Jewish Federation of Greater Naples, Inc.
Statements of Financial Position
June 30, 2025 and 2024

	2025	*Restated* 2024
Assets		
Current Assets		
Cash and cash equivalents	$ 1,526,084	$ 1,151,273
Investments	-	5,000
Investments held by others	14,806,214	2,639,692
Accounts receivable - short term	825,971	1,036,242
Deposits and other assets	63,477	70,000
Total current assets	17,221,746	4,902,207
Accounts receivable - long term, net	453,172	628,006
Beneficial interest in charitable remainder unitrusts receivable	2,351,923	2,118,129
Property and equipment, net	10,666,553	11,014,582
Total assets	**$ 30,693,394**	**$ 18,662,924**
Liabilities and net assets		
Current Liabilities		
Accounts payable	$ 1,431,831	$ 1,178,219
Accrued liabilities	-	5,808
Deferred revenue	14,564	13,311
Total current liabilities	1,446,395	1,197,338
Net assets without donor restrictions		
General operations	15,972,959	15,364,970
Board designated building reserves	361,314	25,000
Total net assets without donor restrictions	16,334,273	15,389,970
Net assets with donor restrictions	12,912,726	2,075,616
Total net assets	29,246,999	17,465,586
Total liabilities and net assets	**$ 30,693,394**	**$ 18,662,924**

The accompanying notes are an integral part of this statement.

Jewish Federation of Greater Naples, Inc.
Statement of Activities
For the Year Ended June 30, 2025

	Without Donor Restrictions	With Donor Restrictions	Total
Operating support and revenue			
Other contributions	$ 46,335	$11,615,895	$ 11,662,230
Annual campaign contributions	2,008,378	-	2,008,378
Income and gains/(losses) on investments held by others - See Notes A and C	1,018,342	-	1,018,342
Special events and dues revenue - net of cost of direct donor benefit	950,632	-	950,632
Increases/(decreases) in value of beneficial interest in charitable remainder unitrusts and split interest agreements	233,794	-	233,794
Advertising revenue	99,278	-	99,278
Other income	17,716	-	17,716
Total operating support and revenue	**4,374,475**	**11,615,895**	**15,990,370**
Expenses			
Program services	3,102,964	-	3,102,964
Supporting services	472,455	-	472,455
Fundraising expenses	695,594	-	695,594
Total expenses	**4,271,013**	**-**	**4,271,013**
Capital campaign support and revenue			
Capital campaign contributions	-	62,056	62,056
Total capital campaign support and revenue	**-**	**62,056**	**62,056**
Net assets released from restrictions	840,841	(840,841)	-
Change in net assets	**944,303**	**10,837,110**	**11,781,413**
Net assets, beginning of year, as restated	15,389,970	2,075,616	17,465,586
Net assets, end of year	**$ 16,334,273**	**$12,912,726**	**$ 29,246,999**

The accompanying notes are an integral part of this statement.

Jewish Federation of Greater Naples, Inc.
Statement of Activities
For the Year Ended June 30, 2024

	Without Donor Restrictions	With Donor Restrictions	***Restated*** Total
Operating support and revenue			
Annual campaign contributions	$ 1,732,891	$ -	$ 1,732,891
Other contributions	795,429	860,166	1,655,595
Special events and dues revenue - net of cost of direct donor benefit	846,331	-	846,331
Increases/(decreases) in value of beneficial interest in charitable remainder unitrusts and split interest agreements	261,331	-	261,331
Income and gains/(losses) on investments held by others - See Notes A and C	244,128	-	244,128
Advertising revenue	108,317	-	108,317
Loss on disposal of property and equipment	(58,275)	-	(58,275)
Total operating support and revenue	**3,930,152**	**860,166**	**4,790,318**
Expenses			
Program services	2,917,715	-	2,917,715
Supporting services	698,443	-	698,443
Fundraising expenses	702,808	-	702,808
Total expenses	**4,318,966**	**-**	**4,318,966**
Capital campaign support and revenue			
Capital campaign contributions	-	397,649	397,649
Total capital campaign support and revenue	**-**	**397,649**	**397,649**
Net assets released from restrictions	23,235	(23,235)	-
Change in net assets	**(365,579)**	**1,234,580**	**869,001**
Net assets, beginning of year	15,755,549	841,036	16,596,585
Net assets, end of year, as restated	**$ 15,389,970**	**$ 2,075,616**	**$ 17,465,586**

The accompanying notes are an integral part of this statement.

Jewish Federation of Greater Naples, Inc.
Statement of Functional Expenses
For the Year Ended June 30, 2025

	Program services	Supporting services	Fundraising expenses	Total
Expenses				
Payroll and related expenses	$ 706,625	$ 189,984	$ 369,953	$ 1,266,562
Grants and scholarships	1,082,302	-	-	1,082,302
Other event expenses	437,867	-	77,271	515,138
Depreciation	277,404	81,474	28,163	387,041
Advertising expense	179,253	26,888	17,925	224,066
Professional fees	69,527	69,528	71,635	210,690
Occupancy	125,115	29,182	21,346	175,643
Investment management fees	91,560	30,711	-	122,271
Security	78,095	15,619	10,413	104,127
Office supplies	27,392	29,069	39,881	96,342
Facilities and catering	13,564	-	54,254	67,818
Speakers and entertainment	14,260	-	4,753	19,013
Total expenses	**$ 3,102,964**	**$ 472,455**	**$ 695,594**	**$ 4,271,013**

The accompanying notes are an integral part of this statement.

Jewish Federation of Greater Naples, Inc.
Statement of Functional Expenses
For the Year Ended June 30, 2024

	Program services	Supporting services	Fundraising expenses	Total
Expenses				
Grants and scholarships	$ 1,710,327	$ -	$ -	$ 1,710,327
Salaries	301,667	113,126	339,377	754,170
Other event expenses	421,067	-	74,306	495,373
Depreciation	-	376,960	-	376,960
Advertising expense	139,034	20,855	13,903	173,792
Professional fees	48,901	48,901	50,383	148,185
Employee benefits	54,137	20,302	60,905	135,344
Repairs and maintenance	62,656	17,531	11,688	91,875
Office supplies	26,814	26,814	27,627	81,255
Professional fees - security	41,179	8,236	5,491	54,906
Payroll taxes	20,936	7,851	23,553	52,340
Occupancy	37,103	7,421	4,947	49,471
Facilities and catering	9,546	-	38,186	47,732
Interest Expense	11,410	11,409	11,755	34,574
Speakers and entertainment	22,879	-	7,626	30,505
Investment management fees	-	27,857	-	27,857
Printing	2,934	1,957	14,675	19,566
Telephone	4,745	4,745	4,888	14,378
Supplies	-	-	7,715	7,715
Travel	1,593	3,187	1,593	6,373
Postage	787	525	3,935	5,247
Dues and subscriptions	-	766	255	1,021
Total expenses	**$ 2,917,715**	**$ 698,443**	**$ 702,808**	**$ 4,318,966**

The accompanying notes are an integral part of this statement.

Jewish Federation of Greater Naples, Inc.
Statements of Cash Flows
For the Years Ended June 30, 2025 and 2024

	2025	2024
Cash flows from operating activities:		
Cash received from contributions	$ 14,117,769	$ 5,068,235
Cash received from special events and dues	951,885	849,754
Cash received from advertising	99,278	108,317
Interest and dividend income received	279,479	64,205
Other income	17,716	-
Cash paid to suppliers and employees	(3,629,645)	(3,334,005)
Interest paid	-	(34,574)
Net cash provided by operating activities	11,836,482	2,721,932
Cash flows from investing activities:		
Purchases of property and equipment	(39,012)	(23,234)
Proceeds from the sale of investments	5,000	6,000
Purchases of beneficial interest in assets held by others	(11,427,659)	(604,513)
Net cash used in investing activities	(11,461,671)	(621,747)
Cash flows from Financial activities:		
Principal repayments on construction loan	-	(1,588,065)
Net cash used in financing activities	-	(1,588,065)
Net change in cash and cash equivalents	374,811	512,120
Cash and cash equivalents at beginning of year	1,151,273	639,153
Cash and cash equivalents at end of period	**$ 1,526,084**	**$ 1,151,273**

The accompanying notes are an integral part of this statement.

Jewish Federation of Greater Naples, Inc.
Statements of Cash Flows (Continued)
For the Years Ended June 30, 2025 and 2024

	2025	2024
Reconciliation of change in net assets to net cash provided by operating activities		
Change in net assets	$ 11,781,413	$ 869,001
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	387,041	376,960
Unrealized/realized gains on investments	(738,863)	(179,923)
Loss on disposal of property and equipment	-	58,275
(Increase)/decrease in assets:		
Pledges receivable	385,105	1,282,100
Other assets	6,523	14,017
Increase/(decrease) in liabilities:		
Accounts payable	19,818	298,079
Accrued liabilities	(5,808)	-
Deferred revenue	1,253	3,423
Net cash provided by operating activities	**$ 11,836,482**	**$ 2,721,932**

The accompanying notes are an integral part of this statement.

Note A - Summary of Significant Accounting Policies

1. **Organization and nature of operations**

   Jewish Federation of Greater Naples, Inc. (the "Organization") is a Florida nonprofit corporation founded in 1981 to enhance and enrich the quality of Jewish life by recognizing and supporting the charitable, educational, humanitarian and social service needs of the Jewish community locally, nationally, overseas and in the State of Israel.

2. **Basis of accounting**

   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. The accounting and reporting policies of the Organization are in accordance with the accounting standards issued by the Financial Accounting Standards Board ("FASB") in the Accounting Standards Codification ("ASC").

3. **Financial statement presentation**

   The Organization prepares its financial statements in accordance with the "Not-For-Profit Entities" topic of the FASB ASC. In accordance with this topic, the Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

4. **Cash and cash equivalents**

   For the purpose of the Statement of Cash Flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

5. **Concentration of credit risk**

   The Organization maintains its cash and cash equivalents balances at various financial institutions in deposit accounts which at times may exceed federally-insured limits. The Organization has not experienced any economic losses on such account balances and believes it is not exposed to any significant credit risk on its cash and cash equivalent balances.

6. **Investments**

   The Organization accounts for investments in accordance with the "Not-For-Profit Entities" topic of the FASB ASC. This standard requires that investments in equity securities with readily determinable fair values and all investments in debt securities be measured at fair value in the statement of financial position. Fair value of marketable equity and debt securities is based on quoted market prices. The realized and unrealized gain and loss on investments is reflected in the statements of activities.

Note A - Summary of Significant Accounting Policies (continued)

7. **Pledges and other receivables**

Pledges and other receivables are stated at the amounts that management expects to be collected from donors and other organizations. Management assesses the current status of the receivables and determines if any amounts are uncollectible. Once determined, management provides an estimate for an allowance for doubtful accounts.

8. **Property and equipment**

Property and equipment are recorded at cost, or if donated, at fair market value on the date of donation. Such donations are recorded as net assets without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as support with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies net assets with donor restrictions to net assets without restrictions at that time.

Depreciation is computed using the straight-line method over the estimated useful lives of the assets. The cost of assets retired or sold, together with the related accumulated depreciation, is removed from the accounts and any gain or loss from disposition is credited or charged to the change in net assets.

9. **Impairment of long-lived assets**

The Organization adheres to the "Property, Plant and Equipment" topic of the FASB ASC to account for the impairment of long-lived assets. This topic requires, among other things, that entities identify events or changes in circumstances which indicate that the carrying amount of an asset may not be recoverable.

There was no effect on the Organization's financial statements resulting from this topic for the years ended June 30, 2025 and 2024.

10. **Promises to give**

Conditional promises to give are not recognized by the Organization until the conditions are substantially met. Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in more than one year are recorded at fair value, which is measured as the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discount is included as contribution revenue.

Note A - Summary of Significant Accounting Policies (continued)

11. Other assets

Other assets consists of prepaid fees and deposits paid by the Organization for future events, campaigns and programs that will become expenses subsequent to the Organization's year end. The amount of other assets as of June 30, 2025 and 2024 was $63,477 and $70,000, respectively.

12. Deferred revenue

Deferred revenue consists of fees and donations prepaid for future events, campaigns and programs that will become earned revenue subsequent to the Organization's year end. The amount of deferred revenue as of June 30, 2025 and 2024 was $14,564 and $13,311, respectively.

13. Charitable gift annuity agreements

The Organization enters into charitable gift annuities ("CGA") agreements with donors. Under these agreements, the Organization receives cash or marketable securities from donors in exchange for a promise to make fixed payments to one or more beneficiaries for their lifetimes. The agreements are irrevocable, and the Organization is legally obligated to make the required payments.

Contributions received, whether in cash or securities, under CGA agreements are recorded at fair value at the date of the gift, and the cash (or the proceeds of securities received) are included in Investments held by others but held in a separate account (the “CGA Fund”). The Organization retains legal control over such assets, subject to fulfilling its annuity obligations. Upon receipt of the assets, the Organization records a liability for the present value of the estimated annuity obligations, which is determined using actuarial life-expectancy assumptions and discount rates in effect at the time the agreement is established. The excess of the fair value of the assets received over the estimated liability is recognized as contribution revenue.

Investment income and gains/losses with respect to the CGA Fund are included in the Investment income and gains/losses on investments held by others in the statements of activities. The annuity liability is reduced by payments made to beneficiaries and increased by the accretion of discount (i.e., the reduction of the discount on the remaining annuity payments due to their being due one year earlier). The net amount of these adjustments, as well as any adjustments due to changes in actuarial assumptions, is reported as changes in the value of split-interest agreements in the statements of activities.

14. Leases

Leases, other than short-term leases, are classified as either finance or operating at inception of the lease, with classification affecting the pattern of expense recognition in the statement of activities. Operating leases result in the recognition of right-of-use ("ROU") assets and lease liabilities on the statement of financial position. ROU assets represent the Organization's right to use the leased asset for the lease term and lease liabilities represent the obligation to make lease payments. Lease liabilities are calculated as the present value of the remaining minimum lease payments for existing operating leases using either the rate implicit in the lease or, if none exists,

Note A - Summary of Significant Accounting Policies (continued)

14. Leases (continued)

the Organization's incremental borrowing rate.

The Organization classifies all leases that at commencement date have a lease term of 12 months or less and do not include an option to purchase the underlying assets as short-term leases. As such, the Organization has taken advantage of the practical expedient permitted within Topic 842, to not recognize the ROU asset or lease liability in its financial statements.

15. <u>Fair value of financial instruments</u>

The "Financial Instruments" topic of the FASB ASC clarifies the definition of fair value for financial reporting, establishes a framework for measuring fair value, and requires additional disclosure about the use of fair value measurements in an effort to make the measurement of fair value more consistent and comparable.

The Organization's financial instruments consist of cash and cash equivalents, investments, beneficial interest in assets held by others, receivables, beneficial interest in charitable remainder unitrusts, deposits, payables, accruals, deferred revenue, and advances. The Organization estimates that the fair value of all financial instruments as of June 30, 2025 and 2024 do not differ materially from the aggregate carrying values of its financial instruments recorded in the accompanying statement of financial position.

16. <u>Contributions</u>

The Organization accounts for its contributions in accordance with the "Not-For-Profit Entities" topic of the FASB ASC. In accordance with this topic, contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions depending on the existence and/or nature of any donor restrictions.

17. <u>In-kind contributions, donated materials, and services</u>

In-kind contributions are recorded as contributions at their estimated current value at the date of the contribution.

A number of volunteers, including the Board of Trustees, donate significant amounts of their time and expertise to the Organization and its programs. No amounts have been recorded for donated services inasmuch as no objective basis is available to measure the value of such services and/or such volunteer hours do not meet the criteria required to record such amounts under the "Not-For-Profit Entities" topic of the FASB ASC.

18. <u>Recognition of donor restrictions</u>

Support that is restricted by the donor is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions. When the purpose of the restriction is met, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Note A - Summary of Significant Accounting Policies (continued)

18. Recognition of donor restrictions (continued)

When both net assets without donor restrictions and net assets with donor restrictions are available for use, it is the Organization's policy to first apply the net assets without donor restrictions resources, followed by the use of net assets with donor restrictions resources.

19. Revenue recognition

Revenue from Exchange Transactions:

The Organization recognizes revenue from these types of transactions in accordance with FASB Accounting Standards Update ("ASU") 2014-09, Revenue from Contracts with Customers, as amended. ASU 2014-09 applies to exchange transactions with customers that are bound by contracts or similar arrangements and establishes a performance obligation approach to revenue recognition. The Organization records the following exchange transaction revenue in its statements of activities for the years ended June 30, 2025 and 2024:

Special Events

The Organization sets the ticket price for special events in which it conducts. A portion of the ticket price paid by a donor represents payment for the benefit received by the donor at the event and the remainder represents a contribution to the Organization. Because no verifiable objective means exists to value donor benefits , the Organization values them as the cost of the special event to the Organization. Accordingly, the direct costs of the special events are recorded as the direct cost of donor benefits, and the remainder of the revenue from ticket sales is initially recorded as deferred revenue and, upon performance of the event, as special event revenue in the statements of activities. Direct costs payable at fiscal year-end for a special event for which there have been ticket sales but which will occur after year-end will be recorded as deferred revenue until they have been paid at which time they will be reflected as direct costs of donor benefits

Advertising Revenue

The Organization has a monthly newspaper, The Federation Star, in which advertising revenue is generated. The advertising fees are set by the Organization. The Organization recognizes revenues from advertising as the Organization's obligation for the advertising services are satisfied. This is generally at a point in time when the advertising services are provided.

Revenue from Non-Exchange Transactions:

The Organization recognizes revenue from these types of transactions in accordance with FASB ASU 2018-08, Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made. ASU 2018-08 applies to non-exchange transactions. The Organization records the following non-exchange transaction revenue in its statements of activities for the years ended June 30, 2025 and 2024:

Note A - Summary of Significant Accounting Policies (continued)

Revenue recognition (continued)

Contributions

Revenue from contributions is recognized when the contribution is paid or pledged.

20. Functional expenses

The Organization allocates its expenses on a functional basis among its various program, supporting services, and fundraising. Expenses that can be identified with a specific program service are allocated directly according to their natural expenditure classification. Substantially all the supporting services and fundraising expenses incurred by the Organization directly benefit the programs.

21. Advertising costs

It is the policy of the Organization to expense advertising costs when incurred. Advertising costs for the years ended June 30, 2025 and 2024 were $224,066 and $173,792, respectively.

22. Income taxes

The Internal Revenue Service has determined that the Organization is exempt from federal income taxes under Section 501 (c)(3) of the Internal Revenue Code. The Organization is a not-for-profit Florida corporation and therefore is not subject to state income taxes. The Internal Revenue Code provides for taxation of unrelated business income under certain circumstances. The Organization reports no unrelated business taxable income; however, such status is subject to final determination upon examination of the related tax returns by the appropriate taxing authorities.

The Organization's tax filings are subject to audit by various taxing authorities. Certain income tax returns filed by the Organization remain open to examination by these government agencies. The Financial Accounting Standards Board has issued guidance on accounting for uncertainty in income taxes and the Organization adopted this guidance. The Organization has evaluated its tax positions and any estimates utilized in its tax returns, and concluded that the Organization has taken no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of this guidance. Interest and penalties associated with uncertain tax positions will be recognized in income tax expense, if required.

23. Management 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 amount of assets, liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Note A - Summary of Significant Accounting Policies (continued)

24. Reclassifications

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation of the current-year financial statements.

Note B - Liquidity and Availability of Financial Assets

The Organization manages its financial assets so as to have sufficient funds available as its general expenditures, liabilities and other obligations come due. The Organization's financial assets available within one year of the statement of financial position date were as follows as of June 30, 2025 and 2024:

	2025	2024
Cash and cash equivalents	$ 1,526,084	$ 1,151,273
Investments	-	5,000
Investments held by others	14,806,214	2,639,692
Accounts receivable - short term	825,971	1,036,242
Less amounts restricted for future use	(12,912,726)	(2,075,616)
Financial assets available to meet cash needs for general expenditures within one year	**$ 4,245,543**	**$ 2,756,591**

Note C - Investments

Investments, recorded at fair market value, consisted of the following as of June 30, 2025 and 2024:

	2025		2024	
	Cost	Fair value	Cost	Fair value
Israel bonds	**$ -**	**$ -**	**$ 5,000**	**$ 5,000**

The following schedules summarize the investment gain/(loss) and its classification in the statements of activities for the years ending June 30, 2025 and 2024:

	2025	2024
Increases/(decreases) in value of beneficial interest in charitable remainder unitrusts and split interest agreements	$ 233,794	$ 261,331
Total investments gains/(losses) on beneficial interest in charitable remainder unitrusts	**$ 233,794**	**$ 261,331**

Note C - Investments (continued)

	2025	2024
Interest and dividends	$ 279,479	$ 64,205
Unrealized/realized gains	738,863	179,923
Total investment gains/(losses) on beneficial interest in assets held by others	**$ 1,018,342**	**$ 244,128**

Management does not have control of the underlying investments related to their beneficial interest in charitable remainder unitrusts and, as such does not have control over investment gains or losses that are generated from those assets.

Note D - Investments Held by Others

The Organization has engaged TOP Jewish Foundation, Inc. (the "Foundation") to provide custody and investment management services with respect to all Organization funds not held in commercial bank accounts. The Charitable Remainder Unitrusts of which the Organization is the remainder beneficiary (the "CRUTs") have also engaged the Foundation to render such services. The Foundation holds discretionary investment power. During the years ended June 30, 2025 and 2024, the net increase in the sum of Organization's funds held by the Foundation and the value of the remainder interest of the Organization in the CRUTs was $12,166,522 and $784,544, respectively. As of June 30, 2025 and 2024, the sum of such funds and remainder interests, recorded at fair market value, was $14,806,214 and $2,639,692, respectively.

Note E - Accounts Receivable, Net

Accounts receivable consisted of the following as of June 30, 2025 and 2024:

	2025	2024
Due in one year or less	**$ 825,971**	**$ 1,036,242**
Due in more than one year	540,715	650,750
Allowance for uncollectible amounts	(87,543)	(22,744)
Total due in one year or more	**$ 453,172**	**$ 628,006**

Note F - Charitable Gift Annuities (CGA's)

At June 30, 2025 and 2024, assets held in connection with the CGA agreements totaled $123,809 and $151,093, respectively, a decrease of $27,284 and $21,877, respectively. The related annuity obligations totaled $80,000 and $120,000 as of June 30, 2025 and 2024, respectively, and are included in accounts payable on the statements of financial position. For the years ended June 30, 2025 and 2024, the Organization reduced its annual liability by its annuity payments totaling $40,000 and $40,000, respectively.

Note G - Property and Equipment

Property and equipment consisted of the following as of June 30, 2025 and 2024:

	2025	2024
Building	$ 10,179,227	$ 10,179,227
Land improvements	595,534	595,534
Fixtures and furniture	449,840	414,290
Security and audio visual equipment	264,163	264,163
Artwork/other	118,442	114,980
	11,607,206	11,568,194
Less: accumulated depreciation	(940,653)	(553,612)
	$ 10,666,553	**$ 11,014,582**

Depreciation expense for the years ended June 30, 2025 and 2024 was $387,041 and $376,960, respectively.

Note H - Beneficial Interest in Charitable Remainder Unitrusts Receivable

The Organization has been designated as the remainder beneficiary of certain charitable remainder unitrusts. These CRUTs are irrevocable trusts created by donors who are independent of the Organization. They provide for annual distributions to noncharitable beneficiaries in an amount equal to a specified percentage of the value of the trust's assets as of the beginning of each year. Upon the death of all noncharitable beneficiaries of the CRUTs, all remaining assets are distributable to the Organization. Under the trust agreements, neither the settlors nor any other party has the right to change the identity of the charitable remainder beneficiary. The funds of these trusts have been entrusted to the Foundation for management and are neither in the possession nor under the control of the Organization. The beneficial interest of the Organization in the CRUTs has been computed as the sum of the present values of each CRUTs remainder interest based on an assumed rate of return of the CRUTs assets, appropriate discount rates for the distributions to noncharitable beneficiaries, the respective life expectancies of the noncharitable beneficiaries, and an appropriate discount rate for the remainder interest.

Beneficial interest in charitable remainder unitrusts consisted of the following as of June 30, 2025 and 2024:

	2025	2024
Total	**$ 2,351,923**	**$ 2,118,129**

Note I - Accounts Payable

Accounts payable consisted of the following as of June 30, 2025 and 2024:

	2025	2024
Israeli crisis	$ 682,095	$ -
Allocations	554,900	1,147,610
General	177,776	17,038
Credit cards	17,060	13,571
	$ 1,431,831	**$ 1,178,219**

Note J - Net Assets

Net assets consisted of the following as of June 30, 2025 and 2024:

	2025	2024
Without donor restrictions:		
General operations	$ 15,972,959	$ 15,364,970
Board designated building (facility) reserves	361,314	25,000
	$ 16,334,273	**$ 15,389,970**
With donor restrictions:		
Funds restricted	**$ 12,912,726**	**$ 2,075,616**

Note K - Net Assets Released from Donor Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of the passage of time or other events specified by donors.

Net assets released from donor restrictions during the years ended June 30, 2025 and 2024 were:

	2025	2024
Expenditure for specific purpose accomplished	**$ 840,841**	**$ 23,235**

Note L - Special Events and Dues Revenue

Gross receipts from special events recorded by the Organization consists of exchange transaction revenue and contribution revenue. As a result of adopting FASB ASU 2014-09, the Organization is required to separately present the components of this revenue for the years ended June 30, 2025 and 2024 as follows:

	2025	2024
Contributions	$ 950,632	$ 846,331
Direct donor benefit	-	-

Note L - Special Events and Dues Revenue (continued)

	2025	2024
Special events and dues revenue - gross	**$ 950,632**	**$ 846,331**

Note M - Fair Value Measurements

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

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

Level 2 - Inputs to the valuation methodology include:
*Quoted prices for similar assets or liabilities in active markets.
*Quoted pries for identical or similar assets or liabilities in inactive markets.
*Inputs other than quoted prices that are observable for the assets or liability.
*Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

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

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

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

The following is a description of the valuation methodologies used for assets for the Organization measured at fair value. There have been no changes in the methodologies used at June 30, 2025 and 2024.

<u>Bonds</u> - These investments are valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing value on yields currently available on comparable securities of issuers with similar credit ratings. When quoted prices are not available for identical or similar bonds, the bond value is valued under a discounted cash flows approach that maximizes observable inputs.

<u>Investments held by others</u> - The fair value of the investments held by others was not readily determinable through an outside source. The Fair value is based on amounts reported to the Organization by the Foundation.

<u>Charitable Gift Annuities</u> - These investments are held the Foundation of which the Organization has no authority or control over. As such, these investments are classified within level 3 of the valuation hierarchy.

The following tables set forth, by level within the fair value hierarchy, the Organization's assets at

Note M - Fair Value Measurements (continued)

fair value as of June 30, 2025 and 2024. The Organization had financial liabilities of $40,000 of June 30, 2025 and 2024, respectively, on charitable gift annuities.

	Assets at Fair Value as of June 30, 2025			
	(Level 1)	(Level 2)	(Level 3)	Total
Investments held by others	$ -	$ -	$14,682,405	$14,682,405
CRUTs	-	-	123,809	123,809
	$ -	**$ -**	**$14,806,214**	**$14,806,214**

	Assets at Fair Value as of June 30, 2024			
	(Level 1)	(Level 2)	(Level 3)	Total
Investments held by others	$ -	$ -	$ 2,488,599	$ 2,488,599
CRUTs	-	-	151,093	151,093
Bonds	5,000	-	-	5,000
	$ 5,000	**$ -**	**$ 2,639,692**	**$ 2,644,692**

The fair value of the beneficial interest in assets held by others was not readily determinable through an outside source independent of the Organization. The fair value is based on amounts reported to the Organization by the Foundation.

The following represents a fair value roll forward of the beneficial interest in assets held by others measured at Level 3:

	2025	2024
Balance, beginning of year	$ 2,639,692	$ 1,855,256
Distributions	(157,208)	(271,729)
Contributions	11,427,659	839,894
Realized and unrealized gains (losses)	738,863	179,923
Interest and dividends	279,479	64,205
Fees and expenses	(122,271)	(27,857)
	$ 14,806,214	**$ 2,639,692**

Note N - Retirement Plan

The Organization sponsors a 403(b) pension plan for all eligible employees. The plan year is from January 1 through December 31. Employer contributions are fixed at 6% of participant's compensation received for that plan year and are 100% vested at all times. Participation in employer contributions requires completion of 1,000 hours of service during a plan year. Total employer base contributions for the years ended June 30, 2025 and 2024 were $58,223 and $42,131, respectively.

Note O - Restatement of Prior Year Financial Statements

The Organization restated its 2024 financial statements to correct an error in recording of pledges receivable in 2024. The effect of the restatement was to decrease pledges receivable by $103,940 and decrease other contributions by the same amount. Net assets as of June 30, 2024 has been adjusted for the effect of this restatement.

Note P - Subsequent Events

Management has assessed subsequent events through November 17, 2025, the date on which the financial statements were available to be issued.