateralized loans to members of the Jewish community based on financial need under their Jewish Free Loan Program (JFLP). The loans are issued from a minimum of \$1,000 to a maximum of \$7,500 and bear no interest, and are typically repayable from 24 to 36 months. One or two co-signers are currently required who are subject to a credit check and must meet minimum credit criteria. Loans are funded from restricted contributions made by numerous donors.

Because of the strict criteria with regard to co-signers, write-offs are rare for this program. Allowances for doubtful accounts are determined based on an evaluation of the current status of any past due accounts and the average write-offs by category for prior years.

JFPL loans receivable consisted of the following as of December 31:

	<u>2023</u>	<u>2022</u>
Jewish free loans	\$25,273	\$2,647
Less: Allowance for doubtful accounts	<u>(2,564)</u>	<u>(2,564)</u>
Total	<u><u>\$22,709</u></u>	<u><u>\$83</u></u>

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NOTE 5 CONTRIBUTIONS RECEIVABLE

Contributions receivable at December 31 are expected to be collected as follows:

	<u>2023</u>	<u>2022</u>
Due within one year	\$13,662,904	\$1,683,139
Due in one to five years	<u>395,000</u>	<u>13,061,447</u>
Total contributions receivable	14,057,904	14,744,586
Less: Present value discount (3.5%)	(24,671)	(46,882)
Less: Allowance for uncollectible contributions	(2,890)	(4,606)
Less: Current portion	<u>(13,662,904)</u>	<u>(1,683,139)</u>
Noncurrent contributions receivable, net	<u><u>\$367,439</u></u>	<u><u>\$13,009,959</u></u>

NOTE 6 INVESTMENTS

As of December 31, the Organization held the following investments:

	<u>2023</u>	<u>2022</u>
Deposit accounts with broker	\$10,923	\$12,268
Mutual funds:		
Bond / fixed income	-	73,072
Equity	170,076	93,903
Balanced	-	57,320
Exchange traded funds (ETFs):		
Bond / fixed income	-	49,753
Equity	157,853	990
Israel bonds	<u>200,000</u>	<u>196,251</u>
Total	<u><u>\$538,852</u></u>	<u><u>\$483,557</u></u>

NOTE 7 FAIR VALUE MEASUREMENTS

The Organization has categorized its financial instruments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

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Financial assets and liabilities recorded on the consolidated statements of activities are categorized based on the inputs to the valuation techniques as follows:

Level 1 – Inputs that utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization has the ability to access. This includes stocks, mutual funds and exchange traded funds.

Level 2 – Inputs that include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.

Level 3 – Financial assets and liabilities whose values are based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. These inputs reflect management's own assumptions about the assumptions a market participant would use in pricing the asset or liability (examples include interests in the net assets of the Federation and assets held in a trust where the Organization is not the trustee).

Financial assets that are carried at estimated fair value are categorized based on the inputs to the valuation technique are as follows as of December 31:

	2023			Total
	Level 1	Level 2	Level 3	
Investments:				
Mutual funds	\$170,076	\$ -	\$ -	\$170,076
Exchange traded funds	157,853	-	-	157,853
Israel bonds	-	200,000	-	200,000
Beneficial interest in the net assets of the Minneapolis Jewish Federation	-	-	17,378,711	17,378,711
Total	<u>\$327,929</u>	<u>\$200,000</u>	<u>\$17,378,711</u>	<u>\$17,906,640</u>
	2022			Total
	Level 1	Level 2	Level 3	
Investments:				
Mutual funds	\$224,295	\$ -	\$ -	\$224,295
Exchange traded funds	50,743	-	-	50,743
Israel bonds	-	196,251	-	196,251
Beneficial interest in the net assets of the Minneapolis Jewish Federation	-	-	15,389,252	15,389,252
Total	<u>\$275,038</u>	<u>\$196,251</u>	<u>\$15,389,252</u>	<u>\$15,860,541</u>

The basis for determining Level 3 assets is as follows:

- Beneficial Interest in Charitable Remainder Trust is based on the fair value of expected future income streams of the underlying Trust assets reported by the trustee using an estimated discount rate of 5%.

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- Beneficial Interest in the Net Assets of the Minneapolis Jewish Federation is based on the unadjusted fair value of the underlying assets reported by the Minneapolis Jewish Federation.

The following is a reconciliation of the changes in Level 3 assets for the years ended December 31, 2023 and 2022:

	Beneficial Interest in the Net Assets of the Minneapolis Jewish Federation
Balance at December 31, 2021	<u>\$16,952,003</u>
Net change in value of trust and interest in net assets of the Minneapolis Jewish Federation	(1,922,702)
Contributions	372,258
Distributions	<u>(12,307)</u>
Balance at December 31, 2022	<u>15,389,252</u>
Net change in value of trust and interest in net assets of the Minneapolis Jewish Federation	1,819,332
Contributions	524,129
Distributions	<u>(354,002)</u>
Balance at December 31, 2023	<u><u>\$17,378,711</u></u>

NOTE 8 PROPERTY AND EQUIPMENT

As of December 31, property and equipment was as follows:

	<u>2023</u>	<u>2022</u>
Property and equipment:		
Building	\$10,078,490	\$10,078,490
Building improvements	285,620	285,620
Furniture, fixtures and equipment	<u>1,292,298</u>	<u>1,224,089</u>
Total	11,656,408	11,588,199
Less: Accumulated depreciation	<u>(2,438,077)</u>	<u>(2,038,563)</u>
Net capital assets	<u><u>\$9,218,331</u></u>	<u><u>\$9,549,636</u></u>

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NOTE 9 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were restricted for the following purposes or periods at December 31:

	<u>2023</u>	<u>2022</u>
Subject to expenditures for a specified purpose:		
Clinical and case management services	\$100,067	\$60,329
Aging services	580,251	672,913
Community services	174,009	291,476
Education and learning	756,300	808,574
Career services	134,564	170,652
Next Century	627,810	712,810
Building	245,702	245,702
Emergency grants and loans	358,982	213,711
Other restrictions	340,302	237,715
	<u>3,317,987</u>	<u>3,413,882</u>
Subject to the passage of time:		
Promises to give that are not restricted by donors, but which are unavailable for expenditure until due	295,439	608,025
Endowments:		
Subject to appropriation and expenditure when a specified event occurs	6,603,291	5,687,962
Subject to JFCS endowment spending policy and appropriation	18,364,397	18,309,961
	<u>24,967,688</u>	<u>23,997,923</u>
 Total	 <u>\$28,581,114</u>	 <u>\$28,019,830</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of other events specified by the donors as follows for the years ended December 31:

	<u>2023</u>	<u>2022</u>
Program restrictions accomplished	\$1,320,684	\$1,766,061
Time restrictions expired	1,733,824	1,196,355
Release of appropriated endowment returns	761,960	626,922
Release from Helena Bigos Supporting Foundation	1,666,285	1,626,896
	<u>1,666,285</u>	<u>1,626,896</u>
 Total	 <u>\$5,482,753</u>	 <u>\$5,216,234</u>

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNEAPOLIS
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NOTE 10 ENDOWMENTS

The Organization maintained approximately 300 endowment funds in the JFCS endowment fund as of December 31, 2023 and 2022. In addition, the supporting foundation separately maintains one endowment fund. In the consolidated financial statements, the JFCS endowment fund and the portion of the supporting organization endowment fund which benefits the Organization are collectively referred to as the Endowments.

A. JFCS ENDOWMENT FUND

The funds that comprise the JFCS endowment fund were established for a variety of purposes. The Organization established a fund at the Federation to manage these funds.

The endowment includes donor-restricted and board designated funds. As required, net assets associated with endowment funds, including funds designated by the board of directors to function as endowments, are classified and reported based on existence or absence of donor-imposed restrictions.

The Board of Directors of the Organization has interpreted the Minnesota Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds. As a result of this interpretation, the Organization retains in perpetuity (a) the original value of initial and subsequent gifts donated to the endowment, and (b) any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

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

- The duration and preservation of the fund
- The purpose of the Organization and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and appreciation of investments
- Other resources of the Organization
- The investment policies of the Organization

Funds with Deficiencies – From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the original value of the gifts, due to unfavorable market fluctuations. There were no deficiencies of this nature as of December 31, 2023 and 2022.

Return Objectives and Risk Parameters – The Organization views itself as a moderate risk taker and has adopted policies with the primary investment objective of preservation of capital, on an inflation-adjusted basis, and secondarily, to achieve long-term capital appreciation.

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Strategies Employed for Achieving Objectives – The Organization has adopted investment and spending policies that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Under this policy, as approved by the board of directors, the endowment assets are transferred to Federation, who in turn invests in a manner intended to exceed appropriate benchmarks over a full market cycle.

Spending Policy – The Organization appropriates 4% of the average balance of the endowment's fair market value as of December 31 of each of the three years prior to the start of the fiscal year. In establishing these policies, the Organization considered the long-term expected return on its endowment. Accordingly, over the long term, 4% was determined to be the maximum sustainable spending rate that would allow the endowment to grow in excess of the rate of inflation. The Organization's board can authorize up to a 5% spending rate if conditions warrant this change.

Investment fees paid to the Federation were \$165,557 and \$157,276 for the years ended December 31, 2023 and 2022.

B. SUPPORTING FOUNDATION ENDOWMENT FUND

The supporting foundation endowment fund was established to benefit the operations of JFCS and, in the future, other organizations as well. Per donor stipulations, contributions to the fund are permanently restricted, and contributions are to be invested in Israel Bonds. The portions of cash contributions and pledges that will benefit the Organization are recorded as contributions in the consolidated financial statements at the present value of the future benefit.

During 2018, the supporting foundation was named the beneficiary of an estate gift. Per the terms of the gift, the supporting foundation will receive an additional \$49,800,000 in Israel Bonds, which are to be invested in Israel Bonds into perpetuity. JFCS has an irrevocable 25% interest in the net income of the bonds and four other organizations equally share the irrevocable right to the remaining 75%. The full amount of net income of the bonds is to be distributed annually by the supporting foundation and is considered to be without donor restriction.

As of December 31, 2023 and 2022, the Organization has recorded a contribution receivable equal to the 25% portion of the gift. Once the investments are transferred into the name of the supporting foundation, the Organization will record an asset for the fair value of the bonds held, with an offsetting liability related to the assets held in trust for the other organizations.

During 2023, JFCS received payments of investment income accrued in fiscal year 2022 of \$425,930 and reimbursement of legal fees of \$51,447, and recorded contributions receivable for accrued investment income for 2023 estimated investment gains on its 25% interest in the bonds of \$437,533. During 2022, JFCS received payments of investment income accrued in fiscal year 2021 of \$432,022 and recorded accrued investment income for 2022 estimated investment gains on its 25% interest in the bonds of \$392,022.

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNEAPOLIS
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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C. ENDOWMENT FUND SUMMARY

Endowment net assets for the JFCS and supporting foundation endowment funds as of December 31 consisted of the following:

	2023		
	Without Donor Restrictions	With Donor Restrictions	Total
Board designated:			
Endowment funds	\$3,658,844	\$ -	\$3,658,844
Donor restricted:			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	-	18,364,397	18,364,397
Accumulated investment gains	-	6,603,291	6,603,291
	<u>\$3,658,844</u>	<u>\$24,967,688</u>	<u>\$28,626,532</u>
	2022		
	Without Donor Restrictions	With Donor Restrictions	Total
Board designated:			
Endowment funds	\$3,147,171	\$ -	\$3,147,171
Donor restricted:			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	-	18,309,961	18,309,961
Accumulated investment gains	-	5,687,962	5,687,962
	<u>\$3,147,171</u>	<u>\$23,997,923</u>	<u>\$27,145,094</u>

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Change in endowment net assets for the years ended December 31 were as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, December 31, 2021	\$3,439,132	\$25,527,381	\$28,966,513
Change in value of beneficial interest in the net assets of the Minneapolis Jewish Federation	(402,553)	(1,520,149)	(1,922,702)
Investment returns	-	3,835	3,835
Contributions received	110,592	2,240,672	2,351,264
Appropriation of endowment assets for expenditure	-	(2,253,816)	(2,253,816)
Endowment net assets, December 31, 2022	<u>3,147,171</u>	<u>23,997,923</u>	<u>27,145,094</u>
Change in value of beneficial interest in the net assets of the Minneapolis Jewish Federation	458,003	1,361,329	1,819,332
Investment returns	-	11,995	11,995
Contributions received	53,670	2,024,686	2,078,356
Appropriation of endowment assets for expenditure	-	(2,428,245)	(2,428,245)
Endowment net assets, December 31, 2023	<u><u>\$3,658,844</u></u>	<u><u>\$24,967,688</u></u>	<u><u>\$28,626,532</u></u>

NOTE 11 DEFERRED COMPENSATION

The Organization has a deferred compensation plan for certain key individuals. The plan requires the Organization to accrue a percentage of the individuals' compensation to be paid after retirement. Expenses under the plan were \$24,473 and \$24,518 for the years ended December 31, 2023 and 2022, respectively. In addition, certain individuals may elect to defer a portion of their salaries, subject to IRS limits, to the deferred compensation plan. Accrued amounts of \$338,852 and \$287,306 are included in long-term liabilities as of December 31, 2023 and 2022, respectively.

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NOTE 12 LEASE REVENUE

The Organization receives revenue from an agreement for the lease of space to another entity. For accounting purposes, the lease is considered an operating lease. Payments are received in monthly installments of \$5,416 - \$6,796 through the remaining term of the agreement, in addition to common area maintenance charges. The lease commenced in April 2018 and is effective through March 2033.

Expected future minimum lease receipts are as follows:

<u>Year Ending December 31:</u>	<u>Amount</u>
2024	\$65,964
2025	67,283
2026	68,629
2027	70,001
2028	71,929
Thereafter	<u>330,339</u>
Total	<u><u>\$674,145</u></u>

NOTE 13 RETIREMENT PLAN

The Organization sponsors a safe-harbor 401(k) profit-sharing retirement plan. Under this plan, employees age 18 years or older can contribute up to statutory limits. All employees who work at the Organization are eligible to receive matching contributions from the Organization. The Organization makes a contribution equal to 100% of the employee’s salary reduction up to 3% and 50% of the employee’s salary reduction up to 4%. Retirement expenses under this retirement plan were \$220,440 and \$207,350 for the years ended December 31, 2023 and 2022, respectively.

NOTE 14 PAYCHECK PROTECTION PROGRAM LOAN

The Organization entered into an unsecured loan agreement on April 10, 2020 for \$1,196,400, pursuant to the Paycheck Protection Program (PPP) created by Section 1102 of the Coronavirus Aid, Relief, and Economic Security Act, which was fully forgiven by the SBA on November 16, 2020. Loan forgiveness is subject to a six-year audit period.

NOTE 15 SUBSEQUENT EVENTS

Management has evaluated subsequent events through August 21, 2024, the date that the report was available to be issued.

SUPPLEMENTARY INFORMATION

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNEAPOLIS
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
December 31, 2023

Schedule 1

	JFCS	Helena Bigos Supporting Foundation	Eliminations	Total
Current assets:				
Cash and cash equivalents	\$3,768,357	\$12,121	\$ -	\$3,780,478
Accounts receivable, net	508,108	-	-	508,108
Grants receivable	724,987	-	-	724,987
Program loans receivable, net	22,709	-	-	22,709
Contributions receivable, net	760,459	12,902,445	-	13,662,904
Other receivables	11,683	1,060	-	12,743
Inventory	24,733	-	-	24,733
Prepaid expenses and other assets	136,345	-	-	136,345
Due from related party	448,696	-	(448,696)	-
Total current assets	6,406,077	12,915,626	(448,696)	18,873,007
Long-term assets:				
Investments	338,852	200,000	-	538,852
Beneficial interest in the net assets of the Minneapolis Jewish Federation	17,378,711	-	-	17,378,711
Contributions receivable, net of current portion	367,439	-	-	367,439
Property and equipment, net of accumulated depreciation	9,218,331	-	-	9,218,331
Total long-term assets	27,303,333	200,000	-	27,503,333
Total assets	\$33,709,410	\$13,115,626	(\$448,696)	\$46,376,340
Current liabilities:				
Accounts payable	\$172,211	\$ -	\$ -	\$172,211
Accrued liabilities	353,796	(5,997)	-	347,799
Due to related party	-	448,696	(448,696)	-
Total current liabilities	526,007	442,699	(448,696)	520,010
Long-term liabilities:				
Deferred compensation	338,852	-	-	338,852
Funds held for others	-	150,000	-	150,000
Total long-term liabilities	338,852	150,000	-	488,852
Total liabilities	864,859	592,699	(448,696)	1,008,862
Net assets:				
Without donor restrictions	16,782,615	3,749	-	16,786,364
With donor restrictions	16,061,936	12,519,178	-	28,581,114
Total net assets	32,844,551	12,522,927	-	45,367,478
Total liabilities and net assets	\$33,709,410	\$13,115,626	(\$448,696)	\$46,376,340

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

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNEAPOLIS
CONSOLIDATING STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2023

Schedule 2

	JFCS			Helena Bigos Supporting Foundation			Consolidated Total			
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total	Eliminations	Without Donor Restrictions	With Donor Restrictions	Total
Support:										
Direct contributions	\$1,033,099	\$647,743	\$1,680,842	\$ -	\$1,662,536	\$1,662,536	(\$476,930)	\$556,169	\$2,310,279	\$2,866,448
Indirect contributions	32,309	6,779	39,088	-	-	-	-	32,309	6,779	39,088
Government grants	3,100,103	-	3,100,103	-	-	-	-	3,100,103	-	3,100,103
Government agencies	1,399,493	-	1,399,493	-	-	-	-	1,399,493	-	1,399,493
Nongovernment grants	1,472,770	2,148,325	3,621,095	-	-	-	-	1,472,770	2,148,325	3,621,095
Special events, net	284,866	178,877	463,743	-	-	-	-	284,866	178,877	463,743
Total support	7,322,640	2,981,724	10,304,364	-	1,662,536	1,662,536	(476,930)	6,845,710	4,644,260	11,489,970
Revenue:										
Program related sales and fees	1,134,406	-	1,134,406	-	-	-	-	1,134,406	-	1,134,406
Change in value of beneficial interest in the net assets of the Minneapolis Jewish Federation	458,003	1,361,329	1,819,332	-	-	-	-	458,003	1,361,329	1,819,332
Investment income	37,343	26,453	63,796	-	11,995	11,995	-	37,343	38,448	75,791
Other	211,240	-	211,240	-	-	-	-	211,240	-	211,240
Total revenue	1,840,992	1,387,782	3,228,774	-	11,995	11,995	-	1,840,992	1,399,777	3,240,769
Net assets released from restriction	3,816,468	(3,816,468)	-	1,666,285	(1,666,285)	-	-	5,482,753	(5,482,753)	-
Net support and revenue	12,980,100	553,038	13,533,138	1,666,285	8,246	1,674,531	(476,930)	14,169,455	561,284	14,730,739
Expenses and losses:										
Program services:										
Counseling and mental health	2,317,801	-	2,317,801	-	-	-	-	2,317,801	-	2,317,801
Aging services	1,714,413	-	1,714,413	-	-	-	-	1,714,413	-	1,714,413
Community engagement	1,078,352	-	1,078,352	-	-	-	-	1,078,352	-	1,078,352
Children and family services	1,945,917	-	1,945,917	-	-	-	-	1,945,917	-	1,945,917
Career services	2,774,301	-	2,774,301	-	-	-	-	2,774,301	-	2,774,301
Helena Bigos Supporting Foundation	-	-	-	1,662,536	-	1,662,536	(476,930)	1,185,606	-	1,185,606
Total program services	9,830,784	-	9,830,784	1,662,536	-	1,662,536	(476,930)	11,016,390	-	11,016,390
Supporting services:										
Management and general	1,975,913	-	1,975,913	-	-	-	-	1,975,913	-	1,975,913
Development and fundraising	786,415	-	786,415	-	-	-	-	786,415	-	786,415
Total supporting services	2,762,328	-	2,762,328	-	-	-	-	2,762,328	-	2,762,328
Total expenses	12,593,112	-	12,593,112	1,662,536	-	1,662,536	(476,930)	13,778,718	-	13,778,718
Changes in net assets	386,988	553,038	940,026	3,749	8,246	11,995	-	390,737	561,284	952,021
Net assets, beginning of year	16,395,627	15,508,898	31,904,525	-	12,510,932	12,510,932	-	16,395,627	28,019,830	44,415,457
Net assets, end of year	\$16,782,615	\$16,061,936	\$32,844,551	\$3,749	\$12,519,178	\$12,522,927	\$ -	\$16,786,364	\$28,581,114	\$45,367,478

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