

**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

**FINANCIAL STATEMENTS
AND AUDITOR'S REPORT**

JUNE 30, 2015

**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

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Independent Auditor's Report

**Board of Directors
Jewish Community Council
of Greater Coney Island, Inc.**

Report on the Financial Statements

We have audited the accompanying financial statements of Jewish Community Council of Greater Coney Island, Inc., which comprise the balance sheet as of June 30, 2015, and the related statements of activities, functional expenses and cash flows 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 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 relevant to the entity's preparation and fair presentation of the financial statements 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 the entity'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.

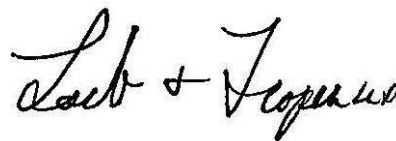
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Jewish Community Council of Greater Coney Island, Inc. as of June 30, 2015, 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 Jewish Community Council of Greater Coney Island, Inc.'s June 30, 2014 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated January 22, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2014 is consistent, in all material respects, with the audited financial statements from which it has been derived.

A handwritten signature in black ink, appearing to read "Loeb & Troper", is positioned to the right of the main text.

January 19, 2016

**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

EXHIBIT A

STATEMENT OF ACTIVITIES

**YEAR ENDED JUNE 30, 2015
(With Summarized Financial Information
for the Year Ended June 30, 2014)**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	
			<u>2015</u>	<u>2014</u>
Revenues and other support				
Grants				
Government	\$ 8,252,139		\$ 8,252,139	\$ 7,652,533
Corporate and foundation (Note 3)	6,165,307		6,165,307	5,469,353
Contributions				
Corporate and foundation	141,014	\$ 161,719	302,733	575,540
General public	31,356	19,292	50,648	43,578
Participant contributions	219,051	10,380	229,431	204,268
Participant fees	97,710		97,710	64,645
In-kind contribution (Note 2)	456,208		456,208	362,370
Other income	30,507		30,507	56,742
Interest income (net of fees of \$7,001 and \$6,845 in 2015 and 2014, respectively)	21,207		21,207	21,317
Net assets released from restrictions				
Satisfaction of program restrictions (Note 7)	504,225	(504,225)		
Reclassification of net assets (Note 7)	(248,424)	248,424		
Total revenues and other support	<u>15,670,300</u>	<u>(64,410)</u>	<u>15,605,890</u>	<u>14,450,346</u>
Expenses (Exhibit B)				
Program services	14,202,519		14,202,519	12,376,039
Supporting services	1,668,753		1,668,753	1,401,578
Total expenses	<u>15,871,272</u>		<u>15,871,272</u>	<u>13,777,617</u>
Change in net assets (Exhibit D)	(200,972)	(64,410)	(265,382)	672,729
Net assets - beginning of year	<u>3,675,711</u>	<u>459,935</u>	<u>4,135,646</u>	<u>3,462,917</u>
Net assets - end of year (Exhibit C)	<u>\$ 3,474,739</u>	<u>\$ 395,525</u>	<u>\$ 3,870,264</u>	<u>\$ 4,135,646</u>

See independent auditor's report.

The accompanying notes are an integral part of these statements.

JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.

EXHIBIT B

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2015
(With Summarized Financial Information
for the Year Ended June 30, 2014)

	Program Services										Supporting Services				Total		
	English as Second Language and Citizenship	Education/ Youth Services	Financial Assistance	Other Social Assistance	Senior Citizen Homecare	Senior Citizen Transportation	Vocational Services	Senior Center/ Home Delivered Meals	Technical Assistance	Homebound Senior Visitation Services	Total	Management and General	Fund Raising	Other Superstorm Sandy	Total	2015	2014
Salaries	\$ 328,922	\$ 724,119		\$ 286,685	\$ 459,583	\$ 478,333	\$ 692,563	\$ 1,446,578	\$ 76,348	\$ 200,722	\$ 4,693,853	\$ 830,814	\$ 21,246	\$ 24,866	\$ 876,926	\$ 5,570,779	\$ 4,891,804
Payroll taxes and employee benefits	53,528	88,457		84,230	121,689	81,595	172,697	437,911	26,086	64,482	1,130,675	177,479	4,072	6,616	188,167	1,318,842	1,147,483
Occupancy (Note 4)	16,575	44,948			11,878	4,318	37,734	439,517	4,979	5,399	565,348	79,909		33,882	113,791	679,139	548,035
Program supplies and expenses	10,732	82,276	\$ 785		258		43	143,463	3,271	25,786	266,614			81	81	266,695	184,345
Office supplies and expenses	3,910	4,121	246	2,106	282	757	29,739	75,862	141	944	118,108	43,471	2,859	12,864	59,194	177,302	172,344
Equipment purchase, rental and maintenance	7,819	12,248		4,856		563	49,339	116,718	135		191,678	59,797		42,717	102,514	294,192	230,040
Telephone and postage	128	870	1,984	126	1,167	6,080	7,112	20,952	879	4,288	43,586	22,527	14,467	2,172	39,166	82,752	81,062
Automotive expense						51,252		39,210			90,462	13,051			13,051	103,513	100,364
Printing and advertising	600	3,365	5,690		639	2,715	1,669	543	3,777	636	19,634	1,754	5,484	1,076	8,314	27,948	20,603
Recreational and educational consultants								199,840		950	200,790					200,790	162,381
Professional fees	300	3,500			7,600	8,825	135,819	39,428	234,128	3,827	433,427	76,089	54,110		130,199	563,626	421,831
Food/congregate food expense								1,162,902		1,171	1,164,073				1,164,073	1,078,290	
Transportation services		33,492				1,009,876		20,389		2,307	1,066,064				1,066,064	892,491	
Senior citizen personal care					3,676,344						3,676,344				3,676,344	3,269,279	
Staff travel	5,640	293	50	1,608	139	3,090	2,423	252	407	32	13,934	788		25	813	14,747	12,865
Insurance												43,882			43,882	43,882	64,212
Dues, fees, subscriptions, honoraria and workshop registration	856	926	9			350		942			3,083	55,099	2,026		57,125	60,208	61,634
Camp scholarships			11,400	1,400							12,800				12,800	200	
Depreciation and amortization	9,232	21,490	737	8,199	92,095	35,459	28,576	89,188	7,535	6,683	299,194	30,228	2,252	2,675	35,155	334,349	240,222
Vocational training							198,752				198,752				198,752	154,774	
Subcontracting																	3,200
Emergency relief distribution			14,100								14,100		375		375	14,475	40,158
Investment fees												7,001			7,001	7,001	6,845
Total expenses	438,242	1,020,105	35,001	389,210	4,371,674	1,683,213	1,356,466	4,233,695	357,686	317,227	14,202,519	1,441,889	106,891	126,974	1,675,754	15,878,273	13,784,462
Less expenses deducted directly from revenues																	
Investment fees												(7,001)			(7,001)	(7,001)	(6,845)
Total expenses reported on the statement of activities (Exhibit A)	\$ 438,242	\$ 1,020,105	\$ 35,001	\$ 389,210	\$ 4,371,674	\$ 1,683,213	\$ 1,356,466	\$ 4,233,695	\$ 357,686	\$ 317,227	\$ 14,202,519	\$ 1,434,888	\$ 106,891	\$ 126,974	\$ 1,668,753	\$ 15,871,272	\$ 13,777,617

See independent auditor's report.

The accompanying notes are an integral part of these statements.

**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

BALANCE SHEET

JUNE 30, 2015 AND 2014

	2015	2014
ASSETS		
Cash	\$ 903,180	\$ 1,426,118
Cash - board-designated	76,640	76,334
Investment - FJC Agency Loan Fund (Note 2)	710,182	691,409
Grants receivable	4,463,696	3,655,719
Other assets	48,007	23,745
Fixed assets - net (Note 5)	1,581,820	1,581,123
Total assets	\$ 7,783,525	\$ 7,454,448
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable and accrued expenses	\$ 1,699,461	\$ 1,618,344
Accrued vacation	124,989	131,204
Grant advances	1,808,811	1,279,254
Loan payable (Note 9)	280,000	290,000
Total liabilities	3,913,261	3,318,802
Net assets (Exhibit A)		
Unrestricted	3,474,739	3,675,711
Temporarily restricted (Note 7)	395,525	459,935
Total net assets	3,870,264	4,135,646
Total liabilities and net assets	\$ 7,783,525	\$ 7,454,448

See independent auditor's report.

The accompanying notes are an integral part of these statements.

**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2015

Cash flows from operating activities	
Change in net assets (Exhibit A)	\$ (265,382)
Adjustments to reconcile change in net assets to net cash used by operating activities	
Depreciation and amortization	334,349
Loss on disposal of fixed assets	10,260
Decrease (increase) in assets	
Grants receivable	(807,977)
Other assets	(24,262)
Increase in liabilities	
Accounts payable and accrued expenses	81,117
Accrued vacation	(6,215)
Grant advances	529,557
	<u>148,553</u>
Net cash used by operating activities	<u>(148,553)</u>
Cash flows from investing activities	
Capital expenditures	(345,306)
Purchase of investments	(18,773)
	<u>(364,079)</u>
Net cash used by investing activities	<u>(364,079)</u>
Cash flows from financing activities	
Proceeds from line of credit	500,000
Payments from line of credit	(500,000)
Principal payments on loan	(10,000)
	<u>(10,000)</u>
Net cash used by financing activities	<u>(10,000)</u>
Net change in cash	(522,632)
Cash - beginning of year	<u>1,502,452</u>
Cash - end of year	<u>\$ 979,820</u>

See independent auditor's report.

The accompanying notes are an integral part of these statements.

**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

NOTE 1 - NATURE OF ORGANIZATION

Jewish Community Council of Greater Coney Island, Inc. ("JCCGCI"), founded and incorporated in 1973, is a social welfare organization providing a wide range of human and social services to the frail elderly, disadvantaged poor, refugees and educationally at-risk youth of New York City and providing technical assistance to enhance the management capacity of nonprofit organizations citywide.

JCCGCI is funded primarily by grants from various government agencies, foundations and corporations.

JCCGCI is a not-for-profit organization exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of presentation - The financial statements are prepared on the accrual basis of accounting.

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 amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Investment - FJC Agency Loan Fund - The investment in the FJC Agency Loan Fund is recorded at fair value. Investments, in general, are exposed to various risks such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term, based on the markets' fluctuations, and that such changes could materially affect the amounts reported in JCCGCI's financial statements.

Grants receivable - Grants receivable from contracting agencies are recorded when earned. Interest is not charged or accrued on outstanding receivables.

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**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributions receivable - Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. Conditional promises to give are not included as support until the conditions are substantially met. Interest is not charged or accrued on outstanding receivables.

Allowance for doubtful accounts - JCCGCI has determined that no allowance for uncollectible accounts for grants or contributions receivable is necessary as of June 30, 2015 and 2014. Such estimate is based on management's assessment of the creditworthiness of its donors, the aged basis of its receivables, as well as current economic conditions, subsequent receipts and historical information.

Fixed assets - Fixed assets, including leasehold improvements, are stated at cost. It is JCCGCI's policy to capitalize assets with a cost in excess of \$1,000 and an estimated useful life of greater than one year. Leasehold improvements are amortized over the lesser of the term of the lease or the estimated useful life of the asset. Depreciation and amortization are computed on the straight-line method over the estimated useful lives of the assets.

Grant advances - Advance payments from contracting agencies that are not yet earned are recorded as liabilities until earned.

Net assets - Unrestricted net assets include funds having no restrictions as to use or purpose imposed by donors. In addition, resources which are set aside for board-designated purposes are unrestricted. Temporarily restricted net assets are those whose use by JCCGCI has been limited by donors to a specific time period or purpose.

Grants - Expense-based grants are recognized as allowable expenses are incurred. Performance-based grants are recognized as milestones are achieved. Revenues from contracting agencies are subject to audit by the agencies. No provision for any disallowance is reflected in the financial statements, since management does not anticipate any material adjustments.

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**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributions - Unconditional contributions, including promises to give cash and other assets, are reported at fair value on the date the contribution is received. The gifts are reported as either temporarily or permanently restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified as unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

In-kind contributions - In-kind contributions are reported at fair value at the date the contribution is received. Revenue and expenses include donated rent and utilities of \$391,099 and donated food of \$65,109.

Rent expense - JCCGCI leases space at various locations. All leases are operating leases, and the expense is recognized on the first day of each month for the current month's rent. All leases are reflected on the straight-line basis. Deferred rent is recorded when material.

Advertising - Advertising costs are expensed as incurred.

Functional expenses - The costs of providing services have been summarized on a functional basis. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses incurred as a result of Superstorm Sandy, which are not directly related to program services, have been included as other supporting services on the statement of functional expenses.

Fair Value Measurements

Fair Value Measurements establishes a framework for measuring fair value. The framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below. Level 1 inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that JCCGCI 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;

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**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair Value Measurements (continued)

- 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. Level 3 inputs to the valuation methodology are unobservable and significant to the fair value measurement. The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodology used for assets measured at fair value. There has been no change in the methodology used at June 30, 2015 as compared to that used at June 30, 2014.

FJC Agency Loan Fund - Valued based upon the cash liquidation value as provided by the manager of the fund.

The method 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 JCCGCI 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.

The following table sets forth by level, within the fair value hierarchy, the assets at fair value as of June 30, 2015 and 2014:

	2015	2014
Agency Loan Fund - Level 3	\$ <u>710,182</u>	\$ <u>691,409</u>

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**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair Value Measurements (continued)

Level 3 Gains and Losses

The table below sets forth a summary of changes in the fair value of JCCGCI's Level 3 assets for the years ended June 30, 2015 and 2014.

	<u>2015</u>	<u>2014</u>
Agency Loan Fund		
Balance, beginning of year	\$ 691,409	\$ 674,761
Interest income (reinvested)	25,774	23,493
Fees	<u>(7,001)</u>	<u>(6,845)</u>
Balance, end of year	<u>\$ 710,182</u>	<u>\$ 691,409</u>

Agency loan fund - Participation in a pool of loans made to not-for-profit entities providing interest income on a quarterly basis.

<u>Fair Value</u>	<u>Unfunded Commitments</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>
<u>\$ 710,182</u>	<u>\$ -</u>	N/A	5 days

Uncertainty in income taxes - JCCGCI has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements. Periods ending June 30, 2012 and subsequent remain subject to examination by applicable taxing authorities.

Summarized financial information for 2014 - 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 accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the organization's financial statements for the year ended June 30, 2014, from which the summarized information was derived.

Subsequent events - Subsequent events have been evaluated through January 19, 2016, which is the date the financial statements were available to be issued.

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**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

NOTE 3 - CORPORATE AND FOUNDATION GRANTS

Included in corporate and foundation grants are amounts received from the Conference on Jewish Material Claims Against Germany, Inc. for Holocaust-related programs including the Holocaust Survivors program and a German Government grant. Amounts for the year ended June 30, 2015 totaled \$342,629 and \$5,288,708, respectively.

NOTE 4 - OCCUPANCY

JCCGCI occupies a portion of an office building, which includes its main office along with one of its senior centers without incurring rent and related costs. The building is rented by the City of New York Department of Citywide Administrative Services, which donates the space to JCCGCI. The lease between the City of New York and the landlord expires on May 27, 2017. \$201,559 of rent and utilities paid by the City of New York has been included in these financial statements as an in-kind contribution for the period that JCCGCI occupied the facilities.

Additionally, two of JCCGCI's senior centers receive donated space, at an estimated value of \$189,540, in buildings owned by the New York City Housing Authority (NYCHA). This amount has been included in these financial statements as an in-kind contribution.

In addition to multiple short-term operating leases (less than one year), JCCGCI has three operating lease agreements extending beyond the fiscal year end. One is for the remaining portion of its main office, the second is for the Jay-Harama Senior Center program site and the third for its Ocean Parkway program site. These leases expire in 2017, 2020 and 2021, respectively.

The following are the total future minimum rental payments required under the operating leases:

Year Ending June 30	
2016	\$ 142,182
2017	143,557
2018	118,841
2019	117,711
2020	116,926
Thereafter	<u>77,570</u>
	<u>\$ 716,787</u>

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**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

NOTE 4 - OCCUPANCY (continued)

Total rent expense for the year ended June 30, 2015 was \$634,776.

NOTE 5 - FIXED ASSETS

	<u>2015</u>	<u>2014</u>	<u>Useful Life (in Years)</u>
Furniture and equipment	\$ 1,624,438	\$ 1,399,284	3-10
Leasehold improvements	1,435,272	1,365,133	5-20
Construction in progress	<u> </u>	<u>39,020</u>	
	<u>3,059,710</u>	<u>2,803,437</u>	
Accumulated depreciation	(720,262)	(570,892)	
Accumulated amortization	<u>(757,628)</u>	<u>(651,422)</u>	
	<u>(1,477,890)</u>	<u>(1,222,314)</u>	
	<u>\$ 1,581,820</u>	<u>\$ 1,581,123</u>	

Included in furniture and equipment is \$389,769 of vehicles, which are subject to a lien from the Department for the Aging (“DFTA”) and \$115,766 of equipment, which is subject to a lien from the Department of Design and Construction (“DDC”). These liens state that, in the event of program termination, the assets purchased from grant funds will be returned to the funding source.

NOTE 6 - CONCENTRATIONS AND CONTINGENCIES

Financial instruments which potentially subject the organization to a concentration of credit risk are cash accounts with financial institutions in New York City which during the year had balances in excess of FDIC insurance limits.

Grant revenues and receivables are primarily from New York City agencies. Any concentration of credit risk related to these grants is subject to New York City’s financial condition.

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**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

NOTE 6 - CONCENTRATIONS AND CONTINGENCIES (continued)

JCCGCI receives grants from various state and city government agencies performed under contracts. Such contracts are subject to governmental compliance audits from the granting agencies, as well as the New York State Office of the Attorney General, the Internal Revenue Service and the New York State Department of Charities Registration, and may, from time to time, result in adjustments to fees and grants received. In the opinion of JCCGCI, the disposition of all such matters should not have a material effect on JCCGCI's financial position of change in net assets.

NOTE 7 - NET ASSETS

Temporarily restricted net assets are available for the following purposes:

	<u>2015</u>	<u>2014</u>
Camp scholarships	\$ 6,275	\$ 13,930
Community technology center		5,000
Emergency Relief	2,400	
Food pantry	121	121
Food pantry - Passover	7,320	900
Homecare	21,006	63,647
Horizons academy	5,692	128,450
Matching for Claims Conference/Holocaust services	5,000	11,240
Senior programs		10,414
Sunday program	18,312	55,326
Technical assistance		38,252
Transportation	1,648	2,329
Hurricane Sandy - Victim Assistance	17,647	20,261
Hurricane Sandy - Rebuilding	<u>310,104</u>	<u>110,065</u>
	<u>\$ 395,525</u>	<u>\$ 459,935</u>

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**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

NOTE 7 - NET ASSETS (continued)

During 2015, net assets were released from donor restrictions by incurring expenses satisfying the following restricted purposes:

	2015
Camp scholarships	\$ 19,218
Capacity building	10,000
Community technology center	5,000
Emergency relief	14,100
Food pantry - Passover	946
Friendly visiting	92
Homecare	95,243
Horizons academy	127,758
Intern supervision	5,000
Matching for Claims Conference/Holocaust services	51,340
Senior programs	12,414
Sunday program	37,014
Technical assistance	47,252
Transportation	26,540
Hurricane Sandy - Victim Assistance	3,034
Hurricane Sandy - Rebuilding	49,274
	<u>\$ 504,225</u>

During 2015, JCCGCI received insurance proceeds (from Federal Emergency Management Agency & Social Services Block Grant) for prior year expenditures related to losses suffered during Hurricane Sandy. To initially pay for these costs, JCCGCI had previously utilized contributions received that were restricted for Hurricane Sandy relief. As a result of the reimbursement received in the current year, JCCGCI has reclassified \$248,424 of previously released net assets, from unrestricted back into temporarily restricted for the following purposes:

Hurricane Sandy - Victim Assistance	\$ 420
Hurricane Sandy - Rebuilding	248,004
	<u>\$ 248,424</u>

-continued-

**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.**

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2015

NOTE 8 - RETIREMENT PLAN

JCCGCI has a 403(b) plan for employees. JCCGCI does not contribute to the plan.

NOTE 9 - LOAN PAYABLE

During 2013, JCCGCI obtained an NYC Nonprofit Recovery loan from the Fund for the City of New York in the amount of \$290,000 to assist in the recovery from the damages sustained during Hurricane Sandy. The loan will be repaid from damage reimbursements received by JCCGCI. The loan must be repaid as reimbursement funds are received by JCCGCI, and in all cases no later than December 30, 2015. The loan is not subject to any service charges or interest. As of June 30, 2015, \$280,000 of the loan remains outstanding. Subsequent to year end (October 22, 2015), the remaining \$280,000 outstanding balance was paid.

NOTE 10 - LINE OF CREDIT

JCCGCI opened a \$500,000 line of credit, bearing interest at 4.209% plus the British Bankers Association (BBA) LIBOR, for an effective interest rate of 4.36% as of the date the line of credit was opened. The line is secured by all business assets, inventory, equipment, general intangibles, chattel paper, documents, instruments and letter of credit rights of JCCGCI, as applicable. The line was set to expire on July 4, 2015, and all fees for maintaining the open line were waived. All balances were paid off prior to June 30, 2015.

Subsequent to year end the line was extended until July 28, 2016. The new line is for \$750,000, bearing interest at 3.572% plus the British Bankers Association (BBA) LIBOR.

Subsequent to year end, funds in the amount of \$300,000 were drawn down on the line of credit and paid back in full.