National Council of Jewish Women
New York Section
[a Non-Profit Organization]

Financial Statements

Years Ended June 30, 2019 and 2018

National Council of Jewish Women
New York Section
[a Non-Profit Organization]

Financial Statements

Years Ended June 30, 2019 and 2018

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Independent Auditor's Report

Board of Directors
National Council of Jewish Women
New York Section
[a Non-Profit Organization]

Report on the Financial Statements

We have audited the accompanying financial statements of the National Council of Jewish Women New York Section, which comprises the statements of financial position as of June 30, 2019 and 2018, and the related statements of activities, functional expenses, and cash flows for the years then ended and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the 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 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 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 financial statements referred to above present fairly, in all material respects, the financial position of the National Council of Jewish Women New York Section, as of June 30, 2019 and 2018, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in Note 1c to the financial statements, during the year ended June 30, 2019, the Organization adopted Accounting Standards Update ("ASU") No. 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities. Our opinion is not modified with respect to this matter.

Sax LLP

Clifton, New Jersey
October 17, 2019

National Council of Jewish Women
New York Section
[a Non-Profit Organization]

Statements of Financial Position

	June 30, 2019	June 30, 2018
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	$ 161,923	$ 139,170
Contributions receivable	30,801	138,049
Prepaid expenses and other current assets	15,708	15,231
Total current assets	208,432	292,450
PROPERTY AND EQUIPMENT, NET	1,647,963	1,676,216
OTHER ASSETS		
Investments	2,661,848	2,875,924
Total other assets	2,661,848	2,875,924
TOTAL ASSETS	**$ 4,518,243**	**$ 4,844,590**
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable and accrued expenses	$ 46,062	$ 42,761
Deferred revenue	17,687	15,789
Tenant security deposit payable	7,750	7,750
Total current liabilities	71,499	66,300
NET ASSETS		
Without donor restrictions	4,015,704	4,306,864
With donor restrictions	431,040	471,426
Total net assets	4,446,744	4,778,290
TOTAL LIABILITIES AND NET ASSETS	**$ 4,518,243**	**$ 4,844,590**

See Independent Auditor's Report and Notes to Financial Statements.

National Council of Jewish Women
New York Section
[a Non-Profit Organization]

Statement of Activities

Year Ended June 30, 2019

	Without Donor Restriction	With Donor Restriction	Total
REVENUES AND SUPPORT			
Contributions and grants, including $115,864 of in-kind donations	$ 541,502	$ 37,568	$ 579,070
Legacies and bequests	26,491	-	26,491
Special events	371,491	-	371,491
Less donor received benefit	(38,100)	-	(38,100)
Membership and program fee revenue	114,025	-	114,025
Interest and dividends, net of investment fees of $23,453	55,796	6,759	62,555
Unrealized and realized gains on investments	96,372	20,139	116,511
Rental income	67,340	-	67,340
Net revenues and support	1,234,917	64,466	1,299,383
NET ASSETS RELEASED FROM RESTRICTIONS			
Satisfaction of donor restrictions	104,852	(104,852)	-
FUNCTIONAL EXPENSES			
Program services	1,241,408	-	1,241,408
Supporting services			
Management and general	189,236	-	189,236
Fundraising	200,285	-	200,285
Total supporting expenses	389,521	-	389,521
Total functional expenses	1,630,929	-	1,630,929
(Decrease) in net assets	(291,160)	(40,386)	(331,546)
NET ASSETS, *beginning of year*	4,306,864	471,426	4,778,290
NET ASSETS, *end of year*	**$ 4,015,704**	**$ 431,040**	**$ 4,446,744**

See Independent Auditor's Report and Notes to Financial Statements.

National Council of Jewish Women
New York Section
[a Non-Profit Organization]

Statement of Activities

Year Ended June 30, 2018

	Without Donor Restriction	With Donor Restriction	Total
Revenues and Support			
Contributions and grants, including $142,985 of in-kind donations	$ 525,311	$ 57,288	$ 582,599
Legacies and bequests	74,128	-	74,128
Special events	488,936	-	488,936
Less donor received benefit	(56,750)	-	(56,750)
Membership and progam fee revenue	142,898	-	142,898
Interest and dividends, net of investment fees of $26,786	42,163	15,532	57,695
Unrealized and realized gains on investments	32,409	7,300	39,709
Rental income	61,125	-	61,125
Net revenues and support	1,310,220	80,120	1,390,340
NET ASSETS RELEASED FROM RESTRICTIONS			
Satisfaction of donor restrictions	146,122	(146,122)	-
FUNCTIONAL EXPENSES			
Program services	1,277,991	-	1,277,991
Supporting services			
Management and general	190,625	-	190,625
Fundraising	215,130	-	215,130
Total supporting expenses	405,755	-	405,755
Total functional expenses	1,683,746	-	1,683,746
Decrease in net assets from continuing operations	(227,404)	(66,002)	(293,406)
Loss from discontinued operations	(434)	-	(434)
(Decrease) in net assets	(227,838)	(66,002)	(293,840)
NET ASSETS, *beginning of year*	4,534,702	537,428	5,072,130
NET ASSETS, *end of year*	**$ 4,306,864**	**$ 471,426**	**$ 4,778,290**

See Independent Auditor's Report and Notes to Financial Statements.

National Council of Jewish Women
New York Section
[a Non-Profit Organization]

Statement of Functional Expenses

Year Ended June 30, 2019

	Program Services							Supporting Services			
	Children's Programs	Council Lifetime Learning	Resources for Women	Membership and Advocacy	Hunger Programs	National Program Support	Total Program Services	Management and General	Fundraising	Total Supporting Services	Total Functional Expenses
SALARIES AND RELATED EXPENSES											
Salaries	$ 43,126	$ 127,124	$ 45,753	$ 87,955	$ 64,111	$ -	$ 368,069	$ 131,974	$ 104,823	$ 236,797	$ 604,866
Payroll taxes	3,657	13,359	1,635	8,240	6,255	-	33,146	8,389	8,458	16,847	49,993
Employee benefits	6,102	30,124	4,871	16,659	17,676	-	75,432	20,044	10,557	30,601	106,033
	52,885	170,607	52,259	112,854	88,042	-	476,647	160,407	123,838	284,245	760,892
EXPENSES											
Support to National Organization's programs	-	-	-	2,500	-	50,000	52,500	-	-	-	52,500
Donated food received for the Hunger Programs	-	-	-	-	115,864	-	115,864	-	-	-	115,864
Professional fees	3,667	5,718	19,463	2,444	4,278	-	35,570	8,890	-	8,890	44,460
Printing and office supplies	4,159	4,610	2,003	2,944	9,634	-	23,350	364	1,774	2,138	25,488
Office expense	12,782	14,761	6,702	10,445	14,761	-	59,451	4,317	4,273	8,590	68,041
Telephone	3,673	4,285	1,836	2,448	4,285	-	16,527	169	169	338	16,865
Postage and shipping	2,797	3,234	1,386	1,848	3,234	-	12,499	-	5,085	5,085	17,584
Occupancy	27,509	32,094	13,754	18,339	36,714	-	128,410	-	-	-	128,410
Client activities	26,038	103,553	2,411	19,744	48,091	-	199,837	-	-	-	199,837
Special events	-	-	-	-	-	-	-	-	58,187	58,187	58,187
Repairs and maintenance	15,848	18,562	7,924	10,565	20,960	-	73,859	-	-	-	73,859
Awards, grants, scholarships, and financial aid	10,000	-	-	-	-	-	10,000	-	-	-	10,000
Subscriptions and affiliations	-	609	-	-	-	-	609	1,133	1,377	2,510	3,119
Miscellaneous	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENSES BEFORE DEPRECIATION AND AMORTIZATION	159,358	358,033	107,738	184,131	345,863	50,000	1,205,123	175,280	194,703	369,983	1,575,106
Depreciation and amortization	3,349	10,607	1,116	11,723	9,490	-	36,285	13,956	5,582	19,538	55,823
TOTAL FUNCTIONAL EXPENSES	**$ 162,707**	**$ 368,640**	**$ 108,854**	**$ 195,854**	**$ 355,353**	**$ 50,000**	**$ 1,241,408**	**$ 189,236**	**$ 200,285**	**$ 389,521**	**$ 1,630,929**

See Independent Auditor's Report and Notes to Financial Statements.

National Council of Jewish Women
New York Section
[a Non-Profit Organization]

Statement of Functional Expenses

Year Ended June 30, 2018

	Program Services							Supporting Services			
	Children's Programs	Council Lifetime Learning	Resources for Women	Membership and Advocacy	Hunger Programs	National Program Support	Total Program Services	Management and General	Fundraising	Total Supporting Services	Total Functional Expenses
SALARIES AND RELATED EXPENSES											
Salaries	$ 48,978	$ 121,707	$ 49,788	$ 77,127	$ 63,565	$ -	$ 361,165	$ 128,545	$ 116,097	$ 244,642	$ 605,807
Payroll taxes	3,452	13,968	2,301	7,137	5,156	-	32,014	9,275	9,358	18,633	50,647
Employee benefits	5,353	35,854	3,568	11,263	11,517	-	67,555	20,325	13,113	33,438	100,993
	57,783	171,529	55,657	95,527	80,238	-	460,734	158,145	138,568	296,713	757,447
EXPENSES											
Support to National Organization's programs	-	-	-	2,500	-	85,000	87,500	-	-	-	87,500
Donated food received for the Hunger Programs	-	-	-	-	142,985	-	142,985	-	-	-	142,985
Professional fees	3,667	4,278	13,668	2,444	4,278	-	28,335	12,804	-	12,804	41,139
Printing and office supplies	3,582	3,599	3,022	2,130	9,782	-	22,115	443	2,727	3,170	25,285
Office expense	14,874	16,680	7,608	10,763	16,565	-	66,490	6,053	2,072	8,125	74,615
Telephone	3,645	4,253	1,823	2,430	4,253	-	16,404	167	167	334	16,738
Postage and shipping	2,128	2,483	1,098	1,427	2,483	-	9,619	-	3,424	3,424	13,043
Occupancy	27,148	31,673	13,574	18,099	35,786	-	126,280	-	-	-	126,280
Client activities	42,103	97,116	6,257	13,931	54,536	-	213,943	-	522	522	214,465
Special events	-	-	-	-	-	-	-	-	61,873	61,873	61,873
Repairs and maintenance	13,129	15,318	6,565	8,753	22,066	-	65,831	-	-	-	65,831
Awards, grants, scholarships, and financial aid	5,000	-	-	-	-	-	5,000	-	-	-	5,000
Subscriptions and affiliations	-	699	-	-	-	-	699	684	-	684	1,383
Miscellaneous	-	-	-	-	-	-	-	-	845	845	845
TOTAL EXPENSES BEFORE DEPRECIATION AND AMORTIZATION	173,059	347,628	109,272	158,004	372,972	85,000	1,245,935	178,296	210,198	388,494	1,634,429
Depreciation and amortization	2,959	9,370	986	10,357	8,384	-	32,056	12,329	4,932	17,261	49,317
TOTAL FUNCTIONAL EXPENSES	**$ 176,018**	**$ 356,998**	**$ 110,258**	**$ 168,361**	**$ 381,356**	**$ 85,000**	**$ 1,277,991**	**$ 190,625**	**$ 215,130**	**$ 405,755**	**$ 1,683,746**

See Independent Auditor's Report and Notes to Financial Statements.

National Council of Jewish Women, New York Section [a Non-Profit Organization]

Statements of Cash Flows

	Years Ended June 30,	
	2019	2018
CASH FLOWS PROVIDED BY (USED FOR) OPERATING ACTIVITES		
Net decrease in net assets	$ (331,546)	$ (293,840)
Adjustments to reconcile net decrease in net assets to net cash provided by (used for) operating activities		
Depreciation and amortization	55,823	49,317
Unrealized and realized gains on investments	(116,511)	(39,709)
Loss on disposal of fixed assets	-	8,285
(Increase) decrease in assets		
Contributions receivable	107,248	(118,104)
Prepaid expenses and other current assets	(477)	15,953
Increase (decrease) in liabilities		
Accounts payable and accrued expenses	3,301	(8,176)
Deferred revenue	1,898	10,711
	(280,264)	**(375,563)**
CASH FLOWS PROVIDED BY (USED FOR) INVESTING ACTIVITES		
Purchase of fixed assets	(27,570)	(2,463)
Purchase of investments	(890,022)	(1,186,879)
Proceeds from sale of investments	1,220,609	1,467,929
	303,017	**278,587**
Net increase (decrease) in cash and cash equivalents	**22,753**	**(96,976)**
CASH AND CASH EQUIVALENTS, *beginning of year*	139,170	236,146
CASH AND CASH EQUIVALENTS, *end of year*	**$ 161,923**	**$ 139,170**

See Independent Auditor's Report and Notes to Financial Statements.

National Council of Jewish Women
New York Section
[a Non-Profit Organization]

Notes to Financial Statements

Years Ended June 30, 2019 and 2018

Note 1 - Summary of Significant Accounting Policies

a. Nature of Business

The National Council of Jewish Women New York Section ("NCJW NY" or "Organization") is a grassroots organization of volunteers and advocates who turn progressive ideals into action. Inspired by Jewish values, NCJW NY strives for social justice by improving the quality of life for women, children, and families and by safeguarding individual rights and freedoms.

Since its founding in 1894, NCJW NY has been at the forefront of social change, championing the needs of society's most vulnerable citizens and taking stands on issues such as child welfare, reproductive rights, and immigration while also providing direct service to alleviate the effects of poverty and inequality.

NCJW NY operates community services and advocacy initiatives, impacting the lives of more than 40,000 New Yorkers. Community services includes hunger programs; arts and enrichment programming for older adults; support groups for caregivers and for the bereaved; literacy and school-readiness programs for children in economically disadvantaged communities; scholarships for students with physical challenges; as well as unique conferences, film festivals, and special events. NCJW NY is also committed to vigorous and strategic advocacy on key mission-related issues.

b. Accounting Policy

The financial statements of NCJW NY have been prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP") as detailed in the Financial Accounting Standards Codification.

c. Basis of Presentation

Effective July 1, 2018, the Organization adopted the provisions of ASU No. 2016-14 - Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities. The financial statements are presented in accordance with the provisions of Accounting Standards Update ("ASU") 2016-14 - Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities. ASU 2016-14 requires the Organization to report information regarding its financial position and activities according to two classes of net assets; net assets without donor restrictions and net assets with donor restrictions. The net assets without donor restrictions category represents net assets that are not subject to donor-imposed restrictions and the net assets with donor restrictions category represents net assets that are subject to time or purpose donor-imposed restrictions. ASU also requires liquidity and availability disclosures. The presentation of these financial statements has been adjusted accordingly and net assets as of July 1, 2018 were restated. Net assets originally reported as unrestricted net assets were reclassified to net assets without donor restrictions. Net assets originally reported as temporarily, or permanently restricted net assets were reclassified to net assets with donor restrictions. This reclassification did not impact the Organizations total net assets as of July 1, 2018.

Assets accumulated, and resources received and expended by the Organization are either without donor restrictions or restricted by the donor for a particular purpose. Net assets with donor restrictions represent contributions to the Organization whose use is limited by donor-imposed stipulations that either expire by the passage of time or can be fulfilled by expending the funds for their restricted purpose. The designation of net assets for specific purposes by the Organization itself does not constitute a basis for reclassifying them as net assets with donor restrictions.

Note 1 - Summary of Significant Accounting Policies - Continued

d. Tax Status

NCJW NY is a not-for-profit Organization that is exempt from income taxes under Section 501(c) (3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a "private foundation" under Section 509 (a).

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by NCJW NY and recognize a tax liability if NCJW NY has taken an uncertain position that more likely than not would not be sustained upon examination by taxing authorities. Management evaluated NCJW NY's tax positions and concluded that NCJW NY had taken no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of this guidance.

e. Cash and Cash Equivalents

For purposes of the statements of cash flows, NCJW NY considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents. Money market funds held within the brokerage accounts are presented as cash and cash equivalents. As of June 30, 2019 and 2018, money market funds included in cash and cash equivalents were $71,168 and $52,617, respectively.

f. Contributions Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated cash flows. As of June 30, 2019 and 2018, all receivable balances were expected to be received within one year. Conditional promises to give are not included as support until the conditions are subsequently met.

NCJW NY utilizes the allowance method to account for uncollectible contributions receivable. The allowance for doubtful accounts is based on prior year experience and management's analysis of possible bad debts. Bad debts written-off are applied against the allowance account. As of June 30, 2019 and 2018, there was no allowance recorded on the books of NCJW NY.

g. Property and Equipment

Property and equipment are carried at cost for purchased items and at fair value for contributed items at the time it is donated. Property and equipment costing in excess of $2,000 with a useful life of greater than one year are capitalized. Major improvements are capitalized and amortized over their useful lives. Maintenance and repairs are treated as expenses.

Depreciation and amortization are provided in amounts sufficient to write-off the cost of depreciable assets, less salvage value, over their estimated useful lives. Depreciation is computed by using the straight-line method over the following estimated useful lives of the depreciable assets.

Building and building improvements	40 years
Leasehold improvements	10 years
Furniture and fixtures	5 - 10 years
Computer software	3 years

Note 1 - Summary of Significant Accounting Policies - Continued

g. Property and Equipment - Continued

Management continually monitors events and changes in circumstances that could indicate that the carrying amount of the property and equipment may not be recoverable. When events or changes in circumstances are present, management assesses the recoverability of the property and equipment by determining whether the carrying value of the property and equipment will be recovered through the undiscounted future cash flows expected to be generated from the use and eventual disposition of the property and equipment. If the carrying amount of the property and equipment exceeds its estimated future cash flows, the impairment to be recognized is measured by the amount by which the carrying amount of the property and equipment exceeds its fair value. No such impairment loss was required for the years ended June 30, 2019 or 2018.

h. Investments

Investments are reported at fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 2 for a discussion of fair value measurements.

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis. Dividends are recorded on the ex-dividend date. Investment income (loss) includes NCJW NY's gains and losses of investments bought and sold as well as held during the year.

i. Revenues and Support

Contributions received are generally available without donor restricted use unless specifically restricted by the donor. All donor restricted support is reported as net assets with donor restrictions. When a donor restriction expires, that is when a stipulated time restriction ends or purpose restriction is accomplished, donor restricted net assets are reclassified to without donor restriction and reported in the statements of activities as net assets released from restrictions. Contributions received with donor restrictions that are met in the same reporting period are reported as an increase in net assets without donor restriction

NCJW NY receives dues from its members. Amounts received in advance for a future year's memberships are deferred until that year. Program fee revenue is recognized when the program takes place.

j. Contributed Services and Materials

NCJW NY receives thousands of hours of donated services from a variety of unpaid volunteers assisting with the various programs and events. No amounts have been reflected in the current year financial statements because the criteria for recognition of such volunteer effort have not been satisfied. Additionally, NCJW NY did not recognize the cost of donated materials, such as used clothing and other thrift shop saleable items, because no measurable value can be assigned to the items.

During the years ended June 30, 2019 and 2018, NCJW NY received $115,864 and $142,985, respectively, of donated food for its Hunger Program.

These amounts have been included on the statements of activities within contributions and grants.

Note 1 - Summary of Significant Accounting Policies - Continued

k. Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities. All direct costs are allocated directly to the program or support services. Costs related to overhead, such as professional fees, printing and office supplies, office expenses, telephone, postage and shipping, and repairs and maintenance have been allocated based on the size of the program or department.

l. Concentrations of Credit Risk

NCJW NY maintains cash balances in several financial institutions. Accounts at each financial institution are insured by the Federal Deposit Insurance Corporation ("FDIC"). From time to time, NCJW NY's balances exceed the federal insured limits. The Organization also maintains cash balances in money market funds which are insured through the Securities Investor Protection Corporation ("SIPC"). From time to time, NCJW NY's money market balance may exceed the insured limits of the SIPC.

m. Estimates

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

n. Evaluation of Subsequent Events

NCJW NY evaluated subsequent events for potential recognition or disclosure through October 17, 2019, the date the financial statements were available to be issued.

National Council of Jewish Women
New York Section
[a Non-Profit Organization]

Notes to Financial Statements

Years Ended June 30, 2019 and 2018

Note 2 - Investments

Investments are stated at fair market value and are summarized as follows:

	June 30, 2019		
	Cost	Fair Value	Unrealized Gain
Equities	$ 927,807	$ 1,045,609	$ 117,802
Fixed income			
Government securities	559,845	572,718	12,873
Corporate bonds	277,295	292,425	15,130
Mutual funds	658,444	751,096	92,652
Totals	$ 2,423,391	$ 2,661,848	$ 238,457

	June 30, 2018		
	Cost	Fair Value	Unrealized Gain
Equities	$ 1,079,630	$ 1,200,156	$ 120,526
Fixed income			
Government securities	574,811	560,110	(14,701)
Corporate bonds	319,057	319,715	658
Mutual funds	705,824	795,943	90,119
Totals	$ 2,679,322	$ 2,875,924	$ 196,602

These investments are held for the following purposes:

	June 30,	
Description	2019	2018
Without donor restriction investments	$ 2,230,808	$ 2,404,498
With donor restriction investments	431,040	471,426
Total	$ 2,661,848	$ 2,875,924

NCJW NY invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the value of investment securities will occur in the near-term and that such changes could materially affect the amounts reported in the statements of financial position.

Note 2 - Investments - Continued

NCJW NY applies Fair Value Measurements and Disclosures, which defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

NCJW NY groups investments at fair value into three levels based on the markets in which the investments are traded and the reliability of the assumptions used to determine fair value. These levels are:

Level 1 - Inputs that reflect unadjusted quoted market prices in active exchange markets for identical assets or liabilities that NCJW NY has the ability to access at the measurement date.

Level 2 - Inputs other than quoted prices that are observable for the asset or liability, either directly or indirectly, including inputs in markets that are not considered to be active.

Level 3 - Inputs that are unobservable for the asset or liability and that include situations where there is little, if any, market activity for the asset or liability. The inputs into the determination of fair value are based upon the best information in the circumstances and may require significant management judgment or estimate.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lower level of input that is significant to the fair value measurement. NCJW NY's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment and considers factors specific to the investment. Below are the valuation techniques used by NCJW NY to measure different financial instruments at fair value, and the level within the fair value hierarchy in which the financial instrument is categorized.

Government and Corporate Bonds

These investments are valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing value on yields currently available on comparable securities of issuers with similar credit ratings. When quoted prices are not available for identical or similar bonds, the bond is valued under a discounted cash flows approach that maximizes observable inputs, such as current yields of similar instruments, but includes adjustments for certain risks that may not be observable, such as credit and liquidity risks or a broker quote if available.

Note 2 - Investments - Continued

The fair value hierarchy at June 30, 2019 and 2018 are as follows:

	June 30, 2019			
	Total	Level 1	Level 2	Level 3
Assets				
Equities				
Common stocks	$ 1,045,609	$ 1,045,609	$ -	$ -
Bonds				
Corporate bonds	292,425	-	292,425	-
Government bonds	572,718	-	572,718	-
Mutual funds				
Equities	751,096	751,096	-	-
Totals	$ 2,661,848	$ 1,796,705	$ 865,143	$ -

	June 30, 2018			
	Total	Level 1	Level 2	Level 3
Assets				
Equities				
Common stocks	$ 1,200,156	$ 1,200,156	$ -	$ -
Bonds				
Corporate bonds	319,715	-	319,715	-
Government bonds	560,110	-	560,110	-
Mutual funds				
Equities	795,943	795,943	-	-
Totals	$ 2,875,924	$ 1,996,099	$ 879,825	$ -

Note 3 - Property and Equipment, Net

Property and equipment consist of the following:

	June 30,	
	2019	2018
Land	$ 63,000	$ 63,000
Building and building improvements	2,382,377	2,382,377
Furniture and fixtures	127,742	100,171
Computer software	23,575	23,575
Total	2,596,694	2,569,123
Less accumulated depreciation and amortization	948,731	892,907
Property and equipment, net	$ 1,647,963	$ 1,676,216

Note 4 - Net Assets With Donor Restrictions

Purpose restricted net assets at June 30, 2019 and 2018 are as follows:

	June 30,	
	2019	2018
Children's services	$ 17,336	$ 22,443
Scholarships	102,225	116,067
Council Lifetime Learning	60,847	75,502
Advocacy	-	6,723
Support groups	632	691
Total	$ 181,040	$ 221,426

Donor restricted net assets that are perpetual in nature at June 30, 2019 and 2018 are as follows:

	June 30,	
	2019	2018
Jewish Women's Resource Center	$ 200,000	$ 200,000
Pregnancy Loss Support Program	50,000	50,000
Total	$ 250,000	$ 250,000

The permanently restricted funds making up the Jewish Women's Resource Center consist of two bequests of $100,000 each. In keeping with the donors' intention, the donors' original contributions are to be permanently restricted and NCJW NY is to use the investment income generated from the funds to support activities of the Jewish Women's Resource Center. The permanently restricted funds making up the Pregnancy Loss Support Program consists of a single bequest of $50,000. In keeping with the donor's intention, the donor's original contribution is to be permanently restricted and NCJW NY is to use the investment income generated from the funds to support activities of the Pregnancy Loss Support Program. Investment income generated from these funds is presented as unrestricted interest and dividends as the designated funds are released in the same fiscal year they are earned.

Note 5 - Pension Plan

NCJW NY sponsors a defined contribution pension plan covering all employees who meet specific eligibility requirements. NCJW NY contributes to the plan for each participant an amount equal to 3% of the participant's compensation, provided the participant contributes at least 2.5% of his or her compensation. Both the participant's and employer's contributions are fully vested at all times. For the fiscal years ended June 30, 2019 and 2018, pension expense was $8,908 and $10,809, respectively.

Note 6 - Rental Income

Beginning April 2017, NCJW NY entered into a rental agreement with an outside party to rent a portion of the property at 241 West 72nd Street for designated periods. Per the agreement, the outside party is to rent the premises for "Regularly Scheduled Use" which consists of only the Jewish Sabbath unless NCJW NY is notified otherwise in advance. The rental agreement is set to end April 24, 2024.

Additionally, the outside party is able to rent the premises for supplemental use which includes any other Jewish holiday or for the outside party's own programming use. The outside party is also able to rent the premises for half-day use at a reduced rent.

Total rental income for the years ended June 30, 2019 and 2018 was $69,340 and $61,125, respectively.

Future minimum rental income is as follows:

For the fiscal years ending June 30,	
2020	$ 63,540
2021	65,620
2022	67,700
2023	69,780
2024	59,125
	$ 325,765

Note 7 - Discontinued Operations

As of January 1, 2018, NCJW NY no longer was operating their thrift store located in New York, NY. The operating results of the thrift store for the years ended June 30, 2019 and 2018 are included as discontinued operations in the statement of activities.

Included within the gain (loss) from discontinued operations for the years ended June 30, 2019 and 2018 was thrift store sales of $-0- and $244,369, respectively, and thrift store expenses of $-0- and $244,803, respectively.

Note 8 - Supplemental Cash Flow Disclosure

For the years ended June 30, 2019 and 2018, there was no cash paid for interest or income taxes, respectively.

Note 9 - Liquidity and Availability

The following reflects the Organization's financial assets as of the statements of financial position date, reduced by amounts not available for general use because of donor-imposed restrictions within one year of the statements of financial position date. Amounts not available include funds restricted for program use and amounts that are perpetually restricted in nature.

Financial assets, at year-end	$ 2,854,572
Less those unavailable for general expenditures within one year, due to	
Restricted for program and/or purpose	(181,040)
Perpetual in nature	(250,000)
Financial assets available to meet cash needs for general expenditures within one year	$ 2,423,532

The Organization is a member-based organization which runs various programs and activities for the benefit of their members. In order to meet its responsibilities to its members, the Organization must maintain sufficient resources. Should a situation arise in which the Organization needs available cash, the funds are drawn out of the investment account. These accounts are reviewed and monitored on a regular basis. If a need arises to raise significant amounts of liquidity, the Organization currently owns its current location in New York City and can either mortgage or sell the asset to raise additional funds. The building has an estimated value of $7 million based on recent comparable sales and on insured value.