Financial Report

New Orleans Jewish Community Center
New Orleans, Louisiana

December 31, 2023

Bourgeois Bennett
CERTIFIED PUBLIC ACCOUNTANTS | CONSULTANTS
A LIMITED LIABILITY COMPANY

Financial Report

New Orleans Jewish Community Center

New Orleans, Louisiana

December 31, 2023

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New Orleans, Louisiana

December 31, 2023 and 2022

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors,
New Orleans Jewish Community Center,
New Orleans, Louisiana.

Opinion

We have audited the accompanying financial statements of New Orleans Jewish Community Center (the "Center"), which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Center as of December 31, 2023, 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.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Center and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

P.O. BOX 60600 • NEW ORLEANS, LA 70160-0600 • 504•831•4949 • BOURGEOISBENNETT.COM
P.O. BOX 2168 • HOUMA, LA 70361-2168 • 985•868•0139
34 LOUIS PRIMA, SUITE B • COVINGTON, LA 70433-5903 • 985•246•3022

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

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

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

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

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

Report on Summarized Comparative Information

We have previously audited the Center's 2022 financial statements, and our reported dated June 13, 2023, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2022 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the basic financial statements as a whole. The Schedule of Compensation, Benefits, and Other Payments to Agency Head or Chief Executive Office (Schedule 1) is presented for the purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements is required by Louisiana Revised Statute 24:513(A)(3). The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated June 20, 2024, on our consideration of the Center's internal control over financial reporting and on our test of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Center's internal control over financial reporting and compliance.

Bourgeois Bennett, L.L.C.

Certified Public Accountants.

New Orleans, Louisiana,
June 10, 2024.

STATEMENT OF FINANCIAL POSITION

New Orleans Jewish Community Center

New Orleans, Louisiana

December 31, 2023
(with comparative totals for 2022)

ASSETS

	2023	2022
Cash and cash equivalents	$ 2,493,401	$ 2,279,836
Restricted cash - Capital Campaign	700,709	676,925
Unconditional promises to give:		
Capital Campaign	31,950	82,633
United Way funding for next year:		
New Orleans United Way allocations and designations	-	17,780
Jewish Federation of Greater New Orleans	27,984	29,132
Jewish Endowment Foundation	-	12,000
Member accounts receivable, net	215,951	247,415
Employee retention credit receivable	-	591,293
Miscellaneous receivable	26,334	210,083
Prepaid expenses and deposits	224,226	155,837
Funds held by Greater New Orleans Foundation	119,512	105,994
Funds held by Jewish Endowment Foundation	4,641,092	4,491,104
Investments	3,256,783	2,135,194
Property and equipment, net	9,196,446	9,464,914
Finance lease right-of-use asset, net	72,884	152,394
Totals	$21,007,272	$20,652,534

See notes to financial statements.

LIABILITIES

	2023	2022
Accounts payable and accrued expenses	$ 402,274	$ 292,440
Note payable	125,000	225,000
Finance lease liability	69,719	140,770
Unearned revenue - dues and service fees	908,997	826,981
Total liabilities	1,505,990	1,485,191

NET ASSETS

	2023	2022
Net assets without donor restrictions:		
Designated	1,251,432	1,251,432
Undesignated	14,357,057	14,183,551
Total unrestricted	15,608,489	15,434,983
Net assets with donor restrictions	3,892,793	3,732,360
Total net assets	19,501,282	19,167,343
Totals	$21,007,272	$20,652,534

STATEMENT OF ACTIVITIES

New Orleans Jewish Community Center
New Orleans, Louisiana

For the year ended December 31, 2023
(with comparative totals for 2022)

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Totals 2023	Totals 2022
Support and Revenue				
Public support:				
Allocations by United Way:				
New Orleans United Way allocations and grants	$ -	$ 12,500	$ 12,500	$ 35,847
New Orleans United Way designations	-	-	-	-
Contributions from Jewish Federation	278,809	17,633	296,442	354,692
Jewish Endowment Foundation	28,921	-	28,921	27,342
Capital Campaign	-	-	-	998
Other contributions	359,956	103,758	463,714	344,507
Department of Homeland Security grant	-	-	-	15,043
Department of Education grant	-	306,995	306,995	646,693
Total public support	667,686	440,886	1,108,572	1,425,122
Revenue:				
Membership dues	4,302,700	-	4,302,700	3,556,157
Program service fees	4,398,891	-	4,398,891	3,773,206
Building assessment	-	35,938	35,938	30,570
Miscellaneous:				
Employee Retention Credit	-	-	-	591,293
Investment income, net	113,002	61,216	174,218	103,061
Investment income, Capital Campaign	-	21,037	21,037	1,904
Bank draft fees	125,853	-	125,853	106,667
Other	77,070	-	77,070	110,238
Total revenue	9,017,516	118,191	9,135,707	8,273,096
Net assets released from restrictions:				
Satisfaction of purpose restrictions:				
Capital Campaign	17,736	(17,736)	-	-
New Orleans United Way grants	30,908	(30,908)	-	-
Department of Education grant	350,000	(350,000)	-	-
Total net assets released from restrictions	398,644	(398,644)	-	-
Total support and revenue	10,083,846	160,433	10,244,279	9,698,218

	Net Assets Without Donor Restrictions	Net Assets With Donor Restrictions	Totals 2023	Totals 2022
Expenses				
Program services:				
Early childhood/daycare	3,261,668	-	3,261,668	2,875,125
Day camping	1,131,519	-	1,131,519	995,184
Participatory recreation	3,111,462	-	3,111,462	2,786,872
Social development	529,529	-	529,529	408,778
Informal education	343,213	-	343,213	331,115
Older adult social development	236,395	-	236,395	220,742
ACE	249,417	-	249,417	236,283
Total program services	8,863,203	-	8,863,203	7,854,099
Supporting services:				
Management and general	993,185	-	993,185	830,984
Fundraising	53,952	-	53,952	-
Total supporting services	1,047,137	-	1,047,137	830,984
Total expenses	9,910,340	-	9,910,340	8,685,083
Increase in Net Assets	173,506	160,433	333,939	1,013,135
Net Assets				
Beginning of the year	15,434,983	3,732,360	19,167,343	18,154,208
End of the year	$15,608,489	$3,892,793	$19,501,282	$19,167,343

See notes to financial statements.

STATEMENT OF FUNCTIONAL EXPENSES

New Orleans Jewish Community Center
New Orleans, Louisiana

For the year ended December 31, 2023
(with comparative totals for 2022)

	Program Services								Supporting Services			Total Expenses	
	Early Childhood/ Daycare	Day Camping	Participatory Recreation	Social Development	Informal Education	Older Adult Social Development	ACE	Total Program Services	Management and General	Fundraising	Total Supporting Services	2023	2022
Salaries	$2,055,983	$ 584,022	$1,910,875	$350,256	$136,919	$108,194	$143,474	$5,289,723	$ 324,112	$ -	$ 324,112	$5,613,835	$5,091,962
Employee health and retirement benefits	179,607	24,441	131,149	32,612	9,604	11,606	9,725	398,744	35,357	-	35,357	434,101	469,254
Payroll taxes and workmen's compensation	174,420	52,206	165,753	27,223	12,920	9,741	12,023	454,286	42,628	-	42,628	496,914	427,536
Total salaries and related benefits	2,410,010	660,669	2,207,777	410,091	159,443	129,541	165,222	6,142,753	402,097	-	402,097	6,544,850	5,988,752
Conferences, conventions, and meetings	22,831	7,753	17,956	5,660	5,415	2,571	1,911	64,097	75	-	75	64,172	21,114
Dues, membership, and National Jewish Community Center	4,919	3,766	4,598	1,399	2,033	833	278	17,826	16,882	-	16,882	34,708	30,000
Interest expense	-	-	6,084	-	-	-	-	6,084	-	-	-	6,084	9,748
Local transportation and travel	810	688	737	3,040	619	15,833	204	21,931	451	-	451	22,382	32,688
Occupancy:													
Utilities	60,064	12,013	83,902	7,208	14,415	9,610	12,013	199,225	45,649	-	45,649	244,874	226,840
Insurance	124,593	24,919	164,463	14,951	29,902	19,935	24,919	403,682	112,511	-	112,511	516,193	373,431
Other occupancy	7,565	108,513	29,733	9,065	2,176	-	-	157,052	67,748	-	67,748	224,800	308,857
Postage and shipping	2,751	1,873	2,171	674	712	312	312	8,805	1,003	-	1,003	9,808	20,909
Printing and subscriptions	21,176	11,516	15,852	5,001	5,462	2,412	2,412	63,831	3,530	-	3,530	67,361	61,673
Professional fees and contract service payments	82,223	79,825	118,138	16,109	59,346	11,354	12,233	379,228	144,636	53,952	198,588	577,816	380,609
Rental and maintenance of equipment	33,360	3,888	112,649	2,605	12,124	2,552	3,171	170,349	14,958	-	14,958	185,307	100,083
Scholarships and grants	142,461	33,992	-	2,555	-	852	1,442	181,302	7,627	-	7,627	188,929	148,730
Supplies	142,334	105,674	131,722	15,787	27,578	17,959	9,614	450,668	49,754	-	49,754	500,422	280,778
Telephone and internet	2,320	4,508	2,886	837	623	379	126	11,679	11,680	-	11,680	23,359	24,181
Unclassified and special programs	10,783	4,114	26,040	2,800	2,775	8,071	616	55,199	51,860	-	51,860	107,059	33,790
Total expenses before depreciation	3,068,200	1,063,711	2,924,708	497,782	322,623	222,214	234,473	8,333,711	930,461	53,952	984,413	9,318,124	8,042,183
Depreciation and amortization	193,468	67,808	186,754	31,747	20,590	14,181	14,944	529,492	62,724	-	62,724	592,216	642,900
Total expenses	$3,261,668	$1,131,519	$3,111,462	$529,529	$343,213	$236,395	$249,417	$8,863,203	$ 993,185	$ 53,952	$1,047,137	$9,910,340	$8,685,083

See notes to financial statements.

STATEMENT OF CASH FLOWS

New Orleans Jewish Community Center
New Orleans, Louisiana

For the year ended December 31, 2023
(with comparative totals for 2022)

	2023	2022
Cash Flows From Operating Activities		
Increase in net assets	$ 333,939	$1,013,135
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Depreciation and amortization	592,216	642,900
Investment (increase) decrease on funds held by:		
Greater New Orleans Foundation	(13,518)	14,744
Jewish Endowment Foundation	(149,988)	(761,050)
(Increase) decrease in operating assets:		
United Way funding receivable	17,780	8,128
Jewish Federation of Greater New Orleans receivable	1,148	(13,664)
Jewish Endowment Foundation receivable	12,000	3,000
Member accounts receivable	31,464	(86,122)
Employee retention credit receivable	591,293	(591,293)
Miscellaneous receivables	183,749	(58,104)
Prepaid expenses and deposits	(68,389)	7,378
Increase (decrease) in operating liabilities:		
Accounts payable and accrued expenses	109,834	7,746
Unearned revenues - dues and service fees	82,016	104,890
Contributions restricted for endowment purposes	(26,205)	(136,493)
Net cash provided by operating activities	1,697,339	155,195
Cash Flows From Investing Activities		
Purchases of investments	(1,221,589)	(356,105)
Proceeds from sales and maturities of investments	100,000	200,000
Purchases of property and equipment	(244,238)	(108,389)
Net cash used in investing activities	(1,365,827)	(264,494)

	2023	2022
Cash Flows From Financing Activities		
Payments on note payable	(100,000)	(75,000)
Payment on accounts payable to finance purchase of property and equipment	-	(21,040)
Collections of contributions restricted for Capital Campaign	50,683	101,132
Collection of endowment support	26,205	136,493
Payments on finance lease	(71,051)	(67,476)
Net cash provided by (used in) financing activities	(94,163)	74,109
Net Increase (Decrease) in Cash and Cash Equivalents	237,349	(35,190)
Cash and Cash Equivalents		
Beginning of year	2,956,761	2,991,951
End of year	$3,194,110	$2,956,761
Supplemental Disclosure of Cash Flow Information		
Cash paid during the year for interest	$ 6,084	$ 9,748

See notes to financial statements.

NOTES TO FINANCIAL STATEMENTS

New Orleans Jewish Community Center
New Orleans, Louisiana

December 31, 2023 and 2022

Note 1 - NATURE OF ACTIVITIES

New Orleans Jewish Community Center (the "Center") is a nonprofit, social, recreational, and educational agency, which is dedicated to the enrichment of Jewish life, the enhancement of family living, and the continuation of our Jewish heritage for future generations. The Center is a United Way and Jewish Federation agency. Through its social, educational, cultural, and recreational programs, the Center seeks to encourage individual growth and to provide opportunities for friendship, learning, and fun for all people. The majority of the Center's members are located in the New Orleans area.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a. Organization and Income Taxes

The Center is a nonprofit corporation organized under the laws of the State of Louisiana. It is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code of 1986 and qualifies as an organization that is not a private foundation as defined in Section 509(a) of the Code. It is exempt from Louisiana income tax under the authority of R.S. 47:121(5).

b. Basis of Accounting

The financial statements of the Center are prepared in accordance with accounting principles generally accepted in the United States of America and prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

c. Basis of Presentation

Net assets, revenues, and expenses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Center and changes therein are classified and reported as follows:

Net Assets without Donor Restrictions - Net assets that are not subject to donor-imposed stipulations.

Net Assets with Donor Restrictions - Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Center, the passage of time, or are to be held in perpetuity by the Center.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d. Use of Estimates

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

e. Cash and Cash Equivalents

For purposes of the Statement of Cash Flows, the Center considers all highly liquid investments in money market funds and time deposits with initial maturities of three months or less to be cash equivalents, with the exception of money market accounts maintained at investment brokerage firms which are reported as investments.

f. Restricted Cash

Restricted cash consists of amounts received by the Center related to its Capital Campaign. The Center is undergoing a Capital Campaign in order to expand its Uptown facilities and the cash received is restricted for this purpose.

g. Member Accounts Receivable

Member accounts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a charge to earnings and a credit to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to trade accounts receivable.

The Center estimates credit losses associated with member accounts receivable using an expected credit loss model, which utilizes an aging schedule methodology based on historical information and adjusted for asset-specific considerations, and current economic conditions.

The Center's approach considers a number of factors, including overall historical credit losses and payment experience, as well as current collection trends such as write-off frequency and severity.

The balance of the allowance of doubtful accounts as of December 31, 2023 and 2022 was approximately $33,000 and $43,000, respectively.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h. Promises to Give

Contributions are recognized when the donor makes a promise to give to the Center that is, in substance, unconditional. Conditional promises to give are recognized when the conditions on which they depend are substantially met. There were no conditional promises to give as of December 31, 2023 and 2022.

The Center provides for estimated uncollectible promises to give based on prior years' experience and management's analysis of specific promises made. Promises to give are written off through a charge to the valuation allowance and a credit to the associated receivable account when management has determined the receivable to be uncollectible. Management deems all promises to give as of December 31, 2023 and 2022 to be collectible, and that no allowance was necessary.

i. Contributions and Revenue Recognition

Contributions received are recorded as unrestricted or restricted support, depending on the existence or nature of any donor restrictions.

Support that is restricted by the donor is reported as an increase in donor restricted net assets. When a restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), donor restricted net assets are reclassified to net assets without donor restrictions and reported in the Statement of Activities as net assets released from restrictions.

Dues and service fees are recorded as revenue in the year to which they relate. Dues and service fees billed in advance for the following year are recorded as unearned revenue.

j. Revenue Recognition

Revenues from Exchange Transactions: The Center recognizes revenue in accordance with Financial Accounting Standards Board (FASB) Accounting Standards Update (ASU) No. 2014-09, "*Revenues from Contracts with Customers*", as amended. ASU No. 2014-09 applies to exchange transactions with members that are bound by contracts or similar arrangements and establishes a performance obligation approach to revenue recognition. The Center recorded the following exchange transaction revenue in its Statement of Activities for the years ended December 31, 2023 and 2022:

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j. Revenue Recognition (Continued)

Membership Dues

Membership dues are billed and payable in advance on a monthly basis. The performance obligation of the Center is to provide access to the Center's amenities and services for the period billed. This obligation is therefore satisfied over time during the period of billing. Revenue is therefore recognized on a monthly basis as membership dues are receivable to the Center.

Program Service Fees

Program service fees are billed after completion of the program or in advance of the program if scheduled in advance. The performance obligation is to provide the program and the instruction associated with the program. Revenue is recognized upon completion of the program.

Contract receivables related to membership dues and fees is as follows:

	December 31, 2023	December 31, 2022	January 1, 2022
Receivables	$ 215,951	$ 247,415	$ 161,293

Contract liabilities related to membership dues, nursery school and program fees is as follows:

	December 31, 2023	December 31, 2022	January 1, 2022
Membership dues	$ 209,743	$ 217,227	$ 204,804
Nursery school	524,381	401,909	310,813
Program fees	174,873	207,845	206,474
Totals	$ 908,997	$ 826,981	$ 722,091

k. Investments

Investments in money market accounts and certificates of deposit are recorded at cost, which approximates fair market value.

Pooled accounts managed by the Greater New Orleans Foundation and the Jewish Endowment Foundation are reported at net asset value (NAV) which approximates fair market value, including any pro rata gains and losses.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k. Investments (Continued)

Donated investments are valued at current market value at the date of donation.

l. Art Collections

The Center maintains a collection of art consisting primarily of work of art. The Center does not record depreciation on its collection because the economic benefit or service potential of the collection has been determined to be indefinite. The balance is included in property and equipment on the Statement of Financial Position.

m. Property and Equipment

The Center has adopted a policy of capitalizing all expenditures for depreciable assets where the unit cost exceeds $5,000.

Property and equipment acquisitions are recorded at cost except for those donated to the Center, which are recorded at estimated fair value at the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Center reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Center reclassifies net assets with donor restrictions to net assets without donor restrictions at that time.

Repairs and maintenance are charged to expense as incurred; major renewals and replacements and betterments are capitalized. Depreciation is determined using the straight-line method and is intended to allocate the cost of the assets over their estimated useful lives.

n. Right-of-Use Assets and Lease Liabilities

Right-of-use (ROU) assets represent the Center’s right to use the underlying assets for the lease term and lease liabilities represent the net present value of the Center’s obligation to make payments arising from these leases. The lease liabilities are based on the present value of fixed lease payments over the lease term using the Center’s incremental borrowing rate on the lease commencement date. If the lease includes one or more options to extend the term of the lease, the renewal option is considered in the lease term if it is recognized on a straight-line basis over the term of the lease. Finance lease expense is recognized as amortization of the right to use asset and interest expense. As permitted by Accounting Standards Codification (ASC) 842, leases with an initial term of twelve months or less (“short-term leases”) are not recorded on the accompanying Statements of Financial Position.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

o. Unearned Revenue

Unearned revenue results from the Center receiving membership fees, program fees, nursery school tuition, and other miscellaneous fees in the current year for the following year.

p. Designated Net Assets

As of both December 31, 2023 and 2022, the Center has designated $1,251,432 of its net assets to be used for future capital repairs, renovations or acquisitions, and future wind deductibles.

q. Methods Used for Allocation of Expenses

Most of the expenses can be directly allocated to one of the programs or supporting services. The financial statements also report certain categories of expenses that are attributable to more than one program or supporting service. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries and benefits, transportation and travel, which are allocated on the basis of estimates of time and effort. Depreciation and repairs and maintenance are allocated based on estimated square footage.

r. Income Taxes

Accounting standards provide detailed guidance for financial statement recognition, measurement, and disclosure of uncertain tax positions recognized in an entity's financial statements. It requires an entity to recognize the financial statement impact of a tax position when it is more likely than not that the position will not be sustained upon examination. Tax years ended December 31, 2020 and later remain subject to examination by the taxing authorities. As of December 31, 2023, management of the Center believes that it has no uncertain tax positions that qualify for either recognition or disclosures in the financial statements.

s. Recently Issued Accounting Standards

Measurement of Credit Losses

In June 2016, the FASB issued ASU No. 2016-13, "*Financial Instruments - Credit Losses*" (Topic 326). The ASU introduces a new credit loss methodology, Current Expected Credit Losses (CECL), which requires earlier recognition of credit losses, while also providing additional transparency about credit risk. Since its original issuance in 2016, the FASB has issued several updates to the original ASU.

Note 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

s. Recently Issued Accounting Standards (Continued)

Measurement of Credit Losses (Continued)

The CECL methodology utilizes a lifetime "expected credit loss" measurement objective for the recognition of credit losses for loans, held-to-maturity securities and other receivables at the time the financial asset is originated or acquired. The expected credit losses are adjusted each period for changes in expected lifetime credit losses. The methodology replaces the multiple existing impairment methods in current GAAP, which generally require that a loss be incurred before it is recognized. For available-for-sale securities where fair value is less than cost, credit-related impairment, if any, is recognized through an allowance for credit losses and adjusted each period for changes in credit risk. The Company adopted the provisions of Topic 326 effective January 1, 2023.

t. Subsequent Events

Management evaluates events subsequent to the date of the financial statements in determining the accounting for and disclosure of transactions and events that effect the financial statements. Subsequent events have been evaluated through June 10, 2024, which is the date the financial statements were available to be issued.

Note 3 - PROMISES TO GIVE

Unconditional promises to give as of December 31, 2023 and 2022 consist of the following:

	2023	2022
Capital Campaign	$31,950	$ 82,633
United Way	-	17,780
Jewish Federation of Greater New Orleans	27,984	29,132
Jewish Endowment Foundation	-	12,000
Gross unconditional promises to give	59,934	141,545
Less discount for Capital Campaign	-	-
Net unconditional promises to give	$59,934	$141,545
Amounts due in:		
Less than one year	$59,934	$141,545
One to five years	-	-
Totals	$59,934	$141,545

Note 4 - INVESTMENTS

Investments as of December 31, 2023 and 2022 consist of the following:

	2023	2022
Money market accounts	$ 838,230	$ 1,094,661
Certificates of deposit	2,418,553	1,040,533
Totals	$ 3,256,783	$ 2,135,194

Net investment income included in miscellaneous income in the Statements of Activities for the years ended December 31, 2023 and 2022 is comprised of the following:

	2023	2022
Interest and dividends	$ 135,573	$ 133,809
Unrealized gain	60,522	(16,309)
Realized gain	1,980	2,337
Investment fees	(23,857)	(16,776)
Net investment income	$ 174,218	$ 103,061

Expenses relating to investment revenues, including custodial fees and investment advisory fees, amounting to $23,857 and $16,776, for the years ended December 31, 2023 and 2022, respectively, have been netted against investment income in the accompanying Statements of Activities.

Note 5 - FAIR VALUE MEASUREMENTS

The framework for measuring fair value 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) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy under FASB ASC 820 are described below:

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

Note 5 - FAIR VALUE MEASUREMENTS (Continued)

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's 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 maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

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

The Center uses the market approach for valuing money market accounts and certificates of deposit which are within Level 1 of the fair value hierarchy.

Certain investments of the Center are held in pooled assets managed by the Greater New Orleans Foundation and Jewish Endowment Foundation. The value of the Center's investments in this pool are based on information provided by the Greater New Orleans Foundation and Jewish Endowment Foundation. These investments are reported at NAV, which approximates fair value. There are no lockup provisions of these investments.

Investments measured at fair value using the NAV practical expedient have not been categorized in the fair value hierarchy, and have no fixed redemption frequency or notice periods, and no unfunded commitments as of December 31, 2023 and 2022.

Note 5 - FAIR VALUE MEASUREMENTS (Continued)

Assets measured at fair value on a recurring basis as of December 31, 2023 and 2022 are comprised of and determined as follows:

		2023		
		Based on		
Description	Fair Value At December 31, 2023	Quoted Prices In Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
Investments:				
Money market account	$ 838,230	$ 838,230	$ -	$ -
Certificates of deposit	2,418,553	2,418,553	-	-
Totals	$3,256,783	$3,256,783	$ -	$ -

		2022		
		Based on		
Description	Fair Value At December 31, 2022	Quoted Prices In Active Markets (Level 1)	Other Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
Investments:				
Money market account	$1,094,661	$1,094,661	$ -	$ -
Certificates of deposit	1,040,533	1,040,533	-	-
Totals	$2,135,194	$2,135,194	$ -	$ -

As of December 31, 2023 and 2022, there were no assets measured at fair value on a non-recurring basis.

Note 6 - PROPERTY AND EQUIPMENT

Property and equipment as of December 31, 2023 and 2022 consists of the following:

	2023	2022	Years of Useful Life
Land	$ 70,960	$ 70,960	-
Buildings	13,772,545	13,719,160	5 - 40
Swimming pool	1,390,857	1,350,507	20
Furnishings and equipment	848,712	698,236	5 - 15
Sports and wellness equipment	573,191	573,192	5
Aquatics equipment	144,755	164,139	5
Fine arts	96,716	96,716	-
Truck	24,825	24,825	10
Leasehold improvements	295,565	306,831	5 - 10
Construction in progress	-	26,647	-
Totals	17,218,126	17,031,213	
Accumulated depreciation and amortization	8,021,680	7,566,299	
Net book value	$9,196,446	$9,464,914	

Depreciation and amortization expense totaled $592,216 and $642,900 for the years ended December 31, 2023 and 2022, respectively.

Note 7 - LEASES

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

During 2021, the Center acquired equipment through a finance lease with an interest rate of 5.5%. The lease terms call for 36 monthly payments of $6,265.

Note 7 - LEASE (Continued)

Reported under FASB ASC 842 for the years ended December 31, 2023 and 2022 are as follows:

	2023	2022
Finance lease cost:		
Amortization of right-of-use assets	$ 79,509	$ 79,509
Interest on lease obligations	6,084	9,748
Total finance lease cost	$ 85,593	$ 89,257
Finance lease right-of-use assets	$ 72,884	$152,394
Finance lease liabilities	$ 69,719	$140,770
Weighted-average information		
Weighted-average remaining lease in years	0.67	1.67
Weighted-average discount rate:		
Finance leases	5.50%	5.50%

Future minimum lease payments as of December 31, 2023 are as follows:

Year Ending December 31,	
2024	$75,475
Total minimum lease payments	75,475
Less amount representing interest	(5,756)
Finance lease obligation	$69,719

Note 8 - NOTE PAYABLE

In February 2022, the Center entered into a loan agreement in the amount of $300,000 with JCRIF, LLC, to assist with financial impacts related to COVID-19. The note payable is interest free with quarterly payments of $25,000, ending January 1, 2025.

Note 8 - NOTE PAYABLE (Continued)

Future principal payments to be made on the note payable as of December 31, 2023 are as follows:

Year Ending December 31,	
2024	$ 100,000
2025	25,000
Total	$ 125,000

Note 9 - LINE OF CREDIT

On February 18, 2022, the Center entered into an unsecured line of credit with Hancock Whitney Bank in the amount of $500,000. The line of credit matured on February 18, 2023 and was not renewed. Interest on the loan was at Wall Street Journal Prime plus 2% (5.25% as of December 31, 2022). There was no balance on the line of credit as of December 31, 2022.

Note 10 - RESTRICTIONS ON ASSETS

Net assets with donor restrictions are restricted for specific purposes, designated subsequent periods, or perpetually. Cash, investments, and unconditional promises to give raised through the Capital Campaign are restricted for construction and equipment. Those restrictions are considered to expire when these acquisitions are made. Cash and promises to give received from United Way are time-restricted for subsequent periods. Cash and investments are perpetually restricted for endowment purposes, however, the interest from both is available for operations.

Note 10 - RESTRICTIONS ON ASSETS (Continued)

Donor restricted net assets as of December 31, 2023 and 2022 are restricted for the following purposes or periods:

	2023	2022
Subject to expenditure for specified purpose or time restricted:		
Acquisition of property and equipment:		
Building assessment	$ 638,755	$ 602,817
Capital Campaign	732,659	729,358
Other - restricted programs, memorials, etc.	1,099,004	1,003,818
Nursery School program	355,825	398,830
New Orleans United Way program	-	18,408
Earnings on funds held by Greater New Orleans Foundation - other programs	150,627	89,411
Totals	2,976,870	2,842,642
Subject to perpetual restriction:		
Donor restricted	915,923	889,718
Total net assets with donor restrictions	$ 3,892,793	$ 3,732,360

Note 11 - DONOR DESIGNATED ENDOWMENT

The Endowments. The Center's endowment fund consists of several donor restricted funds established primarily for the purpose of generating income to support general operations and programs of the Center as deemed appropriate by the Board of Directors. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law. The Center has interpreted the State Prudent Management of Institutional Funds Act (SPMIFA) as not expressly requiring the preservation of the historical dollar value for donor restricted endowment funds absent explicit donor stipulations to the contrary.

Note 11 - DONOR DESIGNATED ENDOWMENT (Continued)

The following are classified as restricted assets held in perpetuity in the accompanying financial statements:

- the original value of gifts donated to the endowment;
- the original value of subsequent gifts to the endowment; and
- accumulations to the endowment, made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

The portion of the donor-restricted endowment fund that is not subject to perpetual restriction is classified as net assets with donor restrictions until those amounts are appropriated for expenditure by the Center in a manner consistent with the standard of prudence prescribed by SPMIFA. In accordance with SPMIFA, the Center considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the Center and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Center
- The investment policies of the Center

Endowment net asset composition as of December 31, 2023 and 2022 is as follows:

	2023	2022
Donor-restricted	$915,923	$889,718

Note 11 - DONOR DESIGNATED ENDOWMENT (Continued)

Changes in endowment net assets for the years ended December 31, 2023 and 2022 are as follows:

	2023	2022
Net assets, beginning of year	$889,718	$753,225
Contributions	26,205	136,493
Net assets. end of year	$915,923	$889,718

Underwater Endowment Funds. From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that either the donor or SPMIFA requires the Center to retain as a fund of perpetual duration. These deficiencies can result from unfavorable market fluctuations that occur after the investment of restricted contributions. There were no such deficiencies in restricted net assets as of December 31, 2023 and 2022.

Return Objectives and Risk Parameters. The endowment is invested with the intention of obtaining general market returns with a minimum amount of investment and management expenses and minimum risk.

Strategies Employed for Achieving Objectives. The investment funds managed by the Center are invested in fixed income investments and pooled accounts managed by the Greater New Orleans Foundation and Jewish Endowment Foundation. An allocation in each investment type has not been determined by the Finance and/or Executive Committees.

Spending Policy and How Investment Objectives Relate to the Spending Policy. Spending of endowment income is approved by the Finance and/or Executive Committees and is generally related to the operation of the Center.

Note 12 - AVAILABILITY OF FINANCIAL ASSETS

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

Note 12 - AVAILABILITY OF FINANCIAL ASSETS (Continued)

The Center receives support both with donor restrictions and without donor restrictions. Contributions from Jewish Federation, Jewish Endowment Foundation, membership dues, program service fees, and miscellaneous investment income is considered to be available to meet cash needs for general expenditures. The Center also receives gifts with donor restrictions to establish endowments that will exist in perpetuity and contributions with donor time and purpose restrictions. General expenditures include expenses associated with early childhood/daycare, day camping, participatory recreation, social development, information education, older adult social development, ACE, management and general, and fundraising expenses. Annual operations are defined as activities occurring during, and included in the budget for, a fiscal year.

The following table represents financial assets available for general expenditures within one year as of December 31, 2023 and 2022:

	2023	2022
Financial assets:		
Cash and cash equivalents	$3,194,110	$2,956,761
Unconditional promises to give	59,934	141,545
Member accounts receivable, net	215,951	247,415
Miscellaneous receivable	26,334	210,083
Funds held by Greater New Orleans Foundation	119,512	105,994
Funds held by Jewish Endowment Foundation	4,641,092	4,491,104
Investments	3,256,783	2,135,194
Total financial assets	11,513,716	10,288,096
Less amounts unavailable for general expenditures within one year, due to:		
Donor imposed restrictions:		
Restricted by donors with time or purpose restrictions	(2,976,870)	(2,842,642)
Restricted by donors with perpetual restriction	(915,923)	(889,718)
Board designations:		
Future capital repairs, renovations on acquisitions, and future deductibles	(1,251,432)	(1,251,432)
Total financial assets not available to be used within one year	(5,144,225)	(4,983,792)
Financial assets available to meet cash needs for general expenditures within one year	$6,369,491	$5,304,304

Note 13 - CONCENTRATIONS OF CREDIT RISK

The Center maintained its cash balances and certificate of deposit balances in multiple financial institutions where they are insured by the Federal Deposit Insurance Corporation up to $250,000 as of December 31, 2023 per bank. As of December 31, 2023, there was approximately $3,900,000 in excess of insured limits.

The Center maintains money market accounts with a balance of $838,230 as of December 31, 2023 in investment accounts with brokerage firms, where accounts are insured by the Securities Investor Protection Corporation for balances up to $500,000 (with a limit of $250,000 for cash).

Note 14 - GOVERNMENT GRANTS

Government grants require the fulfillment of certain conditions as set forth in the grant instruments. The Center intends to fulfill the conditions of all grants, recognizing that failure to fulfill the conditions could result in the return of the funds to granters.

Note 15 - RETIREMENT PLAN

The Center sponsors a defined contribution pension plan covering all employees 21 years of age or older. Employees are eligible to participate in the plan immediately upon hire and may make voluntary contributions to a tax-sheltered annuity. Voluntary contributions must meet a minimum of $200 annually. No employer contributions were made for the years ended December 31, 2023 and 2022.

SUPPLEMENTARY INFORMATION

SCHEDULE OF COMPENSATION, BENEFITS, AND OTHER PAYMENTS TO AGENCY HEAD OR CHIEF EXECUTIVE OFFICER

New Orleans Jewish Community Center
New Orleans, Louisiana

For the year ended December 31, 2023

Agency Head Name: Stephanie Levin (January - March), Chief Executive Officer and Michael Rawl (November - December), Chief Executive Officer

Purpose	
Salary	$0
Benefits - insurance	0
Benefits - retirement	0
Benefits - other	0
Car allowance	0
Vehicle provided by government	0
Per diem	0
Reimbursements	0
Travel	0
Registration fees	0
Conference travel	0
Continuing professional education fees	0
Housing	0
Unvouchered expenses	0
Special meals	0
	$0

Note:

No public funds were used to pay Ms. Levin's or Mr. Rawl's salary, benefits, and other compensation during the year ended December 31, 2023.