

**JEWISH FAMILY SERVICE
OF LOS ANGELES**

CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2013

JEWISH FAMILY SERVICE OF LOS ANGELES

CONSOLIDATED FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2013

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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 nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2013, 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 the 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, 2013, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited JFSLA's June 30, 2012 consolidated financial statements, and we expressed an unmodified audit opinion on those audited consolidated financial statements in our report dated November 13, 2012. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2012, 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 Schedule of Expenditures of Federal Awards, as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Nonprofit Organizations*, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. The accompanying 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 information is 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 December 19, 2013 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

December 19, 2013
Los Angeles, California

JEWISH FAMILY SERVICE OF LOS ANGELES

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

June 30, 2013

With Summarized Totals at June 30, 2012

	2013	2012
ASSETS		
Cash and Cash Equivalents	\$ 94,296	\$ 183,822
Investments	7,225,605	1,676,364
Accounts and Other Receivables (Net)	2,352,493	1,674,903
Pledges Receivable (Net)	5,673,632	4,625,731
Bequests Receivable	206,000	450,000
Beneficial Interest in Perpetual Trusts	2,751,920	2,735,905
Deposits and Other Assets	453,150	217,268
Land, Buildings and Equipment (Net)	6,654,171	7,023,238
TOTAL ASSETS	\$ 25,411,267	\$ 18,587,231
LIABILITIES AND NET ASSETS		
LIABILITIES:		
Accounts Payable	\$ 1,799,736	\$ 2,007,743
Accrued Liabilities	1,811,056	1,292,415
Refundable Advances	511,071	657,635
Lines of Credit	3,665,000	1,490,000
Notes Payable	383,115	403,115
TOTAL LIABILITIES	8,169,978	5,850,908
NET ASSETS:		
Unrestricted	3,068,003	3,183,960
Temporarily Restricted	10,227,422	5,910,014
Permanently Restricted	3,945,864	3,642,349
TOTAL NET ASSETS	17,241,289	12,736,323
TOTAL LIABILITIES AND NET ASSETS	\$ 25,411,267	\$ 18,587,231

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, 2013

With Summarized Totals for the Year Ended June 30, 2012

	2013			Total	2012 Total
	Unrestricted	Temporarily Restricted	Permanently Restricted		
REVENUE AND SUPPORT:					
Revenues:					
Government Fees	\$ 10,552,633	\$ -	\$ -	\$ 10,552,633	\$ 10,063,746
Client Fees, Program Income and Reimbursements	2,934,642	-	-	2,934,642	2,003,033
Support - Direct:					
Contributions	4,019,146	8,049,976	292,426	12,361,548	9,687,592
Loss on Uncollectible Pledges	-	(135,400)	-	(135,400)	-
Special Events (Net of Direct Expenses of \$216,359)	727,611	-	-	727,611	823,308
Grants	4,797,276	-	-	4,797,276	4,187,004
Gifts In-Kind	2,559,189	-	-	2,559,189	2,429,849
Change in Value of Beneficial Interest in Perpetual Trusts	-	-	11,089	11,089	(154,701)
Support - Indirect:					
Allocation from Jewish Federation Council	2,208,099	-	-	2,208,099	2,231,654
Grants Passed Through Jewish Federation Council	681,447	-	-	681,447	594,699
Allocation from United Way	50,000	-	-	50,000	50,000
Investment Income (Net)	453,758	-	-	453,758	4,491
Rental and Other Income	8,953	-	-	8,953	89,659
Net Assets Released from Purpose Restrictions	3,597,168	(3,597,168)	-	-	-
TOTAL REVENUE AND SUPPORT	32,589,922	4,317,408	303,515	37,210,845	32,010,334
EXPENSES:					
Program Services	26,480,031	-	-	26,480,031	24,927,663
Supporting Services	6,225,848	-	-	6,225,848	6,454,850
TOTAL EXPENSES	32,705,879	-	-	32,705,879	31,382,513
CHANGE IN NET ASSETS	(115,957)	4,317,408	303,515	4,504,966	627,821
Net Assets - Beginning of Year	3,183,960	5,910,014	3,642,349	12,736,323	12,108,502
NET ASSETS - END OF YEAR	\$ 3,068,003	\$ 10,227,422	\$ 3,945,864	\$ 17,241,289	\$ 12,736,323

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

JEWISH FAMILY SERVICE OF LOS ANGELES

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
Year Ended June 30, 2013
With Summarized Totals for the Year Ended June 30, 2012

	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	2013	2012
Salaries	\$ 1,696,881	\$ 6,686,986	\$ 81,027	\$ 813,792	\$ 1,495,812	\$ 80,488	\$ 159,754	\$ 56,523	\$ 11,071,263	\$ 2,407,571	\$ 730,704	\$ 3,138,275	\$ 14,209,538	\$ 13,604,695
Payroll Taxes and Employee Benefits	720,301	2,047,688	20,759	262,764	615,911	32,040	58,754	16,841	3,775,058	738,358	172,574	910,932	4,685,990	4,237,125
Employee Expenses	19,922	172,842	2,847	18,242	12,754	1,206	2,791	190	230,794	61,518	13,131	74,649	305,443	358,430
TOTAL PERSONNEL COSTS	2,437,104	8,907,516	104,633	1,094,798	2,124,477	113,734	221,299	73,554	15,077,115	3,207,447	916,409	4,123,856	19,200,971	18,200,250
Direct Client Services	963,340	3,424,002	129,863	337,260	53,996	-	147,404	-	5,055,865	6,150	-	6,150	5,062,015	5,073,497
Gifts In-Kind	2,464,089	95,100	-	-	-	-	-	-	2,559,189	-	-	-	2,559,189	2,429,849
Rent and Occupancy	605,656	321,282	8,156	75,517	323,392	6,417	21,533	194	1,362,147	241,266	46,516	287,782	1,649,929	1,498,000
Professional and Temporary Services	128,759	266,345	38,071	97,410	5,182	5,900	13,325	-	554,992	340,763	173,475	514,238	1,069,230	944,592
Depreciation and Amortization	117,691	56,891	2,195	29,906	194,996	-	-	-	401,679	44,203	35,260	79,463	481,142	533,686
Contract Disallowance	-	(272)	-	-	-	-	-	-	(272)	239,271	-	239,271	238,999	155,096
Program Activities	544	225,132	3,107	7,671	23	21,114	-	-	257,591	23,603	4,033	27,636	285,227	310,370
Interest and Other Fees	2,273	20,729	518	3,340	18,555	854	89	-	46,358	195,778	32,523	228,301	274,659	179,836
Publicity and Advertising	3,799	28,901	3,536	17,763	1,716	2,626	-	-	58,341	143,411	68,383	211,794	270,135	297,660
Supplies and Materials	53,609	81,081	550	39,196	29,324	827	1,427	52	206,066	26,756	35,668	62,424	268,490	297,979
Equipment and Building Purchases	3,791	115,282	27	1,198	14,472	-	631	-	135,401	107,632	14,066	121,698	257,099	321,637
Telephone	44,626	104,621	852	20,559	39,579	1,923	3,528	47	215,735	25,341	1,835	27,176	242,911	214,691
Property Taxes and Insurance	37,020	106,849	789	13,992	39,899	1,038	1,678	265	201,530	20,315	4,239	24,554	226,084	175,590
Printing and Reproduction	31,036	31,587	3,992	8,930	12,107	2,343	1,218	-	91,213	7,213	100,495	107,708	198,921	245,320
Equipment, Repairs and Maintenance	23,648	35,352	248	18,997	9,748	311	72	69	88,445	30,358	10,704	41,062	129,507	135,250
Security	70,299	5,396	73	10,536	6,376	95	58	-	92,833	523	174	697	93,530	93,751
Postage and Delivery	3,977	13,415	2,063	7,318	2,280	1,754	635	72	31,514	20,957	30,606	51,563	83,077	158,907
Miscellaneous	4,542	30,425	1,056	-	77	-	-	-	36,100	34,458	5,442	39,900	76,000	50,911
Dues and Subscriptions	308	5,649	21	1,086	1,025	-	100	-	8,189	29,837	738	30,575	38,764	65,641
TOTAL 2013 FUNCTIONAL EXPENSES	\$ 6,996,111	\$ 13,875,283	\$ 299,750	\$ 1,785,477	\$ 2,877,224	\$ 158,936	\$ 412,997	\$ 74,253	\$ 26,480,031	\$ 4,745,282	\$ 1,480,566	\$ 6,225,848	\$ 32,705,879	
TOTAL 2012 FUNCTIONAL EXPENSES	\$ 7,059,468	\$ 11,890,221	\$ 429,260	\$ 1,936,668	\$ 3,079,179	\$ 183,423	\$ 323,959	\$ 25,485	\$ 24,927,663	\$ 5,050,930	\$ 1,403,920	\$ 6,454,850		\$ 31,382,513

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, 2013

With Summarized Totals for the Year Ended June 30, 2012

	<u>2013</u>	<u>2012</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	\$ 4,504,966	\$ 627,821
Adjustments to Reconcile Change in Net Assets to		
Net Cash Used in Operating Activities:		
Depreciation and Amortization	481,142	533,686
Contract Disallowance	238,999	155,096
Realized and Unrealized (Gain) Loss on Investments	(278,270)	128,802
Forgiveness of Notes Payable	(20,000)	(20,000)
Permanently Restricted Contributions	(287,500)	(7,003)
Contributions Restricted for Capital Campaign	(3,133,000)	(3,750,000)
Partnership Interest Contribution Received	(1,400,000)	-
Change in Value of Beneficial Interest in Perpetual Trusts	(11,089)	154,701
Contribution of Beneficial Interest in Perpetual Trusts	(4,926)	(121,560)
(Increase) Decrease in:		
Accounts and Other Receivables	(916,589)	217,084
Pledges Receivable	241,082	81,614
Bequests Receivable	244,000	(450,000)
Deposits and Other Assets	(235,882)	(5,184)
Increase (Decrease) in:		
Accounts Payable	(208,007)	795,760
Accrued Liabilities	518,641	33,164
Refundable Advances	(146,564)	(192,497)
	<u>(412,997)</u>	<u>(1,818,516)</u>
NET CASH USED IN OPERATING ACTIVITIES		
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of Property and Equipment	(112,075)	(134,221)
Reinvested Interest and Dividend Income (Net)	(89,138)	(37,151)
Proceeds from Sale of Investments	1,312,964	850,000
Purchase of Investments	(5,094,797)	(388,082)
	<u>(3,983,046)</u>	<u>290,546</u>
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES		
CASH FLOWS FROM FINANCING ACTIVITIES:		
Permanently Restricted Contributions	287,500	7,003
Proceeds from Contributions Restricted for Capital Campaign	1,844,017	271,500
Proceeds from Lines of Credit (Net)	2,175,000	1,290,000
Payments of Notes Payable	-	(36,534)
	<u>4,306,517</u>	<u>1,531,969</u>
NET CASH PROVIDED BY FINANCING ACTIVITIES		
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(89,526)	3,999
Cash and Cash Equivalents - Beginning of Year	<u>183,822</u>	<u>179,823</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 94,296</u>	<u>\$ 183,822</u>

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, 2013

With Summarized Totals for the Year Ended June 30, 2012

	<u>2013</u>	<u>2012</u>
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION:		
Cash Paid During the Year for Interest	<u>\$ 102,739</u>	<u>\$ 38,210</u>

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

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2013

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 150 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 more than 300, including licensed social workers, psychologists, public health experts, gerontologists, clinical nurse practitioners, chefs and drivers. They are joined by more than 1,200 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.

(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:

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) ACCOUNTING (continued)

- **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. JFSLA has \$10,227,422 of temporarily restricted net assets at June 30, 2013.
- **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 \$3,945,864 of permanently restricted net assets at June 30, 2013.

Restricted contributions received and spent in the same year are treated by JFSLA as unrestricted for reporting purposes.

(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, 2013 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. The fair value of investment in partnership interest is determined based on third party valuations.

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.

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS June 30, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(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, 2013, JFSLA has established an allowance for uncollectible accounts receivable in the amount of \$68,200.

(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 28% of JFSLA's revenue and support is provided by various government agencies. Included in the accounts and other receivables balance outstanding at June 30, 2013 is \$857,797 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.

Approximately 70% of JFSLA's labor force is covered by a collective bargaining agreement, which covered the period of July 1, 2010 through June 30, 2013, pending finalization of the new collective bargaining agreement which will cover the period of July 1, 2013 through June 30, 2015. The agreement provides a 2.5% and 1.5% wage increase in years one and two, respectively, of the renewed contract and provides for the parties to begin wage negotiations in the final year of the contract. Employee benefits remain generally unchanged, except for certain changes in insurance and shift differential paid for by JFSLA.

(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.

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(i) BEQUESTS RECEIVABLE

JFSLA records bequests when the wills have been declared valid by the probate court or upon notification by the trustee and when the amount is determinable.

(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.

(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 AND ASSET RETIREMENT OBLIGATION

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, 2013.

JFSLA recognizes a liability for the fair value of a conditional asset retirement obligation if the fair value of the liability can be reasonably estimated. Any uncertainty about the amount and/or timing of future settlement is factored into the measurement of the liability when sufficient information exists. JFSLA has completed an assessment of its conditional asset retirement obligations and an asset retirement obligation of \$39,395 is included in accrued liabilities at June 30, 2013.

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS June 30, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) REFUNDABLE ADVANCES

Grant funds are recognized as revenue in accordance with the term of the grants 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 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 provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributed goods were valued at \$2,464,089 for the year ended June 30, 2013. The City of West Hollywood has contributed the use of various program facilities to JFSLA on a month-to-month basis. The fair market value of the donated use of these facilities for the year ended June 30, 2013 was \$95,100.

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.

(o) PUBLICITY AND ADVERTISING

Publicity and advertising costs are expensed as incurred. Total publicity and advertising expense was \$270,135 for the year ended June 30, 2013.

(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.

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2013

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(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, 2012 from which the summarized information was derived.

(t) SUBSEQUENT EVENTS

JFSLA has evaluated events and transactions occurring subsequent to the consolidated statement of financial position date of June 30, 2013 for items that should potentially be recognized or disclosed in these consolidated financial statements. The evaluation was conducted through December 19, 2013, the date these consolidated financial statements were available to be issued.

NOTE 3 - INVESTMENTS

At June 30, 2013, investments consist of the following:

Money Market and Cash Equivalents	\$	50,116
Mutual Funds:		
Large Cap Funds		1,637,800
Bond Funds		2,874,412
Small Cap Funds		559,287
Mid Cap Funds		263,396
Index Funds		258,070
Partnership Interest		1,400,000
Jewish Community Foundation Common Investment Pool - Other Investments		<u>182,524</u>
TOTAL INVESTMENTS	\$	<u><u>7,225,605</u></u>

Net investment income for the year ended June 30, 2013 consists of the following:

Interest and Dividend Income	\$	195,364
Net Realized and Unrealized Gain on Investments		278,270
Management Fees		<u>(19,876)</u>
INVESTMENT INCOME (NET)	\$	<u><u>453,758</u></u>

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2013

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, 2013 and indicates the fair value hierarchy of the valuation techniques utilized to determine such fair value:

	Year Ended June 30, 2013	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Money Market and Cash Equivalents	\$ 50,116	\$ 50,116	\$ -	\$ -
Mutual Funds:				
Large Cap Funds	1,637,800	1,637,800	-	-
Bond Funds	2,874,412	2,874,412	-	-
Small Cap Funds	559,287	559,287	-	-
Mid Cap Funds	263,396	263,396	-	-
Index Funds	258,070	258,070	-	-
TOTAL MUTUAL FUNDS	5,592,965	5,592,965	-	-
Partnership Interest	1,400,000	-	-	1,400,000
Jewish Community Foundation Common Investment Pool - Other Investments	182,524	-	-	182,524
TOTAL INVESTMENTS	7,225,605	5,643,081	-	1,582,524
Beneficial Interest in Perpetual Trusts	2,751,920	-	-	2,751,920
TOTAL	\$ 9,977,525	\$ 5,643,081	\$ -	\$ 4,334,444

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, 2013.

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.

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2013

NOTE 4 - FAIR VALUE MEASUREMENTS (continued)

The fair values of the common investment pool, partnership interest, and beneficial interests were determined as described in Notes 2(e) and 2(j), respectively.

	Fair Value Measurements Using Significant Unobservable Inputs (Level 3)			
	Partnership Interest	Jewish Community Foundation Common Investment Pool	Beneficial Interest in Perpetual Trusts	Total
Beginning Balance	\$ -	\$ 94,134	\$ 2,735,905	\$ 2,830,039
Contributions	1,400,000	-	4,926	1,404,926
Investment Income	-	88,390	11,089	99,479
ENDING BALANCE	\$ 1,400,000	\$ 182,524	\$ 2,751,920	\$ 4,334,444
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	\$ -	\$ 88,390	\$ 11,089	\$ 99,479

NOTE 5 - PLEDGES RECEIVABLE

Pledges receivable at June 30, 2013 are expected to be collected as follows:

Within One Year	\$ 2,988,898
In One to Five Years	3,015,381
More than Five Years	7,500
TOTAL	6,011,779
Less: Allowance for Doubtful Pledges	(172,464)
Less: Present Value Discount	(165,683)
PLEDGES RECEIVABLE (NET)	\$ 5,673,632

NOTE 6 - BENEFICIAL INTEREST IN PERPETUAL TRUSTS

JFSLA is the 100% beneficiary of thirteen 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, 2013 was \$2,751,920. The investment income generated on the perpetual trusts during the year ended June 30, 2013 from these trusts was \$11,089.

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2013

NOTE 7 - LAND, BUILDINGS AND EQUIPMENT

Land, buildings and equipment consist of the following as of June 30, 2013:

Land	\$ 1,625,953
Construction in Process	319,212
Buildings and Improvements	9,838,888
Furniture, Vehicles and Equipment	1,090,464
Leasehold Improvements	538,338
TOTAL	13,412,855
Less: Accumulated Depreciation and Amortization	<u>(6,758,684)</u>
LAND, BUILDINGS AND EQUIPMENT (NET)	<u>\$ 6,654,171</u>

Depreciation and amortization expense for the year ended June 30, 2013 was \$481,142.

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 Service 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 costs incurred for the development of a new agency-wide database, which is in the process of completion and with an estimated cost to complete of \$66,000.

NOTE 8 - ACCRUED LIABILITIES

Accrued liabilities at June 30, 2013 consist of the following:

Accrued Payroll	\$ 627,914
Accrued Vacation	621,741
Book Overdraft	480,027
Rent Incentive	41,979
Asset Retirement Obligation	39,395
TOTAL ACCRUED LIABILITIES	<u>\$ 1,811,056</u>

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2013

NOTE 9 - SELF-INSURANCE

JFSLA has elected to be self-insured for the purposes of California State Unemployment Insurance. The reserve for unemployment liability at June 30, 2013 included in accounts payable of \$107,877 represents estimated future claims arising from current and past employees. Unemployment expense for the year ended June 30, 2013 was \$137,701.

	Gross Claims Liability	Estimated Insurance Recoveries	Net Claims Liability
Balance at July 1, 2012	\$ 130,044	\$ -	\$ 130,044
Self-Insurance Expenses Incurred	137,701	-	137,701
Payments Made to Fund Related Liabilities	(159,868)	-	(159,868)
<i>BALANCE AT JUNE 30, 2013</i>	<i>\$ 107,877</i>	<i>\$ -</i>	<i>\$ 107,877</i>

NOTE 10 - LINES OF CREDIT

JFSLA has a revolving line of credit with a bank due January 15, 2014 in the amount of \$4,000,000. 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, 2013, the balance due on the line of credit was \$2,390,000 and the interest rate was 2.94%.

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

On July 5, 2012, JFSLA entered into a real estate line of credit with a bank for \$2,000,000. Under the agreement, JFSLA will pay this line in one payment of all outstanding principal plus all accrued unpaid interest on January 15, 2014. This line is secured by certain real estate of JFSLA. The line bears interest at 3% above one-month LIBOR. At June 30, 2013, the balance due on the business line agreement was \$1,275,000.

The one-month LIBOR rate was 0.19% at June 30, 2013.

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2013

NOTE 11 - NOTES PAYABLE

Notes payable at June 30, 2013 consist of the following:

Note Payable to a Foundation in the Original Principal Amount of \$272,000, Unsecured, with an Interest Rate of 7%, Requiring Interest-Only Monthly Payments of \$1,135 and All Principal Due on September 2014	\$ 208,115
Note Payable to Community Redevelopment Agency of the City of Los Angeles (CRA) 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 July 2016	<u>175,000</u>
TOTAL NOTES PAYABLE	<u>\$ 383,115</u>

No interest on the CRA note was recognized during the year ended June 30, 2013. Loan forgiveness of \$20,000 in respect of the City of Los Angeles notes was recognized during the year ended June 30, 2013 and is included in contributions in the accompanying consolidated statement of activities.

Future maturities of notes payable are as follows:

Years Ending June 30	
2015	\$ 208,115
2016	-
2017	<u>175,000</u>
TOTAL	<u>\$ 383,115</u>

NOTE 12 - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets as of June 30, 2013 included the following:

Capital Campaign	\$ 8,715,588
Holocaust	462,308
SOVA Programs	291,721
Hirsh Kitchen	193,000
Freda Mohr Multipurpose Center	119,522
PR Family Resource Center	118,049
Client Relief	112,195
Other Programs/Time Restrictions	111,275
Central Access Database	<u>103,764</u>
TOTAL TEMPORARILY RESTRICTED NET ASSETS	<u>\$ 10,227,422</u>

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2013

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, 2013. JFSLA's employer contributions under this plan for the year ended June 30, 2013 was \$1,470,355. JFSLA's contributions during the Multiemployer Plan year ended December 31, 2012 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, 2012, was considered to be "endangered" (the Yellow Zone) because the Multiemployer Plan's funded percentage was less than 80%. For the year ended December 31, 2012, the Multiemployer Plan's funded percentage was 76.84%. 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.

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. As long as the Multiemployer Plan remains in endangered status, the Funding Improvement Plan will be adjusted annually to ensure that the required funding progress is occurring.

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, 2012 exceeded the minimum funding requirements of ERISA.

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2013

NOTE 13 - RETIREMENT BENEFITS (continued)

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 \$254,167 to this defined contribution plan for the year ended June 30, 2013.

NOTE 14 - COMMITMENTS AND CONTINGENCIES

(a) OPERATING LEASES

JFSLA leases facilities and equipment under operating leases with various terms. 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	
2014	\$ 933,885
2015	911,314
2016	568,311
2017	153,243
2018	145,439
Thereafter	<u>17,321</u>
TOTAL	\$ <u>2,729,513</u>

Rent expense under operating leases for the year ended June 30, 2013 was \$1,768,874.

(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 \$2,964,683 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, 2013, approximately, \$54,021 in fees are due to JFSLA related to services provided under this program and are included in accounts and other receivables.

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.

JEWISH FAMILY SERVICE OF LOS ANGELES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

June 30, 2013

NOTE 15 - ENDOWMENTS (continued)

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.

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 that are reported in unrestricted net assets were \$27,664 at June 30, 2013.

**Endowment Net Asset
Composition by Type of Fund
at June 30, 2013**

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-Restricted	\$ (27,664)	\$ -	\$ 1,193,944	\$ 1,166,280

**Changes in Endowment Net
Assets for the Year Ended
June 30, 2013**

Endowment Net Assets -				
Beginning of Year	\$ (126,567)	\$ -	\$ 906,444	\$ 779,877
Contributions	-	-	287,500	287,500
Investment Income	98,903	-	-	98,903

***ENDOWMENT NET ASSETS -
END OF YEAR***

	\$ (27,664)	\$ -	\$ 1,193,944	\$ 1,166,280
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**JEWISH FAMILY SERVICE
OF LOS ANGELES**

SUPPLEMENTARY INFORMATION

YEAR ENDED JUNE 30, 2013

JEWISH FAMILY SERVICE OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2013

Federal Grantor/Passed Through Grantor/Program Title	Grant Period	Contract and/or Passed through Grantor's Number	Federal CFDA Number	Disbursements or Expenditures
U.S. Department of Health and Human Services				
Substance Abuse and Mental Health Services Administration	1-Sep-11 to 30-Mar-13	1H79SM060696-01	93.243	\$ 254,504
CSBG Gramercy	1-Jul-12 to 30-Jun-13	2HF-08-050	93.569	28,350
Passed through State of California Department of Aging: Multi-Purpose Senior Service Program	1-Jul-12 to 30-Jun-13	MS-1213-04	93.778	1,259,790
Passed through State of California Emergency Management Agency State of CA EMA - Family Violence Project	1-Jul-12 to 30-Jun-13	DV12121773	93.671	186,723
State of CA EMA - Haven House	1-Jul-12 to 30-Jun-13	DV12091773	93.671	<u>205,569</u>
				392,292
Passed through City of Los Angeles Department of Aging:				
West Wilshire C1	1-Jul-12 to 30-Jun-13	C-119669	93.045	240,296
West Wilshire C2	1-Jul-12 to 30-Jun-13	C-119669	93.045	168,333
NSIP - West Wilshire C1	1-Jul-12 to 30-Jun-13	C-119669	93.053	34,448
NSIP - West Wilshire C2	1-Jul-12 to 30-Jun-13	C-119669	93.053	21,495
Westside C1	1-Jul-12 to 30-Jun-13	C-119668	93.045	201,091
Westside C2	1-Jul-12 to 30-Jun-13	C-119668	93.045	107,417
NSIP - Westside C1	1-Jul-12 to 30-Jun-13	C-119668	93.053	31,882
NSIP - Westside C2	1-Jul-12 to 30-Jun-13	C-119668	93.053	28,595
OASIS	1-Jul-12 to 30-Jun-13	119667	93.044	28,867
Westside IIIB	1-Jul-12 to 30-Jun-13	119668	93.044	104,198
West Wilshire IIIB	1-Jul-12 to 30-Jun-13	119669	93.044	117,040
Passed through County of Los Angeles:				
County Congregate Meals C1	1-Jul-12 to 30-Jun-13	AAA-ENP2-0809-012	93.045	60,506
County C1-NSIP	1-Jul-12 to 30-Jun-13	AAA-ENP2-0809-012	93.053	5,783
County C2-Home Delivered Meals	1-Jul-12 to 30-Jun-13	AAA-ENP2-0809-012	93.045	105,390
County C2-NSIP	1-Jul-12 to 30-Jun-13	AAA-ENP2-0809-012	93.053	16,009
County Telephone Reassurance	1-Jul-12 to 30-Jun-13	AAA-ENP2-0809-012	93.044	1,000
County of Los Angeles Supportive Services Program	1-Jul-12 to 30-Jun-13	SSP-1014-13	93.044	71,941
Family Caregiver Support - FCSP IIIE	1-Jul-12 to 30-Jun-13	FCSP-0913-007	93.052	<u>39,366</u>
				1,383,657
County LA CalWorks (FVP)	1-Jul-12 to 30-Jun-13	DV-CWGR-0809-23	93.558	140,000
County LA Presley (FVP)	1-Jul-12 to 31-Dec-12	DVSBP-16	93.558	35,226
County LA Presley (FVP)	1-Jan-13 to 30-Jun-13	DVSBP-16	93.558	<u>42,647</u>
				217,873

The Accompanying Notes are an Integral Part of This Schedule

JEWISH FAMILY SERVICE OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2013

Federal Grantor/Passed Through Grantor/Program Title	Grant Period	Contract and/or Passed through Grantor's Number	Federal CFDA Number	Disbursements or Expenditures
Substance Abuse Prevention and Control	1-Jul-12 to 30-Jun-13	PH002018A	93.959	183,333
County of LA Children's Services (FVP)	1-Jul-12 to 30-Jun-13	02-025-33	93.556	58,125
UCLA Dementia Care Project	20-Nov-12 to 30-Jun-13	1558 P QA736	93.610	<u>60,000</u>
Total U.S. Department of Health and Human Services				<u>3,837,924</u>
Corporation for National & Community Services:				
Legacy Corps (AmeriCorps)	1-Sep-12 to 31-Aug-13	Z905211	94.006	<u>10,953</u>
Total Corporation for National & Community Services				<u>10,953</u>
Department of Transportation:				
Passed through County of Los Angeles:				
County of LA - MTA	1-Mar-10 to 28-Feb-14	CA-57-X100	20.521	<u>28,736</u>
Total Department of Transportation				<u>28,736</u>
U.S. Department of Housing and Urban Development:				
Gramercy Place Shelter HUD	1-Jul-12 to 30-Jun-13	CA0385B9D001104	14.235	87,178
Passed through Los Angeles Homeless Services Authority:				
HUD (Family Violence) 12/13	1-Apr-12 to 31-Mar-13	CA0372B9D001104	14.235	212,289
HUD (Family Violence) 13/14	1-Apr-13 to 31-Mar-14	CA0372L9D001205	14.235	<u>69,224</u>
				368,691
Passed through City of Los Angeles Community Development Department:				
Domestic Violence Shelter- CDD 12/13	1-Apr-12 to 31-Mar-13	C-120537	14.218	118,305
Domestic Violence Shelter- CDD 13/14	1-Apr-13 to 31-Mar-14	C-122405	14.218	37,460
City of LA - EBP Westside	1-Apr-12 to 31-Mar-13	C-121743	14.218	50,854
City of LA - EBP West Wilshire	1-Apr-12 to 31-Mar-13	C-121743	14.218	62,002
City of LA - EBP Westside	1-Apr-13 to 31-Mar-14	C-121743	14.218	20,338
City of LA - EBP West Wilshire	1-Apr-13 to 31-Mar-14	C-121743	14.218	18,638
Passed through Los Angeles Homeless Services Authority:				
LAHSA II (Gramercy) 12/13 (CDBG)	1-Apr-12 to 31-Mar-13	2012CDBG15	14.218	56,768
LAHSA II (Gramercy) 13/14 (CDBG)	1-Apr-13 to 31-Mar-14	2013CDBG15	14.218	8,867
Passed through City of Beverly Hills:				
Beverly Hills Sr. Case Management	1-Jul-12 to 30-Jun-13	394-12	14.218	27,046
Beverly Hills Community Assistance	1-Jul-12 to 30-Jun-13	245-12	14.218	<u>113,000</u>
				<u>513,278</u>

The Accompanying Notes are an Integral Part of This Schedule

JEWISH FAMILY SERVICE OF LOS ANGELES
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2013

Federal Grantor/Passed Through Grantor/Program Title	Grant Period	Contract and/or Passed through Grantor's Number	Federal CFDA Number	Disbursements or Expenditures
Total U.S. Department of Housing and Urban Development				<u>881,969</u>
Department of Homeland Security:				
Passed through United Way:				
EFSP (SOVA)	1-Jan-12 to 31-Oct-12	Phase 30	97.024	41,400
EFSP (Family Violence)	1-Jan-12 to 31-Oct-12	Phase 30	97.024	16,488
EFSP (Haven House)	1-Jan-12 to 31-Oct-12	Phase 30	97.024	30,189
EFSP (Gramercy)	1-Jan-12 to 31-Oct-12	Phase 30	97.024	<u>20,991</u>
Total Department of Homeland Security				<u>109,068</u>
Department of Justice:				
Passed through City of Los Angeles:				
DART	1-Oct-12 to 30-Sep-13	C-121875	16.590	<u>19,498</u>
Total Department of Justice				<u>19,498</u>
Total Federal Awards				<u><u>\$ 4,888,148</u></u>

The Accompanying Notes are an Integral Part of This Schedule

JEWISH FAMILY SERVICE OF LOS ANGELES

**NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2013**

1. Basis of Accounting - The Schedule of Expenditures of Federal Awards has been reported on the accrual basis of accounting.
2. JFSLA is exempt from income taxation under Internal Revenue Code Section 501(c)(3) and California Revenue Taxation Code Section 23701d.
3. 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	\$ 513,278
14.235	Supportive Housing Program	368,691
16.590	DART	19,498
20.521	Transportation	28,736
93.044	Special Programs for the Aging Title III Part B	323,046
93.045	Special Programs for the Aging Title III Part C	883,033
93.052	Family Caregiver Support - FCSP III E	39,366
93.053	Nutritional Services Incentive Program	138,212
93.243	Substance Abuse and Mental Health Services Administration	254,504
93.556	Promoting Safe and Stable Families	58,125
93.558	Emergency Shelter Program for Battered Women and Children	217,873
93.569	Block Grant for Counseling and Advocacy for Homeless Families	28,350
93.610	UCLA Dementia Care Project	60,000
93.671	Family Violence and Haven House	392,292
93.778	Medical Assistance Program - MPSSP	1,259,790
93.959	Block Grants for Prevention and Treatment of Substance Abuse	183,333
94.006	AmeriCorps	10,953
97.024	Emergency Food and Shelter National Board Program	109,068
	TOTAL FEDERAL AWARDS	\$ 4,888,148

See Independent Auditor's Report

JEWISH FAMILY SERVICE OF LOS ANGELES

SCHEDULE OF AWARDS FROM THE CITY OF LOS ANGELES
Year Ended June 30, 2013

Funding	Program	Grant Number	Location	Department of Aging	USDA Entitlement (NSIP)	Community Development Department	Los Angeles Housing Department	Non-Government Reimbursement (Non-Match)	Program Income	Matching (1)	Total (2)
Title III B	Supportive Services	119668	Westside	\$ 108,540	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 39,253	\$ 147,793
Title III B	Supportive Services	119669	West Wilshire	117,040	-	-	-	-	-	37,187	154,227
Title IIIB-OASIS	Social Services-OASIS	119667	Citywide	28,867	-	-	-	-	-	5,969	34,836
Title III C1	Congregate Meals	C-119668	Westside	201,091	31,882	-	-	-	38,089	(29)	271,033
Title III C2	Home Delivered Meals	C-119668	Westside	107,417	28,595	-	-	-	11,266	23,088	170,366
Title III C1	Congregate Meals	C-119669	West Wilshire	240,296	34,448	-	-	143,330	53,202	21,489	492,765
Title III C2	Home Delivered Meals	C-119669	West Wilshire	240,475	30,707	-	-	68,351	22,684	21,731	383,948
Evidence Based Program 2012-2013	Health and Wellness	C-121743	Westside	50,854	-	-	-	-	-	(1,318)	49,536
Evidence Based Program 2013-2014	Health and Wellness	C-121743	Westside	20,338	-	-	-	-	-	403	20,741
Evidence Based Program 2012-2013	Health and Wellness	C-121743	West Wilshire	62,002	-	-	-	-	-	4,489	66,491
Evidence Based Program 2013-2014	Health and Wellness	C-121743	West Wilshire	18,638	-	-	-	-	-	1,607	20,245
Proposition A	Cityride-Transportation	119669	West Wilshire	261,098	-	-	-	-	2,988	37,704	301,790
Proposition A	Cityride-Transportation	119668	Westside	304,254	-	-	-	-	5,231	28,277	337,762
DART	Supportive Services	C-121875		19,498	-	-	-	-	-	-	19,498
CDD 2012-13	Transitional Shelter	C-120537	North Hollywood	-	-	118,305	-	-	-	7,542	125,847
CDD 2013-14	Transitional Shelter	C-122405	North Hollywood	-	-	37,460	-	-	-	939	38,399
LAHSA CDBG 2012-2013	Homeless Shelter	2012CDBG15	Gramercy Pl	-	-	-	56,768	6,152	-	3,163	66,083
LAHSA CDBG 2012-2013	Homeless Shelter	2013CDBG15	Gramercy Pl	-	-	-	8,867	-	-	1,803	10,670
TOTAL AWARDS FROM THE CITY OF LOS ANGELES				\$ 1,780,408	\$ 125,632	\$ 155,765	\$ 65,635	\$ 217,833	\$ 133,460	\$ 233,297	\$ 2,712,030

(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 Schedule of Awards from the City of Los Angeles has been reported on the accrual basis of accounting.

See Independent Auditor's Report