

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

**FINANCIAL STATEMENTS
AND AUDITOR'S REPORT**

JUNE 30, 2017

**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, 2017, 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.

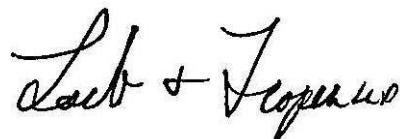
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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, 2017, 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, 2016 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated February 3, 2017. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2016 is consistent, in all material respects, with the audited financial statements from which it has been derived.



December 27, 2017

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

EXHIBIT A

STATEMENT OF ACTIVITIES

**YEAR ENDED JUNE 30, 2017
(With Summarized Financial Information
for the Year Ended June 30, 2016)**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	
			<u>2017</u>	<u>2016</u>
Revenues and other support				
Grants				
Government	\$ 9,588,433		\$ 9,588,433	\$ 8,234,693
Corporate and foundation (Note 3)	18,873,360		18,873,360	10,155,912
Contributions				
Corporate and foundation	49,300	\$ 515,138	564,438	558,300
General public	35,561	10,868	46,429	40,228
Participant contributions	195,088	13,827	208,915	212,992
Participant fees	15,033		15,033	35,237
In-kind contribution (Note 2)	425,484		425,484	431,494
Other income	34,969		34,969	33,510
Interest income (net of fees of \$7,391 and \$7,200 in 2017 and 2016, respectively)	20,911		20,911	20,269
Net assets released from restrictions (Note 7)	541,433	(541,433)		
Total revenues and other support	<u>29,779,572</u>	<u>(1,600)</u>	<u>29,777,972</u>	<u>19,722,635</u>
Expenses (Exhibit B)				
Program services	28,126,039		28,126,039	18,097,721
Supporting services	2,185,641		2,185,641	2,035,868
Total expenses	<u>30,311,680</u>		<u>30,311,680</u>	<u>20,133,589</u>
Change in net assets (Exhibit D)	(532,108)	(1,600)	(533,708)	(410,954)
Net assets - beginning of year	<u>2,963,412</u>	<u>495,898</u>	<u>3,459,310</u>	<u>3,870,264</u>
Net assets - end of year (Exhibit C)	<u>\$ 2,431,304</u>	<u>\$ 494,298</u>	<u>\$ 2,925,602</u>	<u>\$ 3,459,310</u>

See independent auditor's report.

The accompanying notes are an integral part of these statements.

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2017
(With Summarized Financial Information
for the Year Ended June 30, 2016)

	Program Services														Supporting Services				Total		
	Adult Literacy	Education/ Youth Services	Financial Assistance to Indigent Clients	Other Social Assistance	Senior Citizen Homecare	Senior Citizen Transportation/ Community Shuttle Bus	Vocational Services	Senior Center	Home Delivered Meals	Technical Assistance	Homebound Senior Visitation Services	Gun Violence Prevention	Urban Neighborhood Multi-Service Center	Storm Recovery and Disaster Prevention	Total	Management and General	Fund Raising	Other Superstorm Sandy	Total	2017	2016
Salaries	\$ 316,329	\$ 770,944		\$ 635,565	\$ 495,526	\$ 654,975	\$ 922,523	\$ 1,131,343	\$ 416,955	\$ 43,076	\$ 219,419	\$ 303,157	\$ 85,839	\$ 40,466	\$ 6,036,117	\$ 1,205,197	\$ 45,642		\$ 1,250,839	\$ 7,286,956	\$ 6,203,347
Payroll taxes and employee benefits	48,951	93,916		139,350	99,053	122,599	129,059	316,838	119,759	19,461	66,833	59,415	10,015	13,388	1,238,637	204,858	7,862		212,720	1,451,357	1,284,133
Occupancy (Note 4)	16,406	45,599		5,399	10,798	2,699	133,288	438,886	7,444		5,799	54,191	13,999		734,508	87,600			87,600	822,108	708,191
Program supplies and expenses	24,035	82,126	\$ 2,000	1,737			1,710	184,442	2,031	482	23,977	95,899	354		418,793					418,793	318,584
Office supplies and expenses	1,233	3,291	485	478	423	2,621	39,615	39,168	858	78	937	5,497	1,208	236	96,128	46,088	9,903	\$ 8,257	64,248	160,376	156,104
Equipment rental and maintenance	2,839	769		4,172	763	3,413	70,536	73,541		130	998	17,385	4,072	1,965	180,583	86,467	369	16,089	102,925	283,508	238,497
Telephone and postage	490	780	8	87	1,905	6,275	6,098	22,427		357	3,474	6,319	3,980		52,200	25,414	10,305		35,719	87,919	77,119
Automotive expense				184		62,329	25	24	28,614	16	8				91,200	9,228			9,228	100,428	117,333
Printing and advertising	700	465		371	227	221	2,951	1,361	1,298	57	1,560	8,966		1,141	19,318	2,321			22,496	41,814	25,441
Participant stipends												30,395			30,395					30,395	
Recreational and educational consultants				400				268,665			500				269,565					269,565	245,321
Professional fees		1,800		2,743	5,415	587	360,397	37,302	4,800	24,754	4,993	11,274	3,218	9,300	466,583	72,172	175,779	1,050	249,001	715,584	649,459
Food/congregate food expense			9,742	3,581				799,767	301,409		89				1,114,588					1,114,588	1,191,548
Transportation services		28,806				1,608,937		7,384			1,239	828			1,647,194					1,647,194	1,451,496
Senior citizen homecare					14,956,376										14,956,376					14,956,376	6,588,282
Staff travel	7,067	13		16	102	230	1,245	332		297	467	351		135	10,255	1,642			1,642	11,897	11,968
Insurance										2,442		1,378			3,820	56,483			56,483	60,303	51,743
Dues, fees, subscriptions, honoraria and workshop registration		1,219	504	506		339	11,166	1,362	36	637	169	1,268			17,206	60,123	4,835		64,958	82,164	52,656
Camp scholarships			10,000												10,000					10,000	8,800
Depreciation and amortization	5,372	13,232	565	10,211	200,087	31,679	25,975	42,700	11,350	1,179	4,247	7,761	1,577	856	356,791	23,870	3,586	326	27,782	384,573	387,679
Vocational training						340,911						5,000			345,911					345,911	307,623
Subcontracting																					55,320
Emergency relief distribution			25,395				1,849					2,627			29,871					29,871	2,945
Investment fees																7,391			7,391	7,391	7,200
Total expenses	423,422	1,042,960	48,699	804,800	15,770,675	2,496,904	2,047,348	3,365,542	894,554	92,966	334,709	611,711	124,262	67,487	28,126,039	1,888,854	278,456	25,722	2,193,032	30,319,071	20,140,789
Less expenses deducted directly from revenues																					
Investment fees																(7,391)			(7,391)	(7,391)	(7,200)
Total expenses reported on the statement of activities (Exhibit A)	\$ 423,422	\$ 1,042,960	\$ 48,699	\$ 804,800	\$ 15,770,675	\$ 2,496,904	\$ 2,047,348	\$ 3,365,542	\$ 894,554	\$ 92,966	\$ 334,709	\$ 611,711	\$ 124,262	\$ 67,487	\$ 28,126,039	\$ 1,881,463	\$ 278,456	\$ 25,722	\$ 2,185,641	\$ 30,311,680	\$ 20,133,589

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, 2017 AND 2016

	<u>2017</u>	<u>2016</u>
ASSETS		
Current assets		
Cash	\$ 1,079,385	\$ 1,216,609
Cash - board-designated	77,254	76,947
Investment - FJC Agency Loan Fund (Note 2)	748,984	729,492
Grants receivable (Note 2)	7,696,476	3,537,681
Contributions receivable (Note 2)		8,000
Prepaid and other current assets	113,280	116,708
	<u>9,715,379</u>	<u>5,685,437</u>
Total current assets		
Fixed assets - net (Note 5)	<u>1,428,446</u>	<u>1,636,106</u>
Total assets	<u>\$ 11,143,825</u>	<u>\$ 7,321,543</u>
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable and accrued expenses	\$ 8,026,700	\$ 3,700,080
Accrued vacation	187,071	144,284
Grant advances	4,452	17,869
	<u>8,218,223</u>	<u>3,862,233</u>
Total liabilities		
Net assets (Exhibit A)		
Unrestricted	2,431,304	2,963,412
Temporarily restricted (Note 7)	494,298	495,898
	<u>2,925,602</u>	<u>3,459,310</u>
Total net assets		
Total liabilities and net assets	<u>\$ 11,143,825</u>	<u>\$ 7,321,543</u>

See independent auditor's report.

The accompanying notes are an integral part of these statements.

EXHIBIT D**JEWISH COMMUNITY COUNCIL
OF GREATER CONEY ISLAND, INC.****STATEMENT OF CASH FLOWS****YEAR ENDED JUNE 30, 2017**

Cash flows from operating activities	
Change in net assets (Exhibit A)	\$ (533,708)
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Depreciation and amortization	384,573
Decrease (increase) in assets	
Grants receivable	(4,158,795)
Contributions receivable	8,000
Prepaid and other assets	3,428
Increase (decrease) in liabilities	
Accounts payable and accrued expenses	4,326,620
Accrued vacation	42,787
Grant advances	(13,417)
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Net cash provided by operating activities	59,488
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Cash flows from investing activities	
Capital expenditures	(176,913)
Purchase of investments	(19,492)
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Net cash used by investing activities	(196,405)
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Cash flows from financing activities	
Proceeds from line of credit	500,000
Payments on line of credit	(500,000)
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Net cash provided by financing activities	-
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Net change in cash	(136,917)
Cash - beginning of year	1,293,556
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Cash - end of year	\$ 1,156,639
	<hr/> <hr/>
Supplemental disclosure of cash flow information	
Cash paid during the year for interest	\$ 1,816
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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, 2017

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.

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.

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

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2017

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Allowance for doubtful accounts - JCCGCI has determined that no allowance for uncollectible accounts for grants or contributions receivable is necessary as of June 30, 2017 and 2016. 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.

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 \$34,385.

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

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2017

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 there is a material difference between the fixed payment and the rent expense.

Advertising - Advertising costs are expensed as incurred. Advertising expense for the year ended June 30, 2017 was \$17,004.

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;
- 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.

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

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2017

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair Value Measurements (continued)

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, 2017 as compared to that used at June 30, 2016.

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, 2017 and 2016:

	2017	2016
Agency Loan Fund - Level 3	\$ <u>748,984</u>	\$ <u>729,492</u>

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, 2017 and 2016.

	2017	2016
Agency Loan Fund		
Balance, beginning of year	\$ 729,492	\$ 710,182
Interest income (reinvested)	26,883	26,510
Fees	(7,391)	(7,200)
Balance, end of year	\$ <u>748,984</u>	\$ <u>729,492</u>

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

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2017

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair Value Measurements (continued)

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

Fair Value	Unfunded Commitments	Redemption Frequency	Redemption Notice Period
\$ <u>748,984</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, 2014 and subsequent remain subject to examination by applicable taxing authorities.

Summarized financial information for 2016 - 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, 2016, from which the summarized information was derived.

Subsequent events - Subsequent events have been evaluated through December 27, 2017, which is the date the financial statements were available to be issued.

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 German Government Grant. Amounts for the year ended June 30, 2017 totaled \$17,992,194.

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

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2017

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 31, 2022. \$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 seven 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, the third for its Ocean Parkway Senior Center program site, the fourth for its Cure Violence program site, the fifth for its Urban Neighborhood Services program site, the sixth for its Intern Placement Service - Brooklyn program site and the seventh for its Intern Placement Services - Manhattan program site. These leases expire at various dates from 2018 through 2022.

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

Year Ending June 30	
2018	\$ 393,739
2019	396,751
2020	206,941
2021	109,570
2022	<u>29,333</u>
	<u>\$ 1,136,334</u>

Total rent expense for the year ended June 30, 2017 was \$771,146.

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

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2017

NOTE 5 - FIXED ASSETS

	<u>2017</u>	<u>2016</u>	<u>Useful Life (in Years)</u>
Furniture and equipment	\$ 2,075,747	\$ 1,910,318	3-10
Leasehold improvements	<u>1,483,133</u>	<u>1,471,649</u>	5-20
	<u>3,558,880</u>	<u>3,381,967</u>	
Accumulated depreciation	(1,150,672)	(872,815)	
Accumulated amortization	<u>(979,762)</u>	<u>(873,046)</u>	
	<u>(2,130,434)</u>	<u>(1,745,861)</u>	
	<u>\$ 1,428,446</u>	<u>\$ 1,636,106</u>	

Included in furniture and equipment is \$407,393 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 and the Conference on Jewish Material Claims Against Germany, Inc.

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 or change in net assets.

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

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2017

NOTE 7 - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes:

	<u>2017</u>	<u>2016</u>
Camp scholarships	\$ 8,289	\$ 4,726
Capacity building	50,000	20,519
Emergency Relief	2,400	2,589
Food pantry	121	121
Food pantry - Passover	15,029	8,726
Friendly visiting	14,597	18,013
Homecare	8,531	43,087
Horizons academy	1,847	17,774
Matching for Claims Conference/Holocaust services	149,359	125,887
Sunday program	29,929	9,940
Technical assistance	16,081	10
Hurricane Sandy - Victim Assistance	11,648	15,847
Hurricane Sandy - Rebuilding	<u>186,467</u>	<u>228,659</u>
	<u>\$ 494,298</u>	<u>\$ 495,898</u>

During 2017, net assets were released from donor restrictions by incurring expenses satisfying the following restricted purposes:

	<u>2017</u>
Camp scholarships	\$ 18,304
Capacity building	45,519
Emergency relief	225
Food pantry - Passover	2,452
Friendly visiting	3,416
Homecare	88,007
Horizons academy	20,927
Matching for Claims Conference/Holocaust services	265,295
Senior programs	2,000
Sunday program	17,011
Technical assistance	1,429
Transportation	30,456
Hurricane Sandy - Victim Assistance	4,200
Hurricane Sandy - Rebuilding	<u>42,192</u>
	<u>\$ 541,433</u>

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

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2017

NOTE 8 - RETIREMENT PLAN

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

NOTE 9 - LINE OF CREDIT

JCCGCI maintains a \$750,000 line of credit, bearing interest at 3.973% plus the British Bankers Association (BBA) LIBOR rate, for an effective interest rate of 5.01767% as of June 30, 2017. Interest expense for the year ended June 30, 2017 was \$1,816 and is recorded as dues, fees, subscriptions, honoraria and workshops in the statement of functional expenses. The line was secured by all business assets, inventory, equipment, general intangibles, chattel paper, documents, instruments and letter of credit rights of JCCGCI, as applicable. The line expires on February 1, 2018, and all fees for maintaining the open line were waived. All balances were paid off prior to June 30, 2017.