

JEWISH FAMILY SERVICE OF STAMFORD, INC.

Financial Statements

**Year Ended August 31, 2019
(with comparative totals for 2018)**

JEWISH FAMILY SERVICE OF STAMFORD, INC.

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The Board of Directors
Jewish Family Service of Stamford, Inc.
Stamford, Connecticut

Report on the Financial Statements

We have audited the accompanying financial statements of Jewish Family Service of Stamford, Inc. (Agency) which comprise the statement of financial position as of August 31, 2019, and the related statements of activities, cash flows, and functional expenses for the year then ended, and the related notes to the financial statements.

Management's Responsibility 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; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements whether due to fraud or error. In making those risk assessments, the auditor considers internal control appropriate to the Agency's preparation and fair presentation of the financial statements in order to design audit procedures that are relevant in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Agency's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

The Board of Directors
Jewish Family Service of Stamford, Inc.
Stamford, Connecticut

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Jewish Family Service of Stamford, Inc. as of August 31, 2019 and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Agency's financial statements as of and for the year ended August 31, 2018, and we expressed an unmodified audit opinion on those audited financial statements in our report dated January 7, 2019. In our opinion, the summarized comparative information presented herein as of and for the year ended August 31, 2018 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Cirone Friedberg, LLP

Shelton, Connecticut
April 16, 2020

JEWISH FAMILY SERVICE OF STAMFORD, INC.

STATEMENT OF FINANCIAL POSITION
AUGUST 31, 2019
 (with comparative totals for 2018)

	<u>2019</u>	<u>2018</u>
ASSETS		
Cash and Cash Equivalents	\$ 646,091	\$ 135,472
Fees Receivable, Net of Allowance for Uncollectible Accounts of \$9,000 in 2019 and \$6,500 in 2018	97,249	102,603
Allocations Receivable	157,957	105,599
Promises to Give	285,032	310,742
Grant Receivable	37,403	-
Miscellaneous Receivables and Prepaid Expenses	18,651	21,570
Investments	269	366,041
Beneficial Interest in Assets Held by a Community Foundation	349,230	83,357
Investments Held for Deferred Compensation Plan	401,999	398,019
Security Deposits	-	10,697
Building, Improvements, Furniture and Equipment, Net of Accumulated Depreciation of \$51,999 in 2019 and \$97,752 in 2018	1,085,977	7,689
Other Assets	-	43,210
Assets Restricted for Long-Term Investment Purposes	<u>794,000</u>	<u>744,000</u>
Total Assets	<u>\$ 3,873,858</u>	<u>\$ 2,328,999</u>
LIABILITIES AND NET ASSETS		
<u>Liabilities</u>		
Accounts Payable and Accrued Expenses	\$ 95,721	\$ 80,085
Advances on Grants	23,029	37,670
Mortgage Payable	618,563	-
Deferred Compensation Obligation	401,999	398,019
Total Liabilities	<u>1,139,312</u>	<u>515,774</u>
<u>Net Assets</u>		
Without Donor Restriction:		
Net Investment in Building, Improvements, Furniture and Equipment	573,227	7,689
Undesignated - Available for Operations	<u>388,479</u>	<u>385,268</u>
Total Net Assets Without Donor Restriction	961,706	392,957
With Donor Restriction	<u>1,772,840</u>	<u>1,420,268</u>
Total Net Assets	<u>2,734,546</u>	<u>1,813,225</u>
Total Liabilities and Net Assets	<u>\$ 3,873,858</u>	<u>\$ 2,328,999</u>

See notes to financial statements.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

STATEMENT OF ACTIVITIES
YEAR ENDED AUGUST 31, 2019
(with comparative totals for 2018)

	2019		2018	
	Without Donor Restriction	With Donor Restriction	Total	Total
Revenues, Gains and Other Support				
Allocations	\$ 116,000	\$ 157,957	\$ 273,957	\$ 265,965
Bequests	100,284	-	100,284	10,353
Other Contributions	1,182,812	383,160	1,565,972	585,908
Grants	295,368	-	295,368	303,602
Fund-raising Events	191,563	-	191,563	175,847
Counseling Fees, Net of Contractual Adjustments of \$158,003 in 2019 and \$122,709 in 2018	138,722	-	138,722	134,141
Other Program Fees	450,280	-	450,280	466,902
Investment Income, Net of Investment Expenses of \$1,699 in 2019 and \$1,735 in 2018	19,421	-	19,421	20,882
Unrealized (Depreciation) Appreciation on Beneficial Interest in Assets Held by a Community Foundation, Net	-	(15,939)	(15,939)	66,595
Realized (Loss) Gain on Sale of Investments	(92)	-	(92)	10,490
Unrealized (Depreciation) Appreciation on Investments	(8,985)	-	(8,985)	2,633
In-kind Contributions	150,683	-	150,683	277,181
Total	<u>2,636,056</u>	<u>525,178</u>	<u>3,161,234</u>	<u>2,320,499</u>
Net Assets Released from Restrictions:				
Expiration of Time Restrictions	78,130	(78,130)	-	-
Satisfaction of Purpose Restrictions	5,820	(5,820)	-	-
Satisfaction of Time and Purpose Restrictions	88,656	(88,656)	-	-
Total Net Assets Released from Restrictions	<u>172,606</u>	<u>(172,606)</u>	<u>-</u>	<u>-</u>
Total Revenues, Gains and Other Support	<u>2,808,662</u>	<u>352,572</u>	<u>3,161,234</u>	<u>2,320,499</u>

See notes to financial statements.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

STATEMENT OF ACTIVITIES
YEAR ENDED AUGUST 31, 2019
(with comparative totals for 2018)

	2019		2018	
	Without Donor Restriction	With Donor Restriction	Total	Total
Expenses				
Program Services:				
Counseling and Family Life	\$ 476,018	\$ -	\$ 476,018	\$ 530,566
Kosher Meal Delivery Program	84,380	-	84,380	-
Case Management and Emergency Assistance	357,274	-	357,274	298,123
Elderly Services	420,219	-	420,219	361,655
Senior Employment Programs	510,361	-	510,361	621,622
Total Program Services	<u>1,848,252</u>	<u>-</u>	<u>1,848,252</u>	<u>1,811,966</u>
Support Services:				
Management and General	120,725	-	120,725	138,040
Fund Raising	238,489	-	238,489	228,541
Total Support Services	<u>359,214</u>	<u>-</u>	<u>359,214</u>	<u>366,581</u>
Total Functional Expenses	2,207,466	-	2,207,466	2,178,547
Cost of Direct Benefits to Donors, Including In-kind Services of \$-0- in 2019 and \$3,000 in 2018	<u>32,447</u>	<u>-</u>	<u>32,447</u>	<u>34,787</u>
Total Expenses	<u>2,239,913</u>	<u>-</u>	<u>2,239,913</u>	<u>2,213,334</u>
Change in Net Assets	568,749	352,572	921,321	107,165
Net Assets at Beginning of Year	<u>392,957</u>	<u>1,420,268</u>	<u>1,813,225</u>	<u>1,706,060</u>
Net Assets at End of Year	<u>\$ 961,706</u>	<u>\$ 1,772,840</u>	<u>\$ 2,734,546</u>	<u>\$ 1,813,225</u>

See notes to financial statements.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

STATEMENT OF CASH FLOWS
YEAR ENDED AUGUST 31, 2019
(with comparative totals for 2018)

	<u>2019</u>	<u>2018</u>
Cash Flows from Operating Activities		
Change in Net Assets	\$ 921,321	\$ 107,165
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:		
Provision for Uncollectible Accounts	16,929	20,043
Depreciation	23,838	1,398
Unrealized Depreciation (Appreciation) on Investments	8,985	(2,633)
Unrealized Depreciation (Appreciation) in Beneficial Interest in Assets Held by a Community Foundation	15,939	(55,667)
Realized Loss (Gain) on Sale of Investments	92	(10,490)
Realized Gain on Sale of Beneficial Interest in Assets Held by a Community Foundation	-	(11,203)
Non-Cash Contribution - Life Insurance Policy	-	(43,210)
Contributions Restricted for Endowment Purposes	(50,000)	-
Contributions Restricted for Purchase of Building, Improvements, Furniture and Equipment	(580,486)	-
Deferred Compensation Expense	14,092	14,071
Changes in:		
Fees Receivable	(11,575)	(35,008)
Allocations Receivable	(52,358)	(19,131)
Promises to Give	25,710	(39,364)
Grant Receivable	(37,403)	46,918
Security Deposits	10,697	-
Other Assets	43,210	-
Miscellaneous Receivables and Prepaid Expenses	2,919	(3,348)
Accounts Payable and Accrued Expenses	15,636	7,782
Advances on Grant	(14,641)	37,670
Deferred Compensation Obligation	(10,112)	22,204
Total Adjustments	<u>(578,528)</u>	<u>(69,968)</u>
Net Cash Provided by Operating Activities	<u>342,793</u>	<u>37,197</u>
Cash Flows from Investing Activities		
Proceeds from Sale of Investments	164,596	185,024
Purchase of Investments	(129,583)	(190,575)
Proceeds from Sale of Beneficial Interest Held by a Community Foundation, Net	39,870	41,885
Purchase of Building, Improvements, Furniture and Equipment	(584,040)	-
Increase in Assets Restricted for Long-Term Investment Purposes	(50,000)	-
Increase in Investments Held for Deferred Compensation Plan	<u>(3,980)</u>	<u>(36,275)</u>
Net Cash (Used) Provided by Investing Activities	<u>(563,137)</u>	<u>59</u>

See notes to financial statements.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

STATEMENT OF CASH FLOWS
YEAR ENDED AUGUST 31, 2019
(with comparative totals for 2018)

	<u>2019</u>	<u>2018</u>
Cash Flows from Financing Activities		
Proceeds from Contributions Restricted for Purchase of Building, Improvements, Furniture and Equipment	580,486	-
Contributions Restricted for Endowment Purposes	50,000	-
Other Financing Activities:		
Proceeds from Mortgage Payable	106,914	-
Repayment of Mortgage Payable	<u>(6,437)</u>	<u>-</u>
Net Cash Provided by Financing Activities	<u>730,963</u>	<u>-</u>
Net Increase in Cash and Cash Equivalents	510,619	37,256
Cash and Cash Equivalents at Beginning of Year	<u>135,472</u>	<u>98,216</u>
Cash and Cash Equivalents at End of Year	<u>\$ 646,091</u>	<u>\$ 135,472</u>

Supplemental Disclosures of Cash Flow Information

Cash Paid During the Year for Interest	<u>\$ 15,641</u>	<u>\$ -</u>
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Non-Cash Investing Activities

During the year ended August 31, 2019, the Agency disposed of fully depreciated leasehold improvements, furniture and equipment with an original book value of \$54,903.

During the year ended August 31, 2019, the Agency transferred investments with a cost of \$316,458 and a fair market value of \$321,682 to their Beneficial Interest in Assets Held by a Community Foundation. The difference is reflected as part of the Unrealized Depreciation in Beneficial Interest in Assets Held by a Community Foundation.

Non-Cash Financing Activities

During the year ended August 31, 2019, the Agency purchased an office condominium located in Stamford, Connecticut, for \$925,000 by entering into a mortgage agreement with a bank in the amount of \$625,000 and paying the balance in cash. The Agency also received a contribution of \$500,000 during that period to be used for improvements to and furnishings and equipment for the office, and to establish a reserve for future maintenance and capital needs related to ownership of the property.

See notes to financial statements.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED AUGUST 31, 2019
(with comparative totals for 2018)

	2019						2018				
	PROGRAM SERVICES						SUPPORT SERVICES				
	Case						Management and				
	Counseling and Family Life	Kosher Meal Delivery Program	Management and Emergency Assistance	Elderly Services	Senior Employment Programs	Total	Management and General	Fund Raising	Total	Total	Total
Salaries	\$ 293,963	\$ 32,864	\$ 175,268	\$ 271,719	\$ 262,944	\$ 1,036,758	\$ 81,148	\$ 142,150	\$ 223,298	\$ 1,260,056	\$ 1,175,187
Payroll Taxes	20,150	2,753	12,482	21,637	20,148	77,170	4,679	9,877	14,556	91,726	85,644
Fringe Benefits	27,894	1,006	8,819	28,262	8,182	74,163	7,176	18,061	25,237	99,400	92,895
Total Salaries and Related Costs	342,007	36,623	196,569	321,618	291,274	1,188,091	93,003	170,088	263,091	1,451,182	1,353,726
Contracted Services	35,765	3	26	61	18	35,873	21	23	44	35,917	51,202
Auto and Travel	793	12	833	1,556	60	3,254	69	216	285	3,539	4,722
Conferences and Meetings	1,108	277	1,118	871	585	3,959	277	277	554	4,513	1,608
Printing and Marketing	6,280	1,570	3,140	5,008	1,570	17,568	1,570	7,262	8,832	26,400	15,675
Telephone	3,198	417	1,947	3,059	2,781	11,402	834	1,668	2,502	13,904	12,307
Office Expense	25,911	3,380	15,772	24,785	22,532	92,380	6,759	13,519	20,278	112,658	88,125
Postage	1,522	388	800	1,825	633	5,168	590	4,840	5,430	10,598	11,208
Occupancy	22,793	2,973	13,874	21,802	19,820	81,262	5,946	11,892	17,838	99,100	132,485
Interest Expense	3,597	469	2,190	3,441	3,128	12,825	938	1,877	2,815	15,640	-
Insurance	6,758	881	4,113	6,464	5,876	24,092	1,763	3,526	5,289	29,381	39,102
Professional Fees	6,952	907	4,232	6,650	6,045	24,786	1,814	3,627	5,441	30,227	19,500
Dues and Subscriptions	3,692	783	1,566	2,949	1,301	10,291	981	958	1,939	12,230	18,716
Assistance to Individuals	-	-	75,690	-	-	75,690	-	-	-	75,690	41,916
Other Direct Program Expenses	-	34,460	29,630	284	681	65,055	3,686	4,706	8,392	73,447	63,510
Fund-raising Event Expenses	-	-	-	-	-	-	-	9,061	9,061	9,061	15,185
Provision for Uncollectible Accounts	6,156	-	-	10,773	-	16,929	-	-	-	16,929	20,043
Relocation Expenses	3,495	456	2,128	3,343	3,039	12,461	912	1,824	2,736	15,197	-
Miscellaneous	508	66	309	486	442	1,811	132	264	396	2,207	13,938
Total Before Depreciation, In-kind Services and Rent	470,535	83,665	353,937	414,975	359,785	1,682,897	119,295	235,628	354,923	2,037,820	1,902,968
Depreciation	5,483	715	3,337	5,244	4,768	19,547	1,430	2,861	4,291	23,838	1,398
In-kind Services and Rent	-	-	-	-	145,808	145,808	-	-	-	145,808	274,181
Total Functional Expenses	\$ 476,018	\$ 84,380	\$ 357,274	\$ 420,219	\$ 510,361	\$ 1,848,252	\$ 120,725	\$ 238,489	\$ 359,214	\$ 2,207,466	\$ 2,178,547

See notes to financial statements.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2019

(with comparative totals for 2018)

NOTE 1 - NATURE OF OPERATIONS

Jewish Family Service of Stamford, Inc., doing business as Elayne and James Schoke Jewish Family Service of Fairfield County (Agency), was established to promote and enhance the well-being of the community by providing social services which reflect Jewish values. The Agency is dedicated to helping people manage their lives, improve the quality of family living, and enhance the social organization of the community. The Agency serves people in the following cities and towns in Connecticut: Stamford, New Canaan, Darien, Westport, Wilton, Weston, Norwalk, Ridgefield, Redding, Easton, Fairfield, Bridgeport, Stratford, Shelton, Trumbull and Monroe.

The Agency is a not-for-profit organization incorporated under the Nonstock Corporation Act of the State of Connecticut. The Agency is exempt from federal income taxes under the provisions of Section 501(c)(3) of the Internal Revenue Code and is also exempt from state income taxes.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The financial statements of the Agency have been prepared in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP), which require the Agency to report information regarding its financial position and activities according to net asset classifications.

Net Asset Classes

The net assets classes of the Agency consist of the following:

Net Assets Without Donor Restriction

Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the organization. These net assets may be used at the discretion of the Agency's Board of Directors.

The net investment in building, improvements, furniture and equipment consisted of the net book value of building, improvements, furniture and equipment acquired, net of \$106,914 of mortgage proceeds not used to purchase the building, furniture and equipment, less the amount due on the mortgage payable used to finance the acquisition of the building.

Net Assets With Donor Restriction

Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Agency or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated that the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restriction. When a restriction expires, or the restricted purpose is satisfied, net assets are reclassified from net assets with donor restriction to net assets without donor restriction in the statement of activities. If a restriction is fulfilled in the same period in which the contribution is received, the Agency reflects the support as a contribution without donor restriction.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2019
(with comparative totals for 2018)**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

Contributions received or promises to give without donor-imposed restrictions are reflected as support without donor restriction, while those with donor-imposed restrictions are reflected as support with donor restriction in the accompanying financial statements. Contributions or promises to give with donor-imposed conditions are not recognized as contributions or promises to give in the accompanying financial statements until the period when the conditions are met.

Promises to give that are expected to be received within one year of the financial statement date are reflected at their net realizable value (the gross amount of the promises to give, net of an allowance for uncollectible amounts). Promises to give that are expected to be collected more than one year after the financial statement date are reflected at the present value of their estimated future cash flows using a discount rate commensurate with the risks involved at the date the promise to give is received.

Allocations

The Agency is a recipient agency of the United Jewish Federation of Greater Stamford, New Canaan and Darien, Inc. (UJF) and the Federation for Jewish Philanthropy of Upper Fairfield County. Allocations are recognized upon notification by the donors. If the donor's allocation year extends beyond the August 31, fiscal year, that portion of the allocation intended to be received and expended beyond August 31 is reflected as allocations receivable and net assets with donor restriction in the accompanying financial statements.

Grants

Grants awarded to the Agency are recorded at the earlier of the date the grant funds are received, or the time that the grant expenditures are incurred.

The amounts of the grants that are received but unearned are reflected as advances on grants and are reflected in the accompanying statement of activities during the period to which they apply as funds are expended. The Title V grant through the Department of Labor was terminated effective September 30, 2019 (Notes 8 and 14).

Cash Equivalents

The Agency considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Receivables

Fees and other receivables are evaluated periodically for collectibility based upon management's evaluation of past loss experience, known and inherent risks in its accounts, plus other factors which could affect collectibility. In the opinion of management, all accounts for which the collectibility is doubtful have been written off or an allowance has been provided, and the remaining accounts are deemed to be collectible.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2019
(with comparative totals for 2018)**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Receivables (continued)

Contractual adjustments consist substantially of the difference between the therapist billing rates for counseling and the allowable payments from insurance companies (such amount of allowable payments is what the Agency expects to collect and includes in its budget for fee revenues).

Investments and Beneficial Interest in Assets Held by Community Foundation

Investments are stated at fair value. Realized gains or losses and unrealized appreciation or depreciation on all Investments are reflected on the accompanying statement of activities as increases or decreases in net assets without donor restriction unless their use is temporarily restricted by donor stipulation.

Building, Improvements, Furniture and Equipment

Purchased building, improvements, furniture and equipment are stated at cost. Donated assets are stated at the estimated fair market value as of the date of the gift. Depreciation is computed on the straight-line method over the useful lives of the assets ranging from 3 to 30 years.

Compensated Absences

Employees of the Agency are entitled to paid vacation based upon length of service. It is the Agency's policy to accrue vacation pay based upon the earned amount as of the financial statement date.

In-Kind Contribution

Contributed and In-kind Services

Goods and services have been provided by various organizations and a number of unpaid volunteers have contributed their time. Contributions are recognized if the goods or services received (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributed goods or services that do not meet the above criteria are not recognized.

One of the Agency's grants contains requirements for the contribution of in-kind services by local agencies participating in the grant program. Such services are reflected as in-kind contributions and corresponding in-kind expenses in the accompanying statements of activities and functional expenses, and are valued as reported by the participating agencies. These services consist of salaries, occupancy, supplies and related expenses expended in supervising participating employees at the host sites. Such services were valued at \$143,408 and \$271,781 for the years ended August 31, 2019 and 2018, respectively.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2019
(with comparative totals for 2018)**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

In-Kind Contribution (continued)

Contributed and In-kind Services (continued)

During the year ended August 31, 2019, in conjunction with the purchase of the building (Note 9), the Agency received legal services from the spouse of an employee of the Agency, and recorded in-kind revenue of \$4,875 in the accompanying statement of activities. The expense has been capitalized as additional deferred closing costs on the statement of financial position, and is being amortized over the life of the mortgage.

Additionally, during the year ended August 31, 2018, the Agency recorded \$3,000 of in-kind expense for the services of a performer at a fund-raising event, which is included in direct benefits to donors in the accompanying financial statements.

In-kind Rent

During the years ended August 31, 2019 and 2018, the Agency received office space rent free in the Fairfield County area in order for therapists to provide counseling services to patients. The value of this office space was \$2,400 and has been reflected as in-kind revenue and expense in the accompanying financial statements in each of the years ended August 31, 2019 and 2018.

Functional Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the accompanying statements of activities. The statement of functional expenses present the natural classification of expenses by function. Salaries, benefits, occupancy and interest expense are allocated based on level of effort. Shared costs are allocated based on salary and related costs allocation. Shared costs include telephone, office expense, occupancy, interest expense, insurance, professional fees, relocation expense, depreciation and miscellaneous. All other expenses are allocated based on actual expenditures.

Newly Adopted Accounting Standard

Effective September 2018, the Agency adopted the provisions of ASU 2016-14, *Presentation of Financial Statements of Not-For-Profit Entities* (ASU). The provisions improve the usefulness and reduce the complexities of information provided to donors, grantors, creditors and other users of the financial statements by eliminating the distinction between resources with permanent restrictions and those with temporary restrictions from the face of the financial statements. Enhanced disclosures in the notes to the financial statements will provide useful information about the nature, amounts and effects of the various types of donor-imposed restrictions, which also include limits on the purposes for which the resources can be used as well as the time frame for their use. The ASU has been applied retrospectively to all periods presented. The adoption of the ASU had no effect on the classification or amounts of the Agency's net assets.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2019
(with comparative totals for 2018)**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Advertising

Advertising costs are expensed as incurred.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Reclassifications

Certain reclassifications have been made to the 2018 financial statements to conform to the 2019 presentation.

Subsequent Events

Management has evaluated subsequent events through April 16, 2020, the date the financial statements were available to be issued. Through that date, there were no material events that would require recognition or additional disclosure in the financial statements except as disclosed in Note 16.

NOTE 3 - CONCENTRATION OF CREDIT RISK

Cash and Cash Equivalents

The Agency maintains cash and money market accounts at two Connecticut banks and investment accounts at one local brokerage firm and a pooled investment fund administered by a not-for-profit organization. Cash accounts are insured up to \$250,000 per bank, by the Federal Deposit Insurance Corporation (FDIC). The investment accounts and pooled investment accounts are insured by the Securities Investor Protection Corporation (SIPC) up to \$500,000. At times during the year, the cash and cash equivalents balances may have exceeded the insured limits.

Receivables

Receivables of the Agency arise from grants from the U.S. Government and the State of Connecticut, private grantors and donors, clients, and federated fund-raising organizations located in Fairfield County, Connecticut.

The Agency is exposed to credit losses in the event of non-collections of its receivables. The Agency does not obtain collateral for its receivables, but monitors the status of any large past due receivables.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
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(with comparative totals for 2018)**

NOTE 4 - LIQUIDITY

The Agency monitors liquidity required to meet its annual operating needs and other contractual commitments while also striving to maximize the return on investment of its funds not required for annual operations. As of August 31, 2019, the following financial assets are available to meet annual operating needs of the 2020 year:

Financial Assets at Year End:	
Cash and Cash Equivalents	\$ 646,091
Fees Receivable, Net	97,249
Allocations Receivable	157,957
Promises to Give	285,032
Grant Receivable	37,403
Miscellaneous Receivables	3,250
Investments	269
Beneficial Interest in Assets Held by a Community Foundation	<u>349,230</u>
Total	<u>1,576,481</u>
Less: Amounts Not Available to be Used Within One Year:	
Net Assets with Donor Restrictions (Purpose Restricted)	
Not Expected to be Satisfied Within One Year	<u>362,706</u>
Financial Assets Available to Meet General Expenditures over the Next Year	<u>\$1,213,775</u>

NOTE 5 - INVESTMENTS

The Agency has reflected in the statement of activities net unrealized depreciation of (\$8,985) and appreciation of \$2,633 for the years ended August 31, 2019 and 2018, respectively, on investments held in two unrestricted brokerage accounts. During the year ended August 31, 2019, the Agency transferred investments with a cost basis of \$316,458 and a fair market value of \$321,682 to their beneficial interest in assets held by a community foundation (Note 6).

During the year ended August 31, 2019, the Agency sold investments with a cost basis of \$164,688 for \$164,596 and incurred a net realized loss of (\$92). During the year ended August 31, 2018, the Agency sold investments with a cost basis of \$174,534 for \$185,024, and incurred a net realized gain of \$10,490. The Agency's investments at August 31, 2019 are invested in cash equivalents.

	<u>Fair Value</u>	<u>Cost</u>	<u>Unrealized Appreciation (Depreciation)</u>
<u>2019</u>			
Cash Equivalents	\$ <u>269</u>	\$ <u>269</u>	\$ <u>-</u>

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
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NOTE 5 - INVESTMENTS (CONTINUED)

	<u>2018</u>		
Cash Equivalents	\$ 28,218	\$ 28,218	\$ -
Mutual Funds	337,525	323,314	14,211
Equities	<u>298</u>	<u>300</u>	<u>(2)</u>
	<u>\$366,041</u>	<u>\$351,832</u>	<u>\$14,209</u>

U.S. GAAP have established a definition and framework for measuring fair value, and disclosure about fair value measurements. Fair value is the exchange price that would be received for an asset or liability in an orderly transaction between market participants at the measurement date. A fair value hierarchy is one that prioritizes the inputs used to measure fair value, requiring entities to maximize the use of markets or observable inputs.

Observable inputs reflect market data obtained from independent sources, while unobservable inputs generally require significant management judgment. The three levels of the fair value hierarchy are as follows:

- Level 1 inputs are quoted in active markets for identical assets or liabilities.
- Level 2 inputs are other than quoted prices included within Level 1 that are observable for the asset such as quoted prices for similar assets or liabilities.
- Level 3 inputs are unobservable inputs for the asset or liability.

All of the investments, as described above, are classified as Level 1. Fair value for these investments is based on quoted market prices and published asset values. See Note 6 for table of assets held at fair value.

NOTE 6 - BENEFICIAL INTEREST IN ASSETS HELD BY A COMMUNITY FOUNDATION

During the year ended August 31, 2017, the Agency transferred assets to the Jewish Community Foundation of Greater Hartford, Inc. (Foundation), which is holding them as an endowed component fund (Fund) for the benefit of the Agency. The Agency has granted to the Foundation sole investment authority over the Fund. The Foundation is authorized to invest any asset of the Fund, and to sell, exchange or otherwise dispose of any such asset and reinvest the proceeds of such disposition in every kind of property and type of investment permissible under the applicable laws of the State of Connecticut. The Foundation can distribute funds to the Agency, either in cash or in-kind, upon request by the Agency. Any requests for distributions in excess of 25% of the Fund's value must be made in writing to the Foundation with 90 days' advance notice. The Foundation's long-term investment objective is to earn a return at least equal to the Consumer Price Index plus a spending rate of 5% of the average value of funds over the previous sixteen quarters, subject to a ceiling and floor.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
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(with comparative totals for 2018)**

**NOTE 6 - BENEFICIAL INTEREST IN ASSETS HELD BY A COMMUNITY FOUNDATION
(CONTINUED)**

The Agency records the fair value of the Fund as beneficial interest in assets held by a community foundation in the accompanying statement of financial position. Changes in the Fund are reported as investment income in the statement of activities.

The Agency has reflected in the statement of activities changes of (\$15,939) and \$66,595 for the years ended August 31, 2019 and 2018, respectively, on their share of the beneficial interest held by a community foundation.

During the year ended August 31, 2019, the Agency transferred investments with a cost basis of \$316,458 and a fair market value of \$321,682 to their beneficial interest in assets held by a community foundation (Note 5).

Distributions to the Agency from the Fund amounted to \$39,870 and \$41,610 for the years ended August 31, 2019 and 2018, respectively.

Changes in the Fund for the year ended August 31, were as follows:

	<u>2019</u>	<u>2018</u>
Beginning Balance	\$827,357	\$802,372
Amount Invested in Fund	371,682	-
Share of (Depreciation) Appreciation of Fund	(15,939)	66,595
Distributions Received	<u>(39,870)</u>	<u>(41,610)</u>
Ending Balance	<u>\$1,143,230</u>	<u>\$827,357</u>

The Agency's balance in the Fund as of August 31, is presented in the statement of financial position as follows:

	<u>2019</u>	<u>2018</u>
Beneficial Interest in Assets Held by a Community Foundation	\$ 349,230	\$ 83,357
Assets Restricted for Long-Term Investment Purposes	<u>794,000</u>	<u>744,000</u>
	<u>\$1,143,230</u>	<u>\$827,357</u>

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
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**NOTE 6 - BENEFICIAL INTEREST IN ASSETS HELD BY A COMMUNITY FOUNDATION
(CONTINUED)**

The following is a summary of the assets held at fair value at August 31:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)	Total
<u>2019</u>				
Beneficial Interest in Assets Held by a Community Foundation	\$ <u> -</u>	\$ <u> -</u>	\$ <u>1,143,230</u>	\$ <u>1,143,230</u>
Cash Equivalents	\$ <u> 269</u>	\$ <u> -</u>	\$ <u> -</u>	\$ <u> 269</u>
<u>2018</u>				
Beneficial Interest in Assets Held by a Community Foundation	\$ <u> -</u>	\$ <u> -</u>	\$ <u>827,357</u>	\$ <u>827,357</u>
Cash Equivalents	\$ 28,218	\$ -	\$ -	\$ 28,218
Mutual Funds	337,525	-	-	337,525
Equities	<u> 298</u>	<u> -</u>	<u> -</u>	<u> 298</u>
	<u>\$366,041</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$366,041</u>

The beneficial interest in assets held by the Foundation has been valued, as a practical expedient, at the fair value of the Agency's share of the Foundation's investment pool as of the measurement date. The Foundation values the securities and other financial instruments on a fair value basis of accounting. The estimated fair value of certain investments of the Foundation, which include multi-strategy hedge funds, private equity funds and commodities for which prices are not readily available, are determined by the management of the Foundation and may not reflect amounts that could be realized upon immediate sale, nor amounts that ultimately may be realized. Accordingly, the estimated fair values may differ significantly from the values that would have been used had a ready market existed for these investments. The Foundation's investments are comprised of approximately 38% domestic equities, 22% foreign equities, 20% fixed income funds, and 20% alternative investments and cash.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
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NOTE 7 - PROMISES TO GIVE

During the years ended August 31, 2019 and 2018, respectively, the Agency received the fourth and third installments of a ten-year promise to give from a deceased donor, through a third-party intermediary. The promise is to be received in equal annual installments of \$40,000. The promise has been reflected at the present value of the estimated future cash flows using a discount rate of 3.75%, which amounted to a discount of \$29,047 and \$38,269 at August 31, 2019 and 2018, respectively.

During the year ended August 31, 2019, the Agency received multiple promises to give from individuals, which will be paid over three to five years. The promises have been reflected at the present value of the estimated future cash flows using a discount rate of 5.25%, which amounted to a discount of \$3,822 at August 31, 2019.

During the year ended August 31, 2018, the Agency received a four-year promise to give from a Foundation. The promise is to be received in equal annual amounts of \$25,000. The promise has been reflected at the present value of the estimated future cash flows using a discount rate of 5.25%, which amounted to a discount of \$5,989 and \$7,398 at August 31, 2019 and 2018, respectively.

The promises have been deemed to be fully collectible, and no allowance for uncollectible promises has been established as of at August 31, 2019 and 2018.

During the year ended August 31, 2018, a donor transferred ownership of a life insurance policy to the Agency. The Agency was also the beneficiary of the policy. The contribution was recorded at the cash surrender value at the time it was made, and had been reflected as other assets in the accompanying financial statements. The donor passed away during the year ended August 31, 2019, and the policy was redeemed.

Promises to give at August 31, 2019 consist of the following:

Due in One Year or Less	\$ 60,099
Due in Two to Six Years	<u>224,933</u>
Total Promises to Give	<u>\$285,032</u>

Promises to give at August 31, 2018 consist of the following:

Due in One Year or Less	\$ 54,647
Due in Two to Seven Years	<u>256,095</u>
Total Promises to Give	<u>\$310,742</u>

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
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NOTE 8 - ALLOCATIONS AND GRANT INFORMATION

Allocations and grant receivable and advances on grant at August 31, and support for the years ended August 31, consisted of the following:

	2019		
	<u>Receivables</u>	<u>Advances</u>	<u>Support</u>
<u>Allocations</u>			
United Jewish Federation of Greater Stamford, et al	\$ 58,000	\$ -	\$174,000
Federation for Jewish Philanthropy of Upper Fairfield County, et al	<u>99,957</u>	<u>-</u>	<u>99,957</u>
Total	<u>\$157,957</u>	<u>\$-</u>	<u>\$273,957</u>
<u>Grants</u>			
Jewish Federations of North America	\$ -	\$23,029	\$ 16,971
U.S. Department of Homeland Security, Pass-through from United Way Emergency Food and Shelter Program	-	-	2,481
U.S. Department of Labor, Pass-Through from Connecticut Department of Rehabilitation Services (Title V)	<u>37,403</u>	<u>-</u>	<u>275,916</u>
Total	<u>\$37,403</u>	<u>\$23,029</u>	<u>\$295,368</u>

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
AUGUST 31, 2019
(with comparative totals for 2018)**

NOTE 8 - ALLOCATIONS AND GRANT INFORMATION (CONTINUED)

	2018		
	<u>Receivables</u>	<u>Advances</u>	<u>Support</u>
<u>Allocations</u>			
United Jewish Federation of Greater Stamford, et al	\$54,767	\$ -	\$164,300
Federation for Jewish Philanthropy of Upper Fairfield County, et al	<u>50,832</u>	<u>-</u>	<u>101,665</u>
Total	<u>\$105,599</u>	<u>\$ -</u>	<u>\$265,965</u>
<u>Grants</u>			
U.S. Department of Homeland Security, Pass-through from United Way, Emergency Food and Shelter Program	\$ -	\$ -	\$6,421
U.S. Department of Labor, Pass-Through from Connecticut Department of Rehabilitation Services (Title V)	<u>-</u>	<u>37,670</u>	<u>297,181</u>
Total	<u>\$ -</u>	<u>\$37,670</u>	<u>\$303,602</u>

The Agency received notification during the year, from the U.S. Department of Labor, that the grant would be terminated effective September 30, 2019.

NOTE 9 - MORTGAGE PAYABLE

In November 2018, the Agency entered into an agreement to purchase an office condominium located in Stamford, Connecticut, for \$925,000. In conjunction with the purchase, in December 2018 the Agency entered into a mortgage agreement with a bank in the amount of \$625,000. The mortgage is for an initial term of five years, with the option to extend for two additional five-year periods. If extended for the two additional five-year periods, an additional ten-year extension is automatically granted. During the initial term, the mortgage will bear interest at a fixed interest rate of 215 basis points above the average weekly yield on United States Treasury securities adjusted to a constant maturity of five years (Index Rate), at the time of closing, with a floor of 5%. During the extended terms, if any, the mortgage will bear interest at 215 basis points above the then Index Rate in effect thirty days prior to the extension period, with a floor equal to the initial term interest rate. For the initial term of five years, the interest rate is 5%. Principal and interest payments will be based on a 25-year term, with a final payment of principal and interest due at the initial term maturity date, unless extended. The mortgage requires monthly payments of \$3,680, including interest, and is subject to certain covenants as defined. Mortgage interest amounted to \$15,641 for the year ended August 31, 2019.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
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NOTE 9 - MORTGAGE PAYABLE (CONTINUED)

Maturities of the mortgage payable at August 31, 2019 was as follows:

<u>Years Ending August 31,</u>	<u>Amount</u>
2020	\$ 13,013
2021	13,775
2022	14,489
2023	15,241
2024	15,953
2025 and Subsequent	<u>546,092</u>
Total	<u>\$618,563</u>

NOTE 10 - EMPLOYMENT CONTRACT AND DEFERRED COMPENSATION PLAN

The Agency has an employment contract (Contract) with its Chief Executive Officer (CEO) that provides for a base salary and various benefits. In the event of employment termination by the Agency without cause, the Agency will be liable for the equivalent of four months base salary, and certain benefits. The Contract expires in October 2022.

The Contract also provides for continuation of the CEO's existing deferred compensation plan (Plan), which provides for an annual contribution of 8% of salary. A provision of \$14,092 and \$14,071 was charged to salaries for the years ended August 31, 2019 and 2018, respectively. The Plan incurred unrealized (depreciation) appreciation of (\$10,112) and \$22,204 for the years ended August 31, 2019 and 2018, respectively, with a corresponding increase in the deferred compensation obligation.

The Plan is funded annually by contributions to a trust, which cannot be expended except for payment of benefits to the CEO, but is available for general creditors of the Agency in the event of insolvency. Income of the trust is reinvested as additional benefits. The assets of the trust are invested in mutual funds held at a major brokerage firm.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
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(with comparative totals for 2018)**

NOTE 11 - NET ASSETS

Net Assets With Donor Restriction

Net assets with donor restriction at August 31 are restricted for the following purposes or periods:

	<u>2019</u>	<u>2018</u>
<u>Purpose Restricted</u>		
Summer Camp Scholarships	\$ 95,740	\$ -
Special College Counseling Program	-	5,320
Cohen Lecture Series	224,050	167,611
JTT Singles	38,416	10,935
Kosher Meal Delivery Program	143,500	-
Jewish Fund - Special Educational Opportunities	<u>1,500</u>	<u>2,000</u>
Total	<u>503,206</u>	<u>185,866</u>
<u>Time Restricted</u>		
Promises to Give	295,032	323,292
Unappropriated Earnings on Donor Restricted Endowment Funds	<u>22,645</u>	<u>78,454</u>
Total	<u>317,677</u>	<u>401,746</u>
<u>Time and Purpose Restricted</u>		
United Jewish Federation of Greater Stamford, et al Allocation Restricted for the Subsequent Period September 1 to August 31	58,000	54,767
Federation for Jewish Philanthropy of Upper Fairfield County, et al Allocation Restricted for the Subsequent Period September 1 to August 31	<u>99,957</u>	<u>33,889</u>
Total	<u>157,957</u>	<u>88,656</u>
Total Time and Purpose Restricted	978,840	676,268
Perpetually Restricted	<u>794,000</u>	<u>744,000</u>
Total Net Assets with Donor Restriction	<u>\$1,772,840</u>	<u>\$1,420,268</u>

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
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NOTE 11 - NET ASSETS (CONTINUED)

Net assets released from donor restrictions by passage of time, by incurring expenses satisfying the restricted purposes, or by occurrence of other events for the years ended August 31 were as follows:

	<u>2019</u>	<u>2018</u>
<u>Satisfaction of Time and Purpose Restrictions</u>		
United Jewish Federation of Greater Stamford, et al Allocation Restricted for the Subsequent Period September 1 to August 31 for Programs	\$ 54,767	\$ 36,368
Federation for Jewish Philanthropy of Upper Fairfield County, et al Allocation Restricted for the Subsequent Period September 1 to August 31 for Programs	<u>33,889</u>	<u>33,400</u>
Total Satisfaction of Time and Purpose Restrictions	<u>88,656</u>	<u>69,768</u>
<u>Expiration of Time Restrictions</u>		
Promises to Give	38,260	29,647
Approved Spending from Endowment Total Returns	<u>39,870</u>	<u>41,610</u>
Total Expiration of Time Restrictions	<u>78,130</u>	<u>71,257</u>
<u>Satisfaction of Purpose Restrictions</u>		
Expenditures of Various Purpose Restricted Funding	<u>5,820</u>	<u>37,318</u>
Total Net Assets Released from Donor Restrictions	<u>\$172,606</u>	<u>\$178,343</u>

Perpetually Restricted - Endowments

U.S. GAAP requires certain provisions relating to “Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institution Funds Act (UPMIFA), and Enhanced Disclosures for All Endowment Funds.” The provisions improve disclosures about an organization’s endowment funds to enable users of the financial statements to understand the net asset classifications, net asset composition, changes in net asset composition, spending policy and related investment policy of an organization’s endowment funds.

The Agency’s Board of Directors have established investing objectives, with respect to the permanently restricted net assets, to safeguard and preserve the purchasing power of the assets while earning investment returns that are commensurate with the endowment risk tolerance.

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
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NOTE 11 - NET ASSETS (CONTINUED)

Perpetually Restricted - Endowments (continued)

Perpetually restricted - endowments consist of net assets whose use is limited by donor-imposed restrictions that neither expire with the passage of time nor can be fulfilled or otherwise removed by actions of the Agency. During the years ended August 31, 2019 and 2018, the Agency received perpetually restricted contributions of \$50,000 and \$-0-, respectively. For the years ended August 31, 2019 and 2018, the Agency had net assets to be maintained in perpetuity in the amount of \$794,000 and \$744,000, respectively.

Perpetually restricted - endowments must be invested in perpetuity, with the investment income net of fees and realized gains and unrealized appreciation offset by realized losses and unrealized depreciation (total return) available for unrestricted use. The total return has been designated by the Board of Directors until disbursed to be used to provide current programs with a predictable, stable stream of revenue as possible. The Board of Directors has established a spending rate that shall not exceed 5% of a three year moving average of the total market value of the endowment fund based on quarterly values.

Activity in the Agency's endowment for the years ended August 31, was as follows:

	2019		
	With Donor Restriction	With Donor Restriction - Endowments	Total
Balance - September 1, 2018	\$ 78,454	\$ 744,000	\$ 822,454
Additions	-	50,000	50,000
Depreciation on Investments	(15,939)	-	(15,939)
Approved Spending from Endowment Total Return	(39,870)	-	(39,870)
Balance - August 31, 2019	\$ 22,645	\$ 794,000	\$ 816,645
	2018		
	With Donor Restriction	With Donor Restriction - Endowments	Total
Balance - September 1, 2017	\$ 53,469	\$ 744,000	\$ 797,469
Appreciation on Investments	66,595	-	66,595
Approved Spending from Endowment Total Return	(41,610)	-	(41,610)
Balance - August 31, 2018	\$ 78,454	\$ 744,000	\$ 822,454

JEWISH FAMILY SERVICE OF STAMFORD, INC.

**NOTES TO FINANCIAL STATEMENTS
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NOTE 12 - LEASE OBLIGATIONS

Stamford Office

During April 2007, the Agency relocated its office. Under the terms of the original ten-year lease, the Agency was to be responsible for utilities, and approximately 12% of the common expenses, which include real estate taxes, cleaning and maintenance. During the year ended August 31, 2011, JFS expanded their office space in order to better accommodate their level of operations. The original lease was amended, and JFS's portion of common charge reimbursement was increased to approximately 15%. During the year ended August 31, 2017, JFS entered into an agreement to extend the terms and conditions of the lease through March 31, 2019 at a rental of \$11,290 per month.

During the years ended August 31, 2019 and 2018, the Agency received a rent rebate of approximately \$-0- and \$4,300, respectively, for their proportional share of real estate taxes that was rebated by the City of Stamford to the landlord.

Rent expense for the years ended August 31, 2019 and 2018 approximated \$71,000 and \$132,500, respectively.

In November 2018, the Agency entered into an agreement to purchase an office condominium in Stamford, Connecticut, and vacated the premises (Note 9).

Office Equipment

The Agency leases office equipment under several operating leases expiring to October 2020 at an aggregate monthly rental of approximately \$1,200.

NOTE 13 - FUND-RAISING ACTIVITIES

The Agency's fund-raising activities consist primarily of JFS Evening, held each spring. A summary of fund-raising activities for the years ended August 31, is as follows:

	<u>2019</u>	<u>2018</u>
<u>Revenue</u>	<u>\$191,563</u>	<u>\$175,847</u>
<u>Expenses</u>		
Event Expenses	9,061	15,185
Direct Benefit to Donors	<u>32,447</u>	<u>34,787</u>
Total Expenses	<u>41,508</u>	<u>49,972</u>
Net	<u>\$150,055</u>	<u>\$125,875</u>

JEWISH FAMILY SERVICE OF STAMFORD, INC.

NOTES TO FINANCIAL STATEMENTS

AUGUST 31, 2019

(with comparative totals for 2018)

NOTE 14 - CONTINGENCIES

The Agency is the recipient of grants from governmental agencies. Under the terms and conditions of these grants, expenditures and compliance with the provisions of such grants are subject to audit by the agencies. Management of the Agency does not anticipate that there would be any material changes as a result of an audit. The Agency was notified by the U.S. Department of Labor that the Title V grant would be terminated effective September 30, 2019.

NOTE 15 - PRIOR YEAR INFORMATION

The financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with the Agency's financial statements at August 31, 2018 and for the year then ended, from which the summarized information was derived.

NOTE 16 - SUBSEQUENT EVENTS

The COVID-19 outbreak is disrupting supply chains and affecting production and revenues across a range of industries and not-for-profit organizations. The extent of the impact of COVID-19 on the operational and financial performance of the Agency will depend on certain developments, including the duration and spread of the outbreak, impact on our clients, donors, employees and vendors all of which are uncertain and cannot be predicted. At this point, the extent to which COVID-19 may impact our financial condition or operations is uncertain.