Jewish Federation of Greater Toledo

Six Months Ended December 31, 2020

Consolidated Financial Statements and 2020 Supplementary Information

Rehmann

JEWISH FEDERATION OF GREATER TOLEDO

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Rehmann

INDEPENDENT ACCOUNTANTS' REVIEW REPORT

April 8, 2021

Board of Directors
Jewish Federation of Greater Toledo
Sylvania, Ohio

We have reviewed the accompanying consolidated financial statements of ***Jewish Federation of Greater Toledo*** ("the Organization") (a nonprofit organization), which comprise the consolidated statement of financial position as of December 31, 2020, and the related consolidated statements of activities, functional expenses, and cash flows for the six months then ended, and the related notes to the consolidated financial statements. A review includes primarily applying analytical procedures to the management's financial data and making inquiries of Organization management. A review is substanially less in scope than an audit, the objective of which is the expression of an opinion regarding the consolidated financial statements as a whole. Accordingly, we do nto express such an opinion.

Management's Responsibility for the Consolidated Financial Statements

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

Independent Auditors' Responsibility

Our responsibility is to conduct the review in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the consolidated financial statements for them to conform with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Independent Accountants' Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying consolidated financial statements in order for them to conform with accounting principles generally accepted in the United States of America.

Rehmann Robson LLC

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JEWISH FEDERATION OF GREATER TOLEDO

Consolidated Statement of Financial Position

As of December 31, 2020

ASSETS	
Current assets	
Cash and cash equivalents	$ 3,729,712
Accounts receivable	28,437
Grants and pledges receivable	22,582
Prepaid expenses and other assets	131,515
Total current assets	**3,912,246**
Prepaid rent, net current portion (Note 6)	770,000
Net property and equipment (Note 4)	1,297,934
Investments (Note 3)	49,072,895
Restricted investments (Notes 3 and 8)	1,626,828
Beneficial interest in perpetual trusts (Notes 3 and 11)	3,231,764
Intangible asset (Note 6)	925,000
Cash surrender value of life insurance (Note 9)	1,446,393
Total assets	**$ 62,283,060**
LIABILITIES AND NET ASSETS	
Current liabilities	
Accounts payable and accrued liabilities	$ 21,009
Current portion of deferred gain on sale of property (Note 6)	94,000
Deferred revenue	279,041
Total current liabilities	**394,050**
Deferred gain on sale of property, net of current portion (Note 6)	1,645,000
Trusts payable to others (Note 8)	540,620
Investment held for associate and affiliate organization (Note 3)	14,044,665
Total liabilities	**16,624,335**
Net assets	
Without donor restrictions:	
Investment in property and equipment	1,297,934
Board-designated endowment (Note 13)	2,438,049
Donor advised funds	7,127,759
Other designated	1,131,558
Undesignated	12,001,337
Total net assets without donor restrictions	**23,996,637**
With donor restrictions (Note 8)	21,662,088
Total net assets	**45,658,725**
Total liabilities and net assets	**$ 62,283,060**

See accompanying notes, which are an integral part of these consolidated financial statements, and independent accountants' review report.

JEWISH FEDERATION OF GREATER TOLEDO

Consolidated Statement of Activities

Six Months Ended December 31, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Support, revenue, and gains			
Support			
Annual campaign pledges	$ 297,316	$ -	$ 297,316
Contributions	599,315	60,287	659,602
Grants	25,749	-	25,749
Paycheck Protection Program grant (Note 1)	401,900	-	401,900
United Way, donor-directed contributions	586	-	586
Jewish Senior Services Supporting Organization	302,081	-	302,081
Revenue and gains			
Program service fees	19,860	-	19,860
Tuition and books, net	56,501	-	56,501
Investment income, net	3,221,461	2,497,922	5,719,383
Change in cash surrender value of life insurance	98,978	-	98,978
Rental revenue	3,000	-	3,000
Gain on sale of assets	47,000	-	47,000
Other	88,236	-	88,236
Net assets released from restrictions (Note 8)	80,313	(80,313)	-
Total support, revenue, and gains	**5,242,296**	**2,477,896**	**7,720,192**
Expenses			
Program			
Federation	500,074	-	500,074
Grants (Note 7)	441,985	-	441,985
Cemetery	122,970	-	122,970
Education	165,531	-	165,531
Family services	237,764	-	237,764
Total program	1,468,324	-	1,468,324
Administrative	227,794	-	227,794
Foundation and other financial resource development	429,152	-	429,152
Total expenses	**2,125,270**	**-**	**2,125,270**
Changes in net assets	**3,117,026**	**2,477,896**	**5,594,922**
Net assets at beginning of year	20,879,611	19,184,192	40,063,803
Net assets at end of year	**$ 23,996,637**	**$ 21,662,088**	**$ 45,658,725**

See accompanying notes, which are an integral part of these consolidated financial statements, and independent accountants' review report.

JEWISH FEDERATION OF GREATER TOLEDO

Consolidated Statement of Functional Expenses

Six Months Ended December 31, 2020

	Program - Federation and Grants	Program -- Cemetery	Program -- Education	Program - Family Services	Total Program	Administrative	Foundation and Other Financial Resource Development	Total
Salaries and wages	$ 270,083	$ 66,415	$ 89,403	$ 128,414	$ 554,315	$ 72,149	$ 181,149	$ 807,613
Employee benefits	50,046	12,307	16,566	23,795	102,714	12,185	26,263	141,162
Payroll taxes	23,731	5,835	7,855	11,283	48,704	4,869	12,812	66,385
Total salaries and related expenses	**343,860**	**84,557**	**113,824**	**163,492**	**705,733**	**89,203**	**220,224**	**1,015,160**
Supplies	6,677	1,642	2,210	3,175	13,704	4,450	3,243	21,397
Care of building and grounds	20,272	4,985	6,710	9,639	41,606	7,088	6,118	54,812
Printing and publicity	5,272	1,296	1,745	2,506	10,819	2,740	1,553	15,112
Rent and maintenance of equipment	28,314	6,963	9,373	13,463	58,113	31,554	30,517	120,184
Postage	4,971	1,222	1,645	2,363	10,201	493	1,099	11,793
Telephone	3,458	850	1,144	1,644	7,096	3,082	1,753	11,931
Travel	3,042	748	1,007	1,447	6,244	89	51	6,384
Staff development	224	55	74	107	460	-	-	460
Professional fees	10,309	2,535	3,412	4,901	21,157	10,185	26,190	57,532
Organization dues and accreditation	11,058	2,719	3,660	5,257	22,694	1,079	47,339	71,112
Bad debts	2	-	-	-	2	-	398	400
Insurance	6,836	1,681	2,263	3,250	14,030	6,537	44,995	65,562
Events	53,017	13,037	17,549	25,206	108,809	370	15,539	124,718
Service charges	319	79	107	153	658	-	29,826	30,484
Depreciation and amortization	2,443	601	808	1,161	5,013	70,924	-	75,937
Miscellaneous	-	-	-	-	-	-	307	307
Subtotal	**500,074**	**122,970**	**165,531**	**237,764**	**1,026,339**	**227,794**	**429,152**	**1,683,285**
Grants awarded	441,985	-	-	-	441,985	-	-	441,985
Total functional expenses	**$ 942,059**	**$ 122,970**	**$ 165,531**	**$ 237,764**	**$ 1,468,324**	**$ 227,794**	**$ 429,152**	**$ 2,125,270**

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

JEWISH FEDERATION OF GREATER TOLEDO

Consolidated Statement of Cash Flows
Six Months Ended December 31, 2020

Cash flows from operating activities		
Changes in net assets	$	5,594,922
Adjustments to reconcile changes in net assets to net cash provided by operating activities		
Net realized and unrealized gains on investments		(4,873,468)
Change in value of beneficial interest in perpetual trusts		(391,930)
Depreciation and amortization		75,937
Gain on sale of assets		(47,000)
Bad debts		400
Changes in operating assets and liabilities that provided (used) cash		
Accounts, grants, and pledges receivable		28,181
Prepaid expenses and other assets		27,461
Accounts payable and accrued liabilities		(27,511)
Deferred revenue - Paycheck Protection Program		(401,900)
Deferred revenue		179,789
Net cash provided by operating activities		**164,881**
Cash flows from investing activities		
Proceeds from sale of investments		1,459,753
Purchase of investments		(1,648,648)
Purchase of property and equipment		(29,955)
Cash surrender value of life insurance		(98,978)
Net cash used in investing activities		**(317,828)**
Cash used in financing activities		
Payments to annuitants		**(30,468)**
Change in cash and cash equivalents		**(183,415)**
Cash and cash equivalents at beginning of year		3,913,127
Cash and cash equivalents at end of year	**$**	**3,729,712**
Supplemental disclosures of agency activities		
Performed on behalf of associate organization		
Net realized and unrealized gains on investments held for associate organization	$	(2,055,926)
Proceeds from sale of investments	$	1,094,371
Purchase of investments	$	(790,385)

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

Notes to Consolidated Financial Statements

1. NATURE OF ORGANIZATION, BASIS OF PRESENTATION, AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

The **Jewish Federation of Greater Toledo** is a nonprofit organization formed to support and enhance the health, welfare, education, spiritual life, unity, and continuity of the Toledo Jewish community, the surrounding areas and Klal Yisrael - the world community of Israel, with services and programming consistent with its individual and collective values. The local community conducts an annual fundraising campaign along with long-term resource development through its Foundation (Toledo Jewish Community Foundation) in order to carry out these needs.

Basis of Presentation

Jewish Federation of Greater Toledo ("Federation") has entered into an affiliation agreement with UJC Holdings, Inc. ("Holdings") (collectively, the “Organization”) to further their mutual interests. The governing body is the Federation which is the sole voting member for of the agency. In situations where there is common control and economic interest of nonprofit entities, accounting principles generally accepted in the United States of America (“GAAP”) require that consolidated financial statements be presented. Therefore, the accounts of this agency is included in these consolidated financial statements. All material interagency transactions have been eliminated.

Holdings is a nonprofit organization organized exclusively for charitable, religious, educational, and scientific purposes, including for such purposes, the making of distributions to organizations that qualify as nonprofit exempt organizations.

The Toledo Board of Jewish Education (“Board”) was a nonprofit organization formed to operate a school and other programs for the purpose of providing Jewish education for members of the Toledo area Jewish community. The Board was also responsible for promoting teacher training and continuing education at various levels.

Jewish Family Service of Toledo, Ohio, Inc. (“Service”) was a nonprofit organization formed to aid families in financial crisis and to provide family life education.

Jewish Federation of Greater Toledo had affiliation agreements with Board and Sevice effective through September 14, 2020. On September 14, 2020, Service and Board were merged with the Federation and do not exist as separate organizations.

Effective July 1, 2020, the Organization changed its fiscal year-end to from June 30 to December 31. Accordingly, these consolidated financial statements reflect a six month period ending December 31, 2020.

Risks and Economic Uncertainties

The outbreak of a novel coronavirus (COVID-19), which the World Health Organization declared in March 2020 to be a pandemic, continues to spread throughout the United States of America and the globe. Many State Governors issued temporary Executive Orders that, among other stipulations, effectively prohibit in-person work activities for most businesses and industries including nonprofit entities, having the effect of suspending or severely curtailing operations. As a result, the COVID-19 outbreak is disrupting and affecting the Organization's normal activities. The extent of the ultimate impact of the pandemic on the Organization's operational and financial performance will depend on various developments, including the duration and spread of the outbreak and its impact on funders, program recipients, employees, vendors, and other constituents, all of which cannot be reasonably predicted at this time. In addition, the current environment may place additional demands on the Organization for providing immediate financial support and/or services to its program recipients. While management reasonably expects the COVID-19 outbreak to negatively impact the Organization's financial position, changes in net assets, and, where applicable, the timing and amounts of cash flows, the related financial consequences and duration are highly uncertain.

In April 2020, the Organization received $401,900 as a loan under the Payroll Protection Program ("PPP") of the Coronavirus Aid, Relief, and Economic Security Act ("CARES Act"), which was enacted into law on March 28, 2020. Under the program terms, PPP loans are forgiven if the loan proceeds are used to maintain compensation costs and employee headcount, and other qualifying expenses (mortgage interest, rent and utilities) incurred following the receipt of the loan. The portion of the PPP loan that is not forgiven is subject to a 1.0% interest rate and is due within two years. As of June 30, 2020, the Organization had spent the $401,900 on eligible expenses and deferred the funds pending forgiveness. On December 14, 2020, the Organization received forgiveness for the PPP loan and recognized the funds as grant revenue on the consolidating statement of activities.

The Organization invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and those changes could materially affect the amounts reported in the accompanying consolidated financial statements.

Net Assets Classifications

Net assets, support, revenues, gains and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets 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. Net assets without donor restrictions include donor advised funds which are irrevocable gifts of money or property that are utilized by the Federation to provide support to charitable organizations and for purposes that are within the framework of the Organization's objectives. The donor may make advisory recommendations for the distribution of the income or principal, including contributions to the annual fundraising campaign. Net assets without donor restrictions also includes board-designated endowment funds. The undesignated net assets without donor restrictions includes the funds of the three supporting organizations of the Federation noted on page 8.

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. 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. See Note 8.

Use of Estimates

The preparation of the consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosures of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

Cash and Cash Equivalents

The Federation considers all highly liquid short-term investments with a maturity of three months or less when purchased to be cash equivalents. Holdings consider only deposits in financial institutions as cash.

The Organization maintains its checking and savings accounts at commercial banks. Balances on deposits are insured by the Federal Deposit Insurance Corporation ("FDIC") up to specific limits; however, balances in excess of FDIC limits are uninsured. Management does not believe the Organization is exposed to any significant interest rate or other financial risk as a result of these deposits.

Fair Value Measurements

Fair value refers to the price that would be received to sell an asset or paid to transfer a liability (an exit price) in an orderly transaction between market participants in the market in which the reporting entity transacts such sales or transfers based on the assumptions market participants would use when pricing an asset or liability. Assumptions are developed based on prioritizing information within a fair value hierarchy that gives the highest priority to quoted prices in active markets (Level 1) and the lowest priority to unobservable data (Level 3).

A description of each category in the fair value hierarchy is as follows:

Level 1: Valuation is based upon quoted prices for identical instruments traded in active markets.

Level 2: Valuation is based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, and model-based valuation techniques for which all-significant assumptions are observable in the market.

Level 3: Valuation is generated from model-based techniques that use at least one significant assumption not observable in the market. These unobservable assumptions reflect the estimates of assumptions that market participants would use in the pricing the asset or liability.

For further discussion of Fair Value Measurements, refer to Note 3 to the consolidated financial statements.

Accounts, Grants, and Pledges Receivable

Program service fees are based on the ability of the client to pay and are recorded when services are performed. Grants and pledges are recognized when the donor makes a promise to give that is, in substance, unconditional. Receivables are stated at the amount expected to be collected from balances outstanding at year-end. The Organization has concluded that an allowance for doubtful accounts related to balances outstanding at year-end is not necessary. Uncollectible amounts that are still outstanding after management has used reasonable collection efforts are written-off through a charge to bad debts and a credit to accounts, grants and pledges receivable.

Contributions

The Organization records as revenue the following types of contributions when they are received unconditionally, at their fair value: cash, promises to give, certain donated services and gifts of long-lived and other assets. Conditional contributions, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met. There are no conditional contributions at December 31, 2020.

Grants

Promises to grant funds that stipulate conditions be met before the grant is made are not recorded until the conditions are met. There were no conditional grants made during the six-month period ending December 31, 2020.

Change in Accounting Principles

In June 2018 the FASB issued ASU 2018-08, Not-for-Profit Entities: *Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made (Topic 958)* . The Organization has applied the provisions of this ASU to the December 31, 2020 consolidated financial statements for contributions made. There was no material impact on the consolidated financial statements.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the consolidated statements of financial position. Donated investments are recorded at fair value at the date of donation. Interest and dividends, realized and unrealized gains or losses, and changes in value of beneficial interest in perpetual trusts are reflected in the net investment return caption on the consolidated statements of activities. Investment income is reported net of external investment expenses, and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

Property and Equipment and Depreciation

Land, buildings and equipment, including significant improvements thereto, are recorded at cost or, if donated, at estimated fair value at the date of donation. Management evaluates these assets for impairment. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets which range from 5 to 30 years. The Organization's capitalization policy requires individual assets to be capitalized if the original cost or estimated fair value, at the date of donation, equals or exceeds $1,000. Assets acquired at a cost under this amount are capitalized at the discretion of management. Maintenance, repairs, and minor improvements are charged against operations as incurred.

Intangible Asset

Intangible asset consists of naming rights, as discussed in Note 6. The intangible asset is being amortized using the straight-line method over 20 years.

Printing and Publicity

The Organization advertises through newspapers, brochures, and direct mailings. Such costs are expensed as incurred since amounts do not apply to periods in excess of one year. Printing and publicity costs amounted to $15,112 for the six months ending December 31, 2020.

Donated Services

A number of unpaid volunteers have made contributions of their time in program services. The value of such donated services has not been reflected in these consolidated financial statements since it is not susceptible to objective measurement or valuation as required under GAAP.

Functional Allocation of Expenses

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

Expenses incurred are allocated to functional classifications by the Organization’s management. Expenses directly related to each function are charged to the appropriate functional classification. Indirect expenses are allocated by the Organization’s management to the functional classification based upon space utilized or salaries, whichever is more appropriate.

Income Taxes

The Federation and its consolidated agencies are recognized as nonprofit organizations that are exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (“IRC”). The Federation and its consolidated agencies are each organized under the laws of the State of Ohio as nonprofit organizations and are exempt from state and local income taxes. Accordingly, no provision for federal, state, and local income taxes has been recorded in these consolidated financial statements. Although the Federation was granted income tax exemption by the Internal Revenue Service, such an exemption does not apply to “unrelated business taxable income.”

The Organization analyzes its filing positions in the federal and state jurisdictions where it is required to file income tax returns, as well as all open tax years in these jurisdictions to identify potential uncertain tax positions.

The Organization has evaluated its income tax filing positions for fiscal years 2017 through 2020, the years which remain subject to examination as of December 31, 2020. The Organization concluded that there are no significant uncertain tax positions requiring recognition in the Organization’s consolidated financial statements. The Organization does not expect the total amount of unrecognized tax benefits (“UTB”) (e.g. tax deductions, exclusions, or credits claimed or expected to be claimed) to significantly change in the next twelve months. The Organization does not have any amounts accrued for interest and penalties related to UTB’s at December 31, 2020 and is not aware of any claims for such amounts by federal or state income tax authorities.

Subsequent Events

In preparing these consolidated financial statements, the Organization has evaluated, for potential recognition or disclosure, significant events or transactions that occurred during the period subsequent to December 31, 2020, the most recent consolidated statement of financial position presented herein, through April 8, 2021, the date these consolidated financial statements were available to be issued. No significant such events or transactions were identified.

2. LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the consolidated statement of financial position date, comprise the following as of December 31, 2020:

Cash	$ 3,729,712
Accounts receivable	28,437
Grants and pledges receivable	22,582
Investment securities	49,072,895
Less: board-designated endowment	(2,438,049)
Less: investments held for associate and affiliate organization	(14,044,665)
Less: donor advised funds	(7,127,759)
Less other designations	(1,131,558)
Less: with donor restrictions, excluding beneficial interest in perpetual funds	(18,430,324)
Distributions from beneficial interest in perpetual funds	53,419
Financial assets available to meet cash needs for general expenditures within one year	**$ 9,734,690**

As part of the its liquidity plan, the Organization structures its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition to the financial assets available to meet cash needs for general expenditure within one year of $9,734,690 at December 31, 2020, the Organization is primarily supported by annual campaign pledges, contributions, investment income and other revenue sources. Additionally, the board-designated funds could be made available upon Board approval, if necessary.

3. INVESTMENTS AND FAIR VALUE MEASUREMENTS

The Organization uses fair value measurements to record fair value adjustments to investments, restricted investments and beneficial interest in perpetual trusts and to determine fair value disclosures.

Following is a description of the valuation methodologies and key inputs used to measure financial assets recorded at fair value. For financial assets recorded at fair value, the description includes an indication of the level of the fair value hierarchy in which the assets are classified.

The Organization classifies its common stock, preferred stock and mutual funds as Level 1 in the fair value hierarchy since the values are based on their quoted prices in active markets. The fair value of cash and money markets are based on cost which approximates fair value.

The Organization classifies its government of Israel bonds and notes as Level 2 in the fair value hierarchy since these investments are valued using recently executed transactions, market price quotations (where observable), bond spreads, or credit default swap spreads. The spread data used is for the same maturity as the bond. If the spread data does not reference the issuer, then data that references a comparable issuer is used. When observable price quotations are not available, fair value is determined based on cash flow models with yield curves, bond, or single-named credit default swap spreads and recovery rates based on collateral values as key inputs.

The Organization classifies the beneficial interest in perpetual trusts as Level 3 in the fair value hierarchy. The underlying trust assets cannot be liquidated or redeemed by the Organization. As such, no quoted prices or active market are available for this asset. As a practical expedient, the carrying value of this asset is deemed equal to the Organization's proportionate share of the fair value of the total investments held in the trust.

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

Assets Recorded at Fair Value on a Recurring Basis

The following tables set forth by level, within the fair value hierarchy, the recorded amount of the assets measured at fair value on a recurring basis as of December 31:

	Assets at Fair Value			
2020	**Level 1**	**Level 2**	**Level 3**	**Total**
Cash and money markets	$ 165,365	$ -	$ -	$ 165,365
Corporate common stocks	1,189,770	-	-	1,189,770
Corporate preferred stocks	1,004,322	-	-	1,004,322
Government of Israel bonds and notes	-	576,666	-	576,666
Mutual funds				-
Fixed income bond fund	12,814,454	-	-	12,814,454
International	13,886,064	-	-	13,886,064
Large-cap	19,734,197	-	-	19,734,197
Small/Mid-cap	99,917	-	-	99,917
Real estate	303,914	-	-	303,914
Emerging markets equity	925,054	-	-	925,054
Beneficial interest in perpetual trust	-	-	3,231,764	3,231,764
Total assets at fair value	**$ 50,123,057**	**$ 576,666**	**$ 3,231,764**	**$ 53,931,487**

The tables below provide a summary of changes in the Organization's Level 3 assets for the six months ended December 31, 2020.

Balance at July 1	$ 2,839,834
Change in fair value	391,930
Balance at December 31	**$ 3,231,764**

The Federation is an intermediary for the Jewish Senior Services Supporting Organization (JSS) and has recorded an asset and liability in the consolidated statement of financial position for the investments held for that organization which amount to $14,044,665 at December 31, 2020.

4. PROPERTY AND EQUIPMENT

Net property and equipment consists of the following at December 31, 2020:

Property and equipment	
Land and land improvements	$ 60,940
Holocaust Memorial Park	36,846
Buildings and building improvements	1,998,150
Furniture and equipment	379,624
Total property and equipment	2,475,560
Less allowance for depreciation	1,177,626
Net property and equipment	**$ 1,297,934**

Depreciation and amortization expense was $75,937 for the six months ended December 31, 2020.

5. RETIREMENT PLANS

The Federation sponsors a qualified retirement plan under Section 401(k) of the IRC for all of the individual agencies. This plan allows for employee salary deferrals, employee rollover contributions, employer safe harbor contribution of 3% of eligible employee compensation, plus additional contributions that may be made at the employer's discretion. This plan covers substantially all employees of the Federation, following one year of service and attainment of age 21. All contributions are fully vested upon placement in the 401(k) plan. Contribution expense related to the plans amounted to $54,789 for the six months ended December 31, 2020, and is reported as part of employee benefits in the consolidated statements of functional expenses.

Certain Service employees and former employees of Holdings are participants in the frozen Employee Benefits Plan of the United Way of Greater Toledo and Affiliated Agencies (the "Plan") (EIN: 34-4427947, No.: 333). Under the Plan, benefit accrual service ceased to accrue for all participants as of December 31, 2003, and final average earnings used to calculate benefits ceased to accrue as of that date. The Plan will remain in existence as long as necessary to pay benefits accumulated prior to December 31, 2003.

As of December 31, 2019, the most recent information available, 37 of the approximately 1,055 total participants are from the Organization. Since the Plan is an Eligible Charity Plan ("ECP"), the Plan is not subject to the minimum funding standards contained in the Pension Protection Act of 2006 ("PPA") until the first plan year for which the Plan ceases to be an ECP. The United Way of Greater Toledo's ("United Way") Board of Trustees has established a Funding Policy which requires contributions to meet or exceed the minimum funding requirement. Contributions were required to be made to the Plan for 2020 and 2019 in amounts determined by the United Way of Greater Toledo's ("United Way") Board of Trustees. The contributions are allocated among the United Way and the participating agencies based on calculations performed by the Plan's actuary. The Organization's share of the required contributions was approximately $5,800 for the six months ending December 31, 2020 and is less than 5% of the total Plan contributions.

At January 1, 2020, the most recent information available, the value of the Plan's assets exceeds the current liability of $37,890,397. The current liability represents the present value of accumulated plan benefits computed using certain interest rate assumptions that are prescribed by Pension Protection Act ("PPA"). The funding is determined by the actuary and is allocated based on employee liability among United Way and the participating agencies. In the event of nonpayment by a participating agency, the remaining participating agencies of the Plan may be liable to meet the minimum contribution required by the PPA.

The actuarial present value of accumulated Plan benefits was $36,161,702 as of the January 1, 2020 valuation date, the most recent information available. The fair value of the Plan's investments was $39,043,465 as of December 31, 2019. Plan assets are invested based on a long-term investment strategy and held approximately 30% in fixed income securities and 70% in equity accounts as of December 31, 2019.

6. YMCA INTEGRATION, LEASE, AND AFFILIATION AGREEMENTS

Prior to December 28. 2018, Holdings and the Federation were parties to an integration and lease agreement with the YMCA of Greater Toledo ("YMCA") which was entered into on January 31, 2004. The YMCA operated Holdings' primary recreational facility located in their primary operating building as a result of these agreements.

On December 28, 2018, Holdings and the Federation entered into a new operating agreement with the YMCA and sold their primary operating building to the YMCA for a total sales price of $2,400,000. The consideration included $520,000 in cash, a 20-year leaseback related to the portion of the building that the Organization occupies as their primary office location valued at $880,000, and an agreement for continued naming rights of the primary recreational facility for 20 years valued at $1,000,000.

The Organization has determined that the consideration received for new lease agreement and the naming right intangible requires a partial deferral of the gain on sale under GAAP. Accordingly, the Organization recognized a deferred gain on the sale of $1,880,000, which is being recognized on a straight- line basis over the twenty-year terms of the lease and naming rights. For the six months ended Decemebr 31, 2020, the Organization expensed $47,000 of which $22,000 was lease expense from prepaid rent and $25,000 amortization expense for naming rights intangible. A gain of $47,000 was recognized on the sale for the non-lease and non-naming rights portion during the six months ended December 31, 2020.

7. GRANT ALLOCATIONS

Federation grant allocations are as follows for the six months ended December 31, 2020:

National Jewish organizations	$ 114,615
Synagogue (including capital campaigns)	140,219
Synagogue in other communities	8,060
Local Jewish organizations	3,636
Local Jewish in other communities	36,379
Local social services & art	29,850
National social services	4,620
Scholarship	37,024
Education and hospitals	36,000
Other	31,582
Total allocations	**$ 441,985**

On December 22, 2020, the Federation's Board of Directors approved approximately $161,000 in allocations in the budget to be paid to unaffiliated organizations during the year ending December 31, 2021.

8. NET ASSETS WITH DONOR RESTRICTIONS AND SPLIT INTEREST AGREEMENTS

Net assets with donor restrictions are available for the following purposes at December 31, 2020:

Subject to expenditure for specified purpose:	
Charitable remainder annuity trusts	$ 1,086,208
Designated agencies	11,161,710
Toledo Jewish Community Cemetery	1,985,714
Life insurance policies	1,446,393
Various specified organizations and activities	2,750,299
	18,430,324
Not subject to spending policy or appropriation	
Beneficial interest in trusts (Note 11)	3,231,764
Total net assets with donor restrictions	**$ 21,662,088**

Net assets released from donor restrictions by the passage of time, actions of the Organization, or both were as follows for the six months ended December 31, 2020:

Contributions	$ 33,729
Designated agencies	11,534
Various specified organizations and activities	35,050
Total net assets with donor restrictions	**$ 80,313**

The Federation has been designated as the trustee for irrevocable split-interest agreements, consisting of charitable remainder trusts and charitable gift annuities. Terms of these agreements include making fixed payments and payments based on the return on investments to beneficiaries and payouts of principal to the Federation and other organizations after certain events have occurred. Assets under these collective agreements amounted to $1,626,828 at December 31, 2020, and are included as restricted investments in the consolidated statement of financial position. The Federation has also established liabilities of $540,620 at December 31, 2020, for the present value of estimated payments to be made to beneficiaries and other organizations. These amounts are recorded as trusts payable to others in the consolidated statement of financial position. Assumptions used to calculate the present value are based on estimated lives of beneficiaries and a discount rate of return of 8%.

9. LIFE INSURANCE POLICIES

The Federation is owner and beneficiary of certain donated life insurance policies, which had a total face value of approximately $4,636,000 at December 31, 2020. The cash surrender value at those dates of these policies is reflected as an asset in the consolidated statement of financial position.

10. LEASE AGREEMENTS

As described in Note 6, the Federation leases office space from the YMCA under a new agreement through December 2038, which resulted prepaid rent. The Federation recognized $22,000 in rent expense for the six months ended December 31, 2020.

11. BENEFICIAL INTEREST IN PERPETUAL TRUSTS

The Organization is beneficiary of an interest in two irrevocable trusts. Under the terms of the first irrevocable trust, the Organization is entitled to 35% of the income generated from this trust in perpetuity. Since the trust is irrevocable, the Organization has recorded 35% of the trust's assets as a beneficial interest in perpetual trust with donor restrictions. The Organization recognized the change in fair value from the trust in the amount of $391,377 for the six months ended December 31, 2020, which is included in investment income on the consolidated statement of activities.

Under the terms of the second irrevocable trust, the Organization is entitled to 2.54% of the income generated from this trust in perpetuity. Since the trust is irrevocable, the Organization has recorded 2.54% of the trust's assets ($75 at December 31, 2020) as a beneficial interest in trust and with donor restrictions. The Organization recognized change in fair value from the trust in the amount of $553 for the six monthed ended December 31, 2020, which is included in investment income on the consolidated statement of activities.

12. ENDOWMENTS

The Organization's endowment funds consist of board-designated funds established for a variety of purposes. As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions. The Organization has long-term investments in addition to endowment funds which are used for other purposes.

Investment Return Objectives, Risk Parameters, and Strategies

The Organization has adopted investment and spending policies, approved by the Board of Directors, for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment funds while also maintaining the purchasing power of those endowment assets over the long-term. Endowment assets are invested in a well diversified asset mix, which includes equity and debt securities and real estate, that is intended to result in a consistent inflation-protected rate of return that has sufficient liquidity to make an annual distribution as described in the spending policy below, while growing the funds if possible. Therefore, the Organization expects its endowment assets, over time, to produce an annual average rate of return of approximately 5% greater than inflation as expressed in the Consumer Price Index, net of expenses. Actual returns in any given year may vary from this amount. Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to not expose the fund to unacceptable levels of risk.

Spending Policy

The Organization has a policy of appropriating for distribution each year an amount equal to an average of the fund's annual earnings for the three previous calendar years. In establishing this policy, the Organization considered the long-term expected return on its investment assets, the nature, and duration of the individual endowment funds and the possible effects of inflation.

Composition of and changes in endowment net assets were as follows for the six months ended December 31, 2020:

Without donor restrictions	
Board-designated endowment net assets, beginning of year	$ 2,127,134
Investment return, net	343,764
Distributions to agencies	(32,849)
Board-designated endowment net assets, end of year	**$ 2,438,049**

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INDEPENDENT ACCOUNTANTS' REPORT
ON SUPPLEMENTARY CONSOLIDATING INFORMATION

April 8, 2021

Board of Directors
Jewish Federation of Greater Toledo
Sylvania, Ohio

Our report on our review of the basic consolidated financial statements of ***Jewish Federation of Greater Toledo*** as of and for the six month ended December 30, 2020, appears on page one. Our review was made primarily for the purpose of expressing a conclusion whether we are aware of any material modifications that should be made to the consolidated financial statements in order for them to conform with accounting principles generally accepted in the United States of America. The accompanying supplementary consolidating information included in the consolidating supplementary schedules, as listed in the table of contents, is presented only for purposes of additional analysis and is not a required part of the basic consolidated financial statements. Such information is the responsibility of management. We have not audited or reviewed the supplementary consolidatung information and we do not express an opinion, a conclusion, nor provide any assurance on it.

Rehmann Robson LLC

SUPPLEMETARY
CONSOLIDATING INFORMATION
FOR THE SIX MONTHS ENDED
DECEMBER 31, 2020

JEWISH FEDERATION OF GREATER TOLEDO

Consolidating Statement of Financial Position

As of December 31, 2020

ASSETS	Jewish Federation	Toledo Jewish Community Foundation	Total Jewish Federation	UJC Holdings, Inc.	Eliminations	Total
Current assets						
Cash and cash equivalents	$ 383,481	$ 3,299,882	$ 3,683,363	$ 46,349	$ -	$ 3,729,712
Accounts receivable	28,437	-	28,437	-	-	28,437
Grants and pledges receivable	12,832	-	12,832	-	9,750	22,582
Prepaid expenses and other assets	81,848	-	81,848	49,667	-	131,515
Total current assets	**506,598**	**3,299,882**	**3,806,480**	**96,016**	**9,750**	**3,912,246**
Prepaid rent, net current portion	-	-	-	770,000	-	770,000
Net property and equipment	172,812	-	172,812	1,125,122	-	1,297,934
Investments	7,768	49,065,127	49,072,895	-	-	49,072,895
Restricted investments	-	1,626,828	1,626,828	-	-	1,626,828
Investments held by affiliated organization	176,714	-	176,714	-	(176,714)	-
Beneficial interest in perpetual trusts	3,231,764	-	3,231,764	-	-	3,231,764
Intangible asset	-	-	-	925,000	-	925,000
Cash surrender value of life insurance	-	1,446,393	1,446,393	-	-	1,446,393
Total assets	**$ 4,095,656**	**$ 55,438,230**	**$ 59,533,886**	**$ 2,916,138**	**$ (166,964)**	**$ 62,283,060**
LIABILITIES						
Current liabilities						
Accounts payable and accrued liabilities	$ 18,808	$ 2,081	$ 20,889	$ 120	$ -	$ 21,009
Current portion of deferred gain on sale of property	-	-	-	94,000	-	94,000
Deferred revenue	279,041	-	279,041	-	-	279,041
Total current liabilities	297,849	2,081	299,930	94,120	-	394,050
Deferred gain on sale of property, net of current portion	-	-	-	1,645,000	-	1,645,000
Trusts payable to others	-	540,620	540,620	-	-	540,620
Investments held for associate and affiliate organization	-	14,221,379	14,221,379	-	(176,714)	14,044,665
Total liabilities	**297,849**	**14,764,080**	**15,061,929**	**1,739,120**	**(176,714)**	**16,624,335**
Net assets						
Without donor restrictions:						
Investment in property and equipment	172,812	-	172,812	1,125,122	-	1,297,934
Board-designated endowment	-	2,438,049	2,438,049	-	-	2,438,049
Donor advised funds	-	7,127,759	7,127,759	-	-	7,127,759
Other designated	-	1,131,558	1,131,558	-	-	1,131,558
Undesignated	393,368	11,419,562	11,812,930	51,896	136,511	12,001,337
Total net assets without donor restrictions	**566,180**	**22,116,928**	**22,683,108**	**1,177,018**	**136,511**	**23,996,637**
With donor restrictions	3,231,627	18,557,222	21,788,849	-	(126,761)	21,662,088
Total net assets	**3,797,807**	**40,674,150**	**44,471,957**	**1,177,018**	**9,750**	**45,658,725**
Total liabilities and net assets	**$ 4,095,656**	**$ 55,438,230**	**$ 59,533,886**	**$ 2,916,138**	**$ (166,964)**	**$ 62,283,060**

See independent accountants' report on consolidating supplementary information.

JEWISH FEDERATION OF GREATER TOLEDO

Consolidating Statement of Activities
Six Months Ended December 31, 2020

	Jewish Federation	Toledo Jewish Community Foundation	Total Jewish Federation	Toledo Board of Jewish Education	Jewish Family Service of Toledo, Ohio, Inc.	UJC Holdings, Inc.	Eliminations	Total
Net assets without donor restrictions								
Support, revenue, and gains								
Support								
Annual campaign pledges	$ 446,882	$ -	$ 446,882	$ -	$ -	$ -	$ (149,566)	$ 297,316
Contributions	249,841	413,576	663,417	-	-	58,086	(122,188)	599,315
Grants	83,042	-	83,042	-	-	-	(57,293)	25,749
Paycheck Protection Program grant	401,900	-	401,900	-	-	-	-	401,900
United Way, donor-directed contributions	586	-	586	-	-	-	-	586
Jewish Senior Services Supporting Organization	291,081	-	291,081	-	-	11,000	-	302,081
Jewish Federation of Greater Toledo	-	-	-	-	-	25,556	(25,556)	-
Revenue and gains								
Program service fees	19,860	-	19,860	-	-	-	-	19,860
Tuition and books, net	56,501	-	56,501	-	-	-	-	56,501
Investment return, net	12,846	3,208,615	3,221,461	-	-	-	-	3,221,461
Change in cash surrender value of life insurance	-	98,978	98,978	-	-	-	-	98,978
Rental revenue	-	3,000	3,000	-	-	-	-	3,000
Gain on sale and disposal of assets	-	-	-	-	-	47,000	-	47,000
Other	34,283	205,051	239,334	-	-	-	(151,098)	88,236
Net assets released from restrictions	-	80,313	80,313	-	-	-	-	80,313
Total support, revenue, and gains	**1,596,822**	**4,009,533**	**5,606,355**	**-**	**-**	**141,642**	**(505,701)**	**5,242,296**
Expenses								
Program								
Federation	436,675	26,790	463,465	-	-	36,609	-	500,074
Grants	132,930	672,947	805,877	-	-	-	(363,892)	441,985
Cemetery	122,970	-	122,970	-	-	-	-	122,970
Education	165,531	-	165,531	-	-	-	-	165,531
Family services	237,764	-	237,764	-	-	-	-	237,764
Total program	1,095,870	699,737	1,795,607	-	-	36,609	(363,892)	1,468,324
Administrative	151,234	-	151,234	-	-	76,560	-	227,794
Foundation and other financial resource development	199,196	360,369	559,565	-	-	20,684	(151,097)	429,152
Total expenses	**1,446,300**	**1,060,106**	**2,506,406**	**-**	**-**	**133,853**	**(514,989)**	**2,125,270**
Changes in net assets without donor restrictions before transfers	**150,522**	**2,949,427**	**3,099,949**	**-**	**-**	**7,789**	**9,288**	**3,117,026**
Transfer of net assets from TBJE and JFS	**209,961**	**-**	**209,961**	**(62,649)**	**(147,312)**	**-**	**-**	**-**
Changes in net assets without donor restrictions	**360,483**	**2,949,427**	**3,309,910**	**(62,649)**	**(147,312)**	**7,789**	**9,288**	**3,117,026**
Net assets with donor restrictions								
Contributions	-	69,575	69,575	-	-	-	(9,288)	60,287
Investment income, net	391,932	2,105,990	2,497,922	-	-	-	-	2,497,922
Transfer of net assets from TBJE and JFS	1,215,187	-	1,215,187	(403,960)	(811,227)	-	-	-
Net assets released from restrictions	-	(80,313)	(80,313)	-	-	-	-	(80,313)
Changes in net assets with donor restrictions	**1,607,119**	**2,095,252**	**3,702,371**	**(403,960)**	**(811,227)**	**-**	**(9,288)**	**2,477,896**
Changes in net assets	**1,967,602**	**5,044,679**	**7,012,281**	**(466,609)**	**(958,539)**	**7,789**	**-**	**5,594,922**
Net assets at beginning of year	1,830,205	35,629,471	37,459,676	466,609	958,539	1,169,229	9,750	40,063,803
Net assets at end of year	**$ 3,797,807**	**$ 40,674,150**	**$ 44,471,957**	**$ -**	**$ -**	**$ 1,177,018**	**$ 9,750**	**$ 45,658,725**

See independent accountants' report on consolidating supplementary information.