Financial Report

Jewish Family Service of Greater New Orleans, Inc.

December 31, 2022

Jewish Family Service
of Greater New Orleans

Bourgeois Bennett
CERTIFIED PUBLIC ACCOUNTANTS | CONSULTANTS
A LIMITED LIABILITY COMPANY

Financial Report

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December 31, 2022

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors,
Jewish Family Service of Greater New Orleans, Inc.,
Metairie, Louisiana.

Opinion

We have audited the accompanying financial statements of Jewish Family Service of Greater New Orleans, Inc. (a non-profit organization) (JFS) which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of JFS as of December 31, 2022, and the change in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of JFS and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted 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, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of JFS's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about JFS's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Report on Summarized Comparative Information

We have previously audited JFS's 2021 financial statements, and our report dated March 28, 2022, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2021 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Program Service Activities (Schedule 1) is presented for purposes of additional analysis and is not a required part of the 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 financial statements as a whole.

Bourgeois Bennett, L.L.C.

Certified Public Accountants.

New Orleans, Louisiana,
April 11, 2023.

STATEMENT OF FINANCIAL POSITION

Jewish Family Service of Greater New Orleans, Inc.
Metairie, Louisiana

December 31, 2022
(with comparative totals for 2021)

ASSETS

	2022	2021
Assets		
Cash and cash equivalents	$ 288,896	$ 388,744
Accounts receivable	9,235	16,707
Grants receivable	121,437	92,879
Unconditional promises to give	32,500	17,500
Prepaid expenses	5,544	2,776
Funds held by Jewish Endowment Foundation	2,452,365	2,798,568
Investments	6,000	6,000
Right-of-use asset	352,901	458,761
Property and equipment, net of accumulated depreciation	5,594	9,169
Total assets	$ 3,274,472	$ 3,791,104

LIABILITIES AND NET ASSETS

	2022	2021
Liabilities		
Lease liability	$ 368,985	$ 469,330
Accounts payable	5,822	5,106
Accrued vacation	46,269	26,216
Total liabilities	421,076	500,652
Net Assets		
Without donor restrictions:		
Undesignated	351,863	438,716
Board designated	2,452,365	2,798,568
	2,804,228	3,237,284
With donor restrictions	49,168	53,168
Total net assets	2,853,396	3,290,452
Total liabilities and net assets	$ 3,274,472	$ 3,791,104

See notes to financial statements.

STATEMENT OF ACTIVITIES

Jewish Family Service of Greater New Orleans, Inc.

Metairie, Louisiana

For the year ended December 31, 2022
(with comparative totals for 2021)

	Without Donor Restrictions	With Donor Restrictions	Totals 2022	Totals 2021
Revenues and Other Support				
Program service fees	$ 322,566	$ -	$ 322,566	$ 334,973
Contributions	220,887	-	220,887	396,582
Grant income	871,160	16,668	887,828	802,663
United Way grants and designations	32,858	32,500	65,358	40,479
In-kind revenue	-	-	-	5,000
Investment income (loss), net	(345,399)	-	(345,399)	296,645
Special events, net	28,337	-	28,337	-
Miscellaneous	9,281	-	9,281	8,139
Total revenues and other support	1,139,690	49,168	1,188,858	1,884,481
Net assets released from restrictions	53,168	(53,168)	-	-
Total revenues, other support, and net assets released from restrictions	1,192,858	(4,000)	1,188,858	1,884,481
Expenses				
Program services:				
Case management	75,090	-	75,090	302,295
Catch-A-Cab	14,335	-	14,335	16,011
Counseling	324,051	-	324,051	336,811
Education	17,975	-	17,975	52,714
Financial Resource Center	44,077	-	44,077	81,034
USCRI	425,548		425,548	-
Lifeline/Medical Guardian	170,756	-	170,756	180,008
Teen Life Counts	160,896	-	160,896	141,300
Adoption	588	-	588	1,213
Other	37	-	37	29,701
General and administrative	280,898	-	280,898	208,152
Fundraising	111,663	-	111,663	153,002
Total expenses	1,625,914	-	1,625,914	1,502,241
Change in Net Assets	(433,056)	(4,000)	(437,056)	382,240
Net Assets				
Beginning of year	3,237,284	53,168	3,290,452	2,908,212
End of year	$ 2,804,228	$ 49,168	$ 2,853,396	$ 3,290,452

See notes to financial statements.

STATEMENT OF FUNCTIONAL EXPENSES

Jewish Family Service of Greater New Orleans, Inc.
Metairie, Louisiana

For the year ended December 31, 2022

	Program Services													
	Case Management	Catch-A-Cab	Counseling	Education	Financial Resource Center	USCRI	Lifeline	Teen Life Counts	Adoption	Other	Totals	General And Administrative	Fundraising	Totals
Advertising and promotion	$ 526		$ 359				$ 763	$ 29,109			$ 30,757	$ 903	$ 4,693	$ 36,353
Board expenses											-	334		334
Conferences and meetings								1,086			1,086	4,618		5,704
Contract workers				2,600	2,003		11,485				16,088		3,930	20,018
Development											-		8,442	8,442
Employee benefits	5,078	313	29,549	1,384	2,770	36,142	11,824	12,283			99,343	17,657	10,153	127,153
Equipment and maintenance						9,092					9,092	5,626		14,718
Financial Resource Center	8,528				13,966						22,494			22,494
Insurance	525	175	4,024	175	175	2,974	875	1,050			9,973	7,349	175	17,497
Lease expense - building	3,729	1,243	28,593	1,243	1,243	21,134	6,215	7,460			70,860	52,214	1,243	124,317
Lifeline fees							30,131				30,131			30,131
Medical Guardian							4,583				4,583			4,583
Miscellaneous											-	6,696	45	6,741
Office expense			504			4,754	452	221		37	5,968	4,622	136	10,726
Organization dues								800			800	5,154	335	6,289
Payroll taxes	3,134	193	18,238	854	1,709	22,307	7,298	7,581			61,314	10,898	6,266	78,478
Postage and delivery	1,056					1	8				1,065	2,294	1,269	4,628
Printing and publications	1,629						458	256			2,343	3,136	3,145	8,624
Professional fees	539	33	3,137	147	294	3,837	1,255	1,304	588		11,134	2,000	1,178	14,312
Program expense	9,420		422	403		674	84	100			11,103			11,103
Rental expense	87	29	665	29	29	491	145	173			1,648	1,214	29	2,891
Salaries	39,168	2,416	227,912	10,671	21,362	278,762	91,200	94,738			766,229	136,189	78,308	980,726
Taxi Services		9,472									9,472			9,472
Travel	218		54			37,143	1,457	1,804			40,676	1,329	84	42,089
Utilities	1,289	430	9,885	430	430	7,306	2,149	2,579			24,498	18,050	430	42,978
Total expenses before depreciation	74,926	14,304	323,342	17,936	43,981	424,617	170,382	160,544	588	37	1,230,657	280,283	119,861	1,630,801
Depreciation	164	31	709	39	96	931	374	352	-	-	2,696	615	264	3,575
Total expenses	75,090	14,335	324,051	17,975	44,077	425,548	170,756	160,896	588	37	1,233,353	280,898	120,125	1,634,376
Less special event expenses netted with revenues	-	-	-	-	-	-	-	-	-	-	-	-	(8,462)	(8,462)
Total expenses on statement of activities	$ 75,090	$ 14,335	$ 324,051	$ 17,975	$ 44,077	$ 425,548	$ 170,756	$ 160,896	$ 588	$ 37	$ 1,233,353	$ 280,898	$ 111,663	$ 1,625,914

See notes to financial statements.

STATEMENT OF FUNCTIONAL EXPENSES

Jewish Family Service of Greater New Orleans, Inc.
Metairie, Louisiana

For the year ended December 31, 2021

	Program Services												
	Case Management	Catch-A-Cab	Counseling	Education	Financial Resource Center	Lifeline	Teen Life Counts	Adoption	Other	Totals	General And Administrative	Fundraising	Totals
Advertising and promotion	$ 520	$ 173	$ 2,354	$ 520	$ 607	$ 946	$ 8,934	$ -	$ 175	$ 14,229	$ 2,255	$ 1,561	$ 18,045
Board expenses	1	-	3	1	1	1	1	-	-	8	4	3	15
Conferences and meetings	29	10	109	29	33	24	213	-	9	456	124	86	666
Contract workers	2,405	91	1,050	4,174	320	11,118	16,397	625	91	36,271	1,187	822	38,280
Employee benefits	3,004	3,264	23,985	9,791	11,423	7,357	6,411	-	3,264	68,499	42,427	29,373	140,299
Equipment and maintenance	762	254	2,921	762	889	635	635	-	254	7,112	3,302	2,286	12,700
Financial Resource Center	-	-	-	-	24,994	-	-	-	-	24,994	-	-	24,994
Insurance	1,134	378	4,347	1,134	1,323	945	945	-	378	10,584	4,914	3,402	18,900
Lease expense - building	7,469	2,490	28,632	7,469	8,714	6,224	6,224	-	2,490	69,712	32,367	24,026	126,105
Lifeline fees	-	-	-	-	-	56,777	-	-	-	56,777	-	-	56,777
Miscellaneous	305	102	1,177	305	355	254	254	-	102	2,854	1,320	914	5,088
Occupancy	70	23	270	70	82	59	59	-	23	656	305	227	1,188
Office expense	1,487	172	2,935	517	603	430	515	-	206	6,865	2,238	1,550	10,653
Organization dues	335	112	1,285	335	391	359	629	-	112	3,558	1,453	1,006	6,017
Payroll taxes	19,578	579	18,044	1,738	2,027	6,655	7,041	-	643	56,305	7,530	5,276	69,111
Postage and delivery	738	45	518	135	158	120	158	-	570	2,442	586	405	3,433
Printing and publications	248	25	320	76	89	360	917	-	1,351	3,386	331	229	3,946
Professional fees	822	274	3,151	822	959	685	685	-	274	7,672	3,562	2,466	13,700
Program expense	60	-	284	780	-	195	569	588	10,719	13,195	-	-	13,195
Rental expense	208	69	798	208	243	174	174	-	69	1,943	903	625	3,471
Salaries	243,181	7,200	235,830	21,599	25,199	82,414	87,236	-	8,187	710,846	93,597	65,610	870,053
Travel	15,394	-	-	-	-	2,198	899	-	-	18,491	-	4,226	22,717
Utilities	4,330	678	7,976	2,035	2,374	1,899	2,225	-	713	22,230	8,817	8,266	39,313
Total expenses before depreciation	302,080	15,939	335,989	52,500	80,784	179,829	141,121	1,213	29,630	1,139,085	207,222	152,359	1,498,666
Depreciation	215	72	822	214	250	179	179	-	71	2,002	930	643	3,575
Total expenses on statement of activities	$ 302,295	$ 16,011	$ 336,811	$ 52,714	$ 81,034	$ 180,008	$ 141,300	$ 1,213	$ 29,701	$ 1,141,087	$ 208,152	$ 153,002	$ 1,502,241

See notes to financial statements.

STATEMENT OF CASH FLOWS

Jewish Family Service of Greater New Orleans, Inc.
Metairie, Louisiana

For the year ended December 31, 2022
(with comparative totals for 2021)

	2022	2021
Cash Flows From Operating Activities		
Change in net assets	$ (437,056)	$ 382,240
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	3,575	3,575
Accrued operating lease obligations	5,515	9,902
(Increase) decrease in:		
Accounts receivable	7,472	(2,754)
Grants receivable	(28,558)	(7,276)
Unconditional promises to give	(15,000)	-
Prepaid expenses	(2,768)	4,972
Increase (decrease) in:		
Accounts payable	716	(8,680)
Accrued vacation	20,053	795
Other liabilities	-	(11,835)
Net cash provided by (used in) operating activities	(446,051)	370,939
Cash Flows From Investing Activities		
Investment (increase) decrease on funds held at Jewish Endowment Foundation	346,203	(500,116)
Net Decrease In Cash and Cash Equivalents	(99,848)	(129,177)
Cash and Cash Equivalents		
Beginning of year	388,744	517,921
End of year	$ 288,896	$ 388,744

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

Jewish Family Service of Greater New Orleans, Inc.
Metairie, Louisiana

December 31, 2022 and 2021

Note 1 - NATURE OF ACTIVITIES

Jewish Family Service of Greater New Orleans, Inc. (JFS) provides social services and mental health support to people of all ages and backgrounds through counseling, in-home support for the elderly and disabled, and mental health education including an adolescent suicide prevention program.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Accounting

The financial statements of JFS are prepared on the accrual basis of accounting, and accordingly, reflect all significant receivables, payables, and other liabilities.

b. Basis of Presentation

JFS reports information regarding financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions, based on donor stipulations and restrictions placed on contributions, if any. Accordingly, net assets of JFS and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions

Undesignated - net assets that are not subject to donor-imposed stipulations.

Board Designated - net assets that are to be used for program activities.

Net Assets with Donor Restrictions - Net assets subject to donor-imposed stipulations that will be met either by actions of JFS and/or the passage of time, or net assets that are maintained permanently by the JFS and not expended.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

c. Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

d. Cash and Cash Equivalents

For purposes of reporting cash flows, JFS considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

e. Contributions

Contributions are recorded as assets with donor restrictions or assets without donor restrictions, depending on the existence or nature of any donor restrictions. Support that is restricted by a donor is reported as an increase in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions. Donor restricted contributions whose restrictions are met in the same reporting periods are reported as unrestricted support.

Donated services and other non-cash donations are recorded as contributions at their estimated fair values at the date of donation.

f. Revenue Recognition

Revenues from Exchange Transactions: JFS recognizes revenue in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) No. 2014-09, "*Revenues from Contracts with Customers*", as amended. ASU No. 2014-09 applies to exchange transactions with customers and donors that are bound by contracts or similar arrangements and establishes a performance obligation approach to revenue recognition. JFS records the following exchange transaction revenue in its Statements of Activities for the years ended December 31, 2022 and 2021:

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f. Revenue Recognition (Continued)

Special Events

JFS conducts an annual fundraiser in which a portion of the gross proceeds paid by the participant represents payment for the direct cost of the benefits received by the participant at the event-the exchange component, and a portion represents a contribution to JFS. The fair value of meals and entertainment provided at the event is measured at the actual cost to JFS. The contribution component is the excess of the gross proceeds over the fair value of the direct donor benefit. The direct costs, which ultimately benefit the donor rather than JFS, are recorded as fundraising expenses in the Statements of Activities. The performance obligation is delivery of the event. FASB ASU No. 2014-09 requires allocation of the transaction price to the performance obligation. Accordingly, JFS separately presents the exchange and contribution components of the gross proceeds from special events. There were no special events during the year ended December 31, 2021 due to the COVID-19 pandemic.

g. Promises to Give

Unconditional promises to give are recognized when the donor makes a promise to give to JFS that is, in substance, unconditional. Conditional promises to give are recognized when the conditions on which they depend are substantially met. There were no conditional promises to give during the years ended December 31, 2022 and December 31, 2021.

Unconditional promises are recorded net of an allowance for doubtful pledges estimated by management. As of December 31, 2022 and 2021, management believes that promises to give are fully collectible.

h. Allowance for Doubtful Accounts

The allowance for doubtful accounts is estimated based on management’s estimate. As of December 31, 2022 and 2021, there is no allowance as management deems all accounts to be collectible.

i. Funds Held by Jewish Endowment Foundation and Investments

Pooled accounts managed by the Jewish Endowment Foundation and investments are reported at fair market value, including any pro rata gains and losses.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Leases

JFS is a lessee in a noncancelable operating lease. Since the contract provides JFS the right to substantially all the economic benefits and the right to direct the use of the identified asset, it is considered to be or contain a lease. Right-of-use (ROU) assets and lease liabilities are recognized at the lease commencement date based on the present value of the future lease payments over the expected lease term. ROU assets are also adjusted for any lease prepayments made, lease incentives received, and initial direct costs incurred. There were no adjustment for 2022 and 2021.

Lease liabilities are initially and subsequently recognized based on the present value of their future lease payments. Variable payments are included in the future lease payments when those variable payments depend on an index or a rate. Increases (decreases) to variable lease payments due to subsequent changes in an index or rate are recorded as variable lease expense (income) in the future period in which they are incurred. There were no variable lease payments in 2022 and 2021 due to changes in index rates.

ROU assets for operating leases are subsequently measured throughout the lease term at the amount of the remeasured lease liability (i.e., present value of the remaining lease payments), plus unamortized initial direct costs, plus (minus) any prepaid lease payments, less the unamortized balance of lease incentives received; and any impairment recognized. There were no initial direct costs, prepaid lease payments, incentives, or impairment in 2022 and 2021.

JFS has elected the option to use the risk-free rate determined using a period comparable to the lease terms as the discount rate for the lease terms as the discount rate for leases where the implicit rate is not readily determinable. The risk-free rate option has been applied to the building lease.

Right-of-use assets and liabilities as of December 31, 2022 and 2021 are presented as separate line items on JFS's statements of financial position.

k. Property and Equipment

Property and equipment are recorded at cost. Donated property is recorded at its fair market value at the date of donation. Repairs and maintenance are charged to expense as incurred; major renewals and replacements and betterments $5,000 or greater are capitalized. Depreciation is computed using the straight-line method over the estimated useful life of each asset which range from five to ten years.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l. Donated Services of Volunteers

A substantial number of volunteers have donated significant amounts of their time in the conduct of program services on the behalf of JFS. However, no amounts have been included in the financial statements for donated services since no objective basis is available to measure the value of services.

m. Advertising and Promotion

Advertising and promotion costs are expensed as they are incurred. Advertising costs totaled $36,353 and $18,045 for the years ended December 31, 2022 and 2021, respectively.

n. Methods Used for Allocation of Expenses

Most of the expenses can be directly allocated to one of the programs or supporting function. The financial statements also report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include occupancy, which is allocated based on office space used for each program. Salaries and benefits are allocated on the basis of estimates of time and effort. Employees documented their time and effort weekly over a four month period per program. JFS averaged the employees' time per program to determine the functional expense allocation.

o. Organization and Income Taxes

JFS is a nonprofit corporation organized in 1979 under the laws of the State of Louisiana. It is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code and qualifies as an organization that is not a private foundation as defined in Section 509(a) of the Code. It is also exempt from Louisiana income tax under the authority of R.S.47:121(5).

Accounting standards provide detailed guidance for financial statement recognition, measurement, and disclosure of uncertain tax positions recognized in an entity's financial statements. These standards require an entity to recognize the financial statement impact of a tax position when it is more likely than not that the position will not be sustained upon examination. As of December 31, 2022, management of JFS believes that it has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements. Tax years ended December 31, 2019 and later remain subject to examination by the taxing authorities

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

p. Recently Issued Accounting Standards

Leases

In February 2016, the FASB issued ASU No. 2016-02, "*Leases*" (Topic 842). This ASU requires that a lease liability and related right-of-use asset representing the lessee's right to use or control the asset be recorded on the Statement of Financial Position upon the commencement of all leases except for short-term leases. Leases will be classified as either finance leases or operating leases, which are substantially similar to the classification criteria for distinguishing between capital leases and operating in existing lease accounting guidance. As a result, the effect of leases in the Statement of Activities and the Statement of Cash Flows will be substantially unchanged from the existing lease accounting guidance. The ASU was adopted during the year ended December 31, 2022, and retrospectively applied.

The key change upon adoption of the standard was the recognition of operating leases on the Statements of Financial Position, given that the recognition of lease expense on the Statements of Activities is similar to JFS's historical accounting. There was a cumulative effect adjustment to retained earnings of $667 as of January 1, 2021. JFS elected the practical expedients permitted under the transition guidance within the new standard, which, among other things, allowed JFS to carry forward the historical lease classification. Leases with original terms of one year or less were excluded. Additionally, JFS elected not to separate lease and non-lease components for certain assets.

The adoption of ASC 842 resulted in the recognition of a right-of-use asset as of December 31, 2022 and 2021 of $352,901 and $458,761, and a lease liability of $368,985 and $469,330, respectively.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

p. Recently Issued Accounting Standards (Continued)

Leases (Continued)

The impact of adopting the new guidance is as follows:

	Amounts that Were Reported Under Former Guidance	Effects of Applying New Guidance	Amounts That Will Be Reported Under New Guidance
Assets			
Right-of-use asset	$ -	$ 564,629	$ 564,629
Liabilities			
Lease liability	$ -	$ 565,296	$ 565,296
Affect on Net Assets - 2021	$ -	$ (667)	$ (667)
Beginning net assets, before restatement		2,908,879	2,908,879
Beginning net assets, restated		$ 2,908,212	$ 2,908,212
Affect on Expenses			
Total expenses - 2021	$ 1,492,341	$ 9,900	$ 1,502,241
Affect on Net Assets - 2022			
Beginning net assets	$ 3,301,019	$ 10,567	$ 3,290,452

Lease Discount Rate

In November 2021, the FASB issued ASU No. 2021-09, "*Lease Discount Rate for Lessees That Are Not Public Business Entities*" (Topic 842). This ASU currently provides lessees that are not public business entities with a practical expedient that allows them to elect, as an accounting policy, to use a risk-free rate as the discount rate for all leases. The amendments in this update allow those lessees to make the risk-free rate election by class of underlying asset, rather than at the entity-wide level. An entity that makes the risk-free rate election is required to disclose which asset classes it has elected to apply a risk-free rate. The amendments require that, when the rate implicit in the lease is readily determinable for any individual lease, the lessee use that rate (rather than a risk-free rate or an incremental borrowing rate), regardless of whether it has made the risk-free rate election. JFS adopted ASC 2019-05 during the year ended December 31, 2022, and it was retrospectively applied.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

p. Recently Issued Accounting Standards (Continued)

Contributed Nonfinancial Assets

In September 2020, the FASB issued ASU No. 2020-07, "*Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*" (Topic 958) the amendments in this update apply to nonprofit organizations that receive contributed nonfinancial assets. Contribution revenue may be presented in the financial statements using different terms (for example, gifts, donations, grants, gifts-in-kind, donated services, or other terms). The amendments address presentation and disclosure of contributed nonfinancial assets. The term nonfinancial asset includes property and equipment (such as land, buildings, and equipment), use of property and equipment utilities, materials and supplies, intangible assets, services, and unconditional promises of those assets. JFS adopted the standard in the year ended December 31, 2022. The adoption of the standard did not materially change the financial statements.

q. Reclassifications

Certain amounts in the 2021 financial statements have been reclassified to conform to the 2022 financial statement presentation.

r. Subsequent Events

Management evaluates events occurring subsequent to the date of financial statements in determining the accounting for and disclosure of transactions and events that effect the financial statements. Subsequent events have been evaluated through April 11, 2023, which is the date the financial statements were available to be issued.

Note 3 - CONCENTRATION OF CREDIT RISK

JFS maintains its cash with a financial institution where the accounts are insured by Federal Deposit Insurance Corporation up to $250,000. As of December 31, 2022, there were no funds in excess of the federally insured limits.

Note 4 - UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give as of December 31, 2022 and 2021 consist of the following:

	2022	2021
Unconditional promises to give:		
United Way	$ 32,500	$ 17,500
Less allowance for uncollectible promises to give	-	-
Net unconditional promises to give	$ 32,500	$ 17,500
Amount due in:		
Less than one year	$ 32,500	$ 17,500
One to five years	-	-
Totals	$ 32,500	$ 17,500

Note 5 - FUNDS HELD BY THE JEWISH ENDOWMENT FOUNDATION AND INVESTMENTS

Funds and investments held as of December 31, 2022 and 2021 are comprised of the following:

	2022	2021
Funds held at the Jewish Endowment Foundation	$ 2,452,365	$ 2,798,568
Israel bonds	6,000	6,000
Totals	$ 2,458,365	$ 2,804,568

Note 5 - FUNDS HELD BY THE JEWISH ENDOWMENT FOUNDATION AND INVESTMENTS (Continued)

Investment income for the years ended December 31, 2022 and 2021 is summarized as follows:

	2022	2021
Investment income -		
Net unrealized and realized gain (loss)	$ (372,845)	$ 270,322
Interest and dividends	43,168	40,001
Investment fees	(15,722)	(13,678)
Net investment income (loss)	$ (345,399)	$ 296,645

Note 6 - FAIR VALUE MEASUREMENTS

The framework for measuring fair value provides a fair value hierarchy which prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in the active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy under the Financial Accounting Standards Board Accounting Standards Codification Topic 820, Fair Value Measurements are described as follows:

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

Level 2 - Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset 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.

Note 6 - FAIR VALUE MEASUREMENTS (Continued)

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

The asset'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 measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Investments held in pooled accounts managed by Jewish Endowment Foundation are included in Level 2 of the fair value hierarchy as the investment pool is valued using the net asset value as reported by the custodian. The net asset values are determined based on the fair values of the underlying investments. The custodian of this portfolio uses independent pricing services, where available, to value the securities included in this portfolio. If an independent pricing service does not value a security or the value is not, in the view of the custodian, representative of the market value, the custodian will attempt to obtain a price quote from a secondary pricing source, which may include third party brokers, investment advisers, and principal market makers or affiliated pricing services. If a secondary source is unable to provide a price, the custodian may obtain a quotation from the counterparty that sold the security. JFS uses the market approach for valuing bonds which are within the Level 1 fair value hierarchy.

The methodologies described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while JFS believes its valuation method is 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.

As of December 31, 2022 and 2021, assets measured at fair value on a recurring basis are comprised of and determined as follows:

		Based on		
Description	Fair Value as of December 31, 2022	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
Pooled accounts managed by the Jewish Endowment Foundation	$ 2,452,365	$ -	$ 2,452,365	$ -
Israel bonds	6,000	6,000	-	-
	$ 2,458,365	$ 6,000	$ 2,452,365	$ -

Note 6 - FAIR VALUE MEASUREMENTS (Continued)

		Based on		
Description	Fair Value as of December 31, 2021	Quoted Prices in Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
Pooled accounts managed by the Jewish Endowment Foundation	$ 2,798,568	$ -	$ 2,798,568	$ -
Israel bonds	6,000	6,000	-	-
	$ 2,804,568	$ 6,000	$ 2,798,568	$ -

As of December 31, 2022 and 2021, there were no assets measured at fair value on a non-recurring basis.

Note 7 - PROPERTY AND EQUIPMENT

As of December 31, 2022 and 2021, property and equipment consists of the following:

	2022	2021
Furniture and equipment	$ 48,031	$ 48,031
Less accumulated depreciation	(42,437)	(38,862)
Net property and equipment	$ 5,594	$ 9,169

Depreciation expense for both years ended December 31, 2022 and 2021 was $3,575.

Note 8 - LINE OF CREDIT

On August 31, 2017, JFS negotiated a $100,000 line of credit which matured on August 31, 2022. The line of credit is unsecured. Borrowings bear interest at a rate equal to the Wall Street Journal Prime plus 1.75% (5% as of December 31, 2021). There were no outstanding borrowings on the line of credit as of December 31, 2021. The line of credit was not renewed.

Note 9 - DESIGNATED NET ASSETS

JFS's Board of Directors has designated part of the net assets without donor restrictions for the following purpose as of December 31, 2022 and 2021:

	2022	2021
Program activities	$ 2,452,365	$ 2,798,568

Note 10 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions as of December 31, 2022 and 2021 are restricted for the following purposes or periods:

	2022	2021
Subject to expenditure for specified purpose:		
Teen Life Counts	$ 16,668	$ 16,668
Senior counseling	-	19,000
Subject to the passage of time:		
For periods after December 31, 2022 and 2021, respectively	32,500	17,500
Total net assets with donor restrictions	$ 49,168	$ 53,168

Net assets released from restrictions for the years ended December 31, 2022 and 2021 are as follows:

	2022	2021
Purpose restriction satisfied:		
Teen Life Counts	$ 16,668	$ 40,833
Senior counseling	19,000	-
Passage of time	17,500	17,500
	$ 53,168	$ 58,333

Note 11 - IN-KIND DONATIONS

JFS records the value of in-kind donations when the services received (a) create or enhance nonfinancial assets or (b) require specialized skills which would typically need to be purchased if not provided by donation.

The fair value of in-kind support and the corresponding expenses for the years ended December 31, 2022 and 2021 is as follows:

	2022	2021
Advertising costs	$ -	$ 5,000

Note 12 - SPECIAL EVENT REVENUE

Gross receipts from special fundraising events recorded by JFS consist of exchange transaction revenue and contribution revenue. As a result of adopting ASU 2014-09, JFS is required to separately present the components of this revenue.

	2022	2021
Contributions	$ 26,399	$ -
Ticket sales	10,400	-
Special events - gross	36,799	-
Less: cost of direct donor benefit	(8,462)	-
Special events - net	$ 28,337	$ -

Note 13 - LEASES

JFS leases office space under long-term non-cancelable operating lease agreements. Monthly lease payments are $9,254 through April 30, 2021, $9,898 through April 30, 2024, and $10,146 through April 30, 2026. The lease expires on April 30, 2026. JFS includes in the determination of the right-of-use assets and lease liabilities any renewal options when the options are reasonably certain to be exercised. JFS's operating lease provides for increases in future minimum annual rental payments.

The weighted-average discount rate is based on the discount rate implicit in the lease. JFS has elected the option to use the risk-free rate determined using a period comparable to the lease terms as the discount rate for the leases where the implicit rate is not readily determinable. JFS has applied the risk-free rate option to the building lease.

Note 13 - LEASES (Continued)

Reported under FASB ASC 842 for the years ended December 31, 2022 and 2021 are as follows:

	2022	2021
Lease Cost		
Operating lease costs	$ 124,317	$ 126,105
Cash Flow Items		
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from operating leases	$ 118,780	$ 116,204
Right-of-use assets obtained in exchange for lease liabilities:		
Operating lease	$ -	$ 458,761
Operating lease obligations	$ -	$ 469,330
Weighted-Average Information		
Weighted-average remaining lease in years	3.33	4.33
Weighted-average discount rate:		
Operating leases	4.5%	4.5%

Future Minimum Lease Payments

Year Ending December 31,	Amounts
2023	$ 118,780
2024	120,760
2025	121,749
2026	40,583
	401,872
Total lease payments less interest	(32,887)
Present value of lease liabilities	$ 368,985

Note 14 - AVAILABILITY OF FINANCIAL ASSETS

As part of JFS's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. In addition, JFS invests cash in excess of daily requirements in investments. Although JFS does not intend to spend from its investment funds other than amounts appropriated for general expenditures as part of the Board of Director's designation, amounts from its investment funds could be made available if necessary.

JFS receives grants and contributions with donor time and purpose restrictions. In addition, JFS generates revenue and receives support without donor restrictions. Contributions without donor restrictions, Catch-A-Cab program revenue, Counseling program revenue, Education program revenue, Lifeline/Medical Guardian program revenue, investment income without donor restrictions, and miscellaneous income are considered to be available to meet cash needs for general expenditures. General expenditures include Case Management, Catch-A-Cab, Counseling, Education, Financial Resource Center, Lifeline/Medical Guardian, Teen Life Counts, general and administrative and fundraising expenses. Annual operations are defined as activities occurring during, and included in the budget for, the upcoming fiscal year.

The following table represents financial assets available for general expenditures within one year as of December 31, 2022 and 2021:

	2022	2021
Financial assets		
Cash and cash equivalents	$ 288,896	$ 388,744
Accounts receivable	9,235	16,707
Grants receivable	121,437	92,879
Unconditional promises to give	32,500	17,500
Investments	2,458,365	2,804,568
Total financial assets	2,910,433	3,320,398
Less amounts unavailable for general expenditures within one year, due to:		
Contractual or donor imposed restrictions:		
Restricted by donors with time or purpose restriction	(49,168)	(53,168)
Board designations:		
Program activities	(2,452,365)	(2,798,568)
Total financial assets not available to be used within one year	(2,501,533)	(2,851,736)
Financial assets available to meet cash needs for general expenditures within one year	$ 408,900	$ 468,662

Note 15 - EMPLOYEE QUALIFIED RETIREMENT PLAN

JFS has a 403(b) salary deferral plan (the "Plan") covering substantially all employees. JFS will contribute 4% of gross bimonthly wages for eligible employees after completion of one year of service. Additionally, JFS will also match 50% of each participant's elective deferral up to 3% of each participant's gross bimonthly wages. JFS's maximum contribution to an employee's retirement plan is 5.5% each year.

Pension plan expense for the years ended December 31, 2022 and 2021 totaled $27,071 and $31,670, respectively.

Note 16 - RISK MANAGEMENT

JFS is exposed to various risks of loss from torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; employee injuries and illnesses; natural disasters; and employee health and accident benefits. Commercial insurance coverage is purchased for claims arising from such matters. There were no settled claims that exceeded this commercial coverage during the years ended December 31, 2022 and 2021.

Note 17 - RISKS AND UNCERTAINTIES

In general, investment securities are exposed to various risks, such as interest rate, currency, credit, and market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in values of investments will occur in the near term and would materially affect the market value of investments held by JFS.

SUPPLEMENTARY INFORMATION

SCHEDULE OF PROGRAM SERVICE ACTIVITIES

Jewish Family Service of Greater New Orleans, Inc.
New Orleans, Louisiana

For the year ended December 31, 2022
(with comparative totals for 2021)

	Program Services										Totals	
	Case Management	Catch-A-Cab	Counseling	Education	Financial Resource Center	USCRI	Lifeline/ Medical Guardian	Teen Life Counts	Adoption	Other	2022	2021
Revenues and Other Support												
Program service fees		$ 1,645	$ 190,663	$ 5,354	$ -		$ 124,903	$ -		$ -	$ 322,565	$ 334,973
Contributions	27,308	1,025	225					275	-	-	28,833	29,983
United Way grants and designations	20,000	-	20,000				-	16,000	-	-	56,000	35,478
Grant income	34,131	9,472	39,656		38,750	569,693	-	55,500	-	-	747,202	661,313
Investment income (loss)			-	(8,804)	(208,675)		(58,853)	(45,451)			(321,783)	278,976
Total revenues and other support	81,439	12,142	250,544	(3,450)	(169,925)	569,693	66,050	26,324	-	-	832,817	1,340,723
Program Expenses	75,090	14,335	324,051	17,975	44,077	425,548	170,756	160,896	588	37	1,233,353	1,135,615
Revenues and Other Support Over (Under) Program Expenses	$ 6,349	$ (2,193)	$ (73,507)	$ (21,425)	$ (214,002)	$ 144,145	$ (104,706)	$ (134,572)	$ (588)	$ (37)	$ (400,536)	$ 205,108