JEWISH FAMILY SERVICE OF LOS ANGELES

CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2016

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CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2016

CONTENTS

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Jewish Family Service of Los Angeles

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Jewish Family Service of Los Angeles (JFSLA) (a non-profit organization), which comprise the consolidated statement of financial position as of June 30, 2016, and the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of JFSLA as of June 30, 2016 and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited JFSLA's 2015 consolidated financial statements, and we expressed an unmodified audit opinion on those audited consolidated financial statements in our report dated November 11, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2015, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

To the Board of Directors
Jewish Family Service of Los Angeles

Other Matters - Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying Consolidated Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is not a required part of the consolidated financial statements. The accompanying Consolidated Schedule of Awards from the City of Los Angeles is also presented for purposes of additional analysis and is not a required part of the basic consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedules are fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 15, 2016 on our consideration of JFSLA's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering JFSLA's internal control over financial reporting and compliance.

Green Hasson & Janks LLP

November 15, 2016
Los Angeles, California

JEWISH FAMILY SERVICE OF LOS ANGELES

CONSOLIDATED STATEMENT OF FINANCIAL POSITION
June 30, 2016
With Summarized Totals at June 30, 2015

	2016	2015 (As Restated)
ASSETS		
Cash and Cash Equivalents	$ 485,575	$ 2,121,339
Investments	15,188,515	10,124,248
Accounts and Other Receivables (Net)	2,485,629	3,023,209
Pledges Receivable (Net)	2,784,752	2,982,867
Beneficial Interest in Charitable Remainder Trusts	4,713,980	-
Beneficial Interest in Perpetual Trusts	2,677,914	2,919,952
Deposits and Other Assets	315,493	366,791
Land, Buildings and Equipment (Net)	2,897,188	6,035,383
TOTAL ASSETS	$ 31,549,046	$ 27,573,789
LIABILITIES AND NET ASSETS		
LIABILITIES:		
Accounts Payable	$ 1,756,537	$ 1,724,778
Accrued Liabilities	1,198,508	1,404,409
Refundable Advances	1,410,500	1,385,929
Lines of Credit	2,500,000	4,500,000
Notes Payable	175,000	361,115
TOTAL LIABILITIES	7,040,545	9,376,231
NET ASSETS (DEFICIT):		
Unrestricted	1,138,683	(274,396)
Temporarily Restricted	15,725,613	11,143,507
Permanently Restricted	7,644,205	7,328,447
TOTAL NET ASSETS	24,508,501	18,197,558
TOTAL LIABILITIES AND NET ASSETS	$ 31,549,046	$ 27,573,789

The Accompanying Notes are an Integral Part of These Consolidated Financial Statements

JEWISH FAMILY SERVICE OF LOS ANGELES

CONSOLIDATED STATEMENT OF ACTIVITIES
Year Ended June 30, 2016
With Summarized Totals for the Year Ended June 30, 2015

	2016				2015
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Total (As Restated)
REVENUE AND SUPPORT:					
Revenues:					
Government Fees	$10,039,932	$ -	$ -	$10,039,932	$12,040,409
Client Fees, Program Income and Reimbursements	4,657,729	-	-	4,657,729	4,604,546
Support - Direct:					
Contributions	5,868,327	5,739,050	557,796	12,165,173	4,988,389
Capital Campaign Contributions	-	931,251	-	931,251	493,066
Special Events (Net of Direct Expenses of $216,304)	833,111	-	-	833,111	1,352,038
Grants	6,069,716	-	-	6,069,716	4,369,446
Gifts In-Kind	1,910,652	-	-	1,910,652	2,286,196
Change in Value of Beneficial Interest in Perpetual Trusts	-	-	(242,038)	(242,038)	(129,630)
Support - Indirect:					
Allocation from Jewish Federation Council	3,019,241	-	-	3,019,241	2,675,035
Grants Passed Through Jewish Federation Council	167,354	-	-	167,354	595,454
Investment Income (Loss) (Net)	(80,759)	-	-	(80,759)	1,108,609
Rental and Other Income	203,219	-	-	203,219	28,099
Net Assets Released from Purpose Restrictions	2,088,195	(2,088,195)	-	-	-
TOTAL REVENUE AND SUPPORT	34,776,717	4,582,106	315,758	39,674,581	34,411,657
EXPENSES:					
Program Services	27,406,098	-	-	27,406,098	28,430,642
Supporting Services	5,957,540	-	-	5,957,540	5,888,173
TOTAL EXPENSES	33,363,638	-	-	33,363,638	34,318,815
CHANGE IN NET ASSETS	1,413,079	4,582,106	315,758	6,310,943	92,842
Net Assets (Deficit) - Beginning of Year (As Restated)	(274,396)	11,143,507	7,328,447	18,197,558	18,104,716
NET ASSETS - END OF YEAR	$ 1,138,683	$ 15,725,613	$ 7,644,205	$ 24,508,501	$ 18,197,558

JEWISH FAMILY SERVICE OF LOS ANGELES

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2016
With Summarized Totals for the Year Ended June 30, 2015

	Program Services									Supporting Services			Total Expenses	
	Nutrition and Hunger	Senior/Older Adults	Children and Families	Counseling	Shelter Services	Disabilities and Special Needs	Immigration and Resettlement	Nonprofit Consulting Services	Total Program Services	Management and General	Fundraising	Total Supporting Services	2016	2015
Salaries	$ 1,631,402	$ 7,717,993	$ 510,373	$ 571,740	$ 1,285,032	$ -	$ 176,317	$ 65,116	$ 11,957,973	$ 2,102,007	$ 886,253	$ 2,988,260	$ 14,946,233	$ 15,676,581
Payroll Taxes and Employee Benefits	701,141	2,267,625	157,277	212,321	526,485	-	69,519	17,051	3,951,419	618,922	286,985	905,907	4,857,326	5,152,684
Employee Expenses	18,068	201,900	8,164	9,454	9,656	-	7,043	199	254,484	75,441	17,030	92,471	346,955	374,261
TOTAL PERSONNEL COSTS	2,350,611	10,187,518	675,814	793,515	1,821,173	-	252,879	82,366	16,163,876	2,796,370	1,190,268	3,986,638	20,150,514	21,203,526
Direct Client Services	789,625	4,569,488	38	191,328	48,448	-	183,360	-	5,782,287	735	2,500	3,235	5,785,522	5,277,701
Gifts In-Kind	1,910,652	-	-	-	-	-	-	-	1,910,652	-	-	-	1,910,652	2,286,196
Rent and Occupancy	615,857	302,882	16,869	66,062	160,510	-	33,058	6,256	1,201,494	185,991	60,954	246,945	1,448,439	1,518,388
Professional and Temporary Services	50,445	539,374	19,371	10,575	369	-	425	-	620,559	490,593	154,216	644,809	1,265,368	1,077,102
Depreciation and Amortization	42,821	56,227	7,360	26,008	108,771	-	-	1,157	242,344	90,658	9,597	100,255	342,599	482,791
Interest and Other Fees	1,044	43,198	920	2,516	9,527	-	6	3	57,214	246,425	33,150	279,575	336,789	361,624
Equipment and Building Purchases	44,309	112,780	3,556	2,787	12,032	-	1	-	175,465	104,805	53,450	158,255	333,720	255,371
Program Activities	-	249,530	16,148	56	598	-	-	-	266,332	4,451	2,473	6,924	273,256	273,185
Data Communications	51,849	124,956	13,905	11,975	33,709	-	7,085	223	243,702	22,196	2,162	24,358	268,060	229,230
Publicity and Advertising	510	14,248	477	8	1,444	-	-	-	16,687	196,244	52,633	248,877	265,564	276,200
Supplies and Materials	54,077	103,383	8,327	5,666	32,199	-	1,773	293	205,718	28,295	8,377	36,672	242,390	221,462
Property Taxes and Insurance	40,227	124,134	8,229	10,322	36,808	-	3,286	559	223,565	12,274	5,417	17,691	241,256	234,952
Printing and Reproduction	16,371	29,012	2,218	1,542	1,921	-	2,177	-	53,241	7,237	46,654	53,891	107,132	140,204
Equipment, Repairs and Maintenance	14,389	40,815	6,027	6,265	11,315	-	585	382	79,778	16,435	4,158	20,593	100,371	103,022
Security	62,955	13,922	3,820	4,300	6,384	-	187	8	91,576	825	81	906	92,482	84,898
Postage and Delivery	658	17,276	718	169	2,598	-	806	15	22,240	11,335	52,767	64,102	86,342	88,117
Dues and Subscriptions	165	14,290	57	65	358	-	100	-	15,035	45,883	40	45,923	60,958	55,543
Miscellaneous	2,267	30,930	502	1	633	-	-	-	34,333	685	733	1,418	35,751	56,652
Contract Disallowance	-	-	-	-	-	-	-	-	-	16,473	-	16,473	16,473	92,651
TOTAL 2016 FUNCTIONAL EXPENSES	$ 6,048,832	$ 16,573,963	$ 784,356	$ 1,133,160	$ 2,288,797	$ -	$ 485,728	$ 91,262	$27,406,098	$ 4,277,910	$ 1,679,630	$ 5,957,540	$ 33,363,638	
TOTAL 2015 FUNCTIONAL EXPENSES	$ 6,675,450	$ 16,611,280	$ 736,623	$ 1,267,497	$ 2,515,032	$ 153,783	$ 407,281	$ 63,696	$28,430,642	$ 4,254,288	$ 1,633,885	$ 5,888,173		$ 34,318,815

The Accompanying Notes are an Integral Part of These Consolidated Financial Statements

JEWISH FAMILY SERVICE OF LOS ANGELES

CONSOLIDATED STATEMENT OF CASH FLOWS
Year Ended June 30, 2016
With Summarized Totals for the Year Ended June 30, 2015 (As Restated)

	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	$ 6,310,943	$ 92,842
Adjustments to Reconcile Change in Net Assets to Net		
Cash Provided by Operating Activities:		
Depreciation and Amortization	342,599	482,791
Contract Disallowance	16,473	92,650
Net Realized and Unrealized Loss (Gain) on Investments	542,968	(666,751)
Donated Stocks	(252,071)	(48,729)
Proceeds of Sale of Donated Stocks	252,071	48,729
Permanently Restricted Contributions	(557,796)	(14,013)
Contributions Restricted for Capital Campaign	(931,251)	(363,300)
Gain on Sale of Property and Equipment	(164,614)	-
Contribution of Investment in Real Property LLC	(1,472,500)	-
Contribution of Beneficial Interest in Charitable Remainder Trusts	(4,713,980)	-
Change in Value of Beneficial Interest in Perpetual Trusts	242,038	129,630
(Increase) Decrease in:		
Accounts and Other Receivables	521,107	(542,041)
Pledges Receivable	233,455	310,908
Bequests Receivable	-	13,000
Deposits and Other Assets	51,298	220,825
Increase (Decrease) in:		
Accounts Payable	31,759	(234,806)
Accrued Liabilities	(205,901)	(87,515)
Refundable Advances	24,571	568,636
NET CASH PROVIDED BY OPERATING ACTIVITIES	271,169	2,856
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of Property and Equipment	(1,115,489)	(155,444)
Proceeds from Sale of Property and Equipment	4,075,699	-
Reinvested Interest and Dividend Income (Net)	(355,354)	(332,595)
Proceeds from Sale of Investments	3,754,596	5,090,173
Purchase of Investments	(7,533,977)	(5,297,088)
NET CASH USED IN INVESTING ACTIVITIES	(1,174,525)	(694,954)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Permanently Restricted Contributions	557,796	14,013
Proceeds from Contributions Restricted for Capital Campaign	895,911	914,833
Proceeds from (Payments on) Lines of Credit (Net)	(2,000,000)	1,500,000
Payments on Notes Payable	(186,115)	(22,000)
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	(732,408)	2,406,846
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(1,635,764)	1,714,748
Cash and Cash Equivalents - Beginning of Year	2,121,339	406,591
CASH AND CASH EQUIVALENTS - END OF YEAR	$ 485,575	$ 2,121,339
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:		
Cash Paid During the Year for Interest	$ 127,020	$ 160,346

The Accompanying Notes are an Integral Part of These Consolidated Financial Statements

NOTE 1 - ORGANIZATION

Jewish Family Service of Los Angeles (JFSLA) is a diverse and diversified social service agency. From its beginning in 1854, JFSLA has evolved along with a changing community and currently serves nearly 100,000 people annually at various sites located throughout the County of Los Angeles. JFSLA serves clients of all ages, ethnicities and religions.

JFSLA's goals are to strengthen and preserve individual, family and community life by providing a wide range of social services to people in need. For more than 160 years, JFSLA has provided compassionate social services to all in need regardless of age, ethnicity, religion or ability to pay. JFSLA counsels families, supports the elderly, feeds the hungry, assists the disabled, and empowers survivors of violence to create independent lives. JFSLA connects older adults and people with disabilities to vital resources, and helps relatives and friends care for loved ones, young and old.

JFSLA employs a dedicated staff of about 300, including licensed social workers, psychologists, public health experts, gerontologists, clinical nurse practitioners, chefs and drivers. They are joined by more than 1,000 dedicated volunteers. A volunteer program, including recruitment, training and placement within JFSLA, provides resources upon which many of the above programs rely.

JFS Care, a California nonprofit public benefit corporation, was founded in 2011. It was formed with the primary purpose of providing in-home care services to individuals and families, and to connect those individuals and families with additional services. JFS Care was formed, and is operated exclusively to support JFSLA, and is controlled by JFSLA.

JFSLA intends to open a new headquarters. To achieve this, JFSLA launched in 2012 a capital campaign with a goal of raising $36,000,000.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) PRINCIPLES OF CONSOLIDATION

The accompanying consolidated financial statements include the accounts of JFSLA and JFS Care. All significant inter-company transactions and balances have been eliminated on consolidation.

(b) BASIS OF PRESENTATION

The accompanying consolidated financial statements have been prepared on the accrual basis of accounting.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) ACCOUNTING

To ensure observance of certain constraints and restrictions placed on the use of resources, the accounts of JFSLA are maintained in accordance with the principles of net assets accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into net asset classes that are in accordance with specified activities or objectives. Accordingly, all financial transactions have been recorded and reported by net asset class as follows:

- **Unrestricted**. These generally result from revenues generated by receiving unrestricted contributions, providing services, and receiving income from investments less expenses incurred in providing program related services, raising contributions, and performing administrative functions.

- **Temporarily Restricted**. JFSLA reports gifts of cash and other assets as temporarily restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or the purpose of the restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the consolidated statement of activities as net assets released from purpose or time restrictions. Donor restricted contributions, whose restrictions have been met in the same reporting period, are reported as unrestricted support in the consolidated statement of activities. JFSLA has $15,725,613 of temporarily restricted net assets at June 30, 2016.

- **Permanently Restricted**. These net assets are received from donors who stipulate that resources are to be maintained permanently, but permit JFSLA to expend all of the income (or other economic benefits) derived from the donated assets. JFSLA has $7,644,205 of permanently restricted net assets at June 30, 2016.

(d) CASH AND CASH EQUIVALENTS

Cash and cash equivalents are short-term, highly liquid investments with maturities of three months or less at the time of purchase. The carrying value of cash and cash equivalents at June 30, 2016 approximates its fair value.

(e) INVESTMENTS

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at fair value. Units held in the Common Investment Pool managed by the Jewish Community Foundation (JCF) are valued by JCF using the net asset value method. These investments (a) do not have a readily determinable fair value and (b) prepare their financial statements consistent with the measurement principles of an investment company or have the attributes of an investment company. Investment in Real Property LLC is based on future rental income projections.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) INVESTMENTS (continued)

Investment purchases and sales are accounted for on a trade-date basis. Realized gains and losses are calculated based upon the underlying cost of the securities traded. Interest and dividend income is recorded when earned. Gains or losses (including investments bought, sold, and held during the year), and interest and dividend income are reflected in the consolidated statement of activities as increases or decreases in unrestricted net assets unless their use is temporarily restricted by donor stipulations or by law.

Investment securities, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Because of the level of risk associated with certain long-term investments, it is reasonably possible that changes in the values of these investments will occur in the near term and that such changes could materially affect the amounts reported in the consolidated statement of financial position.

(f) ACCOUNTS AND OTHER RECEIVABLES

Receivables are recorded when billed or accrued and represent claims against third parties that will be settled in cash. The carrying value of receivables, net of the allowance for doubtful accounts, represents their estimated net realizable value. The allowance for doubtful accounts is estimated based on historical collection trends, type of customer, the age of outstanding receivables and existing economic conditions. If events or changes in circumstances indicate that specific receivable balances may be impaired, further consideration is given to the collectability of those balances and the allowance is adjusted accordingly. Past due receivable balances are written-off when internal collection efforts have been unsuccessful in collecting the amount due. As of June 30, 2016, JFSLA has established an allowance for uncollectible accounts receivable in the amount of $281,311.

(g) CONCENTRATION OF CREDIT RISK

JFSLA maintains its cash and cash equivalents in bank deposit accounts and other investment accounts, which, at times, may exceed federally insured limits. JFSLA has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on these accounts.

JFSLA is a beneficiary agency of the Jewish Federation Council of Greater Los Angeles (JFC). JFC provides certain services to JFSLA, including administration of risk management, pension plan and certain other employee benefits. JFSLA reimburses JFC for the cost of these services. Approximately 8% of JFSLA's revenue and support is provided by JFC.

Approximately 31% of JFSLA's revenue and support is provided by various government agencies. Included in the accounts and other receivables balance outstanding at June 30, 2016 is $2,368,381 of government contracts receivable due from city, county, state, and federal granting agencies. Concentration of credit risk with respect to these receivables is limited, as the majority of JFSLA's receivables consist of earned fees from contract programs granted by government agencies.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) CONCENTRATION OF CREDIT RISK (continued)

Approximately 70% of JFSLA's labor force is covered by a collective bargaining agreement, which covered the period of July 1, 2013 through June 30, 2016. The agreement provides a 2.5% and 1.5% wage increase in years one and two, respectively, of the contract and provides for the parties to begin wage negotiations in the final year of the contract. As of the date that these consolidated financial statements were available to be issued, the new collective bargaining agreement was under negotiation.

(h) CONTRIBUTIONS AND PLEDGES RECEIVABLE

Unconditional contributions, including pledges recorded at fair value, are recognized as revenues when the pledge is received. JFSLA reports unconditional contributions as restricted support if they are received with donor stipulations that limit the use of the donated assets. Conditional promises to give are not included as support until such time as the conditions are substantially met. A discount rate of 2% has been used to calculate the present value of pledges receivable.

(i) BENEFICIAL INTEREST IN CHARITABLE REMAINDER TRUSTS

JFSLA has been designated as the beneficiary of assets held in charitable remainder trusts administered by other trustees. JFSLA recognizes temporarily restricted contribution revenue and, as a receivable, the present value of the estimated future benefits to be received when the trust assets are distributed. Adjustments to the receivable to reflect the revaluation of the present value of the estimated future payments to JFSLA are recognized in the consolidated statement of activities as a change in value of beneficial interest in charitable remainder trusts. JFSLA has been named as a beneficiary for several living trusts and wills. Due to the conditional nature of these trusts and wills, no amounts have been recorded on the accompanying consolidated financial statements.

(j) BENEFICIAL INTEREST IN PERPETUAL TRUSTS

Donors have established and funded trusts, which are administered by third parties other than JFSLA. Under the terms of each trust, JFSLA has the irrevocable right to receive all or a portion of the income earned on the trust assets either in perpetuity or for the life of the trust. JFSLA does not control the assets held by the outside trusts. Annual distributions from the trusts are reported as investment income. Adjustments to the beneficial interest to reflect changes in the fair value are reflected in the consolidated statement of activities as a change in value of beneficial interest in perpetual trusts.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(k) LAND, BUILDINGS AND EQUIPMENT

Land, buildings and equipment are recorded at cost at the date of acquisition if purchased or at estimated fair value at the date of donation if donated. Depreciation and amortization are computed using the straight-line basis over the estimated useful lives of the related assets. Land, buildings and equipment are capitalized if the cost of an asset is greater than or equal to $5,000 and the useful life is greater than one year. The estimated useful lives are as follows:

Buildings and Improvements	10 - 30 Years
Furniture, Vehicles and Equipment	3 - 5 Years
Leasehold Improvements	Lease Term

Expenditures for repairs and maintenance are charged to expense as incurred. Expenditures for fixed assets from certain grant funds are expensed when acquired because the grantor retains title to such assets.

(l) LONG-LIVED ASSETS

JFSLA evaluates the carrying values of its long-lived assets for possible impairment whenever events or changes in circumstances indicate that the book value of the assets may not be recoverable. An impairment loss is recognized when the sum of the undiscounted future cash flows is less than the carrying amount of the asset, in which case a write-down is recorded to reduce the related asset to its estimated fair value. No impairment losses were recognized during the year ended June 30, 2016.

(m) REFUNDABLE ADVANCES

Grant funds are recognized as revenue in accordance with the term of the grant and when funds are expended for grant purposes. Refundable advances include both amounts received in excess of funds expended to date as well as grant amounts awarded and not yet expended. In accordance with the term of the grant, each contract must be treated as a separate fund; therefore, continuing programs that accrue debts related to one contract period cannot be paid by cash advances related to another contract period.

(n) CONTRIBUTED GOODS, SERVICES AND FACILITIES

Contributions of donated non-cash assets are recorded at fair value in the period received. Contributions of donated services are recognized if the services received (a) create or enhance long-lived assets, or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributed goods were valued at $1,910,652 for the year ended June 30, 2016.

A substantial number of volunteers have donated significant amounts of their time to JFSLA. The services that these individuals rendered, however, do not meet the above criteria and, as such, are not recognized as revenue.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(o) PUBLICITY AND ADVERTISING

Publicity and advertising costs are expensed as incurred. Total publicity and advertising expense was $265,564 for the year ended June 30, 2016.

(p) INCOME TAXES

JFSLA is exempt from taxation under Internal Revenue Code Section 501(c)(3) and California Revenue and Taxation Code Section 23701d. JFS Care is a 501(c)(3) Supporting Organization.

(q) FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing JFSLA's programs and other activities have been presented in the consolidated statement of functional expenses. During the year, such costs are accumulated into separate groupings as either direct or indirect. Indirect or shared costs are allocated among program and support services by a method that best measures the relative degree of benefit. JFSLA uses full-time equivalents to allocate indirect costs.

(r) USE OF ESTIMATES

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect reported amounts of assets, liabilities, revenues and expenses as of the date and for the period presented. Accordingly, actual results could differ from those estimates.

(s) COMPARATIVE TOTALS

The consolidated financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with JFSLA's consolidated financial statements for the year ended June 30, 2015 from which the summarized information was derived.

(t) RECLASSIFICATION

For comparability, certain June 30, 2015 amounts have been reclassified, where appropriate, to conform with the consolidated financial statement presentation used at June 30, 2016.

(u) NEW ACCOUNTING PRONOUNCEMENTS

In May 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2015-07, Disclosures for Investments in Certain Entities that Calculate Net Asset Value per Share (or Its Equivalent), which is effective for fiscal years beginning after December 15, 2016 for entities other than public business entities. The ASU eliminates the requirement to categorize investments in the fair value hierarchy if the fair value is measured at net asset value (NAV) per share (or its equivalent) using the practical expedient in the FASB's fair value measurement guidance. JFSLA elected to implement this for the year ended June 30, 2016.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(u) NEW ACCOUNTING PRONOUNCEMENTS (continued)

In February 2016, FASB issued ASU No. 2016-02, *Leases*, which is intended to improve financial reporting about leasing transactions. The new standard will require organizations that lease assets with terms of more than 12 months to recognize on the consolidated statement of financial position the assets and liabilities for the rights and obligations created by those leases. The ASU also will require disclosures to help consolidated financial statement users better understand the amount, timing, and uncertainty of cash flows arising from leases. These disclosures include qualitative and quantitative requirements and providing additional information about the amounts recorded in the consolidated financial statements. For JFSLA, the ASU will be effective for the year ending June 30, 2021.

In August 2016, FASB issued ASU No. 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities (Topic 958)*, which is intended to reduce complexity in financial reporting. The ASU focuses on improving the current net asset classification requirements and information presented in consolidated financial statements that is useful in assessing a nonprofit's liquidity, financial performance, and cash flows. For JFSLA, the ASU will be effective for the year ending June 30, 2019.

(v) SUBSEQUENT EVENTS

JFSLA has evaluated events and transactions occurring subsequent to the consolidated statement of financial position date of June 30, 2016 for items that should potentially be recognized or disclosed in these consolidated financial statements. The evaluation was conducted through November 15, 2016, the date these consolidated financial statements were available to be issued. No such material events or transactions were noted to have occurred, except as noted in Note 12.

NOTE 3 - INVESTMENTS

At June 30, 2016, investments consist of the following:

Money Market Funds and Cash Equivalents	$ 5,634,823
Mutual Funds:	
Large Cap Funds	1,610,446
Bond Funds	5,676,144
Small Cap Funds	93,136
Mid Cap Funds	471,817
Investment in Real Property LLC	1,472,500
Jewish Community Foundation Common Investment Pool - Other Investments	229,649
TOTAL INVESTMENTS	$ 15,188,515

Net investment loss for the year ended June 30, 2016 consists of the following:

Interest and Dividend Income	$ 499,041
Net Realized and Unrealized Loss on Investments	(542,968)
Management Fees	(36,832)
INVESTMENT LOSS (NET)	$ (80,759)

NOTE 4 - FAIR VALUE MEASUREMENTS

JFSLA has implemented the accounting standard for those assets (and liabilities) that are re-measured and reported at fair value at each reporting period. This standard establishes a single authoritative definition of fair value, sets out a framework for measuring fair value based on inputs used, and requires additional disclosures about fair value measurements. This standard applies to fair value measurements already required or permitted by existing standards.

In general, fair values determined by Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets (or liabilities). Fair values determined by Level 2 inputs utilize data points that are observable such as quoted prices, interest rates and yield curves. Fair values determined by Level 3 inputs are unobservable data points for the asset (or liability) and include situations where there is little, if any, market activity for the asset (or liability).

The following table presents information about JFSLA's assets that are measured at fair value on a recurring basis at June 30, 2016 and indicates the fair value hierarchy of the valuation techniques utilized to determine such fair value:

		Fair Value Measurements Using			
	Year Ended June 30, 2016	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Net Asset Value (NAV) Per Share or Its Equivalent
Money Market Funds and Cash Equivalents	$ 5,634,823	$ 5,634,823	$ -	$ -	$ -
Mutual Funds:					
Large Cap Funds	1,610,446	1,610,446	-	-	-
Bond Funds	5,676,144	5,676,144	-	-	-
Small Cap Funds	93,136	93,136	-	-	-
Mid Cap Funds	471,817	471,817	-	-	-
TOTAL MUTUAL FUNDS	7,851,543	7,851,543	-	-	-
Investment in Real Property LLC	1,472,500	-	-	1,472,500	-
Jewish Community Foundation Common Investment Pool - Other Investments	229,649	-	-	-	229,649
TOTAL INVESTMENTS	15,188,515	13,486,366	-	1,472,500	229,649
Beneficial Interest in:					
Charitable Remainder Trusts	4,713,980	-	-	4,713,980	-
Perpetual Trusts	2,677,914	-	-	2,677,914	-
TOTAL	$ 22,580,409	$ 13,486,366	$ -	$ 8,864,394	$ 229,649

JFSLA recognizes transfers at the beginning of each reporting period. Transfers between Level 1 and 2 generally relate to whether a market becomes active or inactive. Transfers between Level 2 and 3 investments relate to whether significant relevant observable inputs are available for the fair value measurement in their entirety and when redemption rules become more or less restrictive. There were no transfers between levels for the year ended June 30, 2016.

The fair values of marketable securities within Level 1 inputs were obtained based on quoted market prices at the closing of the last business day of the fiscal year.

NOTE 4 - FAIR VALUE MEASUREMENTS (continued)

The fair values of the common investment pool partnership interest, and beneficial interest in charitable remainder trusts and perpetual trusts and investment in Real Property LLC were determined as described in Notes 2(e), 2(i), and 2(j).

	Fair Value Measurements Using Significant Unobservable Inputs (Level 3)			
	Investment in Real Property LLC	Beneficial Interest in Charitable Remainder Trusts	Beneficial Interest in Perpetual Trusts	Total
Beginning Balance	$ -	$ -	$ 2,919,952	$ 2,919,952
Contributions	1,472,500	4,713,980	-	6,186,480
Change in Beneficial Interest		-	(242,038)	(242,038)
ENDING BALANCE	$ 1,472,500	$ 4,713,980	$ 2,677,914	$ 8,864,394
The Amount of Total Gains or Losses for the Period Attributable to the Change in Unrealized Gains or Losses Relating to Assets Still Held at the Reporting Date	$ -	$ -	$ (242,038)	$ (242,038)

NOTE 5 - PLEDGES RECEIVABLE

Pledges receivable at June 30, 2016 are expected to be collected as follows:

Within One Year	$ 852,833
In One to Five Years	2,183,983
TOTAL	3,036,816
Less: Allowance for Doubtful Pledges	(91,195)
Less: Present Value Discount	(160,869)
PLEDGES RECEIVABLE (NET)	$ 2,784,752

JFSLA is aware of Intentions to Give totaling $300,000, which have not met the criteria to be recognized as of June 30, 2016.

NOTE 6 - BENEFICIAL INTEREST IN CHARITABLE REMAINDER TRUSTS

JFSLA is the 50% beneficiary of one charitable remainder trust and the 12.5% beneficiary of another charitable remainder trust whose assets are administered by other trustees. Assets held in charitable remainder trusts totaled $4,713,980 at June 30, 2016, representing the portion of the net present value of the charitable remainder trusts for which JFSLA is the designated beneficiary.

NOTE 7 - BENEFICIAL INTEREST IN PERPETUAL TRUSTS

JFSLA is the 100% beneficiary of eleven perpetual trusts and the 16.67%-25.00% beneficiary of four perpetual trusts whose assets are held by a third party trustee. JFSLA has legally enforceable rights or claims to the annual income. The carrying value of JFSLA's portion of these perpetual trusts at June 30, 2016 was $2,677,914. The change in value of beneficial interest in perpetual trusts during the year ended June 30, 2016 was $242,038.

NOTE 8 - LAND, BUILDINGS AND EQUIPMENT

Land, buildings and equipment consist of the following as of June 30, 2016:

Land	$ 977,030
Construction in Process	678,923
Buildings and Improvements	6,716,006
Furniture, Vehicles and Equipment	1,373,765
Leasehold Improvements	538,338
TOTAL	10,284,062
Less: Accumulated Depreciation and Amortization	(7,386,874)
LAND, BUILDINGS AND EQUIPMENT (NET)	$ 2,897,188

Depreciation and amortization expense for the year ended June 30, 2016 was $342,599.

In 1996, JFSLA and the City of Los Angeles owned, as tenants-in-common, certain real property used as a Multiservice Center for senior citizens. In 1997, the City of Los Angeles sold the property to JFSLA in return for a note in the amount of $350,000. This note was fully forgiven during the year ended June 30, 2013. In addition, the balance of the Senior Services building annex was acquired in 1989 with a State of California grant for $331,750. If JFSLA disposes of these buildings, a portion of the proceeds may revert to the grantor, namely the City of Los Angeles or the State of California.

Construction in process consists of the following projects:

	Costs Incurred at June 30, 2016	Estimated Remaining Cost-to-Complete
Gramercy Place - Remodel	$ 72,482	Unknown
Freda Mohr Center	606,441	25,000,000
TOTAL	$ 678,923	$ 25,000,000

NOTE 9 - ACCRUED LIABILITIES

Accrued liabilities at June 30, 2016 consist of the following:

Accrued Payroll	$	529,649
Accrued Vacation		655,524
Other		13,335
TOTAL ACCRUED LIABILITIES	$	1,198,508

NOTE 10 - LINES OF CREDIT

JFSLA has a revolving line of credit with a bank originally due April 15, 2016 in the amount of $4,000,000. In February 2016, the due date was extended through April 15, 2017. The line of credit bears interest at 2.75% above one-month LIBOR. The line is collateralized with a certain cash brokerage account. At June 30, 2016, the balance due on the line of credit was $2,500,000 and the interest rate was 3.22%. The line of credit was paid in full and closed in November 2016.

The revolving line of credit contains various covenants which include, among others, maximum losses measured on a rolling twelve-month basis of $750,000.

In July 2012, JFSLA entered into a real estate line of credit with a bank originally due April 15, 2016 in the amount of $2,000,000. In February 2016, the due date was extended through April 15, 2018, and the principal amount was increased to $3,500,000. The line is secured by certain real estate of JFSLA and bears interest at 3% above one-month LIBOR. At June 30, 2016, there was no balance due on the line of credit and the interest rate was 3.47%.

The one-month LIBOR rate was 0.47% at June 30, 2016.

NOTE 11 - NOTE PAYABLE

Note payable at June 30, 2016 consists of the following:

Note Payable to the City of Los Angeles Housing Department (LAHD) as Successor to the Community Redevelopment Agency of the City of Los Angeles (CRA/LA) in the Original Principal Amount of $175,000, Secured by First Deed of Trust on Land and Buildings of the Gramercy Shelter, Principal and Interest at 3% Due in Annual Payments Made Exclusively from Residual Receipts (as Defined in the Loan Agreement) Derived from the Project at the Financed Property. No Residual Receipts are Anticipated as the Gramercy Shelter Does Not Charge Fees for Use, Due and Forgiven in July 2016	$	175,000

No interest on the LAHD note was recognized during the year ended June 30, 2016.

NOTE 12 - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets as of June 30, 2016 included the following:

Capital Campaign	$ 10,222,212
Time Restricted	4,713,980
Holocaust	264,468
Central Access Database	160,653
Freda Mohr Multipurpose Center	151,341
SOVA Programs	111,052
Other Programs	101,907
TOTAL TEMPORARILY RESTRICTED NET ASSETS	$ 15,725,613

NOTE 13 - RETIREMENT BENEFITS

JFSLA participates with other agencies in the Basic Pension Plan for Employees of Jewish Federation Council of Greater Los Angeles, (employer identification number: 95-1643388; plan number: 001), a multiemployer defined benefit and contribution pension plan (the Multiemployer Plan). The risks of participating in a multiemployer plan are different from single-employer plans in the following aspects:

- Assets contributed to a multiemployer plan by one employer may be used to provide benefits to employees of other participating employers.
- If a participating employer stops contributing to a multiemployer plan, the unfunded obligations of the multiemployer plan may be borne by the remaining participating employers.
- If JFSLA chooses to stop participating in the Multiemployer Plan, JFSLA may be required to pay the Multiemployer Plan an amount based on the underfunded status of the plan, referred to as a withdrawal liability.

The Multiemployer Plan covers full-time employees with more than one year of service and is subject to a collective bargaining agreement which expires on June 30, 2016. JFSLA's employer contributions under this plan for the year ended June 30, 2016 were $1,380,370. JFSLA's contributions during the Multiemployer Plan year ended December 31, 2015 represented greater than 5% of total contributions to the Multiemployer Plan (per the most recently available annual report). Management believes this plan to be underfunded; however, the amount attributable to JFSLA is indeterminable at this time and, therefore, any underfunding is not reflected on the accompanying consolidated financial statements.

The Multiemployer Plan's zone status, as defined by the Pension Plan Protection Act (the Act), for the year ended December 31, 2015, was considered to be in the "Green Zone" because the Multiemployer Plan's funded percentage was more than 80%. For the year ended December 31, 2015, the Multiemployer Plan's funded percentage was 83.06%. The funded percentage is determined by dividing the value of the plan's assets by the plan's liability for accrued pension benefits, measured as of the first day of the plan year.

NOTE 13 - RETIREMENT BENEFITS (continued)

The Multiemployer Plan adopted a Funding Improvement Plan on November 12, 2008 to meet compliance requirements under the Act. The Funding Improvement Plan provided for the Multiemployer Plan to continue its funding policy as described above. In November 2011, the Funding Improvement Plan was updated to adjust the schedule of projected contributions in future years, in order to ensure that the Multiemployer Plan would remain on target to achieve the required goals of the Funding Improvement Plan. The current Funding Improvement Plan is no longer in effect since the Plan is no longer in endangered status.

The law requires that every pension plan have a procedure for establishing a funding policy to carry out the plan objectives. A funding policy relates to the level of contributions needed to pay for benefits promised under the Multiemployer Plan currently and in future years. The funding policy of the Multiemployer Plan is to fund the plan based on contributions from the Participating Employers. The Participating Employers are required to make contributions that, collectively, are designed to meet or exceed the minimum ERISA funding requirements. The minimum ERISA funding requirements are determined by an actuary on an annual basis. The Participating Employers' contributions for the Multiemployer Plan's year ended December 31, 2015 exceeded the minimum funding requirements of ERISA.

Effective January 1, 2006, new employees are no longer eligible to participate in the Multiemployer Plan; instead they are eligible to participate in the defined contribution plan, which provides contributions at a set percentage of eligible compensation. JFSLA made contributions of $306,913 to this defined contribution plan for the year ended June 30, 2016.

Effective May 1, 2014, one employer ceased to participate in the Multiemployer Plan. However, the amount of liability attributable to JFSLA as a result of this action is indeterminable at this time. Therefore, no additional liability has been reflected in the accompanying consolidated financial statements.

NOTE 14 - COMMITMENTS AND CONTINGENCIES

(a) OPERATING LEASES

JFSLA leases facilities and equipment under operating leases with various terms expiring through April 2021. Future minimum payments, by year and in the aggregate, under these leases with initial or remaining terms of one year or more are as follows:

Years Ending June 30		
2017	$	610,913
2018		432,598
2019		74,006
2020		62,674
2021		51,956
TOTAL	$	1,232,147

Rent expense under operating leases for the year ended June 30, 2016 was $953,523.

NOTE 14 - COMMITMENTS AND CONTINGENCIES (continued)

(b) CONTRACTS

JFSLA's grants and contracts are subject to inspection and audit by the appropriate governmental funding agencies. The purpose is to determine whether program funds were used in accordance with their respective guidelines and regulations. The potential exists for disallowance of previously funded program costs. The ultimate liability, if any, which may result from these governmental audits cannot be reasonably estimated.

(c) PROTECTIVE SERVICES PROGRAM

JFSLA acts as a court-appointed conservator of $375,620 in assets for clients needing such protective services. These assets are not reflected in the consolidated financial statements as the assets belong to the clients of the protective services program. As of June 30, 2016, approximately $1,804 in fees are due to JFSLA related to services provided under this program and are included in accounts and other receivables.

(d) LITIGATION

In the ordinary course of conducting its business, JFSLA may become involved in various lawsuits. Some of these proceedings may result in judgments being assessed against JFSLA which, from time to time, may have an impact on the consolidated change in net assets. JFSLA does not believe that these proceedings, individually or in the aggregate, are material to its financial condition.

NOTE 15 - ENDOWMENTS

JFSLA's endowments consist of funds established for a variety of purposes. Endowment funds are established by donor-restricted gifts and bequests to either provide a permanent endowment, which is to provide a permanent source of income to JFSLA, or a term endowment, which is to provide income for a specified period to JFSLA. Beneficial interests in perpetual trusts administered by outside trustees are not considered part of JFSLA's endowments.

JFSLA's management understands California State law as (1) requiring the preservation of the fair value of the original gifts as of the gift date of the donor restricted endowment funds, absent donor stipulations to the contrary and (2) allowing the spending of income and gains on permanently restricted endowments, absent explicit donor stipulations that all or a portion of such gains be maintained in perpetuity.

The primary long-term financial objective for JFSLA's endowments is to preserve the real (inflation-adjusted) purchasing power of endowment assets and income after accounting for endowment spending, inflation and costs of portfolio management. Performance of the overall endowment against this objective is measured over an investment horizon of ten years. The endowments are also managed to optimize the long run total rate of return on invested assets, assuming a prudent level of risk. The goal for this rate of return is one that funds JFSLA's existing spending policy and allows sufficient reinvestment to grow the endowment principal at a rate that exceeds inflation (as measured by the Consumer Price Index). Over the short term, the return for each element of the endowment portfolio should match or exceed each of the returns for the broader capital markets in which assets are invested.

NOTE 15 - ENDOWMENTS (continued)

JFSLA has developed a spending policy that will distribute a specific payout rate of the endowment base to support JFSLA's programs. The endowment base has been defined as a 12-quarter moving average of the market value of the total endowment portfolio. The distribution or payout rate will be at 5% of the base. Such a policy will allow for a greater predictability of spendable income for budgeting purposes and for gradual steady growth for the support of operations by the endowments. In addition, this policy will minimize the probability of invading the principal over the long term.

At times, the fair value of assets associated with these endowment funds may fall below the level that the donors require JFSLA to retain as funds of perpetual duration. These deficiencies result from unfavorable market fluctuations. In accordance with generally accepted accounting principles, deficiencies of this nature totaled $56,034 are reported in unrestricted net assets at June 30, 2016.

Endowment Net Asset Composition by Type of Fund at June 30, 2016	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-Restricted	$ (56,034)	$ -	$ 4,536,291	$ 4,474,241
Changes in Endowment Net Assets for the Year Ended June 30, 2016				
Endowment Net Assets - Beginning of Year (As Restated)	$ -	$ -	$ 4,408,495	$ 4,408,495
Contributions	-	-	127,796	127,796
Investment Loss	(56,034)	-	-	(62,050)
Apportionment of Endowment Assets for Expenditure	-	-	-	-
ENDOWMENT NET ASSETS - END OF YEAR	$ (56,034)	$ -	$ 4,536,291	$ 4,474,241
Endowment Pledges Receivable (Net)	-	-	430,000	430,000
TOTAL ENDOWMENT ASSETS	$ (56,034)	$ -	$ 4,966,291	$ 4,904,241

NOTE 16 - PRIOR PERIOD ADJUSTMENTS

During the year ended June 30, 2016, management identified certain adjustments to its Jewish Federation Council revenues and reclassifications of its permanently restricted net assets recorded in prior years. The effect of the restatement of beginning net assets is summarized as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Beginning Net Assets as Previously Reported	$ 2,872,666	$ 11,896,425	$ 4,181,385	$ 18,950,476
Correction of Jewish Federation Council Revenues	-	(752,918)	-	(752,918)
Reclassification of Endowment Net Assets	(3,147,062)	-	3,147,062	-
BEGINNING NET ASSETS (DEFICIT) AS RESTATED	$ (274,396)	$ 11,143,507	$ 7,328,447	$ 18,197,558

JEWISH FAMILY SERVICE
OF LOS ANGELES

SUPPLEMENTARY INFORMATION

YEAR ENDED JUNE 30, 2016

JEWISH FAMILY SERVICE OF LOS ANGELES
CONSOLIDATED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2016

Federal Grantor/Passed Through Grantor/Program or Cluster Title	Grant Period	Contract and/or Passed through Grantor's Number	Federal CFDA Number	Disbursements or Expenditures
MAJOR PROGRAMS:				
U.S. Department of Health and Human Services				
Passed through City of Los Angeles Department of Aging:				
City IIIB-West Wilshire	1-Jul-15 to 30-Jun-16	C-126458	93.044	$ 119,131
City IIIB-Westside	1-Jul-15 to 30-Jun-16	C-126727	93.044	111,927
OASIS	1-Jul-15 to 30-Jun-16	C-126465	93.044	31,817
City C1-Congregate (Westside)	1-Jul-15 to 30-Jun-16	C-126727	93.045	220,109
City C2-Home Delivered (Westside)	1-Jul-15 to 30-Jun-16	C-126727	93.045	150,721
West Wilshire C1	1-Jul-15 to 30-Jun-16	C-126458	93.045	234,455
West Wilshire C2	1-Jul-15 to 30-Jun-16	C-126458	93.045	168,174
City C1-NSIP (Westside)	1-Jul-15 to 30-Jun-16	C-126727	93.053	30,701
City C2-NSIP (Westside)	1-Jul-15 to 30-Jun-16	C-126727	93.053	31,467
NSIP - West Wilshire C1	1-Jul-15 to 30-Jun-16	C-126458	93.053	32,676
NSIP - West Wilshire C2	1-Jul-15 to 30-Jun-16	C-126458	93.053	33,492
Passed through County of Los Angeles:				
County Telephone Reassurance	1-Jul-15 to 30-Jun-16	AAA-ENP-1216-011	93.044	1,000
Supportive Services Program	1-Jul-15 to 30-Jun-16	SSP-1014-13	93.044	71,182
County C2-Home Delivered Meals	1-Jul-15 to 30-Jun-16	AAA-ENP-1216-011	93.045	105,390
County Congregate Meals C1	1-Jul-15 to 30-Jun-16	AAA-ENP-1216-011	93.045	64,314
County C1-NSIP	1-Jul-15 to 30-Jun-16	AAA-ENP-1216-011	93.053	6,126
County C2-NSIP	1-Jul-15 to 30-Jun-16	AAA-ENP-1216-011	93.053	16,009
TOTAL MAJOR PROGRAMS - AGING CLUSTER				1,428,691
NON-MAJOR PROGRAMS:				
U.S. Department of Health and Human Services				
Passed through State of California Department of Aging:				
Multi-Purpose Senior Service Program	1-Jul-15 to 30-Jun-16	MS-1314-04	93.778	16,376
Passed through County of Los Angeles:				
Family Caregiver Support Program	1-Jul-15 to 30-Jun-16	FCSP-0913-007	93.052	40,944
County of LA CalWORKs	1-Jul-15 to 30-Jun-16	SSC-000024	93.558	172,900
County of LA DPSS CSBG	1-Jul-15 to 30-Jun-16	3SDA1328CM	93.569	16,500
County of LA SAPC	1-Jul-15 to 30-Jun-16	PH-002018A	93.959	220,000
UCLA Dementia Care Project	1-Oct-14 to 30-Sept-15	1558 P QA736	93.610	2,240
Total U.S. Department of Health and Human Services				468,960
U.S. Department of Transportation:				
Passed through County of Los Angeles:				
County of LA - MTA - New Freedom	1-Mar-10 to 31-Jul-15	CA-57-X100	20.521	1,527
Total U.S. Department of Transportation				1,527
U.S. Department of Housing and Urban Development:				
Passed through Los Angeles Homeless Services Authority:				
HUD CoC Family Violence Program	1-Apr-15 to 31-Mar-16	CA0372L9D001407	14.267	218,938
HUD CoC Family Violence Program	1-Apr-16 to 31-Mar-17	CA0372L9D001508	14.267	80,055
				298,993
Passed through City of Los Angeles Community Development Department:				
City of L.A. HCID D.V. Shelter	1-Jul-15 to 30-Jun-16	126378	14.218	93,165
Total U.S. Department of Housing and Urban Development				392,158
U.S. Department of Public Safety and Victim Services:				
Passed through State of California Office of Criminal Justice Planning:				
State of CA OES (Family Violence Project)	1-Jul-15 to 30-Jun-16	DV15151773	16.575	236,507
State of CA OES (Haven House)	1-Jul-15 to 30-Jun-16	DV15121773	16.575	244,635
Total U.S. Department of Public Safety and Victim Services				481,142
U.S. Department of Justice:				
City of L.A. DART (FVP)	1-Oct-14 to 30-Sep-17	125878	16.590	60,524
Total U.S. Department of Justice				60,524
TOTAL NON-MAJOR PROGRAMS				1,404,311
TOTAL FEDERAL AWARDS				$ 2,833,002

See Independent Auditor's Report

NOTES TO CONSOLIDATED SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2016

NOTE 1 - BASIS OF PRESENTATION
The accompanying Consolidated Schedule of Expenditures of Federal Awards (Schedule) includes the Federal award activity of JFSLA under programs of the Federal government for the year ended June 30, 2016. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of JFSLA, it is not intended to and does not present the financial position, changes in net assets, or cash flows of JFSLA.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in Office of Management and Budget Circular A-122, *Cost Principles for Non-Profit Organizations*, or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, wherein certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule, if any, represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3 - INDIRECT COST RATE
JFSLA has not elected to use the 10 percent de minimis indirect cost rate allowed under the Uniform

Total Disbursements or Expenditures by CFDA Number are summarized as follows:

Federal CFDA Number	Program Description	Disbursements or Expenditures
14.218	Community Development Block Grants/Entitlement Grants	$ 93,165
14.267	HUD CoC (Family Violence Program)	298,993
16.575	State of California OES (Family Violence Project)	481,142
16.590	DART	60,524
20.521	Transportation (LACMTA New Freedom)	1,527
93.044	Special Programs for the Aging Title III Part B	335,057
93.045	Special Programs for the Aging Title III Part C	943,163
93.052	Family Caregiver Support Program Title III Part E	40,944
93.053	Nutritional Services Incentive Program	150,471
93.558	Emergency Shelter Program for Battered Women and Children	172,900
93.569	Block Grant CSBG	16,500
93.610	UCLA Dementia Care Project	2,240
93.778	Medical Assistance Program - MSSP	16,376
93.959	Block Grants for Prevention and Treatment of Substance Abuse	220,000
	TOTAL FEDERAL AWARDS	$ 2,833,002

JEWISH FAMILY SERVICE OF LOS ANGELES

CONSOLIDATED SCHEDULE OF AWARDS FROM THE CITY OF LOS ANGELES
Year Ended June 30, 2016

Funding	Program	Grant Number	Location	Department of Aging	USDA Entitlement (NSIP)	Housing and Community Investment Department	Los Angeles Housing Department	U.S. Department of Justice	Non-Government Reimbursemen t (Non-Match)	Program Income	Matching (1)	Total (2)
Title III B	Supportive Services	C-126458	West Wilshire	$ 119,131	$ -	$ -	$ -	$ -	$ -	$ 20	$ 15,347	$ 134,498
Title III B	Supportive Services	C-126727	Westside	111,927	-	-	-	-	-	639	28,500	141,066
Title III B-OASIS	Supportive Services	C-126465	Citywide	31,817	-	-	-	-	-	-	3,535	35,352
Title III C1	Congregate Meals	C-126458	West Wilshire	249,420	32,676	-	-	-	157,314	39,045	46,029	524,484
Title III C2	Home Delivered Meals	C-126458	West Wilshire	280,290	33,492	-	-	-	94,859	17,373	20,839	446,853
Title III C1	Congregate Meals	C-126727	Westside	234,159	30,701	-	-	-	-	34,370	46,430	345,660
Title III C2	Home Delivered Meals	C-126727	Westside	150,721	31,467	-	-	-	-	9,655	35,287	227,130
Evidence Based Program 2015-16	Health and Wellness	C-126727	West Wilshire	40,883	-	-	-	-	-	-	9,683	50,566
Evidence Based Program 2015-16	Health and Wellness	C-126727	Westside	57,749	-	-	-	-	-	-	11,312	69,061
Evidence Based Program 2016-17	Health and Wellness	C-126727	West Wilshire	15,494	-	-	-	-	-	-	1,451	16,945
Proposition A	Cityride-Transportation	C-126458	West Wilshire	223,204	-	-	-	-	-	2,872	53,865	279,941
Proposition A	Cityride-Transportation	C-126727	Westside	269,454	-	190,133	-	-	-	3,946	61,289	524,822
City of L.A. HCID D.V. Shelter 2015-16	D V Transitional Shelter	126378	North Hills	-	-	-	-	-	-	-	-	-
City of L.A. DART (FVP)	DART	125878	Sherman Oaks	-	-	-	-	60,524	-	-	-	60,524
HUD CoC (FVP) 2015-16	Family Violence-Hope Cottage	CA0372L9D001407	North Hills	-	-	-	218,938	-	-	54,860	-	273,798
HUD CoC (FVP) 2016-17	Family Violence-Hope Cottage	CA0372L9D001508	North Hills	-	-	-	80,055	-	-	18,286	-	98,341
TOTAL AWARDS FROM THE CITY OF LOS ANGELES				$ 1,784,249	$ 128,336	$ 190,133	$ 298,993	$ 60,524	$ 252,173	$ 181,066	$ 333,567	$ 3,229,041

(1) Matching revenue includes in-kind contributions from donated services. In accordance with nonprofit accounting, such matching amounts are not reflected in the consolidated financial statements of JFSLA, which are prepared in accordance with the accounting principles generally accepted in the United States of America.

(2) Basis of Accounting - The Consolidated Schedule of Awards from the City of Los Angeles has been reported on the accrual basis of accounting.