

FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S  
SERVICE OF PALM BEACH COUNTY, INC. AND AFFILIATE

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COMBINED FINANCIAL STATEMENTS

JUNE 30, 2020 AND 2019

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

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## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Directors  
Ferd and Gladys Alpert Jewish Family & Children's Service  
of Palm Beach County, Inc. and Affiliate

### **Report on Combined Financial Statements**

We have audited the accompanying combined financial statements of Ferd and Gladys Alpert Jewish Family & Children's Service of Palm Beach County, Inc. and Affiliate (the "Organization"), a Florida non-profit organization, which comprise the combined statements of financial position as of June 30, 2020 and 2019, and the related combined statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the combined financial statements.

### **Management's Responsibility for the Combined Financial Statements**

Management is responsible for the preparation and fair presentation of these combined 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 combined 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 combined financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the combined financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the combined financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the combined 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 combined 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 combined 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 combined financial statements referred to above present fairly, in all material respects, the combined financial position of Ferd and Gladys Alpert Jewish Family & Children's Service of Palm Beach County, Inc. and Affiliate as of June 30, 2020 and 2019, and the combined changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

To the Board of Directors  
Ferd and Gladys Alpert Jewish Family & Children's Service  
of Palm Beach County, Inc. and Affiliate  
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**Other Matter**

Our audits were conducted for the purpose of forming an opinion on the combined financial statements of the Organization taken as a whole. The accompanying supplemental schedules on pages 29-32 are presented for purposes of additional analysis and are not a required part of the combined 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 combined financial statements. The information has been subjected to the auditing procedures applied in the audits of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined 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 combined financial statements as a whole.

**Emphasis of Matter – Coronavirus**

As further discussed in Note 1, the Organization is subject to the current economic and health conditions in the United States, including the coronavirus which was designated as a global pandemic by the World Health Organization on March 11, 2020. Management is currently assessing the impact of these conditions and continues to explore various options to minimize the financial impact, however the ultimate outcome is not known as of the date these combined financial statements were available to be issued. Our opinion is not modified with respect to this matter.

*Merison, Brown, Ariz & Fama*

Boca Raton, Florida  
December 16, 2020

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

COMBINED STATEMENTS OF FINANCIAL POSITION  
JUNE 30,

<b>ASSETS</b>	<b>2020</b>	<b>2019</b>
<b>CURRENT ASSETS</b>		
Cash (including \$327,200 of board designated cash at June 30, 2020 and 2019)	\$ 3,800,667	\$ 1,202,630
Restricted cash	347,800	347,800
Accounts receivable:		
Jewish Federation of Palm Beach County, Inc.	377,388	486,728
Client charges, net	265,159	386,058
Grants	22,745	1,547,509
United Way of Palm Beach County, Inc.	53,950	58,000
Promises to give, net	125,000	136,000
Bequests receivable	776,086	-
Prepaid expenses and other assets	114,871	148,719
<b>TOTAL CURRENT ASSETS</b>	<b>5,883,666</b>	<b>4,313,444</b>
PROMISES TO GIVE, NET OF DISCOUNT AND CURRENT PORTION	114,788	227,941
INVESTMENTS	129,403	132,258
PROPERTY AND EQUIPMENT, NET	3,166,298	3,368,113
<b>TOTAL ASSETS</b>	<b>\$ 9,294,155</b>	<b>\$ 8,041,756</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued expenses	\$ 3,010,996	\$ 2,909,549
Deferred revenue	333,192	219,006
Paycheck Protection Program refundable advances	1,238,959	-
Note payable, current portion	83,606	89,309
<b>TOTAL CURRENT LIABILITIES</b>	<b>4,666,753</b>	<b>3,217,864</b>
NOTE PAYABLE, LESS CURRENT PORTION (less debt issuance costs, net of \$24,693 and \$30,648 as of June 30, 2020 and 2019, respectively)	2,514,744	2,592,409
<b>TOTAL LIABILITIES</b>	<b>7,181,497</b>	<b>5,810,273</b>
<b>NET ASSETS</b>		
Without donor restrictions:		
Undesignated	602,821	487,664
Board-designated	675,000	675,000
<b>Total net assets without donor restrictions</b>	<b>1,277,821</b>	<b>1,162,664</b>
With donor restrictions	834,837	1,068,819
<b>TOTAL NET ASSETS</b>	<b>2,112,658</b>	<b>2,231,483</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 9,294,155</b>	<b>\$ 8,041,756</b>

The accompanying notes are an integral part of these combined financial statements.

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

COMBINED STATEMENTS OF ACTIVITIES  
FOR THE YEARS ENDED JUNE 30,

	<b>2020</b>			<b>2019</b>		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>PUBLIC SUPPORT AND REVENUES:</b>						
Contributions from Federation	\$ 195,000	\$ 465,646	\$ 660,646	\$ 195,000	\$ 572,620	\$ 767,620
Contributions	2,750,370	-	2,750,370	1,811,459	-	1,811,459
Fundraising	451,894	-	451,894	407,633	-	407,633
Contracts and grants	496,668	-	496,668	672,327	-	672,327
Claims Conference grant revenue	5,474,939	-	5,474,939	4,930,414	-	4,930,414
Patient service revenue, net	4,068,056	-	4,068,056	3,957,166	-	3,957,166
Rental income	39,729	-	39,729	20,429	-	20,429
Investment income, net	-	1,157	1,157	-	4,728	4,728
Other	153,995	-	153,995	174,460	-	174,460
Net assets released from restrictions	700,785	(700,785)	-	758,422	(758,422)	-
<b>TOTAL PUBLIC SUPPORT AND REVENUES</b>	<b>14,331,436</b>	<b>(233,982)</b>	<b>14,097,454</b>	<b>12,927,310</b>	<b>(181,074)</b>	<b>12,746,236</b>
<b>EXPENSES:</b>						
Program services:						
Community services	775,784	-	775,784	599,555	-	599,555
Long-term care	6,945,977	-	6,945,977	6,440,987	-	6,440,987
Behavioral health	1,977,533	-	1,977,533	1,664,608	-	1,664,608
Residential	2,666,087	-	2,666,087	2,580,025	-	2,580,025
<b>TOTAL PROGRAM SERVICES</b>	<b>12,365,381</b>	<b>-</b>	<b>12,365,381</b>	<b>11,285,175</b>	<b>-</b>	<b>11,285,175</b>
Support services:						
Fundraising and development	987,686	-	987,686	850,913	-	850,913
Management and general	863,212	-	863,212	876,010	-	876,010
<b>TOTAL SUPPORT SERVICES</b>	<b>1,850,898</b>	<b>-</b>	<b>1,850,898</b>	<b>1,726,923</b>	<b>-</b>	<b>1,726,923</b>
<b>TOTAL EXPENSES</b>	<b>14,216,279</b>	<b>-</b>	<b>14,216,279</b>	<b>13,012,098</b>	<b>-</b>	<b>13,012,098</b>
CHANGE IN NET ASSETS	115,157	(233,982)	(118,825)	(84,788)	(181,074)	(265,862)
NET ASSETS AT BEGINNING OF YEAR	1,162,664	1,068,819	2,231,483	1,247,452	1,249,893	2,497,345
<b>NET ASSETS AT END OF YEAR</b>	<b>\$ 1,277,821</b>	<b>\$ 834,837</b>	<b>\$ 2,112,658</b>	<b>\$ 1,162,664</b>	<b>\$ 1,068,819</b>	<b>\$ 2,231,483</b>

The accompanying notes are an integral part of these combined financial statements.

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

COMBINED STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2020

	Program Services				Total Program Services	Support Services		Total
	Community Services	Long-Term Care	Behavioral Health	Residential		Fundraising and Development	Management and General	
Salaries and Benefits								
Salaries	\$ 295,359	\$ 1,492,844	\$ 1,399,249	\$ 1,374,587	\$ 4,562,039	\$ 453,698	\$ 504,849	\$ 5,520,586
Payroll taxes and benefits	63,357	249,418	226,324	355,980	895,079	84,497	95,169	1,074,745
Total Salaries and Benefits	<u>358,716</u>	<u>1,742,262</u>	<u>1,625,573</u>	<u>1,730,567</u>	<u>5,457,118</u>	<u>538,195</u>	<u>600,018</u>	<u>6,595,331</u>
Operating Expenses								
Professional fees	39,515	29,048	43,001	40,062	151,626	33,356	48,966	233,948
Building and facilities	19,449	48,634	43,602	105,932	217,617	15,351	89,157	322,125
Depreciation and amortization	28,798	67,809	39,767	63,562	199,936	23,414	24,576	247,926
Insurance	5,625	14,963	38,095	70,555	129,238	5,106	36,127	170,471
Interest and bank fees	21,290	50,771	30,031	-	102,092	17,513	67,110	186,715
Program specific expenses	41,426	113,157	28,092	218,101	400,776	334,010	12,269	747,055
Rent	54,276	101,130	144,991	409,578	709,975	38,100	37,530	785,605
Special assistance to individuals	205,232	4,823,357	2,838	-	5,031,427	-	-	5,031,427
Supplies	49,879	68,959	48,278	2,097	169,213	21,948	60,621	251,782
Bad debt (recovery)	-	-	-	-	-	-	(74,230)	(74,230)
Other operating expenses	312	641	563	25,633	27,149	317	2,658	30,124
Total Operating Expenses	<u>465,802</u>	<u>5,318,469</u>	<u>419,258</u>	<u>935,520</u>	<u>7,139,049</u>	<u>489,115</u>	<u>304,784</u>	<u>7,932,948</u>
Total Expenses	<u>824,518</u>	<u>7,060,731</u>	<u>2,044,831</u>	<u>2,666,087</u>	<u>12,596,167</u>	<u>1,027,310</u>	<u>904,802</u>	<u>14,528,279</u>
Intercompany eliminations	(48,734)	(114,754)	(67,298)	-	(230,786)	(39,624)	(41,590)	(312,000)
Net Functional Expenses	<u><b>\$ 775,784</b></u>	<u><b>\$ 6,945,977</b></u>	<u><b>\$ 1,977,533</b></u>	<u><b>\$ 2,666,087</b></u>	<u><b>\$ 12,365,381</b></u>	<u><b>\$ 987,686</b></u>	<u><b>\$ 863,212</b></u>	<u><b>\$ 14,216,279</b></u>

The accompanying notes are an integral part of these combined financial statements.

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

COMBINED STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2019

	Program Services				Total Program Services	Support Services		Total
	Community Services	Long-Term Care	Behavioral Health	Residential		Fundraising and Development	Management and General	
Salaries and Benefits								
Salaries	\$ 314,950	\$ 1,451,247	\$ 1,172,845	\$ 1,338,376	\$ 4,277,418	\$ 451,073	\$ 872,235	\$ 5,600,726
Payroll taxes and benefits	62,912	226,593	191,040	312,924	793,469	74,087	109,083	976,639
Total Salaries and Benefits	<u>377,862</u>	<u>1,677,840</u>	<u>1,363,885</u>	<u>1,651,300</u>	<u>5,070,887</u>	<u>525,160</u>	<u>981,318</u>	<u>6,577,365</u>
Operating Expenses								
Professional fees	18,401	32,173	28,073	39,354	118,001	21,170	41,068	180,239
Building and facilities	22,637	53,847	45,016	108,696	230,196	16,600	97,007	343,803
Depreciation and amortization	36,530	68,306	34,060	61,953	200,849	23,586	23,221	247,656
Insurance	11,293	14,485	17,975	71,527	115,280	5,728	33,102	154,110
Interest and bank fees	28,275	52,918	26,363	-	107,556	18,256	37,573	163,385
Program specific expenses	56,293	138,638	39,684	204,630	439,245	223,366	16,090	678,701
Rent	75,188	97,272	125,196	401,914	699,570	38,100	37,530	775,200
Special assistance to individuals	13,309	4,288,805	1,850	-	4,303,964	100	-	4,304,064
Supplies	21,137	55,602	39,727	186	116,652	18,471	23,723	158,846
Other operating expenses	-	75,855	-	40,465	116,320	-	474	116,794
Total Operating Expenses	<u>283,063</u>	<u>4,877,901</u>	<u>357,944</u>	<u>928,725</u>	<u>6,447,633</u>	<u>365,377</u>	<u>309,788</u>	<u>7,122,798</u>
Total Expenses	<u>660,925</u>	<u>6,555,741</u>	<u>1,721,829</u>	<u>2,580,025</u>	<u>11,518,520</u>	<u>890,537</u>	<u>1,291,106</u>	<u>13,700,163</u>
Intercompany eliminations	(61,370)	(114,754)	(57,221)	-	(233,345)	(39,624)	(415,096)	(688,065)
Net Functional Expenses	<u><b>\$ 599,555</b></u>	<u><b>\$ 6,440,987</b></u>	<u><b>\$ 1,664,608</b></u>	<u><b>\$ 2,580,025</b></u>	<u><b>\$ 11,285,175</b></u>	<u><b>\$ 850,913</b></u>	<u><b>\$ 876,010</b></u>	<u><b>\$ 13,012,098</b></u>

The accompanying notes are an integral part of these combined financial statements.



**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

COMBINED STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED JUNE 30,

	<b>2020</b>	<b>2019</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in net assets	<u>\$ (118,825)</u>	<u>\$ (265,862)</u>
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization of property and equipment	247,926	247,656
Amortization of deferred loan costs	5,955	5,266
Bad debt recovery	(74,230)	-
Uncollectible client charges	-	3,314
Net realized and unrealized losses (gains) on investments	1,085	(2,230)
Accretion of discount on promises to give	(22,847)	(20,160)
Change in operating assets and liabilities:		
(Increase) decrease in:		
Accounts receivable	1,204,197	(496,075)
Prepaid expenses and other assets	33,848	(27,745)
Increase (decrease) in:		
Accounts payable and accrued expenses	101,447	1,069,448
Deferred revenue	114,186	(59,900)
Paycheck Protection Program refundable advances	<u>1,238,959</u>	<u>-</u>
<b>TOTAL ADJUSTMENTS</b>	<u>2,850,526</u>	<u>719,574</u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<u>2,731,701</u>	<u>453,712</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchases of property and equipment	(46,111)	(40,036)
Net proceeds from sale of investments held at the Federation	<u>1,770</u>	<u>1,482</u>
<b>NET CASH USED IN INVESTING ACTIVITIES</b>	<u>(44,341)</u>	<u>(38,554)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Repayments on line of credit	(2,215,000)	(2,029,000)
Proceeds from line of credit	2,215,000	2,029,000
Repayments on note payable	<u>(89,323)</u>	<u>(85,897)</u>
<b>NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES</b>	<u>(89,323)</u>	<u>(85,897)</u>
<b>INCREASE IN CASH AND CASH EQUIVALENTS (including restricted cash)</b>	2,598,037	329,261
<b>CASH AND CASH EQUIVALENTS (including restricted cash) - BEGINNING OF YEAR</b>	<u>1,550,430</u>	<u>1,221,169</u>
<b>CASH AND CASH EQUIVALENTS (including restricted cash) - END OF YEAR</b>	<u><b>\$ 4,148,467</b></u>	<u><b>\$ 1,550,430</b></u>
<b>SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:</b>		
Cash paid during the year for interest	<u><b>\$ 137,558</b></u>	<u><b>\$ 129,665</b></u>

The accompanying notes are an integral part of these combined financial statements.

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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**Organization**

The combined financial statements include the combined accounts of Ferd and Gladys Alpert Jewish Family & Children's Service of Palm Beach County, Inc. ("JFCS") and its wholly owned subsidiary 5841 Corporate Way, LLC ("5841"), along with an affiliate, Melvin J. & Claire Levine Jewish Residential & Family Services of Palm Beach County, Inc. ("JRFS") (collectively, the "Organization"). The combined financial statements are presented on a combined basis due to the existence of common members on the Board of Directors between JFCS and JRFS and other factors. All intercompany balances and transactions have been eliminated.

JFCS is a not-for-profit organization, incorporated in the State of Florida in 1974. JFCS is a private, social service agency established to provide professional social work in the Jewish community and to contribute to the wellbeing of the general population. Its basic purpose is to administer services to strengthen family life, to aid the welfare of children and to promote the healthy social functioning of individuals.

5841 is a single-member LLC with JFCS as the sole member. 5841 is the owner of a commercial building and was established in April 2008 for the purpose of leasing office space for the corporate offices of JFCS, JRFS and other third parties.

JRFS is a not-for-profit organization, incorporated in the State of Florida in 1997. It was established to promote the establishment and operation of residential facilities, and to provide treatment and other services for the care of physically and mentally disabled adults.

JFCS derives its principal revenue and support from contracts, grants and allocations from the Jewish Federation of Palm Beach County, Inc. (the "Federation"), the Conference on Jewish Material Claims Against Germany, Inc. ("Claims Conference"), the United Way and program services. JRFS derives its revenue from client fees and is supported by contributions. 5841 derives its revenue from rental fees.

The Organization relies on the continued support of the Federation in order to meet its financial commitments. The reduction of support from the Federation in future years could significantly impact the Organization's ability to provide program services.

**Description of Programs**

**Community Services Division:**

*Community Directions* includes information and referral. The program answers more than 4,000 calls a year from community members seeking assistance with a range of personal and family needs. The professional staff assesses needs and makes the appropriate referrals within and outside of JFCS. This program also provides very minimal emergency financial assistance to members of the Jewish community who meet the JFCS criteria for financial aid.

*The Ambassador Program*, a subgroup of the Community Directions program, is a non-traditional, community-building peer-volunteer program, designed to build "Social Capital" by sharing knowledge, through the creation of a living-network-of-conversation and social action. The Ambassadors of each community determine what their own focus, assets and activities will be in their community's structure, for creating and maintaining "social capital."

*Community Health Peer Support Initiative* is a civic engagement model of intervention. Using a Stanford University evidence-based chronic disease self-management program, peers are trained to lead 6-week sessions where participants learn how to best self-manage their chronic conditions. A professional case manager assesses the potential participant's bio-psychosocial needs and works to remove barriers to self-management of chronic diseases. This model is funded by the Harry & Jeannette Weinberg Foundation, the Quantum Foundation and the Herbert Bearman Foundation.

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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**Description of Programs (Continued)**

**Community Services Division (Continued):**

*Aging Mastery Program* ("AMP") is based on the National Council on Aging's national program. It is a 10-week program offered to boomers throughout the year. It is a comprehensive and fun approach to living that celebrates the gift of longevity. The program combines goal setting, daily practices and peer support to help participants make meaningful changes in their lives. Central to the AMP philosophy is the belief that modest lifestyle changes can produce big results and that people can be empowered to cultivate health and longevity.

*Second Acts for Strong Communities* is an intergenerational volunteer program, linking volunteers with local synagogues/religious schools. Volunteers are screened, vetted and trained through JFCS and then matched with local synagogues to work within the religious schools directly with children.

*Patient-Centered Outcomes Research Institute* is a program that uses peer-to-peer intervention, peer volunteer training, and overall program goal—to keep at-risk, older adults living independently in the community through support from, not dependence on, a peer supporter. This program's goal is to increase the ability of at-risk older adults to live independently in the community.

*Miscellaneous Contracts* include the Medical Alert systems program.

**Long-Term Care Division:**

*Case Management* is a core program of comprehensive clinical intervention primarily to seniors, but also to individuals and families coping with mental illness and other disabilities.

*The ElderCare360 Program*, a subgroup of the Case Management program, is offered as a "general contractor's" model to adult children who usually live out-of-state. The role of the care coordinator is to maintain and support both the elderly clients and the family members.

*Respite*, also known as Enhanced Companion, hires, screens, trains and supervises seniors and AmeriCorps members to provide frail elderly with in-home assistance, such as transportation, light housekeeping, companionship, grocery shopping and meal preparation.

*AmeriCorps ("Legacy Corp")* is a federal grant through the University of Maryland. Members participate in the Enhanced Companion program by providing in-home assistance to seniors in the Respite program. Each member must be 55-plus years old and "volunteer" 9 hours per week, for a total of 450 hours per year. They receive a monthly stipend through the grant.

*Holocaust* is funded by the Claims Conference and offers two primary services: case management and subsidized in-home care to survivors of the Holocaust. It also provides some limited emergency funds and assistance with filing claims.

*Guardianship* provides legal guardianship on a voluntary or court mandated basis for persons with diminished capacity. This program can also provide Medicaid planning, including the use of a Medicaid eligible pooled trust for Medicaid eligibility.

**Behavioral Health Division:**

*Counseling* provides professional psychotherapeutic services to individuals, couples, families and groups to cope with the stresses and challenges in their lives within a framework of Jewish values.

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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**Description of Programs (Continued)**

**Behavioral Health Division (Continued):**

*Psychiatric* provides psychiatric evaluation and treatment for adults and seniors. One full time board certified psychiatrist, as well as a team of psychologists, social workers, mental health counselors and case managers, are available to provide needed treatment. Services include evaluation and assessment, medication monitoring, psychotherapeutic and support services.

*Domestic Abuse Program* was established to provide services for Jewish families experiencing the effects of physical, emotional, financial and sexual abuse. Relationships & Decisions provides training of teens helping them to train other teens in safe dating. The program focuses on preventing dating abuse. Hebrew for "voices" ("KOLOT") is a committee of the agency and a coalition of Jewish organizations, synagogues, and individuals working as the outreach branch of the program. The efforts of KOLOT result in Jewish individuals and families contacting the agency to ask for help.

*Mentoring 4 Kids* is an individual mentoring program, partially funded by the United Way of Palm Beach County, designed to help children living in families where there has been a loss of a consistent caretaker.

*Bereavement* provides outreach services to individuals who are experiencing acute grief. Assessment for services is done in community settings such as synagogues and in-home. Support groups are administered at the offices on both campuses of the Jewish Community Center ("JCC") and various synagogues.

*Mental Health First Aid* is a public education program that introduces participants to risk factors and warning signs of mental illnesses, builds understanding of their impact, and overviews common supports. This 8-hour course uses role-playing and simulations to demonstrate how to offer initial help in a mental health crisis and connect persons to the appropriate professional, peer, social, and self-help care. The program also teaches the common risk factors and warning signs of specific types of illnesses, like anxiety, depression, substance use, bipolar disorder, and psychosis.

**Residential Division:**

*Group Homes* offers 2 group homes providing 24-hour care for 7 residents per home who have developmental disabilities, chronic mental illness or a significant impairment, and need constant supervision.

*Apartment* provides independent supportive living, offers residents the opportunity to live alone with supervision, while participating in social, recreational and life-skills instruction on a daily basis. Each resident lives in a spacious apartment within a larger apartment community of residents that are not participants of the program. Onsite supervision is provided 24 hours a day.

*Life Planning* is endowed by Melvin J.z'l and Claire Levine and is a program intended to reach out to and educate families with adult disabled children to help them begin or enhance their fiscal and social planning for these children's needs when the parent passes. Seminars are conducted on a range of subjects, including trusts, guardianship, socialization, case management, and housing options. The staff also evaluates requests for financial assistance from community members in financial need and authorizes assistance when appropriate. Individual consultation is available to help families with their planning needs, addressing the emotional challenges associated with this process.

*Transportation* provides transportation for the residents of the group home and apartment program to appointments, activities and jobs.

**Basis of Accounting**

The Organization prepares its combined financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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**Basis of Accounting (Continued)**

Net assets and revenues, expenses, gains and losses are classified into two classes of net assets based on the existence or absence of donor-imposed purpose or time restrictions. The two classes of net asset categories are as follows:

Net Assets without Donor Restrictions

Net Assets without Donor Restrictions consist of contributions and other inflows of assets whose use is not subject to donor-imposed restrictions. Board-designated net assets are part of net assets without donor restrictions of the Organization since use by the Organization is not limited by donor-imposed stipulations. The Organization's board has internally earmarked such funds for future capital improvements.

Net Assets with Donor Restrictions

Net Assets with Donor Restrictions consist of contributions and other inflows of assets whose use is subject to donor-imposed restrictions that are more specific than broad limits reflecting the nature of the Organization, the environment in which the Organization operates, and the purposes specified in its articles of incorporation or bylaws or comparable documents. Donor-imposed restrictions may be temporary in nature, such as stipulating that resources may be used only after a specified date or limited to specific programs or services. Certain donor-imposed restrictions are perpetual in nature. If a restriction is fulfilled in the same fiscal year in which the contribution is received, the contribution is reported as without donor restrictions on the accompanying Combined Statements of Activities.

**Revenue Recognition – Contributions**

Allocations

The Organization receives allocations from the Federation, under a beneficiary agency program, and from other unaffiliated not-for-profit organizations. Allocation revenue is recognized as revenue with donor restrictions when written documentation of the unconditional promise is made and received.

Contribution Revenue and Unconditional Promises to Give

Contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. The Organization reports gifts of cash and other assets as support with donor restrictions if they are received with donor stipulations about the use of the donated assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Combined Statements of Activities as "Net assets released from restrictions."

The Organization reports gifts of goods and equipment as support without donor restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as support with donor restrictions. Absent explicit donor stipulations about how those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Contracts and Grants

The Organization receives contract funds from various social and governmental agencies. The amounts received under these grants and contracts are designated for specific purposes by the granting agencies. Grant and contract revenue is recognized when the allowable costs as defined by the individual grants or contracts are incurred and/or the unit of service has been performed. The Organization records advances at the start of each grant as a liability. Revenues and expenses, which are treated as reciprocal transactions, are recognized as the costs are incurred. Grants and contracts receivables at year end represent expenditures and/or units of service performed, which have not yet been reimbursed by the granting agency.

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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**Revenue Recognition – Contributions (Continued)**

In-Kind Contributions

The Organization records the value of donated goods and facilities when there is an objective basis available to measure the value. Donated items are reflected as support in the accompanying combined financial statements at their fair market values at date of receipt.

Contributed Services

The Organization receives services from a large number of volunteers who give significant amounts of their time to the Organization's programs, fundraising campaigns and management that do not meet the criteria of specialized skills for combined financial statement recognition.

**Revenue Recognition – Exchange Transactions**

Reciprocal transfers in which each party receives and sacrifices goods or services with approximate commensurate value are recognized as exchange transactions. The Organization adopted Accounting Standards Codification ("ASC") Topic 606, Revenue from Contracts with Customers ("Topic 606") on July 1, 2019 using the modified retrospective method applied to all contracts not completed as of the date of the adoption. The Organization applies Topic 606 to exchange transactions in which it receives consideration from individuals for patient services and other program services offered. Under U.S. GAAP, these arrangements are exchange transactions between the Organization and the individuals participating in the Organization's programs.

The modified retrospective adoption method requires the Organization to record a transition adjustment for the new revenue standard, if any, as a cumulative effect adjustment to beginning net assets as of the date of adoption. Therefore, comparative information has not been adjusted. No adjustment to the Organization's beginning net assets were required as a result of adopting Topic 606.

Patient Service Revenue

The Organization has established a sliding fee schedule wherein the clients are expected to pay amounts based upon their individual financial ability. Client payments received in advance of the patient services are included in deferred revenue until the patient services are performed. Patient service revenues are recognized at the time services are provided by the Organization. Revenue is presented net of contractual adjustments.

Contractual adjustments result from the difference between the Organization's rates for services performed and reimbursements by government-sponsored healthcare programs and insurance companies for such services. Patient services rendered to Medicare program beneficiaries are reimbursed at a predictable rate with final settlement determined after an audit by the Medicare fiscal intermediary.

Special Events Revenue

Topic 606 applies to the portion of the Organization's special events income that is determined to be an exchange transaction. The Organization conducts special events in which a portion of the gross proceeds paid by the participant represents payment for the direct cost of the benefits received by the participant at the event. Unless a verifiable, objective means exists to demonstrate otherwise, the fair value of meals and entertainment provided at special events is measured at the actual cost to the Organization.

**Cash**

The Organization considers all liquid investments with a maturity of three months or less when purchased to be cash equivalents. There were no cash equivalents at June 30, 2020 and 2019.

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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**Restricted Cash**

Restricted cash represents cash restricted for specific clients as imposed by the clients, clients' fiduciaries, or judicial requirements and collateralized funds for the promissory mortgage note payable. Amounts restricted for these purposes at June 30, 2020 and 2019 were \$347,800.

**Investments**

The Organization's investments are held and administered by the Federation. The Federation has a pooled investment strategy and a fund for income. The pooled investment strategy includes investments in a variety of mutual funds, hedge funds, government securities, equities, Israel Bonds and other types of investments. The income fund invests in bond funds and real asset funds. The monies held at the Federation are reflected as donor restricted endowments (NOTE 8).

Investments held by the Federation are reported at their net asset value ("NAV"). Investment income or loss (including gains and losses on investments, interests and dividends) is included in the Combined Statements of Activities as increases or decreases in net assets without donor restrictions unless the income or loss is restricted by donor or law.

**Fair Value of Financial Instruments**

Fair values of financial instruments are estimated using relevant market information and other assumptions. Fair value estimates involve uncertainties and matters of significant judgment regarding interest rates, credit risk, prepayments, and other factors, especially in the absence of broad markets for particular instruments. Changes in assumptions or in market conditions could significantly affect the estimates. The carrying amount of all financial assets and liabilities approximates fair value because of their short-term nature or market rates.

**Accounts Receivable, Net**

Accounts receivable are reported at net realizable value and consist of amounts due from clients for counseling and other program services, insurance receivables for those services as well as monies due from various funding sources. The Organization's allowance for bad debts on client charges was approximately \$8,000 and \$82,000 at June 30, 2020 and 2019, respectively. The allowance for bad debts is based, among other things, on the Organization's past collection experience and the impact of changes in the current economic conditions. Account balances are charged off against the allowance for doubtful accounts after all means of collection have been exhausted. Bad debt expense for the year ended June 30, 2019 was approximately \$3,000. Bad debt recovery income for the year ended June 30, 2020 was approximately \$74,000. For promises to give, grants receivable, bequests receivable, Federation receivable and United Way receivable, the Organization estimates that the full amount is collectible; therefore, no provision for estimated uncollectible amounts is required for these receivables.

Promises to give that are expected to be collected within one year are recorded at their net realizable value. Promises to give that are expected to be collected in more than one year are discounted using a market rate of return and are recorded at net present value.

**Prepaid Expenses and Other Assets**

Prepaid expenses and other assets primarily represent amounts paid in advance for rent and insurance that benefit future periods.

**Deferred Loan Costs, Net**

Deferred loan costs are recorded at cost and are amortized using the effective interest method over the term of the related note payable. The balance of deferred loan costs, net as of June 30, 2020 and 2019 was approximately \$25,000 and \$31,000, respectively. Amortization expense, which is included in the caption "interest and bank fees" on the accompanying Combined Statements of Functional Expenses, totaled approximately \$6,000 and \$5,000 for the years ended June 30, 2020 and 2019, respectively.

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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**Deferred Loan Costs, Net (Continued)**

As permitted by U.S. GAAP, the Organization elected an accounting alternative which allows deferred loan costs to be netted against the related liability. These deferred loan costs are netted against the long-term portion of the note payable on the accompanying Combined Statements of Financial Position.

**Donated Works of Art**

Contributions of works of art and similar assets have been recognized at their estimated fair value at the date of receipt based upon independent appraisals. Contributions of works of art are reflected in the Combined Statements of Financial Position within the caption "Property and equipment, net" and the Combined Statements of Activities within the caption "In-kind Contributions" when received. As of June 30, 2020 and 2019 the total donated works of art reflected in the Combined Statements of Financial Position were approximately \$158,000.

**Property and Equipment, Net**

Property and equipment is recorded at cost at the date of purchase, or, if donated, at the estimated fair value at the date of donation. The Organization's capitalization policy requires individual assets to be capitalized if the original cost or fair value at date of donation exceeds \$1,000. Depreciation and amortization is charged to operations over the estimated service lives of property and equipment on a straight-line basis. Additionally, consistent with the accepted practice for land, depreciation is not recognized on donated works of art. Repairs and maintenance are charged to expense as incurred. When assets are sold or retired, the cost and related accumulated depreciation or amortization are removed from the accounts and gains or losses, if any, are recognized currently.

The estimated useful lives used in determining depreciation and amortization are:

Buildings and improvements	10 - 39 years
Equipment	5 - 10 years
Vehicles	5 years

The carrying value of long-lived assets is reviewed if the facts and circumstances, such as significant declines in revenues, earnings or cash flows indicate that they may be impaired. If any impairment in the value of the long-lived assets is indicated, the carrying value of the long-lived assets is adjusted to reflect such impairment based on the fair value of the impaired assets or an estimate of fair value based on discounted cash flows.

**Paycheck Protection Program refundable advance**

During the year ended June 30, 2020, the Organization received approximately \$1,239,000, under the Paycheck Protection Program ("PPP") (NOTE 15). The Organization has accounted for the following transaction in accordance with Financial Accounting Standards Board ("FASB") Accounting Standards Codifications ("ASC") 958-605 as a conditional contribution. The Organization will reduce the refundable advance and recognize the contribution once the conditions of release have been explicitly waived.

**Functional Expenses**

The costs of providing the various programs and other activities have been summarized on a functional basis in the Combined Statements of Activities and by natural classification in the Combined Statements of Functional Expenses. Costs are assigned to program services, support services, or fundraising based on specific identification. Costs benefiting all types of services are primarily allocated based on the estimated utilization by the respective function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.



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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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**Income Taxes**

JFCS and JRFS are exempt from income tax under Section 501(c)(3) of the U.S. Internal Revenue Code (the "Code") and sales and use tax under the laws of the State of Florida. 5841 is a single member LLC; accordingly, 5841 is a disregarded entity for tax purposes.

The Organization recognizes, and measures tax positions based on their technical merit and assesses the likelihood that the positions will be sustained upon examination based on the facts, circumstances and information available at the end of each period. Interest and penalties on tax liabilities, if any, would be recorded in interest expense and other non-interest expense, respectively.

The U.S. Federal jurisdiction and the State of Florida jurisdiction are the major tax jurisdictions where the Organization files income tax returns. The Organization is generally no longer subject to U.S. Federal or state examinations by tax authorities for years before 2017.

**Accounting Estimates**

The preparation of combined financial statements in conformity with U.S. GAAP 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 combined financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**Concentrations of Credit Risk**

The Organization maintains cash balances with a financial institution in South Florida. Accounts at the institution are insured by the Federal Deposit Insurance Corporation up to \$250,000. Although cash balances may exceed federally insured limits at times during the year, the Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

**Concentrations of Promises to Give, Contributions and Grants**

As of June 30, 2020 and 2019, one donor accounted for approximately 100% and 94%, respectively, of promises to give.

During the years ended June 30, 2020 and 2019, Claims Conference revenues accounted for approximately 39% of total public support and revenues. Claims Conference receivables accounted for approximately 51% of total accounts receivable as of June 30, 2019. The Organization had no Claims Conference receivables outstanding as of June 30, 2020.

See NOTE 9 for concentrations related to the Federation.

**Risks and Uncertainties**

Since January 2020, the coronavirus ("COVID-19") outbreak has caused substantial disruption in international and U.S. economics and markets. The fear of further spread of COVID-19 has caused quarantines, cancellation of events and travel, business and school shutdowns, and overall reduction in business and economic activity. On March 11, 2020, the World Health Organization designated COVID-19 as a pandemic. While the Organization did not incur significant disruptions during the year ended June 30, 2020 from COVID-19, the Organization is unable to predict the impact that COVID-19 will have on the combined financial position and change in net assets due to numerous uncertainties. These uncertainties include the severity of the virus, the duration of the outbreak, governmental, or other actions (which include promotion of social distancing), or changes to the Organization's operations. The Organization is currently evaluating the potential adverse effect this matter will have its combined financial position, operations and cash flows. While the ultimate outcome of this uncertainty is unknown, it is reasonably possible the impact may be materially adverse.

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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**Adopted Accounting Pronouncements**

Revenue from Contracts with Customers

The Organization adopted ASC Topic 606, Revenue from Contracts with Customers, beginning July 1, 2019 using the modified retrospective adoption method. Under Topic 606, revenue is recognized when a customer obtains control of promised goods or services in an amount that reflects the consideration the entity expects to receive in exchange for those goods or services. In addition, the update requires disclosure of the nature, amount, timing, and uncertainty of revenue and cash flows arising from contracts with customers. The Organization determined that the adoption of Topic 606 did not have a material effect on beginning net asset balances because revenue is recognized as services are provided under both the current and prior accounting rules and as such, no cumulative-effect adjustment in net assets was recorded as a result of the adoption of Topic 606. See Revenue Recognition – Exchange Transactions above.

Classification of Certain Cash Receipts and Cash Payments

In August 2016, the Financial Accounting Standards Board (“FASB”) issued an accounting standard update to reduce diversity in practice on eight specific statement of cash flows issues. The update is effective retrospectively for financial statements issued for fiscal years beginning after December 15, 2018, and interim periods within fiscal years beginning after December 15, 2019, with early adoption permitted. The adoption of the update did not have a material effect on the Organization’s combined financial statements.

Restricted Cash

In November 2016, the FASB issued an accounting standard update which amends cash flow statement presentation of restricted cash. The update requires amounts generally described as restricted cash and restricted cash equivalents be included with cash and cash equivalents when reconciling the beginning-of-period and end-of-period total amounts shown on the statement of cash flows. The update is effective retrospectively for fiscal years beginning after December 15, 2018, and interim periods within fiscal years beginning after December 15, 2019, with early adoption permitted. The adoption of this update did not have a material effect on the Organization’s combined financial statements.

Accounting Guidance for Contributions Received and Contributions Made

In June 2018, the FASB issued an accounting standard update in an effort to clarify and improve the scope and the accounting guidance for contributions received and contributions made. The FASB believes the update should assist entities in (1) evaluating whether transactions should be accounted for as contributions (non-reciprocal transactions) within the scope of not-for-profit guidance, or as an exchange (reciprocal) transaction subject to other guidance and (2) determining whether a contribution is conditional or not. The update is effective on a modified prospective basis for fiscal years beginning after December 15, 2018, and interim periods within annual periods beginning after December 15, 2019, with early adoption permitted. The adoption of the update did not have a material effect on the Organization’s combined financial statements.

**Recent Accounting Pronouncements**

Lease Accounting

In February 2016, the FASB issued an accounting standard update which amends existing lease guidance. The update requires lessees to recognize a right-of-use asset and related lease liability for many operating leases now currently off-balance sheet under current U.S. GAAP. Also, the FASB has issued amendments to the update with practical expedients related to land easements, lessor accounting, and disclosures related to accounting changes and error corrections.

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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**Recent Accounting Pronouncements (Continued)**

Lease Accounting (Continued)

The Organization is currently evaluating the effect the update will have on its combined financial statements but expects upon adoption that the update will have a material effect on the Organization's combined financial condition due to the recognition of a right-of-use asset and related lease liability. The Organization does not anticipate the update having a material effect on the Organization's combined results of operations or cash flows, though such an effect is possible.

The update originally required transition to the new lease guidance using a modified retrospective approach which would reflect the application of the update as of the beginning of the earliest comparative period presented. A subsequent amendment to the update provides an optional transition method that allows entities to initially apply the new lease guidance with a cumulative-effect adjustment to the opening balance of equity in the period of adoption. If this optional transition method is elected, after the adoption of the new lease guidance, the Organization's presentation of comparative periods in the combined financial statements will continue to be in accordance with current lease accounting. The Organization is evaluating the method of adoption it will elect. The update is effective for fiscal years beginning after December 15, 2021, and for interim periods within fiscal years beginning after December 15, 2022, with early application permitted.

Contributed Nonfinancial Assets

In September 2020, the FASB issued an accounting standard update which amends guidance for not-for-profit entities that receive contributed nonfinancial assets. The update requires not-for-profits to present contributed nonfinancial assets as a separate line item in the statement of activities, and to disclose information regarding each type of contributed nonfinancial assets. The update is to be applied on a retrospective basis and is effective for annual reporting periods beginning after June 15, 2021, and for interim reporting periods beginning after June 15, 2022. The Organization is currently evaluating the effect the update will have on its combined financial statements.

**Subsequent Events**

The Organization has evaluated subsequent events through December 16, 2020, which is the date the combined financial statements were available to be issued.

**2. LIQUIDITY MANAGEMENT AND AVAILABILITY OF RESOURCES**

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The Organization maintains an informal policy of structuring its financial assets to be available as general expenditures, liabilities and other obligations come due. The Organization holds cash in various interest-bearing bank accounts with well-known financial institutions. Furthermore, the executive committee as well as the board reviews the Combined Statements of Financial Position and Combined Statements of Activities periodically. The Organization has a line of credit available with borrowing capacity of up to \$500,000 which can be used to meet general expenditures within a year (NOTE 6). In addition, the Organization can also draw upon its board-designated funds totaling \$327,200 at the board's discretion and approval.

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**2. LIQUIDITY MANAGEMENT AND AVAILABILITY OF RESOURCES (CONTINUED)**

The Organization's financial assets available within one year of the Combined Statements of Financial Position date for general expenditures are as follows as of June 30,:

	<b>2020</b>	<b>2019</b>
Cash	\$ 3,800,667	\$ 1,202,630
Restricted cash	347,800	347,800
Accounts receivable:		
Jewish Federation of Palm Beach County, Inc.	377,388	486,728
Client charges, net	265,159	386,058
Grants	22,745	1,547,509
United Way of Palm Beach County, Inc.	53,950	58,000
Promises to give, net	125,000	136,000
Bequests receivable	776,086	-
Total current financial assets	5,768,795	4,164,725
Less amounts unavailable for general expenditures within one year due to:		
Cash restricted as collateral on mortgage	347,800	347,800
Board designated funds unavailable without board approval	327,200	327,200
Total financial assets available for general expenditure within one year	<b>\$ 5,093,795</b>	<b>\$ 3,489,725</b>

**3. PROMISES TO GIVE, NET**

Promises to give, net resulting from fundraising campaigns is summarized as follows at June 30,:

	<b>2020</b>	<b>2019</b>
Gross promises to give	\$ 250,000	\$ 397,000
Less: Discount on long-term promises to give	(10,212)	(33,059)
Promises to give, net	<b>\$ 239,788</b>	<b>\$ 363,941</b>

Promises to give with payment terms in excess of one year have been discounted using a discount rate of 6.00%, which was established at inception of the long term promise to give in April 2016. Promises to give are unsecured and are primarily from related parties and are restricted as to time and purpose.

Gross promises to give as of June 30, 2020 are due as follows:

Years ending June 30,:	
2021	\$ 125,000
2022	125,000
	<b>\$ 250,000</b>

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**4. PROPERTY AND EQUIPMENT, NET**

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Property and equipment, net consists of the following at June 30,:

	<b>2020</b>	<b>2019</b>
Land	\$ 670,716	\$ 670,716
Buildings and improvements	4,552,447	4,528,337
Equipment	530,821	514,221
Vehicles	308,782	308,782
Donated works of art	158,325	158,325
	6,221,091	6,180,381
Less: Accumulated depreciation and amortization	(3,054,793)	(2,812,268)
Property and equipment, net	<b>\$ 3,166,298</b>	<b>\$ 3,368,113</b>

Depreciation and amortization expense was approximately \$248,000 for each of the years ended June 30, 2020 and 2019.

**5. NOTE PAYABLE**

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Note payable consist of the following as of June 30,:

	<b>2020</b>	<b>2019</b>
<p>In March 2014, the Organization entered into a \$3,125,000 promissory mortgage note payable with a financial institution. The interest rate for the first seven years of the term shall be fixed at 4.20%. The interest rate for the remaining three years of the term shall be adjusted to a rate of prime plus 0.75%. The interest rate of the loan shall never fall below 4.20%. The note is repayable in consecutive monthly installments of principal and interest based on a twenty-five year amortization. The initial monthly payments for the fixed term of the loan are \$16,951. The loan matures in March 2024, at which time all unpaid principal and interest shall be due. This note is collateralized by the 5841 Corporate Way building.</p>	\$ 2,623,043	\$ 2,712,366
Less: current portion of note payable	(83,606)	(89,309)
Less: deferred loan costs	(24,693)	(30,648)
Note payable, net of current portion and deferred loan costs	<b>\$ 2,514,744</b>	<b>\$ 2,592,409</b>

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**5. NOTE PAYABLE (CONTINUED)**

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Future maturities of the note payable at June 30, 2020 are as follows:

For the years ending June 30,

2021	\$ 83,606
2022	68,545
2023	71,480
2024	<u>2,399,412</u>
	<b><u>\$ 2,623,043</u></b>

Interest charged to expense for the note payable for the years ended June 30, 2020 and 2019 was approximately \$114,000 and \$118,000, respectively.

**6. LINE OF CREDIT**

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During the years ended June 30, 2020 and 2019, the Organization had a line of credit in the amount of \$500,000. In March 2019, the Organization extended the term of the line of credit to expire on May 11, 2020 and adjusted the interest rate to Prime rate plus .50%, or a minimum rate of 6%. The Organization is currently in the process of extending the term of the line of credit with its financial institution. At June 30, 2020 and 2019, the interest rate on the line of credit was 6.00%. At June 30, 2020 and 2019 there was no outstanding balance due on the line of credit. For the years ended June 30, 2020 and 2019 interest expense on the line of credit was approximately \$18,000 and \$7,000, respectively. As of the date of these combined financial statements were available to be issued, there is no balance on the line of credit.

**7. EMPLOYEE BENEFIT PLAN**

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The Organization sponsors a Tax-Sheltered Annuity Plan (the "Plan") under Section 403(b) of the Code. The Plan allows employee elective deferrals up to a maximum of 100% of compensation, not to exceed the Code elective deferral limits. The Plan was amended to eliminate the employer match provision.

The Plan also provides for employer discretionary contributions, made on behalf of the employee without regard to the amount of the elective deferral. The employer discretionary contribution is determined annually at the sole discretion of the employer. For the years ended June 30, 2020 and 2019, no employer discretionary contributions were made to the Plan.

**8. INVESTMENTS**

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Investments consist of investments held and administered by the Federation. Investments are carried at NAV. The Investments held at the Federation and valued at NAV have no unfunded commitments at June 30, 2020 and 2019. Additionally, there are no explicit restrictions on the redemptions of such investments.

Investments at NAV consist of the following at June 30,:

	<u>2020</u>	<u>2019</u>
Investments held at Jewish Federation of Palm Beach County, Inc.	<b><u>\$ 129,403</u></b>	<b><u>\$ 132,258</u></b>

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**8. INVESTMENTS (CONTINUED)**

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The following schedule summarizes the investment income, net for the years ended June 30,:

	<b>2020</b>	<b>2019</b>
Interest income	\$ 2,614	\$ 2,868
Net realized gains	613	462
Net unrealized (losses) gains	(1,698)	1,768
Fees	(372)	(370)
	<b>\$ 1,157</b>	<b>\$ 4,728</b>

**9. TRANSACTIONS WITH THE JEWISH FEDERATION OF PALM BEACH COUNTY, INC.**

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For the years ended June 30, 2020 and 2019, the Organization recorded allocation revenue from the Federation of approximately \$412,000 and \$515,000, respectively, as reflected within the Combined Statements of Activities within "Contributions from Federation."

To assist with the payment of the mortgage loan for the building owned by the Organization at 5841 Corporate Way, the Federation makes a conditional payment to the Organization in the amount of \$195,000 per year, as reflected in the Combined Statements of Activities within "Contributions from Federation." Payments began May 2008 and will continue for the shorter of 15 years or the duration of the mortgage.

Additionally, during the years ended June 30, 2020 and 2019, the Organization received approximately \$311,000 and \$178,000, respectively, in revenue from the Federation's senior service subsidy program. The senior service subsidy monies are contingent upon need and are used to subsidize patient service fees; as such, senior service subsidy revenue is reflected in the Combined Statements of Activities as "Patient service revenue, net" when earned.

During the years ended June 30, 2020 and 2019, the total amount of allocated funds and senior subsidy program support received from the Federation totaled approximately \$918,000 and \$888,000, respectively.

The Federation has endowment funds that distribute income to the Organization annually and will continue in perpetuity provided the Organization provides services consistent with the funds' designated purposes. These funds are assets of the Federation, and as such, are not included in the accompanying combined financial statements. As of June 30, 2020 and 2019, these balances were approximately \$3,633,000 and \$3,725,000, respectively. Income from the endowment funds was approximately \$87,000 and \$157,000 for the years ended June 30, 2020 and 2019, respectively.

Total receivables due from the Federation at June 30, 2020 and 2019 amounted to approximately \$377,000 and \$487,000, respectively. These receivables are due in less than one year. Revenue from the Federation, excluding donor directed contributions, represents approximately 5% and 6% of total public support and revenues for the years ended June 30, 2020 and 2019, respectively.

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**10. OPERATING LEASES**

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**Leases – Lessee**

On May 1, 2006, the Organization entered into a sixty-four-month lease for office space. Monthly rent ranged from \$12,218 to \$18,695 over the term of the lease. Simultaneous with the execution of the lease agreement, JFCS entered into an agreement with the Federation, whereby the Federation agreed to provide an allocation equal to the gross leasing expense, including specified annual increases. However, in April 2008, 5841 purchased the building referred to above, in which the Organization leased its office space. On April 11, 2008, JFCS entered into an open-ended lease for office space beginning May 1, 2008 with 5841. Rent of \$25,000 is payable monthly.

For each of the years ended June 30, 2020 and 2019, 5841 recorded rental income of \$300,000 and JFCS recorded rent expense of \$300,000. The rent revenue in 5841 and rent expense in JFCS is eliminated in the combined financial statements.

In connection with the changes in the leasing arrangements referred to above, JFCS entered into a revised agreement with the Federation, whereby the Federation agreed to provide an annual allocation of \$195,000 for occupancy expenses for the shorter of fifteen years or the duration of the mortgage on the building (NOTE 9). Due to this contingency in the agreement, the Organization records the allocation for occupancy expense as time lapses and costs are incurred rather than at inception.

JRFS leases apartments on a month to month basis occupied by residents in the Organization's apartment program. Concurrent with the assumption of the lease, JRFS entered into an agreement with the residents for the rent amount charged by the landlord.

The Organization leases office space in Lake Worth, Florida from a third party through a non-cancelable operating lease agreement expiring on September 17, 2020. The monthly lease payments are made by two donors of the Organization. Additionally, the Organization leased office space in Palm Beach Gardens, Florida from a third party through a non-cancelable operating lease agreement which expires on December 31, 2020.

Approximate future minimum lease payments under non-cancelable operating leases is \$30,000 as of June 30, 2020.

Rent expense for the years ended June 30, 2020 and 2019, pursuant to the above agreements was approximately \$357,000 and \$373,000, respectively.

**Leases – Lessor**

The Organization leases office space in the building to two third-party tenants on a month to month basis. Rental income from these leases was approximately \$40,000 and \$20,000 for the years ended June 30, 2020 and 2019, respectively.

The Organization entered into a lease agreement to lease office space in the building to a third-party tenant in February 2019. The lease term commenced on March 1, 2019 and was projected to end on November 30, 2024. Rent was payable to the Organization monthly in the amount of \$3,470 plus applicable state sales tax and shall be increased by 3% annually on each of anniversary of the lease agreement. Base rent and operating expenses shall be abated for the first five months. During the year ended June 30, 2020, the lease agreement was terminated by the third party. As a result, the security deposit, first month's rent and last month's rent of approximately \$19,000 was retained by the Organization as agreed upon in the termination agreement.



**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**11. NET ASSETS WITH DONOR RESTRICTIONS**

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Net assets with donor restrictions are restricted for time and purpose. The time restrictions will be met in future periods and the purpose restrictions will be met when the net assets are used for the specific purpose.

A portion of the total revenue of the Organization is received from the Federation. The Organization records the allocation for the next fiscal year as support with donor restrictions when notification from the Federation is received. The anticipated allocation in each of the years ended June 30, 2020 and 2019 is \$411,696 and \$514,620, respectively, and is recorded as support with donor restrictions on the Combined Statements of Activities within "Contributions from Federation". The Organization transfers this support to net assets without donor restrictions through net assets released from restrictions as the restriction is met.

Net assets with donor restrictions are as follows at June 30,:

	<b>2020</b>	<b>2019</b>
Appreciation on donor-restricted endowment funds	\$ 9,403	\$ 12,258
Donor-restricted endowment funds	120,000	120,000
Promises to give, net	239,788	363,941
Allocation from Federation	411,696	514,620
Allocation from United Way of Palm Beach, Inc.	53,950	58,000
	<b>\$ 834,837</b>	<b>\$ 1,068,819</b>

The promises to give, net are restricted for the following purposes at June 30,:

	<b>2020</b>	<b>2019</b>
Residential Activity Center	\$ 250,000	\$ 375,000
Other	-	22,000
	250,000	397,000
Less: Discount on long-term promises to give	(10,212)	(33,059)
	<b>\$ 239,788</b>	<b>\$ 363,941</b>

**12. POOLED MEDICAID TRUST**

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On January 3, 2003, the Organization established The Declaration of Pooled Medicaid Trust of Ferd and Gladys Alpert Jewish Family & Children's Services of Palm Beach County, Inc. (the "Trust"). The Trust assists the disabled by making financial resources available for care while assisting in qualifying the individual for Medicaid. The value of the assets was \$7,254,000 and \$7,599,000 as of June 30, 2020 and 2019, respectively. The funds in the Trust are the assets of the Trust for the primary benefit of the participants and as such, are not reflected in the accompanying combined financial statements. The Organization charges 1.75% per annum for the administration of the Trust. Revenues generated from the fee are split with the attorney that assists the Organization in administering the Trust. Revenue recorded in the Combined Statements of Activities for the years ended June 30, 2020 and 2019 totaled approximately \$98,000 and \$99,000, respectively, and is reflected within the caption "Other."

Upon death, the participants in the Trust have the option to leave any remainder interest in the Trust to the beneficiaries of the Trust or have the residual interest distributed to the surviving descendants after all Medicaid liens have been satisfied.

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**13. ENDOWMENTS**

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The Organization's endowments consist of two individual endowments established for a variety of purposes. Its endowments are comprised of donor-restricted endowment funds. As required by U.S. GAAP, net assets associated with endowment funds, including funds designated by the board of directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The State of Florida adopted the Florida Uniform Prudent Management of Institutional Funds Act ("FUPMIFA"). The Organization has interpreted the FUPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as net assets with donor restrictions: (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment and (c) changes to the permanent endowment made in accordance with the direction of the applicable donor gift instrument.

Also included in net assets with donor restrictions is accumulated appreciation on donor restricted endowment funds until those amounts are appropriated for expenditure in a manner consistent with the standard of prudence prescribed by the FUPMIFA, and deficiencies associated with funds where the value of the fund has fallen below the original value of the gift.

The Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purposes of the Organization and the donor-restricted endowment fund
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of the Organization
- (7) The investment policy of the Organization

For the years ended June 30, 2020 and 2019, the Organization has elected not to add appreciation for cost of living or other spending policies to its donor restricted endowment for inflation and other economic conditions.

**Summary of Endowment Net Assets at June 30, 2020:**

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
Donor-restricted endowment funds:			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	\$ -	\$ 120,000	\$ 120,000
Accumulated investment gains	-	9,403	9,403
<b>Total endowment funds</b>	<b>\$ -</b>	<b>\$ 129,403</b>	<b>\$ 129,403</b>

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**13. ENDOWMENTS (CONTINUED)**

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**Summary of Endowment Net Assets at June 30, 2019:**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Donor-restricted endowment funds:			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	\$ -	\$ 120,000	\$ 120,000
Accumulated investment gains	-	12,258	12,258
<b>Total endowment funds</b>	<b>\$ -</b>	<b>\$ 132,258</b>	<b>\$ 132,258</b>

**Changes in endowment net assets for the year ended June 30, 2020:**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Net assets, June 30, 2019</b>	\$ -	\$ 132,258	\$ 132,258
Released from restriction and appropriated for expenditure	-	(4,012)	(4,012)
Investment income, net	-	1,157	1,157
<b>Net assets, June 30, 2020</b>	<b>\$ -</b>	<b>\$ 129,403</b>	<b>\$ 129,403</b>

**Changes in endowment net assets for the year ended June 30, 2019:**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<b>Net assets, June 30, 2018</b>	\$ -	\$ 131,510	\$ 131,510
Released from restriction and appropriated for expenditure	-	(3,980)	(3,980)
Investment income, net	-	4,728	4,728
<b>Net assets, June 30, 2019</b>	<b>\$ -</b>	<b>\$ 132,258</b>	<b>\$ 132,258</b>

**Funds with Deficiencies**

From time to time, the fair value of assets associated with individual donor restricted endowment funds may fall below the level that the donor or FUPMIFA requires the Organization to retain as a fund of perpetual duration. There were no such deficiencies as of June 30, 2020 and 2019.

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**13. ENDOWMENTS (CONTINUED)**

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**Return Objectives and Risk Parameters**

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets consist of assets of donor-restricted funds that the Organization must hold in perpetuity or for a donor-specified period(s). The Organization expects its endowment funds, over time, to provide a rate of return in excess of the original donor restricted principal. Actual returns in any given year may vary.

**Strategies Employed for Achieving Objectives**

To satisfy long-term rate-of-return objectives, the Organization's assets are invested in the Federations' pooled general account. The pooled general account investment strategy is to place emphasis on broad diversification to reduce portfolio volatility and maximize investment returns at appropriate levels of risk over time.

**Spending Policy and How the Investment Objectives Relate to Spending Policy**

The Organization has a policy of appropriating distributions based on written agreements with the donors. The spending policy calculates the amount of money annually distributed from the Organization's endowment funds. The spending policy allows for the Organization to distribute an annual amount, of either 3% or 4%, of the respective fair value of the two endowment funds measured on a rolling average each January 1. Distributions during the years ended June 30, 2020 and 2019 totaled \$4,012 and \$3,980, respectively.

This policy is consistent with the Organization's objective to maintain the purchasing power of endowment assets and to provide additional real growth through investment return.

**14. COMMITMENTS AND CONTINGENCIES**

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**Litigation**

The Organization is exposed to various asserted and unasserted potential claims encountered in the normal course of business. In the opinion of management, the resolution of these matters will not have an effect on the Organization's combined financial position or the combined results of activities.

**Separation Agreement**

During the year ended June 30, 2018, the Organization and the former Chief Executive Officer entered into a separation agreement. At June 30, 2019 the liability related to this agreement was approximately \$49,000 which is reflected within the caption "Accounts payable and accrued expenses" in the Combined Statements of Financial Position. There was no liability related to this agreement at June 30, 2020.

**Grants**

Certain programs in which the Organization participates are subject to periodic audits by the granting agencies. Such audits may subject grant programs to compliance tests that may result in disallowed costs. In the opinion of management, future disallowances of grant expenditures, if any, would not have a material adverse effect on the consolidated financial condition of the Organization.

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

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NOTES TO COMBINED FINANCIAL STATEMENTS  
JUNE 30, 2020 AND 2019

**15. PAYCHECK PROTECTION PROGRAM REFUNDABLE ADVANCES**

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On April 10, 2020, the Organization received two loans, the first in the amount of approximately \$909,000, and the second in the amount of \$330,000, under the Paycheck Protection Program ("PPP") authorized in the amounts of by the Coronavirus Aid, Relief, and Economic Security Act that was signed into law on March 27, 2020. The Organization received the first loan for JFCS and the second for JRFS. The loans have the same terms. The loans begin accruing interest at a rate of 1.00% on the effective date. Principal payments are due in equal monthly installments commencing November 10, 2020. The loans mature on April 10, 2022, at which time all unpaid principal and accrued interest is due. Under the PPP, loan funds are eligible for forgiveness to the extent that they are used to cover certain payroll, rent, and utility costs and if the Organization retains employees during a specified period. Management estimates that a significant portion of both loan funds will be eligible for forgiveness. As of June 30, 2020, the total amount outstanding on the PPP loans was approximately \$1,239,000 and is reflected within the caption "Paycheck Protection Program refundable advances" on the Combined Statements of Financial Position.

SUPPLEMENTAL SCHEDULES

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

COMBINING STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2020

<b>ASSETS</b>	<b>JFCS</b>	<b>5841</b>	<b>JRFS</b>	<b>Eliminations</b>	<b>Total</b>
<b>CURRENT ASSETS:</b>					
Cash (including \$327,200 of board designated cash)	\$3,453,806	\$ 527	\$ 346,334	\$ -	\$ 3,800,667
Restricted cash	-	-	347,800	-	347,800
Due from affiliate	-	-	748,328	(748,328)	-
Accounts receivable:					
Jewish Federation of Palm Beach County, Inc.	377,388	-	-	-	377,388
Client charges, net	212,430	-	52,729	-	265,159
Grants	22,745	-	-	-	22,745
United Way of Palm Beach County, Inc.	53,950	-	-	-	53,950
Promises to give, net	-	-	125,000	-	125,000
Bequests receivable	776,086	-	-	-	776,086
Prepaid expenses and other assets	58,798	23,589	32,484	-	114,871
TOTAL CURRENT ASSETS	4,955,203	24,116	1,652,675	(748,328)	5,883,666
PROMISES TO GIVE, NET OF DISCOUNT AND CURRENT PORTION	-	-	114,788	-	114,788
INVESTMENTS	129,403	-	-	-	129,403
PROPERTY AND EQUIPMENT, NET	499,835	2,372,968	293,495	-	3,166,298
TOTAL ASSETS	<b>\$5,584,441</b>	<b>\$2,397,084</b>	<b>\$2,060,958</b>	<b>\$ (748,328)</b>	<b>\$9,294,155</b>
<b>LIABILITIES AND NET ASSETS</b>					
<b>CURRENT LIABILITIES:</b>					
Accounts payable and accrued expenses	\$2,884,987	\$ 2,523	\$ 123,486	\$ -	\$ 3,010,996
Deferred revenue	177,288	2,000	153,904	-	333,192
Paycheck Protection Program refundable advance	909,299	-	329,660	-	1,238,959
Note payable, current portion	-	83,606	-	-	83,606
Due to affiliate	61,228	687,100	-	(748,328)	-
TOTAL CURRENT LIABILITIES	4,032,802	775,229	607,050	(748,328)	4,666,753
NOTE PAYABLE, NET OF CURRENT PORTION	-	2,514,744	-	-	2,514,744
TOTAL LIABILITIES	4,032,802	3,289,973	607,050	(748,328)	7,181,497
<b>NET ASSETS:</b>					
Without donor restrictions					
Undesignated	956,590	(892,889)	539,120	-	602,821
Board-designated	-	-	675,000	-	675,000
Total net assets without donor restrictions	956,590	(892,889)	1,214,120	-	1,277,821
With donor restrictions	595,049	-	239,788	-	834,837
TOTAL NET ASSETS	1,551,639	(892,889)	1,453,908	-	2,112,658
TOTAL LIABILITIES AND NET ASSETS	<b>\$5,584,441</b>	<b>\$2,397,084</b>	<b>\$2,060,958</b>	<b>\$ (748,328)</b>	<b>\$9,294,155</b>

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

COMBINING STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2019

<b>ASSETS</b>	<b>JFCS</b>	<b>5841</b>	<b>JRFS</b>	<b>Eliminations</b>	<b>Total</b>
<b>CURRENT ASSETS:</b>					
Cash (including \$327,200 of board designated cash)	\$ 857,338	\$ -	\$ 345,292	\$ -	\$ 1,202,630
Restricted cash	-	-	347,800	-	347,800
Due from affiliate	136,089	-	537,597	(673,686)	-
Accounts receivable:					
Jewish Federation of Palm Beach County, Inc.	486,728	-	-	-	486,728
Client charges, net	297,601	-	88,457	-	386,058
Grants	1,547,509	-	-	-	1,547,509
United Way of Palm Beach County, Inc.	58,000	-	-	-	58,000
Promises to give, net	11,000	-	125,000	-	136,000
Prepaid expenses and other assets	91,216	21,892	35,611	-	148,719
<b>TOTAL CURRENT ASSETS</b>	<b>3,485,481</b>	<b>21,892</b>	<b>1,479,757</b>	<b>(673,686)</b>	<b>4,313,444</b>
<b>PROMISES TO GIVE, NET OF DISCOUNT AND CURRENT PORTION</b>	<b>9,731</b>	<b>-</b>	<b>218,210</b>	<b>-</b>	<b>227,941</b>
<b>INVESTMENTS</b>	<b>132,258</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>132,258</b>
<b>PROPERTY AND EQUIPMENT, NET</b>	<b>527,505</b>	<b>2,514,461</b>	<b>326,147</b>	<b>-</b>	<b>3,368,113</b>
<b>TOTAL ASSETS</b>	<b>\$4,154,975</b>	<b>\$2,536,353</b>	<b>\$2,024,114</b>	<b>\$ (673,686)</b>	<b>\$8,041,756</b>
<b>LIABILITIES AND NET ASSETS</b>					
<b>CURRENT LIABILITIES:</b>					
Accounts payable and accrued expenses	\$2,754,645	\$ 17,240	\$ 137,664	\$ -	\$2,909,549
Deferred revenue	22,476	20,800	175,730	-	219,006
Note payable, current portion	-	89,309	-	-	89,309
Due to affiliate	-	673,686	-	(673,686)	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>2,777,121</b>	<b>801,035</b>	<b>313,394</b>	<b>(673,686)</b>	<b>3,217,864</b>
<b>NOTE PAYABLE, NET OF CURRENT PORTION</b>	<b>-</b>	<b>2,592,409</b>	<b>-</b>	<b>-</b>	<b>2,592,409</b>
<b>TOTAL LIABILITIES</b>	<b>2,777,121</b>	<b>3,393,444</b>	<b>313,394</b>	<b>(673,686)</b>	<b>5,810,273</b>
<b>NET ASSETS:</b>					
Without donor restrictions					
Undesignated	652,245	(857,091)	692,510	-	487,664
Board-designated	-	-	675,000	-	675,000
Total net assets without donor restrictions	652,245	(857,091)	1,367,510	-	1,162,664
With donor restrictions	725,609	-	343,210	-	1,068,819
<b>TOTAL NET ASSETS</b>	<b>1,377,854</b>	<b>(857,091)</b>	<b>1,710,720</b>	<b>-</b>	<b>2,231,483</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$4,154,975</b>	<b>\$2,536,353</b>	<b>\$2,024,114</b>	<b>\$ (673,686)</b>	<b>\$8,041,756</b>



**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

COMBINING STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2020

	JFCS	5841	JRFS	Eliminations	Total
<b>PUBLIC SUPPORT AND REVENUES</b>					
<b>WITHOUT DONOR RESTRICTIONS:</b>					
Contributions from Federation	\$ 195,000	\$ -	\$ -	\$ -	\$ 195,000
Contributions	2,348,237	-	402,133	-	2,750,370
Fundraising	451,894	-	-	-	451,894
Contracts and grants	484,168	-	12,500	-	496,668
Claims Conference grant revenue	5,474,939	-	-	-	5,474,939
Patient service revenue, net	1,809,662	-	2,258,394	-	4,068,056
Rental income	-	339,729	-	(300,000)	39,729
Other	129,490	-	36,505	(12,000)	153,995
Net assets released from restrictions	597,363	-	103,422	-	700,785
<b>TOTAL PUBLIC SUPPORT AND REVENUES</b> <b>WITHOUT DONOR RESTRICTIONS:</b>	<b>11,490,753</b>	<b>339,729</b>	<b>2,812,954</b>	<b>(312,000)</b>	<b>14,331,436</b>
<b>EXPENSES:</b>					
<b>Program services:</b>					
Community services	824,518	-	-	(48,734)	775,784
Long-term care	7,060,731	-	-	(114,754)	6,945,977
Behavioral health	2,044,831	-	-	(67,298)	1,977,533
Residential	-	-	2,666,087	-	2,666,087
<b>TOTAL PROGRAM SERVICES</b>	<b>9,930,080</b>	<b>-</b>	<b>2,666,087</b>	<b>(230,786)</b>	<b>12,365,381</b>
<b>Support services:</b>					
Fundraising and development	1,027,310	-	-	(39,624)	987,686
Management and general	229,018	375,527	300,257	(41,590)	863,212
<b>TOTAL SUPPORT SERVICES</b>	<b>1,256,328</b>	<b>375,527</b>	<b>300,257</b>	<b>(81,214)</b>	<b>1,850,898</b>
<b>TOTAL EXPENSES</b>	<b>11,186,408</b>	<b>375,527</b>	<b>2,966,344</b>	<b>(312,000)</b>	<b>14,216,279</b>
<b>CHANGE IN NET ASSETS WITHOUT</b> <b>DONOR RESTRICTIONS</b>	<b>304,345</b>	<b>(35,798)</b>	<b>(153,390)</b>	<b>-</b>	<b>115,157</b>
<b>PUBLIC SUPPORT AND REVENUES</b>					
<b>WITH DONOR RESTRICTIONS:</b>					
Contributions from Federation	465,646	-	-	-	465,646
Investment income, net	1,157	-	-	-	1,157
Net assets released from restrictions	(597,363)	-	(103,422)	-	(700,785)
<b>TOTAL PUBLIC SUPPORT AND REVENUES</b> <b>WITH DONOR RESTRICTIONS:</b>	<b>(130,560)</b>	<b>-</b>	<b>(103,422)</b>	<b>-</b>	<b>(233,982)</b>
<b>CHANGE IN NET ASSETS WITH</b> <b>DONOR RESTRICTIONS</b>	<b>(130,560)</b>	<b>-</b>	<b>(103,422)</b>	<b>-</b>	<b>(233,982)</b>
<b>CHANGE IN NET ASSETS</b>	<b>173,785</b>	<b>(35,798)</b>	<b>(256,812)</b>	<b>-</b>	<b>(118,825)</b>
<b>NET ASSETS AT BEGINNING OF YEAR</b>	<b>1,377,854</b>	<b>(857,091)</b>	<b>1,710,720</b>	<b>-</b>	<b>2,231,483</b>
<b>NET ASSETS AT END OF YEAR</b>	<b>\$ 1,551,639</b>	<b>\$ (892,889)</b>	<b>\$ 1,453,908</b>	<b>\$ -</b>	<b>\$ 2,112,658</b>

**FERD AND GLADYS ALPERT JEWISH FAMILY & CHILDREN'S SERVICE  
OF PALM BEACH COUNTY, INC. AND AFFILIATE**

COMBINING STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2019

	<b>JFCS</b>	<b>5841</b>	<b>JRFS</b>	<b>Eliminations</b>	<b>Total</b>
<b>PUBLIC SUPPORT AND REVENUES</b>					
<b>WITHOUT DONOR RESTRICTIONS:</b>					
Contributions from Federation	\$ 195,000	\$ -	\$ -	\$ -	\$ 195,000
Contributions	1,402,975	-	408,484	-	1,811,459
Fundraising	407,633	-	-	-	407,633
Contracts and grants	626,077	-	46,250	-	672,327
Claims Conference grant revenue	4,930,414	-	-	-	4,930,414
Patient service revenue, net	1,828,321	-	2,128,845	-	3,957,166
Rental income	-	320,429	-	(300,000)	20,429
Management fees	376,065	-	-	(376,065)	-
Other	136,387	-	50,073	(12,000)	174,460
Net assets released from restrictions	650,594	-	107,828	-	758,422
<b>TOTAL PUBLIC SUPPORT AND REVENUES WITHOUT DONOR RESTRICTIONS:</b>	<b>10,553,466</b>	<b>320,429</b>	<b>2,741,480</b>	<b>(688,065)</b>	<b>12,927,310</b>
<b>EXPENSES:</b>					
<b>Program services:</b>					
Community services	660,925	-	-	(61,370)	599,555
Long-term care	6,555,741	-	-	(114,754)	6,440,987
Behavioral health	1,721,829	-	-	(57,221)	1,664,608
Residential	-	-	2,580,025	-	2,580,025
<b>TOTAL PROGRAM SERVICES</b>	<b>8,938,495</b>	<b>-</b>	<b>2,580,025</b>	<b>(233,345)</b>	<b>11,285,175</b>
<b>Support services:</b>					
Fundraising and development	890,537	-	-	(39,624)	850,913
Management and general	509,223	383,634	398,249	(415,096)	876,010
<b>TOTAL SUPPORT SERVICES</b>	<b>1,399,760</b>	<b>383,634</b>	<b>398,249</b>	<b>(454,720)</b>	<b>1,726,923</b>
<b>TOTAL EXPENSES</b>	<b>10,338,255</b>	<b>383,634</b>	<b>2,978,274</b>	<b>(688,065)</b>	<b>13,012,098</b>
<b>CHANGE IN NET ASSETS WITHOUT DONOR RESTRICTIONS</b>	<b>215,211</b>	<b>(63,205)</b>	<b>(236,794)</b>	<b>-</b>	<b>(84,788)</b>
<b>PUBLIC SUPPORT AND REVENUES WITH DONOR RESTRICTIONS:</b>					
Contributions from Federation	572,620	-	-	-	572,620
Investment income, net	4,728	-	-	-	4,728
Net assets released from restrictions	(650,594)	-	(107,828)	-	(758,422)
<b>TOTAL PUBLIC SUPPORT AND REVENUES WITH DONOR RESTRICTIONS:</b>	<b>(73,246)</b>	<b>-</b>	<b>(107,828)</b>	<b>-</b>	<b>(181,074)</b>
<b>CHANGE IN NET ASSETS WITH DONOR RESTRICTIONS</b>	<b>(73,246)</b>	<b>-</b>	<b>(107,828)</b>	<b>-</b>	<b>(181,074)</b>
<b>CHANGE IN NET ASSETS</b>	<b>141,965</b>	<b>(63,205)</b>	<b>(344,622)</b>	<b>-</b>	<b>(265,862)</b>
<b>NET ASSETS AT BEGINNING OF YEAR</b>	<b>1,235,889</b>	<b>(793,886)</b>	<b>2,055,342</b>	<b>-</b>	<b>2,497,345</b>
<b>NET ASSETS AT END OF YEAR</b>	<b>\$ 1,377,854</b>	<b>\$ (857,091)</b>	<b>\$ 1,710,720</b>	<b>\$ -</b>	<b>\$ 2,231,483</b>