

# Greater Miami Jewish Federation, Inc. and Subsidiaries

Consolidated Financial Statements  
Years Ended June 30, 2024 and 2023

# **Greater Miami Jewish Federation, Inc. and Subsidiaries**

---

Consolidated Financial Statements  
Years Ended June 30, 2024 and 2023

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Contents

---

<b>Independent Auditor's Report</b>	3 - 4
<b>Consolidated Financial Statements</b>	
Consolidated Statements of Financial Position as of June 30, 2024 and 2023	6
Consolidated Statements of Activities for the Years Ended June 30, 2024 and 2023	7
Consolidated Statements of Functional Expenses for the Years Ended June 30, 2024 and 2023	8 - 9
Consolidated Statements of Cash Flows for the Years Ended June 30, 2024 and 2023	10
Notes to Consolidated Financial Statements	11 - 31



## Independent Auditor's Report

Board of Directors  
Greater Miami Jewish Federation, Inc. and Subsidiaries  
Miami, Florida

### *Opinion*

We have audited the consolidated financial statements of Greater Miami Jewish Federation, Inc. and Subsidiaries (collectively referred to as the "Federation"), which comprise the statements of the consolidated financial position as of June 30, 2024 and 2023, and the related consolidated statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, consolidated financial position of the Federation as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### *Basis for Opinion*

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are required to be independent of the Federation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Responsibilities of Management for the Consolidated Financial Statements*

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

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



### ***Auditor's Responsibilities for the Audit of the Consolidated Financial Statements***

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the consolidated financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Federation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Federation's ability to continue as a going concern for a reasonable period of time.

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

*BDO USA, P.C.*

December 20, 2024

## **Consolidated Financial Statements**

---

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Consolidated Statements of Financial Position

June 30,	2024	2023
<b>Assets</b>		
Cash and cash equivalents	\$ 35,586,629	\$ 64,447,398
Investments	444,168,551	404,222,761
Pledges receivable, net	19,745,174	15,382,081
Due from beneficiary agencies, net	2,283,649	2,082,019
Property and equipment, net	7,101,410	5,361,538
Other assets	12,097,964	13,874,934
<b>Total Assets</b>	<b>520,983,377</b>	<b>505,370,731</b>
<b>Liabilities And Net Assets</b>		
<b>Liabilities</b>		
Allocations payable:		
The Jewish Federations of North America	10,885,359	8,965,878
Targeted grants for Israel	768,355	762,923
Beneficiary agencies	11,843,564	12,302,378
Other	211,865	448,318
<b>Total Allocations Payable</b>	<b>23,709,143</b>	<b>22,479,497</b>
Line of credit	-	3,230,000
Accounts payable and other liabilities	4,182,292	5,585,056
Obligations to affiliated agencies for assets held in trust	53,450,279	54,394,676
Split-interest agreements	1,930,446	1,854,551
<b>Total Liabilities</b>	<b>83,272,160</b>	<b>87,543,780</b>
Commitments and Contingencies (Note 12)		
<b>Net Assets</b>		
Without donor restrictions	361,470,417	348,421,551
With donor restrictions	76,240,800	69,405,400
<b>Total Net Assets</b>	<b>437,711,217</b>	<b>417,826,951</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 520,983,377</b>	<b>\$ 505,370,731</b>

*See accompanying notes to consolidated financial statements.*

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Consolidated Statements of Activities

Years ended June 30,	2024			2023		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenues, Gains, And Other Support:</b>						
Campaign and other pledges, net	\$ 62,239,016	\$ 3,778,948	\$ 66,017,964	\$ 30,623,172	\$ 2,947,747	\$ 33,570,919
Less: Grants from Foundation	(10,700,602)	-	(10,700,602)	(5,475,701)	-	(5,475,701)
<b>Net campaign and other pledges</b>	<b>51,538,414</b>	<b>3,778,948</b>	<b>55,317,362</b>	<b>25,147,471</b>	<b>2,947,747</b>	<b>28,095,218</b>
Non-campaign contributions and bequests	16,108,037	1,316,388	17,424,425	41,510,351	984,778	42,495,129
Grants from government agencies	612,365	-	612,365	702,089	-	702,089
	<b>68,258,816</b>	<b>5,095,336</b>	<b>73,354,152</b>	<b>67,359,911</b>	<b>3,932,525</b>	<b>71,292,436</b>
Investment income, net	24,953,242	6,264,124	31,217,366	22,949,949	5,304,259	28,254,208
In-kind rental income	435,600	-	435,600	435,600	-	435,600
Program fees and other income	2,635,751	-	2,635,751	2,448,509	-	2,448,509
Net assets released from restrictions	4,524,060	(4,524,060)	-	2,952,091	(2,952,091)	-
<b>Total Revenues, Gains, and Other Support</b>	<b>100,807,469</b>	<b>6,835,400</b>	<b>107,642,869</b>	<b>96,146,060</b>	<b>6,284,693</b>	<b>102,430,753</b>
<b>Expenses</b>						
<b>Program services and allocations:</b>						
Federation Community Programs	73,784,507	-	73,784,507	83,676,936	-	83,676,936
Jewish Community Relations Council	346,176	-	346,176	348,775	-	348,775
Center for the Advancement of Jewish Education	3,227,604	-	3,227,604	3,445,167	-	3,445,167
Holocaust Memorial Committee	1,150,123	-	1,150,123	1,036,314	-	1,036,314
<b>Total program services and allocations</b>	<b>78,508,410</b>	<b>-</b>	<b>78,508,410</b>	<b>88,507,192</b>	<b>-</b>	<b>88,507,192</b>
<b>Supporting services:</b>						
Fundraising	5,698,272	-	5,698,272	6,036,752	-	6,036,752
Management and general	3,551,921	-	3,551,921	3,440,819	-	3,440,819
<b>Total supporting services</b>	<b>9,250,193</b>	<b>-</b>	<b>9,250,193</b>	<b>9,477,571</b>	<b>-</b>	<b>9,477,571</b>
<b>Total Expenses</b>	<b>87,758,603</b>	<b>-</b>	<b>87,758,603</b>	<b>97,984,763</b>	<b>-</b>	<b>97,984,763</b>
Change in Net Assets	13,048,866	6,835,400	19,884,266	(1,838,703)	6,284,693	4,445,990
Net Assets at, beginning of year	348,421,551	69,405,400	417,826,951	350,260,254	63,120,707	413,380,961
<b>Net Assets at, end of year</b>	<b>\$ 361,470,417</b>	<b>\$ 76,240,800</b>	<b>\$ 437,711,217</b>	<b>\$ 348,421,551</b>	<b>\$ 69,405,400</b>	<b>\$ 417,826,951</b>

*See accompanying notes to consolidated financial statements.*



# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Consolidated Statements of Functional Expenses

Year ended June 30, 2024	Program Services					Supporting Services				
	Federation Community Programs	Jewish Community Relations Council	Center for the Advancement of Jewish Education	Holocaust Memorial Committee	Total Program Services and Allocations	Fundraising	Management and General	Total Supporting Services	Total	
Grants and allocations:										
The Jewish Federations of North America	\$ 8,489,167	\$ -	\$ -	\$ -	\$ 8,489,167	\$ -	\$ -	\$ -	\$ 8,489,167	
Israel emergency fund	25,267,906	-	-	-	25,267,906	-	-	-	25,267,906	
Agencies	10,840,254	-	-	-	10,840,254	-	-	-	10,840,254	
In-kind rental expense - Agencies	435,600	-	-	-	435,600	-	-	-	435,600	
Grants and designated purposes	22,561,550	-	-	-	22,561,550	-	-	-	22,561,550	
<b>Total grants and allocations</b>	<b>67,594,477</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>67,594,477</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>67,594,477</b>	
Salaries	3,373,112	243,105	1,721,990	626,852	5,965,059	2,796,452	2,104,426	4,900,878	10,865,937	
Employee benefits	998,032	48,864	359,595	76,085	1,482,576	954,135	520,793	1,474,928	2,957,504	
<b>Total salaries and related expenses</b>	<b>4,371,144</b>	<b>291,969</b>	<b>2,081,585</b>	<b>702,937</b>	<b>7,447,635</b>	<b>3,750,587</b>	<b>2,625,219</b>	<b>6,375,806</b>	<b>13,823,441</b>	
Audit and tax	-	-	12,450	-	12,450	-	96,936	96,936	109,386	
Donor relations	26,102	-	-	-	26,102	18,668	4,023	22,691	48,793	
Conferences	66,993	11,690	49,158	6,989	134,830	38,370	22,141	60,511	195,341	
Copying and duplicating	36,636	2,390	4,052	1,237	44,315	23,176	25,642	48,818	93,133	
Management information systems	85,283	-	62,615	5,430	153,328	233,034	99,364	332,398	485,726	
Insurance	92,775	-	13,946	54,453	161,174	145,789	26,507	172,296	333,470	
Campaign and community outreach	511,260	34,836	913,921	239,973	1,699,990	747,187	159,795	906,982	2,606,972	
Building services	398,277	-	-	93,129	491,406	207,105	80,392	287,497	778,903	
Office Services and equipment contracts	-	-	-	3,288	3,288	-	-	-	3,288	
Office supplies	40,520	489	4,871	8,175	54,055	53,312	45,450	98,762	152,817	
Legal services	136,132	-	10,540	-	146,672	77,752	28,373	106,125	252,797	
Postage and direct marketing	35,779	36	14,814	104	50,733	46,633	50,761	97,394	148,127	
Public relations and education	62,872	-	751	5,530	69,153	238,515	73,265	311,780	380,933	
Missions	21,832	-	-	-	21,832	21,832	1,819	23,651	45,483	
Subscriptions and dues	165,210	1,653	15,966	2,027	184,856	20,819	10,303	31,122	215,978	
Telephone	19,916	1,198	11,342	5,429	37,885	11,219	68,634	79,853	117,738	
Transportation and travel	32,020	-	3,892	6,049	41,961	11,775	2,985	14,760	56,721	
Interest expense	-	-	-	-	-	-	103,506	103,506	103,506	
Miscellaneous	38,354	1,915	27,701	10,770	78,740	9,697	11,733	21,430	100,170	
<b>Total before depreciation and amortization</b>	<b>73,735,582</b>	<b>346,176</b>	<b>3,227,604</b>	<b>1,145,520</b>	<b>78,454,882</b>	<b>5,655,470</b>	<b>3,536,848</b>	<b>9,192,318</b>	<b>87,647,200</b>	
Depreciation and amortization	48,925	-	-	4,603	53,528	42,802	15,073	57,875	111,403	
<b>Total functional expenses</b>	<b>\$ 73,784,507</b>	<b>\$ 346,176</b>	<b>\$ 3,227,604</b>	<b>\$ 1,150,123</b>	<b>\$ 78,508,410</b>	<b>\$ 5,698,272</b>	<b>\$ 3,551,921</b>	<b>\$ 9,250,193</b>	<b>\$ 87,758,603</b>	

*See accompanying notes to consolidated financial statements.*

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Consolidated Statements of Functional Expenses

Year ended June 30, 2023	Program Services					Supporting Services			
	Federation Community Programs	Jewish Community Relations Council	Center for the Advancement of Jewish Education	Holocaust Memorial Committee	Total Program Services	Fundraising	Management and General	Total Supporting Services	Total
Grants and allocations:									
The Jewish Federations of North America	\$ 8,453,855	\$ -	\$ -	\$ -	\$ 8,453,855	\$ -	\$ -	\$ -	\$ 8,453,855
Agencies	12,230,315	-	-	-	12,230,315	-	-	-	12,230,315
In-kind rental expense - Agencies	435,600	-	-	-	435,600	-	-	-	435,600
Grants and designated purposes	56,079,433	-	-	-	56,079,433	-	-	-	56,079,433
<b>Total grants and allocations</b>	<b>77,199,203</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>77,199,203</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>77,199,203</b>
Salaries	3,298,691	241,957	1,651,488	520,600	5,712,736	2,765,261	2,034,610	4,799,871	10,512,607
Employee benefits	705,534	46,130	346,760	75,350	1,173,774	741,711	449,666	1,191,377	2,365,151
<b>Total salaries and related expenses</b>	<b>4,004,225</b>	<b>288,087</b>	<b>1,998,248</b>	<b>595,950</b>	<b>6,886,510</b>	<b>3,506,972</b>	<b>2,484,276</b>	<b>5,991,248</b>	<b>12,877,758</b>
Audit and tax	-	-	11,100	-	11,100	-	83,945	83,945	95,045
Donor relations	25,751	-	-	-	25,751	27,262	6,189	33,451	59,202
Conferences	52,375	16,453	40,444	7,738	117,010	47,328	15,911	63,239	180,249
Copying and duplicating	37,174	2,398	4,888	1,239	45,699	22,685	26,595	49,280	94,979
Management information systems	79,268	-	35,758	5,719	120,745	185,233	78,664	263,897	384,642
Insurance	68,770	-	13,265	42,054	124,089	108,067	19,649	127,716	251,805
Campaign and community outreach	337,766	27,752	1,281,338	226,317	1,873,173	446,120	97,118	543,238	2,416,411
Building services	420,904	-	-	130,076	550,980	214,270	83,173	297,443	848,423
Office Services and equipment contracts	-	-	-	2,364	2,364	-	-	-	2,364
Office supplies	46,758	154	1,906	3,842	52,660	60,899	41,121	102,020	154,680
Legal services	12,313	-	14,500	-	26,813	21,349	4,276	25,625	52,438
Postage and direct marketing	36,149	-	4,223	36	40,408	46,596	59,872	106,468	146,876
Public relations and education	62,563	-	816	2,301	65,680	256,009	78,676	334,685	400,365
Missions	959,515	-	-	-	959,515	959,515	79,960	1,039,475	1,998,990
Subscriptions and dues	167,403	11,526	15,910	1,203	196,042	19,220	8,470	27,690	223,732
Telephone	23,479	740	11,459	6,387	42,065	12,119	79,909	92,028	134,093
Transportation and travel	45,851	-	2,988	589	49,428	22,041	5,319	27,360	76,788
Interest expense	-	-	-	-	-	-	150,954	150,954	150,954
Miscellaneous	29,518	1,665	8,324	5,896	45,403	8,394	12,430	20,824	66,227
<b>Total before depreciation and amortization</b>	<b>83,608,985</b>	<b>348,775</b>	<b>3,445,167</b>	<b>1,031,711</b>	<b>88,434,638</b>	<b>5,964,079</b>	<b>3,416,507</b>	<b>9,380,586</b>	<b>97,815,224</b>
Depreciation and amortization	67,951	-	-	4,603	72,554	72,673	24,312	96,985	169,539
<b>Total functional expenses</b>	<b>\$83,676,936</b>	<b>\$ 348,775</b>	<b>\$ 3,445,167</b>	<b>\$1,036,314</b>	<b>\$88,507,192</b>	<b>\$6,036,752</b>	<b>\$3,440,819</b>	<b>\$9,477,571</b>	<b>\$97,984,763</b>

*See accompanying notes to consolidated financial statements.*

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Consolidated Statements of Cash Flows

<i>Years ended June 30,</i>	<b>2024</b>	<b>2023</b>
<b>Cash Flows From Operating Activities:</b>		
Change in net assets	\$ 19,884,266	\$ 4,445,990
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation and amortization	111,403	169,539
Net realized gains on investments	(3,504,942)	(4,981,874)
Net unrealized gains on investments	(18,317,902)	(17,447,109)
Provision for estimated uncollectible pledges, net	1,853,589	1,727,997
Change in split-interest agreements	(182,611)	(425,464)
Endowment contributions	(1,602,020)	(963,242)
Change in pledge discount	(215,300)	(210,820)
(Increase) decrease in operating assets:		
Pledges receivable, net	(6,001,382)	(6,550,561)
Due from beneficiary agencies, net	(201,630)	(110,006)
Other assets	1,776,970	(537,283)
Increase (decrease) in operating liabilities:		
Allocations payable - The Jewish Federations of North America	1,919,481	369,554
Allocations payable - Targeted grants for Israel	5,432	127,212
Allocations payable - Beneficiary agencies	(458,814)	(234,972)
Allocations payable - Other	(236,453)	(116,562)
Accounts payable and other liabilities	(1,402,764)	523,603
<b>Total Adjustments</b>	<b>(26,456,943)</b>	<b>(28,659,988)</b>
<b>Net Cash Used In Operating Activities</b>	<b>(6,572,677)</b>	<b>(24,213,998)</b>
<b>Cash Flows From Investing Activities:</b>		
Purchases of property and equipment	(1,851,275)	(1,344,663)
Purchases of investments	(161,739,131)	(183,889,031)
Sales of investments	143,616,185	212,462,113
<b>Net Cash (Used In) Provided By Investing Activities</b>	<b>(19,974,221)</b>	<b>27,228,419</b>
<b>Cash Flows From Financing Activities:</b>		
Obligations to affiliated agencies for assets held in trust	(944,397)	5,076,297
Proceeds from split-interest agreements	258,506	265,032
Endowment contributions	1,602,020	963,242
Repayments on line of credit	(3,230,000)	-
<b>Net Cash (Used In) Provided By Financing Activities</b>	<b>(2,313,871)</b>	<b>6,304,571</b>
<b>Net (Decrease) Increase In Cash And Cash Equivalents</b>	<b>(28,860,769)</b>	<b>9,318,992</b>
<b>Cash And Cash Equivalents, at beginning of year</b>	<b>64,447,398</b>	<b>55,128,406</b>
<b>Cash And Cash Equivalents, at end of year</b>	<b>\$ 35,586,629</b>	<b>\$ 64,447,398</b>
<b>Supplemental Disclosure Of Cash Flow Information:</b>		
Cash paid for interest	\$ 103,506	\$ 150,954

*See accompanying notes to consolidated financial statements.*

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

### 1. Nature of Federation and Significant Accounting Policies

#### *Nature of Federation*

Greater Miami Jewish Federation, Inc. (GMJF) is a nonprofit Federation whose mission is to mobilize human and financial resources to care for those in need, strengthen Jewish life and advance unity, values and shared purpose of the Jewish people in Miami, in Israel and around the world and funds a safety net of more than 160 vital programs, services and agencies.

#### *Basis of Consolidation*

The consolidated financial statements include the accounts of Greater Miami Jewish Federation, Inc., Center for the Advancement of Jewish Education, Inc. (CAJE), Holocaust Memorial Committee, Inc. (HMC), and thirteen supporting Federations (collectively referred to as the Federation). Significant transactions between the entities, including all intercompany balances, have been eliminated.

#### *Basis of Presentation*

The consolidated financial statements are prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP). Net assets and revenues, gains and losses are classified into two classes of net assets based on the existence or absence of donor-imposed restrictions. The two classes of net asset categories are as follows:

***Net assets without donor restrictions:*** Net assets that are not subject to donor-imposed restrictions. Net assets without donor restrictions also include board designated funds. Gifts to donor advised funds are classified as support without restrictions.

***Net assets with donor restrictions:*** Net assets that are subject to explicit donor-imposed restrictions such as time and/or purpose restrictions. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Federation or by the passage of time. Some net assets with donor restrictions include a stipulation that assets provided be maintained permanently while permitting the Federation to expend the income generated by the assets in accordance with the provisions of additional donor-imposed stipulations or the Board approved spending policy. Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions.

#### *Cash and Cash Equivalents*

The Federation considers all liquid investments with a maturity of three months or less at purchase to be cash equivalents.

#### *Pledges Receivable, net*

Pledges receivable are unconditional promises to give and primarily consist of annual gifts from private donors. Pledges, less a provision for estimated uncollectible amounts and unamortized discounts, are recorded as a receivable and revenue when pledges are made. Pledges determined to be uncollectible during the year in which such pledges are received are shown as a reduction of contributions. Pledges determined to be uncollectible subsequent to the year in which such pledges

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

are received are charged to bad debt expense. The allowance for uncollectible pledges is based, among other things, on the Federation's past collection experience and the impact of changes in current economic conditions. Account balances are charged off against the allowance after all means of collection have been exhausted and the potential for recovery is considered remote. Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value. Unconditional promises to give that are expected to be collected in more than one year are discounted using a market rate of return and are recorded at net present value.

### *Investments and Fair Value Measurements*

Investments in marketable securities with readily determinable fair values and all investments in debt securities are valued at their fair values in the consolidated statements of financial position. Realized and unrealized gains on investments are reflected in the consolidated statements of activities within "Investment income, net." Investment income that is limited to specific uses by donor restrictions is reported as increases in net assets without donor restrictions if the restrictions are met in the same reporting period as the income recognized.

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

### *Property and Equipment, net*

Property and equipment are recorded at cost at the date of purchase or, if contributed, the fair value at the date of donation. The Federation capitalizes expenditures for property and equipment in excess of \$5,000. Depreciation and amortization are computed on the straight-line method over the estimated useful life of the assets.

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

### *Leases*

In the ordinary course of business, the Federation enters into agreements for its various office equipment. The Federation reviews all agreements to determine if a leasing arrangement exists. When a leasing arrangement is identified, a determination is made at inception as to whether the lease is an operating or a finance lease.

A lease exists when a contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. In determining whether a lease exists, the Federation considers whether a contract provides both the right to obtain substantially all of the economic benefits from the use of an asset and the right to direct the use of the asset. Right-of-use assets (ROU) and lease liabilities are recognized at the lease commencement date based on the present value of the minimum future lease payments over the expected term of the lease.

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

Leases with an initial term of twelve months or less are classified as short-term leases and the lease payments are recognized on a straight-line basis over the lease term. Lease determinations are reassessed in the event of a change in lease terms.

### *Split-Interest Gifts*

The Federation is trustee and remainder beneficiary of various charitable remainder unitrusts and charitable annuity trusts. Trust assets are stated at fair market value. Liabilities are determined using Internal Revenue Service (IRS) actuarial assumptions, discounted using the applicable federal rate in effect at the date of the gift.

A contribution is recorded at the time of the gift as the difference between the fair value of the assets received and the liabilities incurred in the exchange portion of the agreement for these irrevocable transfers of assets. Contribution revenue and the net changes in the value of these split-interest agreements amounted to approximate (losses) gains of \$(286,000) and \$21,500 during the years ended June 30, 2024 and 2023, respectively, and are included in “non-campaign contributions and bequests” in the consolidated statements of activities.

The assets related to the split-interest agreements, included in cash and investments in the consolidated statements of financial position, amount to approximately \$3,107,000 and \$3,017,000, and amounts included in other assets amount to approximately \$1,483,000 and \$1,641,000 at June 30, 2024 and 2023, respectively. The liabilities of the split-interest agreements, included in the consolidated statements of financial position, total \$1,930,446 and \$1,854,551 at June 30, 2024 and 2023, respectively.

### *Contributions*

Transfer of cash or other assets or settlement of liabilities that are both voluntary and nonreciprocal are recognized as contributions.

Contributions may either be conditional or unconditional. A contribution is considered conditional when the donor imposes both a barrier and a right of return. Conditional contributions are recognized as revenue on the date all donor-imposed barriers are overcome or explicitly waived by the donor. Barriers may include specific and measurable outcomes, limitations on the performance of an activity and other stipulations related to the contribution. A donor has a right of return of any assets transferred or a right of release of its obligation to transfer any assets in the event the Federation fails to overcome one or more barriers. Assets received before the barrier is overcome are accounted for as refundable advances.

Unconditional contributions may or may not be subject to donor-imposed restrictions. Donor-imposed restrictions limit the use of the donated assets but are less specific than donor-imposed conditions. Contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. Contributions are considered to be available for general operations of the Federation unless specifically restricted by the donor. The Federation reports gifts of cash and other assets as restricted support if they are received with donor stipulations about the use of the donated assets, or if they are designated as support for future periods.

When a donor restriction expires, that is, when a stipulated time restriction ends, or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as “Net assets released

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

from restrictions". Donor-restricted contributions whose restrictions are met in the same reporting period in which received are reported as net assets without donor restrictions.

The Federation has been allocated \$1,053,673 and \$1,059,275 from the United Way of Miami-Dade on behalf of affiliated agencies for the years ended June 30, 2024 and 2023, respectively. As a fiduciary, these funds are passed through to affiliated agencies where they are recorded as revenue in the affiliated agencies' statements of activities. These activities are not reflected in the Federation's consolidated financial statements for the years ended June 30, 2024 and 2023.

### ***Significant Donors***

During the year ended June 30, 2024, there were no substantial gifts. During the year ended June 30, 2023, one donor made substantial gifts, totaling approximately \$21,842,000, which are included in the caption "Non-campaign contributions and bequests" in the consolidated statements of activities. The gifts accounted for approximately 21% of total revenues, gains, and other support for the year ended June 30, 2023.

During the year ended June 30, 2024, there were no substantial grants. During the year ended June 30, 2023, the Federation made two substantial grants, which are included in the caption "Federation community programs" in the consolidated statements of activities totaling \$35,400,000. The grants accounted for approximately 36% of total expenses for the year ended June 30, 2023.

### ***Donated Services***

A substantial number of volunteers have donated time to the Federation's program services and fundraising campaigns during the years ended June 30, 2024 and 2023; however, these donated services are not reflected in the consolidated financial statements since the services do not meet recognition requirements under current pronouncements. Additionally, certain professional services were donated during the years ended June 30, 2024 and 2023. These donated services are also not reflected as contributions in the accompanying consolidated financial statements as management believes they are not material to the consolidated financial statements.

### ***Concentrations of Credit and Market Risk***

Financial instruments which potentially subject the Federation to concentrations of credit and market risk consist primarily of cash and cash equivalents, pledges receivable and investments. The Federation maintains cash balances at several financial institutions in South Florida. Accounts in each institution are insured by the Federal Deposit Insurance Corporation in accordance with current regulations, which provide for insurance up to \$250,000. Cash equivalents are maintained at high-quality financial institutions. The Federation has not experienced any losses on its cash and cash equivalents.

Management considers credit risk associated with pledges receivable to be low due to the diversity of the donors and the recurring nature of many donations. Investments are subject to both credit and market risks. Credit risk is the possibility that a loss may occur from the failure of another party to perform according to the terms of a contract. Market risk is the possibility that fluctuations in the investment market will impact the value of the portfolio. The Federation has an investment policy, utilizes management oversight, and periodically reviews its investment portfolios to monitor these risks.

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

### *Use of Estimates*

In preparing the consolidated financial statements in conformity with U.S. GAAP, management is required to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and those differences could be material. Material estimates that are particularly susceptible to change include the fair value of investments, the allowance for uncollectible pledges, the functional allocation of expenses, and obligations for allocations payable.

### *Income Taxes*

The Federation is a nonprofit corporation whose revenue is derived from contributions and other fundraising activities. The Federation is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code and sales and use tax under the laws of the State of Florida. During the years ended June 30, 2024 and 2023, the Federation generated net unrelated business income from certain alternative investments. No provisions for Federal or State income taxes were recorded as management believes the amounts are immaterial to these consolidated financial statements. The Federation recognizes and measures tax positions based on their technical merit and assesses the likelihood that the positions will be sustained upon examination based on the facts, circumstances and information available at the end of each period. Interest and penalties on tax liabilities, if any, would be recorded in interest expense and other non-interest expense, respectively.

The U.S. Federal jurisdiction and Florida are the major tax jurisdictions where the Federation files income tax returns. The Federation is generally no longer subject to U.S. Federal or State examinations by tax authorities for fiscal years before 2021.

### *Functional Allocation of Expenses*

The costs of providing the various programs and other activities have been summarized on a functional basis in the consolidated statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses that can be directly identified with the program or supporting service are reported as expenses of those functional areas. Personnel and all other expenses are allocated among program and supporting services based on estimated time and effort.

### *Adopted Accounting Pronouncement*

#### *Financial Instruments - Credit Losses*

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

The CECL methodology utilizes a lifetime “expected credit loss” measurement objective for the recognition of credit losses for loans, held-to-maturity securities and other receivables at the time the financial asset is originated or acquired. The expected credit losses are adjusted each period for changes in expected lifetime credit losses. The methodology replaces the multiple existing impairment methods in current GAAP, which generally require that a loss be incurred before it is



# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

recognized. For available-for-sale securities where fair value is less than cost, credit-related impairment, if any, is recognized through an allowance for credit losses and adjusted each period for changes in credit risk. This update is effective on a modified retrospective basis for financial statements issued for fiscal years beginning after December 15, 2022, and interim periods within those fiscal years. The Organization adopted ASU 2016-13 on July 1, 2023. The adoption of this update did not have a material effect on the Federation's consolidated financial statements.

### 2. Liquidity and Availability of Resources

The Federation maintains a policy of structuring its financial assets to be available as general expenditures, liabilities and other obligations come due. The Federation considers all expenditures related to its ongoing activities to accomplish its mission as well as the conduct of services undertaken to support those activities to be general expenditures. Board designated reserves can be released upon resolution of the board and used for general expenditures. Financial assets are considered unavailable when illiquid or not convertible to cash within one year. The Federation holds cash in various interest-bearing bank accounts with high-quality financial institutions. In addition, the Federation has a \$5,000,000 line of credit, with an available balance of \$5,000,000 to meet cash flow needs.

Included in the Federation's total financial assets as of June 30, 2024 and 2023, respectively, are donor advised and supporting Federation funds amounting to approximately \$205,560,000 and \$211,060,000. The Federation serves as the sponsoring Federation, in accordance with IRS regulations, to separately identified donor advised fund accounts comprised of contributions made by donors and related earnings from investments. Once donors make contributions, the Federation has exclusive legal control over the funds. The donor, or the donor's named representatives, retains advisory privileges with respect to the distribution of funds and, in a limited manner, the investment of assets in the account. The Federation typically honors donors' grant recommendations for grants to 501(c)(3) public charities, in good standing with the IRS, for charitable purposes that are not in conflict with the Federation's mission, subject to the Federation's review and approval, and considers these assets to be available for general expenditures.

*The remainder of this page intentionally left blank.*

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

The Federation's financial assets available within one year of the consolidated statements of financial position date for general expenditures are as follows:

<i>June 30,</i>	<b>2024</b>	<b>2023</b>
Cash and cash equivalents	\$ 35,586,629	\$ 64,447,398
Investments	444,168,551	404,222,761
Pledges receivable, net	19,745,174	15,382,081
Due from beneficiary agencies, net	2,283,649	2,082,019
Cash surrender value of life insurance policies (NOTE 8)	3,407,270	3,393,952
Other receivables (NOTE 8)	2,138,852	2,161,000
Due from estates (NOTE 8)	3,255	2,756,884
<b>Total financial assets</b>	<b>507,333,380</b>	<b>494,446,095</b>
Less amounts not available to be used within one year or without board approval:		
Obligations to affiliated agencies for assets held in trust	53,450,279	54,394,676
Time restrictions greater than one year	10,921,308	8,835,645
Endowed in perpetuity	19,508,834	17,612,333
Board designated endowment	5,298,944	5,070,521
All other illiquid investments	81,720,087	54,943,800
Split-interest agreements	3,107,349	3,017,477
Long-term portion of due from beneficiary agencies, net	495,000	577,500
<b>Total financial assets not available to be used for general expenditures within one year or without board approval</b>	<b>174,501,801</b>	<b>144,451,952</b>
<b>Total financial assets available to management for general expenditures within one year</b>	<b>\$ 332,831,579</b>	<b>\$ 349,994,143</b>

### 3. Investments

Investments include the following:

<i>June 30,</i>	<b>2024</b>	<b>2023</b>
Mutual funds	\$ 195,202,813	\$ 172,726,748
Equity securities	12,005,133	38,818,572
Commodities funds	98,303	176,428
State of Israel bonds	13,687,858	11,501,722
Corporate debt securities	21,264,962	2,937,135
Government securities	7,233,488	5,122
Alternative strategies	194,675,994	178,057,034
<b>Total investments</b>	<b>\$ 444,168,551</b>	<b>\$ 404,222,761</b>

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

<i>June 30, 2024</i>	Investments Measured at Fair Value	Investments Measured at NAV	Total
Mutual funds	\$ 195,202,813	\$ -	\$ 195,202,813
Equity securities	12,005,133	-	12,005,133
Commodities funds	98,303	-	98,303
State of Israel bonds	13,687,858	-	13,687,858
Corporate debt securities	21,264,962	-	21,264,962
Government securities	7,233,488	-	7,233,488
Alternative strategies	-	194,675,994	194,675,994
<b>Total investments</b>	<b>\$ 249,492,557</b>	<b>\$ 194,675,994</b>	<b>\$ 444,168,551</b>

<i>June 30, 2023</i>	Investments Measured at Fair Value	Investments Measured at NAV	Total
Mutual funds	\$ 172,726,748	\$ -	\$ 172,726,748
Equity securities	38,818,572	-	38,818,572
Commodities funds	176,428	-	176,428
State of Israel bonds	11,501,722	-	11,501,722
Corporate debt securities	2,937,135	-	2,937,135
Government securities	5,122	-	5,122
Alternative strategies	-	178,057,034	178,057,034
<b>Total investments</b>	<b>\$ 226,165,727</b>	<b>\$ 178,057,034</b>	<b>\$ 404,222,761</b>

#### 4. Fair Value Measurements

The FASB established a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy are described as follows:

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

Level 2 - Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

- If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2024 and 2023.

The *Mutual Funds* and *Equity Securities* portfolios consist of mutual funds and equity securities managed by independent investment managers with discretionary investment authority. Equity securities consist primarily of common stocks. Mutual Funds and Equity Securities portfolio investments are valued at the closing price reported in the active market in which the individual securities are traded.

The *Commodities Funds* consist of actively traded commodities investments held by independent investment advisors. These investments are valued at their current market value determined on the basis of quotations. The investment objective of these funds are to outperform major commodities indices with a lower volatility. There are no funding commitments, and the funds are redeemable upon demand.

The *State of Israel Bonds* consist of individual bonds issued by the State of Israel. These securities are held to maturity. State of Israel Bonds are valued at fair value by discounting the related cash flows based on current yields of similar investments with comparable duration considering the credit-worthiness of the issuer (an amount which approximates the fair value).

The *Corporate Debt* and *Government Securities* portfolios consist of investments in securities issued by corporations and the U.S. government. These investments are valued at the closing price reported in the active market in which the individual securities are traded.

The *Alternative Strategies* portfolio is comprised of investments in limited partnership funds where the Federation has the right to withdraw its investments at least quarterly or annually after the expiration of "lock-up" periods of one to three years. These investments are funded not just by an initial contribution but also by periodic capital calls. The Federation's interests in alternative investment funds are generally reported at net asset value ("NAV") by the fund managers, which is used as a practical expedient to estimate the fair value of the Federation's interest therein, unless it is probable that all or a portion of the investment will be sold for an amount different from NAV. Such valuations are determined by fund managers and generally consider variables such as operating results, comparable earnings multiples, projected cash flows, recent sales prices, and other pertinent information, and may reflect discounts for the illiquid nature of certain investments held. As of June 30, 2024 and 2023, the Federation had no plans or intentions to sell investments at amounts different from NAV.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Federation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

instruments could result in a different fair value measurement at the reporting date. The values assigned to certain investments are based upon currently available information and do not necessarily represent amounts that may ultimately be realized. Because of the inherent uncertainty of valuation, those estimated fair values may differ significantly from the values that would have been used had a ready market for the investments existed and the differences could be material.

The following tables represent the Federation's financial instruments measured at fair value on a recurring and nonrecurring basis for each of the fair value hierarchy levels or net asset value:

Description	Fair Value	Fair Value Measurement at Reporting Date Using:				Investments Measured at NAV
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)		
<i>June 30, 2024</i>						
<b>Recurring basis:</b>						
Mutual funds	\$ 195,202,813	\$ 195,202,813	\$ -	\$ -	\$ -	\$ -
Equity securities	12,005,133	12,005,133	-	-	-	-
Commodities funds	98,303	98,303	-	-	-	-
State of Israel bonds	13,687,858	-	13,687,858	-	-	-
Corporate debt securities	21,264,962	21,264,962	-	-	-	-
Government securities	7,233,488	-	7,233,488	-	-	-
Alternative strategies	194,675,994	-	-	-	-	194,675,994
<b>Total investments</b>	<b>\$ 444,168,551</b>	<b>\$ 228,571,211</b>	<b>\$ 20,921,346</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 194,675,994</b>
<i>June 30, 2023</i>						
<b>Recurring basis:</b>						
Mutual funds	\$ 172,726,748	\$ 172,726,748	\$ -	\$ -	\$ -	\$ -
Equity securities	38,818,572	38,818,572	-	-	-	-
Commodities funds	176,428	176,428	-	-	-	-
State of Israel bonds	11,501,722	-	11,501,722	-	-	-
Corporate debt securities	2,937,135	2,937,135	-	-	-	-
Government securities	5,122	-	5,122	-	-	-
Alternative strategies	178,057,034	-	-	-	-	178,057,034
<b>Total investments</b>	<b>\$ 404,222,761</b>	<b>\$ 214,658,883</b>	<b>\$ 11,506,844</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 178,057,034</b>

### Investments measured at net asset value:

	Net Asset Value as of June 30, 2024	Net Asset Value as of June 30, 2023	Unfunded Commitments as of June 30, 2024	Redemption Frequency	Notice Period
<b>Hedge Funds:</b>					
Credit/Distressed (a)	\$ 10,128,664	\$ 9,343,864	\$ -	Ranges between monthly redemption to a reemption with a 1-year lock up period.	30-90 days notice.
Event Driven (b)	10,816,235	10,267,628	-		
Hedged Equity/Long Short (c)	55,529,069	50,008,962	-		
Global Macro (d)	9,649,588	8,766,809	-		
<b>Private Equity/Venture Capital</b>					
Buyout (e)	49,767,863	42,074,142	23,641,578	Closed end investment funds not eligible for redemption.	Not redeemable
Private Debt (e)	32,244,369	31,599,322	15,334,871		
Venture Capital (e)	17,239,012	16,225,710	4,384,362		
Private Real Assets (f)	9,301,194	9,770,597	647,400	Closed end investment funds not eligible for redemption.	Not redeemable
<b>Total</b>	<b>\$ 194,675,994</b>	<b>\$ 178,057,034</b>	<b>\$ 44,008,211</b>		

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

The Federation's financial assets are invested in publicly traded equities that are listed on national exchanges, treasury and agency bonds of the United States of America and international governments, and investment grade corporate bonds for which active trading markets exist. Such assets are valued at quoted closing prices at year end.

As a practical expedient, the Federation relies on the NAVs of certain investments as their fair value. The NAVs that have been provided by investees are derived from their values of the underlying investments as of the reporting date. The tables above summarize, as of June 30, 2024 and 2023, the nature of these investments and any related liquidation restrictions or other factors, which may impact the ultimate value realized.

Included in alternative strategies are investments in offshore funds that include investments in hedge funds. The offshore funds are located primarily in the Cayman and British Virgin Islands. As part of the alternative strategy investment structure, initial capital commitments are required. Reflected at net asset value above are the amounts that have been funded toward the capital commitments.

- (a) The investment objective of the funds is to obtain a positive return regardless of fluctuations in the capital markets through, long/short equity positions, distressed securities, fixed income arbitrage and other derivative instruments.
- (b) A hedge fund style that aims to profit from the mispricing of securities related to hard and/or soft catalysts. Examples include mergers (merger arbitrage), restructurings, bankruptcies, litigation, regulatory and legislative changes. Activist investors who seek value creation through board participation or management changes are also included in this category.
- (c) The investment objective of the funds is to seek maximum capital while incurring reasonable risk appreciation primarily by using a variety of investment techniques, including employing three event-driven investment strategies: merger arbitrage; distressed securities, special situations and other funds.
- (d) A hedge fund style focused on employing a top-down approach to invest in any market in order to capture extended market movements. Global macro managers generally have broad mandates to invest globally across all asset classes. These managers tend to employ leverage and have exposure to global interest rates, currencies, commodities and equities.
- (e) A hedge fund style that opportunistically allocates capital to various hedge fund strategies and uses diversification to reduce asset-class and single-strategy risks. Ideally, multi-strategy portfolio managers tactically shift capital among strategies in order to capitalize on current market opportunities. Some multi-strategy funds act as a collection of traders, while others have a more formal organizational structure.
- (f) The investment objective of the funds is to obtain significant returns for its partners through capital appreciation. Partnerships pursue an investment strategy of making private equity investments in the following categories: venture capital, buyout, mezzanine financing and distressed securities in a variety of industries.

As of June 30, 2024 and 2023, the Federation investment in Israel Bonds totaled approximately \$13,688,000 and \$11,502,000, respectively. The bonds consist of various maturities and interest rates. It is the Federation's policy to hold Israel Bonds to maturity. Bonds held in the Federation's investment pool, within the Foundation, are renewed upon maturity, while bonds held by the Federation in its general fund are redeemed for cash at maturity. There is no active trading market

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

for Israel Bonds, although there is a secondary market. Because the Federation holds Israel Bonds to maturity, the valuation on the books of Federation is equal to the purchase price of the bond.

Certain investments have been made on behalf of affiliated agencies. These investments are reflected as investments and obligations to affiliated agencies for assets held in trust in the consolidated statements of financial position. As of June 30, 2024, and 2023, total investments of \$52,213,000 and \$53,560,302, respectively, are held in trust for affiliated agencies and are reflected in the consolidated statements of financial position.

Investment return, net of expenses, consists of the following:

<i>Year ended June 30, 2024</i>	Without donor restrictions	With donor restrictions	Total
Dividends and interest	\$ 8,457,403	\$ 937,121	\$ 9,394,524
Net realized gains	2,198,468	1,306,473	3,504,941
Net unrealized gains	14,297,371	4,020,530	18,317,901
<b>Total investment income, net</b>	<b>\$ 24,953,242</b>	<b>\$ 6,264,124</b>	<b>\$ 31,217,366</b>

<i>Year ended June 30, 2023</i>	Without donor restrictions	With donor restrictions	Total
Dividends and interest	\$ 4,754,955	\$ 1,070,271	\$ 5,825,226
Net realized gains	4,704,625	277,248	4,981,873
Net unrealized gains	13,490,369	3,956,740	17,447,109
<b>Total investment income, net</b>	<b>\$ 22,949,949</b>	<b>\$ 5,304,259</b>	<b>\$ 28,254,208</b>

### 5. Pledges Receivable, Net

<i>June 30,</i>	<b>2024</b>	<b>2023</b>
Amounts due in less than one year	<b>\$ 18,954,794</b>	\$ 16,496,080
Amount due in one to five years	<b>6,045,633</b>	3,492,075
Gross pledges receivable	<b>25,000,427</b>	19,988,155
Less: Allowance for uncollectible pledges	<b>(4,763,990)</b>	(4,330,111)
Less: Unamortized discount	<b>(491,263)</b>	(275,963)
<b>Pledges receivable, net</b>	<b>\$ 19,745,174</b>	\$ 15,382,081

Included in net campaign and other current pledges revenue of \$55,317,362 is \$ 7,315,106 related to Supplemental Campaign Income for the year ended June 30, 2024. Included in net campaign and other current pledges revenue of \$28,095,218 is \$5,409,286 related to Supplemental Campaign Income for the year ended June 30, 2023. Bad debt expense on pledges totaled \$1,853,589 and \$1,727,997 for the years ended June 30, 2024 and 2023, respectively. Pledges receivable with

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

payment terms in excess of one year have been discounted using an average market rate of interest (approximately 4.46% and 4.27% as of June 30, 2024 and 2023, respectively) to reflect their estimated present value.

### 6. Due From Beneficiary Agencies, Net

Due from beneficiary agencies, net consisted of the following:

<i>June 30,</i>	<b>2024</b>		<b>2023</b>
Due from beneficiary agencies	\$ 2,317,322	\$	2,130,481
Less: Unamortized discount and allowance for uncollectible accounts	(33,673)		(48,462)
<b>Due from beneficiary agencies, net</b>	<b>\$ 2,283,649</b>	<b>\$</b>	<b>2,082,019</b>

Due from beneficiary agencies represents non-interest-bearing advances and interest-bearing loans to various beneficiary agencies in addition to their annual allocations. The Federation anticipates that these amounts due will be collected from these beneficiary agencies in the ordinary course of business through fundraising efforts. These advances are due between one and sixteen years and have been discounted to their present value. At June 30, 2024 and 2023, a receivable from Jewish Community Services of South Florida, Inc. and Affiliate in the amount of \$577,500 and \$660,000, respectively, has been discounted over the remaining period, using the U.S. Treasury risk-free rate of return of approximately 3%.

The following represents the gross estimated collections from beneficiary agencies to be received by the Federation as of June 30, 2024:

<i>Years ending June 30,</i>	
2024	\$ 1,822,322
2025	82,500
2026	82,500
2027	82,500
2028	82,500
Thereafter	165,000
	<b>\$ 2,317,322</b>

*The remainder of this page intentionally left blank.*



# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

### 7. Property And Equipment, Net

Property and equipment, net, consisted of the following:

<i>June 30,</i>	2024	2023	Estimated useful lives
Land	\$ 2,659,951	\$ 2,659,951	N/A
Buildings	1,434,261	1,434,261	40 years
Improvements	7,175,858	5,349,212	10 to 36 years
Office furniture, equipment and software	3,741,376	3,716,747	3 to 9 years
	<b>15,011,446</b>	<b>13,160,171</b>	
Less: accumulated depreciation	<b>(7,910,036)</b>	<b>(7,798,633)</b>	
<b>Total property and equipment, net</b>	<b>\$ 7,101,410</b>	<b>\$ 5,361,538</b>	

Depreciation and amortization expense for the years ended June 30, 2024 and 2023 was \$111,403 and \$169,539, respectively.

### 8. Other Assets

<i>June 30,</i>	2024	2023
Cash surrender value of life insurance policies	\$ 3,407,270	\$ 3,393,952
Other receivables	2,138,852	2,161,000
Due from estates	3,255	2,756,884
Due from JAFI	2,211,727	1,071,390
Prepaid expenses	341,689	303,163
Other assets	2,512,093	2,547,654
Due from charitable trusts (Federation not trustee)	1,483,078	1,640,891
<b>Total other assets</b>	<b>\$ 12,097,964</b>	<b>\$ 13,874,934</b>

### 9. Accounts Payable And Other Liabilities

Accounts payable and other liabilities consisted of the following:

<i>June 30,</i>	2024	2023
Accounts payable	\$ 3,418,095	\$ 3,686,656
Deferred liabilities, refundable advances, and deferred compensation	764,197	1,898,400
<b>Total accounts payable and other liabilities</b>	<b>\$ 4,182,292</b>	<b>\$ 5,585,056</b>

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

### 10. Summary Of Allocations And Grants For Designated Purposes

Allocations and grants of net assets without donor restrictions categorized by type of program are as follows:

<i>June 30,</i>	2024	2023
The Jewish Federations of North America	\$ 8,489,167	\$ 8,453,855
Israel Emergency fund	25,267,906	-
Allocations to agencies:		
Annual campaign education and culture	4,289,652	4,194,127
Services to the aged	733,092	896,945
Youth services and recreation	3,070,365	2,787,270
Counseling services	799,937	823,313
Surfside emergency relief fund	-	1,225,814
Health services	244,293	241,184
Other community programming	1,362,749	1,742,927
Target grants for Israel and overseas	775,766	754,336
<b>Total allocations to agencies</b>	<b>11,275,854</b>	<b>12,665,916</b>
Donor advised and other designated funds:		
Federation and beneficiary agencies	5,323,400	6,603,191
Jewish charitable purposes	11,644,296	8,044,819
Organizations serving Florida	2,615,354	38,553,540
Organizations outside Florida	1,371,080	1,722,823
Other	111,835	100,410
<b>Total donor advised and other designated funds</b>	<b>21,065,965</b>	<b>55,024,783</b>
Supporting Foundations:		
Federation and beneficiary agencies	865,106	457,104
Jewish charitable purposes	259,979	291,495
Organizations serving Florida	90,500	82,750
Organizations outside Florida	280,000	223,300
<b>Total supporting foundations</b>	<b>1,495,585</b>	<b>1,054,649</b>
<b>Total allocations for grants and designated purposes</b>	<b>22,561,550</b>	<b>56,079,432</b>
<b>Total allocations</b>	<b>\$ 67,594,477</b>	<b>\$ 77,199,203</b>

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

### 11. Endowments

The Federation's endowments consist of individual funds established for a variety of purposes. Its endowments are comprised of funds with no donor restriction, donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. As required by U.S. GAAP, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The State of Florida adopted the Florida Uniform Prudent Management of Institutional Funds Act (FUPMIFA). The Federation has interpreted the FUPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As a result of this interpretation, the Federation classifies as net assets with donor restrictions the historical value of donor-restricted endowment funds, which includes (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment and (c) changes to the permanent endowment made in accordance with the direction of the applicable donor gift instrument. Also included in net assets with donor restrictions is accumulated appreciation on donor restricted endowment funds which are available for expenditure in a manner consistent with the standard of prudence prescribed by the FUPMIFA, and deficiencies associated with funds where the value of the fund has fallen below the original value of the gift.

The Federation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment fund earnings:

1. The duration and preservation of the fund.
2. The purpose of the Federation and the donor-restricted endowment fund.
3. General economic conditions.
4. The possible effects of inflation and deflation.
5. The expected total return from income and the appreciation of investments.
6. Other resources of the Federation.
7. The investment policies of the Federation.

For the years ended June 30, 2024 and 2023, the Federation has elected not to add appreciation for cost of living or spending to its endowment funds with donor restrictions.

A summary of endowment assets at June 30, 2024 is as follows:

<i>June 30, 2024</i>	Without donor restrictions	With donor restrictions	Total
Donor restricted endowment funds	\$ -	\$ 64,886,760	\$ 64,886,760
Board designated endowment funds	5,298,944	-	5,298,944
Total endowment net assets	\$ 5,298,944	\$ 64,886,760	\$ 70,185,704

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

A summary of endowment assets at June 30, 2023 is as follows:

<i>June 30, 2023</i>	Without donor restrictions	With donor restrictions	Total
Donor restricted endowment funds	\$ -	\$ 60,137,026	\$ 60,137,026
Board designated endowment funds	5,070,521	-	5,070,521
<b>Total endowment net assets</b>	<b>\$ 5,070,521</b>	<b>\$ 60,137,026</b>	<b>\$ 65,207,547</b>

The change in endowment assets for the year ended June 30, 2024 is as follows:

<i>Year ended June 30, 2024</i>	Without donor restrictions	With donor restrictions	Total
Endowment net assets, beginning of year	\$ 5,070,521	\$ 60,137,026	\$ 65,207,547
Investment change	479,666	6,153,241	6,632,907
Contributions	-	1,602,020	1,602,020
Amounts appropriated for expenditure	(251,243)	(3,005,527)	(3,256,770)
<b>Endowment net assets, end of year</b>	<b>\$ 5,298,944</b>	<b>\$ 64,886,760</b>	<b>\$ 70,185,704</b>

The change in endowment assets for the year ended June 30, 2023 is as follows:

<i>Year ended June 30, 2023</i>	Without donor restrictions	With donor restrictions	Total
Endowment net assets, beginning of year	\$ 6,735,380	\$ 56,909,086	\$ 63,644,466
Investment change	413,495	5,277,237	5,690,732
Contributions	-	963,242	963,242
Amounts appropriated for expenditure	(2,078,354)	(3,012,539)	(5,090,893)
<b>Endowment net assets, end of year</b>	<b>\$ 5,070,521</b>	<b>\$ 60,137,026</b>	<b>\$ 65,207,547</b>

### ***Funds with Deficiencies***

From time to time, the fair value of assets associated with individual donor restricted endowment funds may fall below the level that the donor or FUPMIFA requires the Federation to retain as a fund of perpetual duration. As of June 30, 2024 and 2023, the fair market value of these donor restricted endowment funds was approximately \$19,509,000 and \$17,612,000, respectively. In accordance with U.S. GAAP, deficiencies of this nature are reported in net assets with donor restriction and amounted to approximately \$578,000 and \$681,000 as of June 30, 2024 and 2023, respectively. These deficiencies resulted from unfavorable market fluctuations.

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

### *Return Objectives and Risk Parameters*

The Federation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Federation must hold in perpetuity or for a donor- specified period(s) as well as board-designated funds. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce results that are equivalent to the spending policy of 5 percent plus inflation while assuming a moderate level of investment risk. The Federation expects its endowment funds, over time, to provide a rate of return in excess of the original permanently restricted principal. Actual returns in any given year may vary.

### *Strategies Employed for Achieving Objectives*

To satisfy its long-term rate-of-return objectives, the Federation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Federation targets a diversified asset allocation that places a greater emphasis on equity-based and alternative investments to achieve its long-term return objectives within prudent risk constraints.

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

The Federation has a general policy of appropriating for distribution each year 5 percent of its endowment fund's average fair value over the prior 6 calendar years through the calendar year- end preceding the fiscal year in which the distribution is planned. In establishing this policy, the Federation considered the long-term expected return on its endowment. Accordingly, over the long term, the Federation expects the current spending policy to allow its endowment to grow. The Board of Directors approved a constant spending policy of 5 percent.

## 12. Commitments And Contingencies

### *Guarantees of Indebtedness*

Pursuant to certain guaranty agreements, the Federation guarantees debt of certain beneficiary agencies. Should these agencies default on their debt payments, the Federation is responsible for the payment. The Federation reviews its debt guarantees on an ongoing basis.

The nature of the guarantees as of June 30, 2024 is as follows:

<b>Borrower</b>	<b>Amount</b>	<b>Nature of Debt</b>	<b>Maturity Date</b>	<b>Letter of Credit Expiration Date</b>
Michael-Ann Russell JCC	\$ 9,000,000	Tax exempt bonds	January 29, 2039	April 20, 2025
Michael-Ann Russell JCC	1,207,196	Tax exempt loan	October 1, 2036	N/A
Dave and Mary Alper JCC	5,695,000	Tax exempt bonds	April 11, 2032	April 15, 2026
Gainesville Hillel, Inc.	5,000,000	Tax exempt bonds	May 8, 2033	May 15, 2026
Miami Beach JCC	6,300,000	Tax exempt bonds	July 1, 2041	July 1, 2027
	<b>\$ 27,202,196</b>			

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

The plan for the agencies is to raise money through fundraising efforts to satisfy their debt. The fair market value of the borrowers' properties is in excess of the outstanding debt.

Where indicated, the tax-exempt bonds are credit enhanced by a letter of credit from a lender. In certain circumstances the bonds may be payable on the letter of credit expiration date if not renewed. The Federation has no reason to believe that any of the letters of credit will not be renewed.

### ***Michael-Ann Russell JCC***

The Federation administers Michael-Ann Russell JCC's ("MARJCC") endowment funds totaling \$200,000, which are reflected in the consolidated statements of financial position at June 30, 2024. Additionally, MARJCC will continue fundraising to retire the debt when it becomes due. MARJCC has annual amortization payment of \$431,780 on its loan. MARJCC has and is expected to continue to meet its interest and principal obligations in the near future.

### ***Dave and Mary Alper JCC***

The Federation administers the Dave and Mary Alper JCC ("Alper"), endowment funds totaling approximately \$1,100,000, which are reflected in the consolidated statements of financial position at June 30, 2024. Alper continues to pursue capital contributions to pay off the tax-exempt bonds. Alper has and is expected to continue to meet its interest obligations in the near future.

### ***Gainesville Hillel, Inc.***

The Federation administers Gainesville Hillel, Inc. ("Hillel"), endowment funds totaling approximately \$2,300,000, which are reflected in the consolidated statements of financial position at June 30, 2024. Hillel continues to actively pursue capital contributions to pay off the tax-exempt bonds. Hillel has and is expected to continue to meet its interest obligations in the near future.

### ***Miami Beach Jewish Community Center, Inc.***

The Federation administers the Miami Beach Jewish Community Center, Inc. ("MBJCC"), endowment funds totaling \$3,900,000, which are reflected in the consolidated statements of financial position at June 30, 2024. MBJCC will continue fundraising to retire the debt. MBJCC has annual debt amortization payment of \$260,000. MBJCC has and is expected to continue to meet its interest and principal obligations in the near future.

### ***Holocaust Memorial Center***

The Federation is in the process of constructing a 7,400 square foot Education Center at the Holocaust Memorial Center. The Center will have three theaters, which will use state of the art technology to provide students with Holocaust survivors testimonies. The project has started and is estimated at approximately \$15,000,000.

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

### 13. Line of Credit

Federation has a line of credit with a financial institution to borrow up to \$5,000,000 in order to provide liquidity for its working capital needs. The line matures on March 28, 2027.

As of June 30, 2024 the line of credit had no outstanding balance. The outstanding balance was \$3,230,000 as of June 30, 2023.

The line of credit bears interest at one-month CME Term SOFR Rate, plus 1%. The interest rate was 6.33% and 6.17% as of June 30, 2024 and 2023, respectively.

The agreement requires maintenance of certain liquidity ratios; GMJF was in compliance with such requirements as of June 30, 2024 and 2023.

### 14. Net Assets With Donor Restrictions

Net assets with donor restrictions consist of the following:

<i>June 30,</i>	<b>2024</b>	<b>2023</b>
Time restricted	\$ 10,921,308	\$ 8,835,645
Agency programs	483,140	427,580
Annual campaign	8,440,955	7,071,247
Community programs	16,509,681	15,821,975
Education programs	3,428,259	3,252,843
Support for the elderly	7,734,132	7,401,237
Holocaust survivors support	138,145	135,039
Israel programs	18,150,433	17,060,490
Leadership programs	878,676	805,601
Medical assistance programs	715,644	668,358
Support for the needy	3,721,047	3,571,624
Scholarships	5,119,380	4,353,761
<b>Total net assets with donor restrictions</b>	<b>\$76,240,800</b>	<b>\$ 69,405,400</b>

Included within net assets with donor restrictions are funds held in perpetuity of \$19,508,834 and \$17,612,333 as of June 30, 2024 and 2023, respectively.

### 15. Land Leases

As of March 19, 1989, the Federation entered into a ninety-nine year lease with Alper for the land which is now occupied by Alper at an annual rental of \$1. The Federation has recognized the market value of the lease, estimated at \$225,600 annually, as rent income and allocation expense. As of January 25, 1977, the Federation entered into a ninety-nine year lease with the MARJCC for the land which is now occupied by MARJCC. The Federation has recognized the market value of the lease, estimated at \$210,000 annually, as rent income and allocation expense. Due to the restricted and conditional nature of the ninety-nine year leases, the donated use of the properties are evaluated on an annual basis by the Federation to determine if Alper and MARJCC have met the conditions stipulated in the lease agreements.

# Greater Miami Jewish Federation, Inc. and Subsidiaries

## Notes to Consolidated Financial Statements

---

### 16. Subsequent Events

The Federation has evaluated events and transactions occurring subsequent to June 30, 2024 and through December 20, 2024, which is the date the consolidated financial statements were available to be issued.

MARJCC renewed its Letter of Credit for the \$9,000,000 tax-exempt bond through April 20, 2025, at which point it intends to obtain a multi-year renewal.