

**Jewish Family Services of St. Louis**

Financial Statements  
and Single Audit Reports and Schedules

December 31, 2025 and 2024



## TABLE OF CONTENTS

	<u>Page No.</u>
Independent Auditor's Report	1 - 2
Statements of Financial Position	3
Statements of Activities	4 - 5
Statements of Functional Expenses	6 - 7
Statements of Cash Flows	8
Notes to Financial Statements	9 - 27
Single Audit Reports and Schedules	
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	29 - 30
Independent Auditor's Report on Compliance for Each Major Program, Internal Control Over Compliance, and on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance	31 - 33
Schedule of Expenditures of Federal Awards	34
Notes to Schedule of Expenditures of Federal Awards	35
Schedule of Findings and Questioned Costs	36 - 37
Summary Schedule of Prior Audit Findings	38



## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Jewish Family Services of St. Louis

### **Opinion**

We have audited the accompanying financial statements of Jewish Family Services of St. Louis (a Missouri nonprofit corporation) ("JFS"), which comprise the statements of financial position as of December 31, 2025 and 2024, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Jewish Family Services of St. Louis as of December 31, 2025 and 2024, 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Jewish Family Services of St. Louis 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 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, and for 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.

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

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

Our objectives are to obtain reasonable assurance about whether the 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 generally accepted auditing standards and *Government Auditing Standards* 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, including omissions, 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 financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the 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 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 Jewish Family Services of St. Louis'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 financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Jewish Family Services of St. Louis'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.

#### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated April 30, 2026, on our consideration of JFS's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of JFS's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering JFS's internal control over financial reporting and compliance.



St. Louis, Missouri

April 30, 2026

Jewish Family Services of St. Louis  
 Statements of Financial Position  
 December 31, 2025 and 2024

	2025	2024
ASSETS		
Cash and cash equivalents	\$ 2,940,207	\$ 2,752,916
Accounts receivable, net	229,700	361,009
Prepaid and other assets	32,913	32,692
Investments	15,129,488	12,335,279
Unconditional promises to give, net	1,092,433	2,670,178
Property and equipment, net	2,665,523	2,827,639
Total assets	\$ 22,090,264	\$ 20,979,713
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 179,743	\$ 266,726
Accrued expenses	240,287	114,706
Finance lease liability	-	6,470
Total liabilities	420,030	387,902
Net assets		
Without donor restrictions	11,937,964	10,633,056
With donor restrictions	9,732,270	9,958,755
Total net assets	21,670,234	20,591,811
Total liabilities and net assets	\$ 22,090,264	\$ 20,979,713

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

Jewish Family Services of St. Louis  
Statement of Activities  
For the Year Ended December 31, 2025

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support and revenue			
Contributions	\$ 1,680,826	\$ 804,702	\$ 2,485,528
United Way of Greater St. Louis	-	491,033	491,033
Jewish Federation of St. Louis	152,458	946,000	1,098,458
Associated organizations	75,000	-	75,000
Special program and government grants	895,448	-	895,448
Special event revenue, net	289,862	-	289,862
Fees for professional services rendered	175,865	-	175,865
Investment return, net	762,806	712,642	1,475,448
Other revenue	35,779	-	35,779
Net assets released from restriction	<u>3,180,862</u>	<u>(3,180,862)</u>	<u>-</u>
Total support and revenue	<u>7,248,906</u>	<u>(226,485)</u>	<u>7,022,421</u>
Functional expenses			
Program services			
Clinical Services	1,625,663	-	1,625,663
Food Pantry	989,973	-	989,973
Child Abuse Prevention	415,807	-	415,807
Financial Assistance	254,425	-	254,425
Older Adult Services	<u>1,159,303</u>	<u>-</u>	<u>1,159,303</u>
Total program services	<u>4,445,171</u>	<u>-</u>	<u>4,445,171</u>
Support services			
Management and general	894,117	-	894,117
Fundraising	<u>604,710</u>	<u>-</u>	<u>604,710</u>
Total support services	<u>1,498,827</u>	<u>-</u>	<u>1,498,827</u>
Total functional expenses	<u>5,943,998</u>	<u>-</u>	<u>5,943,998</u>
Change in net assets	1,304,908	(226,485)	1,078,423
Net assets, beginning of year	<u>10,633,056</u>	<u>9,958,755</u>	<u>20,591,811</u>
Net assets, end of year	<u>\$ 11,937,964</u>	<u>\$ 9,732,270</u>	<u>\$ 21,670,234</u>

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

Jewish Family Services of St. Louis  
Statement of Activities  
For the Year Ended December 31, 2024

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support and revenue			
Contributions	\$ 1,204,498	\$ 2,471,989	\$ 3,676,487
United Way of Greater St. Louis	-	495,176	495,176
Jewish Federation of St. Louis	295,188	811,626	1,106,814
Associated organizations	75,000	-	75,000
Special program and government grants	1,130,701	-	1,130,701
Special event revenue, net	154,367	-	154,367
Fees for professional services rendered	211,485	-	211,485
Investment return, net	850,049	741,562	1,591,611
Other revenue	32,474	-	32,474
Net assets released from restriction	<u>2,406,670</u>	<u>(2,406,670)</u>	<u>-</u>
Total support and revenue	<u>6,360,432</u>	<u>2,113,683</u>	<u>8,474,115</u>
Functional expenses			
Program services			
Clinical Services	1,509,470	-	1,509,470
Food Pantry	1,091,253	-	1,091,253
Child Abuse Prevention	433,783	-	433,783
Financial Assistance	160,352	-	160,352
Older Adult Services	<u>1,343,977</u>	<u>-</u>	<u>1,343,977</u>
Total program services	<u>4,538,835</u>	<u>-</u>	<u>4,538,835</u>
Support services			
Management and general	937,998	-	937,998
Fundraising	<u>474,642</u>	<u>-</u>	<u>474,642</u>
Total support services	<u>1,412,640</u>	<u>-</u>	<u>1,412,640</u>
Total functional expenses	<u>5,951,475</u>	<u>-</u>	<u>5,951,475</u>
Change in net assets	408,957	2,113,683	2,522,640
Net assets, beginning of year	<u>10,224,099</u>	<u>7,845,072</u>	<u>18,069,171</u>
Net assets, end of year	<u>\$ 10,633,056</u>	<u>\$ 9,958,755</u>	<u>\$ 20,591,811</u>

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

Jewish Family Services of St. Louis  
Statement of Functional Expenses  
For the Year Ended December 31, 2025

	Program Services					Total Program Services	Support Services		Total
	Clinical Services	Food Pantry	Child Abuse Prevention	Financial Assistance	Older Adult Services		Management and General	Fundraising	
Personnel expenses									
Salaries	\$ 891,724	\$ 353,344	\$ 241,651	\$ 74,840	\$ 386,257	\$ 1,947,816	\$ 432,339	\$ 321,554	\$ 2,701,709
Contracted professionals	263,271	-	-	-	1,280	264,551	-	-	264,551
Benefits	141,206	67,595	31,898	12,100	71,372	324,171	61,830	44,163	430,164
Taxes	64,145	25,909	17,302	5,007	27,323	139,686	29,979	21,240	190,905
Total personnel expenses	<u>1,360,346</u>	<u>446,848</u>	<u>290,851</u>	<u>91,947</u>	<u>486,232</u>	<u>2,676,224</u>	<u>524,148</u>	<u>386,957</u>	<u>3,587,329</u>
Assistance to individuals	-	65,875	-	143,588	451,431	660,894	-	-	660,894
Bad debt	-	-	-	-	2,411	2,411	29,648	70	32,129
Depreciation and amortization	43,077	56,519	9,471	3,055	22,229	134,351	16,469	11,296	162,116
Dues and subscriptions	3,765	2,064	1,911	304	2,184	10,228	1,434	1,266	12,928
Insurance	8,490	34,033	4,550	724	5,200	52,997	3,415	2,556	58,968
Marketing and advertising	228	127	122	19	1,739	2,235	15,809	30,390	48,434
Meeting and meals	1,853	1,407	1,293	147	2,241	6,941	694	10,923	18,558
Occupancy	95,671	173,332	26,195	8,448	64,478	368,124	69,010	31,242	468,376
Office expenses	40,635	6,890	15,202	4,093	31,667	98,487	14,562	53,360	166,409
Program supplies	8,512	25,643	48,475	-	7,956	90,586	-	-	90,586
Professional fees	39,758	131,331	8,690	1,383	60,653	241,815	215,220	41,922	498,957
Recruiting expense	20,845	17,819	4,183	660	16,272	59,779	3,092	3,094	65,965
Special event expenses	-	-	-	-	-	-	-	111,291	111,291
Staff development	2,483	475	374	57	409	3,798	269	31,634	35,701
Travel	-	15	4,490	-	3,573	8,078	347	-	8,425
Vehicle expense	-	23,667	-	-	-	23,667	-	-	23,667
Volunteers	-	3,928	-	-	628	4,556	-	-	4,556
Total expenses by function	<u>1,625,663</u>	<u>989,973</u>	<u>415,807</u>	<u>254,425</u>	<u>1,159,303</u>	<u>4,445,171</u>	<u>894,117</u>	<u>716,001</u>	<u>6,055,289</u>
Less expenses included with revenues on the statement of activities									
Special event expenses	-	-	-	-	-	-	-	(111,291)	(111,291)
Total expenses per the statement of activities	<u>\$ 1,625,663</u>	<u>\$ 989,973</u>	<u>\$ 415,807</u>	<u>\$ 254,425</u>	<u>\$ 1,159,303</u>	<u>\$ 4,445,171</u>	<u>\$ 894,117</u>	<u>\$ 604,710</u>	<u>\$ 5,943,998</u>

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

Jewish Family Services of St. Louis  
Statement of Functional Expenses  
For the Year Ended December 31, 2024

	Program Services					Total Program Services	Support Services		Total
	Clinical Services	Food Pantry	Child Abuse Prevention	Financial Assistance	Older Adult Services		Management and General	Fundraising	
Personnel expenses									
Salaries	\$ 784,425	\$ 446,375	\$ 247,849	\$ 61,327	\$ 510,485	\$ 2,050,461	\$ 409,404	\$ 268,765	\$ 2,728,630
Contracted professionals	226,258	-	-	-	-	226,258	-	-	226,258
Benefits	122,820	95,737	30,006	6,415	72,472	327,450	59,461	32,954	419,865
Taxes	57,947	33,144	18,256	4,530	37,667	151,544	30,180	19,746	201,470
Total personnel expenses	<u>1,191,450</u>	<u>575,256</u>	<u>296,111</u>	<u>72,272</u>	<u>620,624</u>	<u>2,755,713</u>	<u>499,045</u>	<u>321,465</u>	<u>3,576,223</u>
Assistance to individuals	-	142,488	-	70,219	541,784	754,491	-	-	754,491
Bad debt	-	-	-	-	26	26	-	11,820	11,846
Depreciation and amortization	50,567	63,992	11,021	3,039	20,326	148,945	18,544	9,171	176,660
Dues and subscriptions	6,154	5,822	3,240	405	5,047	20,668	2,532	2,545	25,745
Insurance	6,109	28,824	3,216	403	4,936	43,488	2,513	1,781	47,782
Marketing and advertising	573	496	372	36	1,924	3,401	50,694	8,061	62,156
Meeting and meals	1,048	1,161	996	69	876	4,150	431	12,594	17,175
Occupancy	100,631	153,683	25,773	6,585	50,878	337,550	60,994	21,448	419,992
Office expenses	40,437	5,799	14,215	3,753	37,495	101,699	18,651	47,541	167,891
Program supplies	15,945	58,851	43,863	-	4,538	123,197	394	-	123,591
Professional fees	26,063	10,352	19,447	1,021	15,980	72,863	280,752	34,810	388,425
Recruiting expense	49,322	1,853	1,115	2,118	27,894	82,302	739	1,026	84,067
Special event expenses	-	-	-	-	-	-	-	41,746	41,746
Staff development	21,171	7,284	8,587	432	6,026	43,500	2,699	2,380	48,579
Travel	-	-	5,827	-	4,930	10,757	-	-	10,757
Vehicle expense	-	29,454	-	-	-	29,454	-	-	29,454
Volunteers	-	5,938	-	-	693	6,631	10	-	6,641
Total expenses by function	<u>1,509,470</u>	<u>1,091,253</u>	<u>433,783</u>	<u>160,352</u>	<u>1,343,977</u>	<u>4,538,835</u>	<u>937,998</u>	<u>516,388</u>	<u>5,993,221</u>
Less expenses included with revenues on the statement of activities									
Special event expenses	-	-	-	-	-	-	-	(41,746)	(41,746)
Total expenses per the statement of activities	<u>\$ 1,509,470</u>	<u>\$ 1,091,253</u>	<u>\$ 433,783</u>	<u>\$ 160,352</u>	<u>\$ 1,343,977</u>	<u>\$ 4,538,835</u>	<u>\$ 937,998</u>	<u>\$ 474,642</u>	<u>\$ 5,951,475</u>

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

Jewish Family Services of St. Louis  
Statements of Cash Flows  
For the Years Ended December 31, 2025 and 2024

	<u>2025</u>	<u>2024</u>
Cash flows from operating activities		
Change in net assets	\$ 1,078,423	\$ 2,522,640
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation and amortization	162,116	176,660
Provision for net present value on promises to give	(8,811)	(85,920)
Change in value of beneficial interest in trusts	-	370
Realized/unrealized gains on investments	(1,449,535)	(1,495,690)
Contributions received for perpetual endowment	(798,970)	(5,059)
Changes in operating assets and liabilities		
Unconditional promises to give	1,586,556	(1,515,853)
Accounts receivable	131,309	313,733
Prepaid expenses	(221)	(21,979)
Accounts payable	(86,983)	188,636
Accrued expenses	125,581	(44,503)
Net cash provided by operating activities	<u>739,465</u>	<u>33,035</u>
Cash flows from investing activities		
Investment purchases	(1,769,605)	(886,501)
Proceeds from sale of investments	499,063	1,394,029
Reinvestment of interest and dividends	(74,132)	(144,337)
Net cash provided by (used in) investing activities	<u>(1,344,674)</u>	<u>363,191</u>
Cash flows from financing activities		
Collections of contributions restricted for investment in perpetual endowment	798,970	5,059
Payments on finance lease	(6,470)	(7,058)
Net cash provided by (used in) financing activities	<u>792,500</u>	<u>(1,999)</u>
Net increase in cash and cash equivalents	187,291	394,227
Cash and cash equivalents, beginning of year	<u>2,752,916</u>	<u>2,358,689</u>
Cash and cash equivalents, end of year	<u>\$ 2,940,207</u>	<u>\$ 2,752,916</u>

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

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

1. NATURE OF OPERATIONS

*Nature of Activities*

Jewish Family Services of St. Louis (JFS) is a nonprofit organization that supports families and seniors, alleviates hunger, and improves the mental health of St. Louisianans, inclusive of all ages, income levels, races, and religions. Revenue and support are derived primarily from government agencies, federated funds and public contributions.

*Harvey Kornblum Jewish Food Pantry (HKJFP)*

- The Harvey Kornblum Jewish Food Pantry is the largest food pantry in the region, serving people from 72 different zip codes throughout St. Louis County. A staff of 10 and a volunteer workforce of more than 125 people ensure its smooth operations. Community members who visit the food pantry are often experiencing hardships in addition to hunger including unemployment or underemployment, lack of access to health care, and housing insecurity. The pantry's staff and volunteers connect visitors and their families to the services they need through a JFS program or to an external partner in the community.
- Economic fluctuations continue to affect many in our community. In 2025, more than 12,500 individuals visited the food pantry. The drive-through food distribution model is still being operationalized to meet this high need. In 2024, the board task force finished prioritizing the recommendations of our recent study, which explored opportunities to modernize and innovate pantry operations to serve and respond to pantry guests' future grocery and nutritional needs and maintain its reputation for exemplary service to the community. Recommendations include a hybrid-model where guests can shop indoors or drive-through based on their preference, and investing in technology to streamline operations and on-line ordering to enhance client choice. These recommendations will be incorporated into our next strategic plan.

*Child Abuse Prevention Program ("CAPP")*

- JFS' team of trained specialists annually work with more than 150 schools and organizations throughout the St. Louis area to teach more than 45,000 children, teachers, and parents about body safety, the warning signs of abuse, and safe internet use. Though the ultimate goal of the program is prevention, the presentations also teach children who have seen or experienced abuse the importance of reporting the incident to a trusted adult. These disclosures open the door to intervention and healing for the affected children and their families.
- The demand for CAPP presentations in schools throughout the region continues to outpace our current capacity. To meet demand, JFS developed a "train the presenter" program so that JFS CAPP staff can train school social workers and counselors to provide child abuse prevention presentations in their own schools.

*Financial Assistance Program*

- JFS Financial Assistance helps financially distressed individuals and families acquire immediate funds, advocacy, and support to help them through times of crisis and move toward self sufficiency. These funds provide the short-term relief needed to establish a long-term plan for achieving more financial stability. Requests for financial assistance remained high in 2025 as the economy continued to fluctuate. This program provided financial relief for 144 people in 85 households.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

1. NATURE OF OPERATIONS (continued)

*Clinical Services*

- Clinical Services include counseling, diagnostic evaluation and psychiatry care for children and adolescents. Each of the departments work together to provide for the behavioral and mental health needs of the community.
- The school-based department provides customized services and counseling to students on-site in schools across St. Louis County to help them improve their behavioral and mental health wellness, academic achievement, and social and familial relationships. These services are provided with one-on-one counseling, groups, class presentations, and consultations with school administrators.

*Older Adult Services*

- For decades, JFS case managers have provided direct services and referrals to resources that help adults ages 60 and older to live safely at home, stay connected to community, and enrich quality of living as they navigate new stages of life.
- ElderLink St. Louis is a coordinated intake and referral phone service for older adults, their children, and their caregivers that offers specialized resources and information. The ElderLink phone line is staffed by master's-level social workers, who offer customized information and referrals on the issues affecting callers or their loved ones. All callers are offered a comprehensive assessment.
- Upon request, JFS case managers collaborate with clients and caregivers to develop and manage an individualized care plan that facilitates and supports continued independence and safety in their desired living environment. We provide resources and program referrals, subsidized in-home support services, falls and hospital re-admission prevention, and counseling and chaplaincy visits as needed or requested.
- JFS supports independent living through a network of referral partners that offer transportation to medical appointments, food delivery, utility assistance, minor home repairs, home health care, housing information, support to apply for government and veterans benefits and Medicaid, socialization opportunities, and more.
- Naturally Occurring Retirement Community ("NORC") supports the healthy aging of older adults in their own homes by providing opportunities for meaningful community involvement and increased access to support services. In addition to participation in community activities, NORC members can volunteer to provide minor home repairs and technology training and troubleshooting services.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following summary of significant accounting policies of JFS is presented to assist in the understanding of JFS' financial statements. The financial statements and notes are representations of JFS' management, who are responsible for their integrity and objectivity.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of accounting and presentation

The financial statements have been prepared using the accrual basis of accounting. JFS is required to report information regarding its financial position and activities according to two classes of net assets as follows:

- *Net assets without donor restrictions* - Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. Designated amounts represent those resources that the Board has set aside for a particular purpose.
- *Net assets with donor restrictions* - Net assets subject to donor- (or certain grantor)- imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be satisfied by actions of JFS or the passage of time. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity by JFS.

Revenue recognition

Fees for professional services and special events ticket sales are recognized when the related performance obligation is satisfied. The performance obligation is met over the time of the service provided or at the time of the event. Fees for professional services received in advance are deferred to the applicable period in which the related services are performed. Fees for professional services rendered represent the estimated realizable amounts from patients and others for services rendered.

All contributions are considered to be available for use, unless specifically restricted by the donor. JFS' policy is to record contributions received with donor restrictions as contributions received without donor restrictions if the restriction is met within the same reporting period.

Unconditional promises to give, cash and other assets are accrued at their estimated fair value at the date each promise is received. Gifts are reported as support with donor restrictions if they are received with a donor's stipulation that limits the use of the donated assets. When a donor's restriction is satisfied, net assets with donor restrictions are released and reported as an increase in net assets without donor restrictions.

Promises to give, cash and other assets are considered conditional when a measurable barrier and right of return or release exists. The promises to give become unconditional and are recognized as revenue when the barriers upon which they depend are overcome. When the satisfaction of a barrier is accomplished in the same period that the contribution is made, conditional contributions are recorded as unconditional.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue recognition (continued)

Special events revenue includes ticket sales for events, sponsorships, and contributions received during the special events. The ticket sales and sponsorships, included in special event revenue, are partially for an exchange in goods or services and partially a contribution. The contribution is recognized in accordance with Accounting Standards Codification ("ASC") 958, Presentation of Financial Statements of Not-for-Profit Entities, while the reciprocal piece is recognized under ASC 606 Revenue from Contracts with Customers, over the course of the event.

Contributed goods and services

Contributed goods and services meeting recognition criteria under U.S. GAAP are recorded as public support contributions and as expense, based on estimated fair values at the date of donation. Contributed services are recorded as public support only if they create or enhance non-financial assets, require specialized services, are performed by people with those skills, would otherwise be purchased by JFS, or represent an integral part of JFS' programs. There were no donated goods or services meeting these requirements received or recognized in the financial statements as of December 31, 2025 and 2024.

Volunteers donated 11,784 and 13,664 hours of time in 2025 and 2024, respectively, to JFS' special events and program services. The value of these contributed services is not reflected in the financial statements since these services do not meet the criteria for recognition.

Contributed goods from and to the surrounding community qualify as agency transactions in accordance with the Not-for-Profit Topic of the FASB ASC 958-605-25, Revenue Recognition. All contributed goods are disbursed to the community as they are received, therefore the quantity on hand (inventory) at year-end would be insignificant to the financial statements. JFS' policy is not to report the receipt or disbursement of these goods or the inventory on hand in the financial statements.

Cash and cash equivalents

JFS considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. These amounts include cash donations and grants that are restricted in terms of their use. JFS maintains its cash deposits at financial institutions. Periodically, cash balances may be in excess of federally insured limits. Management believes no risk of loss existed at December 31, 2025 and 2024.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Accounts receivable

Accounts receivable are stated at the amount management expects to collect for services based upon contracted costs. JFS recognizes an allowance for expected credit losses ("AECL") on accounts receivable, related to program services fees, in an amount equal to the current expected credit losses. The estimation of the AECL is based on an analysis of historical loss experience, current receivables aging, and management's assessment of current conditions and reasonable and supportable expectations of future conditions, as well as an expense associated with the AECL.

Management provides for probable uncollectible amounts through a charge to expenses and a credit to the AECL. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the AECL and a credit to accounts receivable. Accounts receivable are presented net of an allowance for expected credit losses of \$43,648 and \$14,000 for the years ended December 31, 2025 and 2024, respectively. The activity (including write-offs, allowance adjustments, and bad debt recoveries) that occurred during the years ended December 31, 2025 and 2024 was not material to the financial statements.

Promises to give

JFS recognizes contributions as support when they are received or unconditionally pledged. Amounts pledged are presented as unconditional promises to give and are stated at the net present value of the amount expected to be collected from outstanding balances. JFS provides for an estimated uncollectible amount based on historical experience and industry trends. Management determined that no allowance for doubtful accounts was considered necessary for each of the years ended December 31, 2025 and 2024. Unconditional promises to give that are expected to be collected in future years are initially recorded at the fair value of their estimated future cash flows as of the date of the promise to give through the use of a present value discount technique.

Investments

Investments are stated at fair value. Investment income is recognized when earned. JFS reports investment return as increases or decreases in net assets without donor restrictions, unless the income is donor restricted. Investment income and gains, restricted by the donor, are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the investment income or gains are recognized.

Fair value measurements

Financial assets and liabilities have been disclosed at their respective fair values or measured at the price that would be received to sell an asset or transfer a liability in an orderly transaction between market participants at the measurement date on a recurring basis. The financial assets and liabilities are valued using the following fair value hierarchy in order to disclose the measurement of fair value based on three levels of observable or unobservable inputs.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair value measurements (continued)

- *Level 1* - Quoted prices (unadjusted) in active markets for identical assets that JFS has the ability to access as of the measurement date.
- *Level 2* - Significant other observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities, quoted prices in markets that are not active, and other inputs that are observable or can be corroborated by observable market data.
- *Level 3* - Significant unobservable inputs that reflect the assumptions that market participants would use in pricing the asset, based on the best information available in the circumstances.

Following is a description of the valuation methodologies used for instruments measured at fair value on a recurring basis and recognized in the accompanying statements of financial position, as well as the general classification of such instruments pursuant to the valuation hierarchy.

- Investments in Jewish Federation's investment pool are valued at the closing net asset value (NAV) of shares held at year-end.
- Beneficial interests in trusts are measured at fair value using significant third-party trust valuations and management's estimate of the value of JFS' share of the investment and are considered Level 3 investments.

JFS has used a "practical expedient" to estimate fair value of its investments. The net asset value (NAV) reported by each investment fund is used as a practical expedient to estimate the fair value of JFS' interest in the fund. This practical expedient would not be used if it is determined to be probable that the fund will sell the investment for an amount different from the reported NAV. There are no unfunded commitments associated with these investments, nor are there any significant restrictions on JFS' ability to sell these investments. Additionally, there are no circumstances under which the investments would not be redeemable.

Management determines the fair value measurement valuation policies and procedures, which are subject to Board assessment and approval. At least annually, management determines if the current valuation techniques used in fair value measurements are still appropriate.

JFS recognizes transfers between levels in the fair value hierarchy at the end of the reporting period. There were no transfers between levels for the years ended December 31, 2025 and 2024.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Property and equipment

Purchased property and equipment is recorded at cost. Donated equipment is recorded at the fair value at the date of the donation. Additions and replacements of \$2,500 or more are capitalized in the period placed in service. Leasehold improvements are capitalized and amortized over the lesser of the remaining length of the related lease or the estimated useful life of the asset. Maintenance and repairs, which do not improve or extend the lives of the respective assets, are charged against earnings. Depreciation and amortization for leased property and equipment is computed on a straight-line basis over the estimated useful lives of the respective assets.

Depreciation and amortization of property and equipment is computed using the straight-line method over the following estimated useful lives:

Buildings	10 - 39 years
Furniture and fixtures	7 - 15 years
Leasehold and building improvements	7 - 39 years

Impairment of long-lived assets

JFS evaluates whether events and circumstances have occurred that indicate the remaining estimated useful life of long-lived assets may warrant revision or that the remaining balance of an asset may not be recoverable. The measurement of possible impairment is based on the ability to recover the balance of assets from expected future operating cash flows on an undiscounted basis. In the opinion of management, no such impairment existed for the years ended December 31, 2025 and 2024.

Leases

Operating leases are primarily for office space and equipment while finance leases are for office equipment. Operating leases are required to be included in right-of-use (ROU) assets and lease liabilities on the statement of financial position. ROU assets represent the organization's right to use an underlying asset for the lease term and lease liabilities represent the organization's obligation to make lease payments arising from the lease. For operating leases with a term of one year or less, JFS has elected to not recognize a lease liability or ROU asset on the statement of financial position. Instead, lease payments are recognized as expenses on a straight-line basis over the lease term. All operating leases that JFS is a part of are less than one year or insignificant to the financial statements as of December 31, 2025 and 2024.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Leases (continued)

JFS determines if an arrangement is a lease, or contains a lease, at inception of a contract or when the terms of an existing contract are changed. Finance and operating lease ROU assets and liabilities are recognized at commencement date based on the present value of lease payments over the lease term. As JFS' leases do not provide an implicit rate, the organization uses the risk free rate commensurate with the lease term based on the information available at commencement date in determining the present value of lease payments. The lease ROU asset also includes any lease payments made and excludes lease incentives. Option periods are included in the ROU asset and liability when it is reasonably certain the option will be exercised. Rent expense for lease payments is recognized on a straight-line basis over the lease term.

For any lease agreements with lease and non-lease components, JFS has elected to apply the practical expedient that allows equipment leases and their associated maintenance services to be accounted for as a single combined operating lease component. JFS is a lessee in lease agreement with third parties that do not have any material restrictions or covenants in their lease agreements, sale-leaseback transactions, land easements or residual value guarantees.

Functional allocation of expenses

JFS allocates its expenses on a functional basis among its program and supporting services. Expenses that can be identified with a specific program and supporting service are allocated directly according to their natural expenditure classifications. Certain categories of expenses are attributed to more than one program or supporting function; therefore, expenses require allocation on a reasonable basis that is consistently applied.

The expenses that are allocated on a square footage basis include occupancy and depreciation. Salaries and wages, benefits, and payroll taxes are allocated on the basis of estimates of time and effort. Other expenses allocated based on the full-time employee headcount include dues and subscriptions, insurance, marketing and advertising, meetings and meals, office expenses, professional fees, staff development, and travel expenses.

Concentration of risk

JFS' investments are held by the Jewish Federation of St. Louis. Its investments are pooled with other investments controlled by the Jewish Federation and, therefore, are susceptible to any losses incurred by the total assets pooled by the Jewish Federation.

JFS operates in heavily regulated environments subject to the administrative directives, rules, and regulations of federal, state, and local regulatory agencies. Such administrative directives, rules and regulations are subject to change by an act of Congress, or an administrative change mandated by other government departments. These changes may occur with little notice or inadequate funding to pay for the related cost, including the additional administrative burden, to comply with a change.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Use of estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income tax status

JFS constitutes a qualified not-for-profit organization under Section 501(c)(3) of the Internal Revenue Code and is, therefore, exempt from federal income taxes.

JFS has evaluated its tax positions, expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings, and believes that no provision for income taxes is necessary at this time to cover any uncertain tax positions.

Reclassifications

Certain amounts on the 2024 financial statements have been reclassified, where appropriate, to conform to the financial statement presentation used in 2025. Changes in net assets are unchanged due to these reclassifications.

Subsequent events

JFS has evaluated all subsequent events through April 30, 2026, the date the financial statements were available to be issued. No subsequent events were identified that required adjustment to or disclosure in the financial statements.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

3. LIQUIDITY AND AVAILABILITY

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position date, comprise the following:

	2025	2024
Financial assets, on the statement of financial position, that are available within one year:		
Cash and cash equivalents	\$ 2,940,207	\$ 2,752,916
Accounts receivable, net	229,700	361,009
Unconditional promises to give, net	1,092,433	2,670,178
	4,262,340	5,784,103
Distributions that will be available for general expenditure within one year:		
Board-designated distributions and appropriations	357,167	358,936
Endowment spending-rate distributions and appropriations	104,795	70,455
	461,962	429,391
Less: Amounts unavailable for general expenditure within one year:		
Donor restrictions due to purpose	(735,260)	(617,750)
Designated promises to give not available within one year	-	(1,540,000)
Promises to give due in over one year	-	(99,000)
Endowments included in cash and cash equivalents	(24,479)	(24,689)
	(759,739)	(2,281,439)
	\$ 3,964,563	\$ 3,932,055

In addition to the above resources, JFS has an available line of credit of \$600,000 with a maturity date of September 6, 2026. No draws were made on the line of credit in 2025 or 2024 and the full \$600,000 is available for usage as of December 31, 2025 and 2024. See Note 9 for more information on the line of credit.

JFS has a board-designated investment fund with an annual spending rate of 4.5% as described in Note 10 with available funds of \$7,249,390 and \$5,697,983 as of December 31, 2025 and 2024, respectively. Although JFS does not intend to exceed the spending policy rate, these amounts could be made available, if necessary.

4. INVESTMENTS

In accordance with ASU 2015-07 Fair Value Measurement (Topic 820), certain collective trust investments and pooled separate account investments that are measured at fair value using the net asset value per share (or its equivalent) practical expedient have not been classified in the fair value hierarchy.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

4. INVESTMENTS (continued)

The cost basis of these pooled investments as of December 31, 2025 and 2024, was \$14,079,225 and \$10,074,140, respectively.

Investments measured using net asset value are as follows at December 31, 2025:

	<u>Fair Value</u>	<u>Unfunded Commitments</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>
Pooled investments	\$ 15,129,488	\$0	Not available	Not available

Investments measured using net asset value are as follows at December 31, 2024:

	<u>Fair Value</u>	<u>Unfunded Commitments</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>
Pooled investments	\$ 12,335,279	\$0	Not available	Not available

The following schedule summarizes investment return and its classification in the statements of activities:

	<u>2025</u>	<u>2024</u>
Interest and dividends	\$ 84,502	\$ 150,505
Unrealized gains (losses)	(1,206,765)	1,000,351
Realized gains	<u>2,656,300</u>	<u>495,339</u>
	1,534,037	1,646,195
Investment fees	<u>(58,589)</u>	<u>(54,584)</u>
	<u>\$ 1,475,448</u>	<u>\$ 1,591,611</u>

5. PROPERTY AND EQUIPMENT

Property and equipment consisted of the following:

	<u>2025</u>	<u>2024</u>
Land	\$ 613,657	\$ 613,657
Land improvements	27,007	27,007
Buildings	3,765,844	3,765,844
Leasehold and building improvements	150,538	150,538
Furniture and fixtures	<u>1,199,617</u>	<u>1,199,617</u>
	5,756,663	5,756,663
Accumulated depreciation and amortization	<u>(3,091,140)</u>	<u>(2,929,024)</u>
	<u>\$ 2,665,523</u>	<u>\$ 2,827,639</u>

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

5. PROPERTY AND EQUIPMENT (continued)

Depreciation and amortization expense for the years ended December 31, 2025 and 2024, totaled \$162,116 and \$176,660, respectively.

6. UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give consisted of the following:

	2025	2024
Promises to give due within one year	\$ 1,092,433	\$ 2,579,989
Promises to give due in over one year	-	99,000
Discount on promises to give	-	(8,811)
	\$ 1,092,433	\$ 2,670,178

Unconditional promises to give are recorded at their present value using a discount rate commensurate with the risk involved, which approximates the bank's prime rate. The discount rate applied to unconditional promises to give was 8.50% for the year ended December 31, 2024. As of December 31, 2025, no discount was recorded, as all unconditional promises to give were expected to be collected within one year of the statement of financial position date.

7. CONDITIONAL PROMISES TO GIVE

JFS has a multi-year promise to give conditioned on the performance of the homemaker program and approval of expenditures. The balance of the conditional promise to give, as of December 31, 2025 and 2024, was \$50,000. Payments received and revenue recorded, related to these promises, totaled \$100,000 during the years ended December 31, 2025 and 2024.

In addition, JFS receives funding on a unit-based reimbursement basis under an agreement, which requires the fulfillment of certain conditions and performance of services. Failure to fulfill the conditions could result in the return of the funds or no release of the funds. No amounts have been reflected in these financial statements for the conditional promises to give until conditions are satisfied.

8. FINANCE LEASE

JFS had a finance lease agreement for telephone equipment with a third party that matured in December 2025. Payments due under the lease contract were \$772 per month. As of December 31, 2024, the implicit interest rate on the lease was 9.43% and the weighted average remaining lease term was 1 year. Interest expense on the lease liability included in office expenses on the statements of functional expenses was \$2,091 and \$2,385 for the years ended December 31, 2025 and 2024. As of December 31, 2025, the lease had matured and was not renewed subsequent to year-end.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

8. FINANCE LEASE (continued)

Equipment under finance lease consisted of the following as of December 31:

	2025	2024
Telephone equipment	\$ 42,349	\$ 42,349
Accumulated amortization	(39,325)	(33,275)
	\$ 3,024	\$ 9,074

The asset is amortized over its estimated useful life of 7 years. Amortization of lease assets included in amortization expense on the statements of functional expenses was \$6,050 for the years ended December 31, 2025 and 2024.

Finance lease liability consisted of the following as of December 31:

	2025	2024
Current portion of finance lease liability	\$ -	\$ 6,470
	\$ -	\$ 6,470

9. LINE OF CREDIT

JFS has a line of credit with Busey Bank in the amount of \$600,000, maturing on September 6, 2026. Amounts borrowed under this agreement bear interest at the bank's prime rate, resulting in the rate of 6.75% and 7.50% as of December 31, 2025 and 2024, respectively. The line is collateralized by the building located at 10950 Schuetz Road. No borrowings occurred during 2025 or 2024, and none have occurred through the date of the independent auditor's report.

10. DONOR AND BOARD DESIGNATED ENDOWMENT

JFS' endowments consist of approximately 35 individual funds established for a variety of purposes. Their endowments consist of both donor-restricted funds and funds designated by the Board of Directors to function as endowments. As required by generally accepted accounting principles, 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.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

10. DONOR AND BOARD DESIGNATED ENDOWMENT (continued)

Interpretation of relevant law

JFS has interpreted the Uniform Prudent Management of Institutional Funds Act ("UPMIFA"), adopted into Missouri law in 2009, 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, JFS classifies as net assets with donor restrictions (a) the original value of gifts donated to the perpetual endowment, (b) the original value of subsequent gifts to the perpetual endowment, and (c) accumulations to the perpetual endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in net assets with donor restrictions in perpetuity is classified as net assets with donor restrictions that are temporary in nature until those amounts are appropriated for expenditure by JFS in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, JFS considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of JFS, and (7) JFS' investment policies.

In the absence of donor restrictions, under the terms of JFS' governing documents, the Board of Directors has the ability to distribute so much of the original principal of any trust or separate gift, bequest, or fund as the Board of Directors in its sole discretion shall determine. As a result of the ability to distribute the original principal, all contributions not classified as with donor restrictions are classified as net assets without donor restrictions for financial statements purposes.

Return objectives and risk parameters

JFS has investment and spending policies, approved by the Board of Directors, for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment funds while also maintaining the purchasing power of those endowment assets over the long-term. The investment policy establishes an achievable return objective through diversification of asset classes. Actual returns in any given year may vary from this amount. To satisfy its long-term rate-of-return objectives, JFS 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). JFS targets a diversified asset allocation that places emphasis on fixed income securities and equity-based investments to achieve its long-term return objectives within prudent risk parameters.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

10. DONOR AND BOARD DESIGNATED ENDOWMENT (continued)

Funds with deficiencies

From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). JFS has interpreted UPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. At December 31, 2025 and 2024, there were no endowment funds that were underwater.

Spending policy

JFS has a policy of appropriating for distribution an approved percentage of its endowment fund's year-end fair value each year, not to exceed 4.5% of the endowment balance based on an average of the 12 prior quarters ending on June 30 of the year prior to the year in which the endowment draw will be utilized. In 2025 and 2024, the Board of Directors approved up to 4.5% of its endowment fund's year-end fair value for distribution and the full amount was distributed each year. In establishing this policy, JFS considered the long-term expected return on its investment assets, the nature and duration of the individual endowment funds, many of which must be maintained in perpetuity because of donor restrictions, and the possible effect of inflation. JFS expects the current spending policy to allow its endowment funds to grow annually, which is consistent with JFS' objective to maintain the purchasing power of the endowment assets, as well as to provide additional real growth through investment return.

Endowment composition

Endowment net asset composition by type of fund as of December 31, 2025 is as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	\$ -	\$ 4,024,083	\$ 4,024,083
Accumulated investment earnings and temporarily restricted endowments	<u>-</u>	<u>3,880,494</u>	<u>3,880,494</u>
Board-designated endowment funds	<u>7,249,390</u>	<u>-</u>	<u>7,249,390</u>
	<u>\$ 7,249,390</u>	<u>\$ 7,904,577</u>	<u>\$ 15,153,967</u>

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

10. DONOR AND BOARD DESIGNATED ENDOWMENT (continued)

Endowment composition (continued)

Endowment net asset composition by type of fund as of December 31, 2024 is as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	\$ -	\$ 3,999,107	\$ 3,999,107
Accumulated investment earnings and temporarily restricted endowments	<u>-</u>	<u>2,662,878</u>	<u>2,662,878</u>
	-	6,661,985	6,661,985
Board-designated endowment funds	<u>5,697,983</u>	<u>-</u>	<u>5,697,983</u>
	<u>\$ 5,697,983</u>	<u>\$ 6,661,985</u>	<u>\$ 12,359,968</u>

Changes in endowment net assets for the fiscal year ended December 31, 2025 is as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Balance, December 31, 2024	<u>\$ 5,697,983</u>	<u>\$ 6,661,985</u>	<u>\$ 12,359,968</u>
Investment return			
Interest and dividends	38,322	35,809	74,131
Net realized and unrealized gains	744,596	705,046	1,449,642
Investment fees	<u>(30,376)</u>	<u>(28,213)</u>	<u>(58,589)</u>
Total investment return	752,542	712,642	1,465,184
Contributions	1,000,000	798,970	1,798,970
Transfers between funds	78,000	-	78,000
Amounts appropriated for distribution under the spending policy	(279,135)	(174,408)	(453,543)
Amounts appropriated for specified purpose expenditures	<u>-</u>	<u>(94,612)</u>	<u>(94,612)</u>
	<u>1,551,407</u>	<u>1,242,592</u>	<u>2,793,999</u>
Balance, December 31, 2025	<u>\$ 7,249,390</u>	<u>\$ 7,904,577</u>	<u>\$ 15,153,967</u>

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

10. DONOR AND BOARD DESIGNATED ENDOWMENT (continued)

Endowment composition (continued)

Changes in endowment net assets for the fiscal year ended December 31, 2024 is as follows:

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Balance, December 31, 2023	\$ 4,812,213	\$ 6,298,006	\$ 11,110,219
Investment return			
Interest and dividends	77,251	66,798	144,049
Net realized and unrealized losses	800,318	695,261	1,495,579
Investment fees	<u>(29,198)</u>	<u>(20,497)</u>	<u>(49,695)</u>
Total investment return	848,371	741,562	1,589,933
Contributions	275,793	7,238	283,031
Amounts appropriated for distribution under the spending policy	(238,394)	(199,027)	(437,421)
Amounts appropriated for specified purpose expenditures	<u>-</u>	<u>(185,794)</u>	<u>(185,794)</u>
	<u>885,770</u>	<u>363,979</u>	<u>1,249,749</u>
Balance, December 31, 2024	<u>\$ 5,697,983</u>	<u>\$ 6,661,985</u>	<u>\$ 12,359,968</u>

11. NET ASSETS WITHOUT DONOR RESTRICTIONS

The Board of Directors, by voluntary resolutions, designated the net assets without donor restrictions as follows:

	<u>2025</u>	<u>2024</u>
Board-designated endowment funds:		
General endowment purposes	\$ 6,757,298	\$ 5,259,373
Capital equipment fund	<u>492,092</u>	<u>438,610</u>
	7,249,390	5,697,983
Undesignated	<u>4,688,574</u>	<u>4,935,073</u>
	<u>\$ 11,937,964</u>	<u>\$ 10,633,056</u>

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

12. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of the following:

	2025	2024
Subject to the passage of time:		
Promises to give that are not restricted by donors	\$ 128,400	\$ 1,728,000
United Way allocation	491,033	495,176
Jewish Federation allocation	473,000	455,814
	1,092,433	2,678,990
Subject for specified purpose:		
Other program purpose	735,260	617,750
Endowment earnings and gifts for specified purpose	2,108,547	1,310,498
Endowment earnings subject to spending policy	1,771,947	1,352,410
Endowments in perpetuity	4,024,083	3,999,107
	8,639,837	7,279,765
	\$ 9,732,270	\$ 9,958,755

Net assets with donor restrictions released from restriction during the year were as follows:

	2025	2024
Satisfaction of program restrictions	\$ 299,853	\$ 502,559
Distribution from endowment earnings (spending policy)	174,408	199,027
Distribution from endowment earnings for specified purposes	94,612	185,794
Expiration of time restrictions	2,611,989	1,519,290
	\$ 3,180,862	\$ 2,406,670

Included in the net assets with donor restrictions endowment portion above, there are endowments that are considered temporarily restricted in the amounts of \$2,108,547 and \$1,310,498 as of December 31, 2025 and 2024, respectively. The original contributions for these endowments are not required to be held in perpetuity and can be utilized for the donor specified purpose. As such, the releases from these endowments are not calculated as part of the spending policy and amounts are released as the donor intended or as they are utilized each year.

13. CONCENTRATIONS

For the years ended December 31, 2025 and 2024, approximately 27% and 25%, respectively, of JFS's total support and revenue was derived from two sources.

Jewish Family Services of St. Louis  
Notes to Financial Statements  
December 31, 2025 and 2024

14. RECOGNITION OF EXCHANGE REVENUE

Homemaker and other program services fees, included in fees for professional services rendered on the statement of activities, are billed for services performed in the previous month, in accordance with agreed-upon contractual terms, either at periodic intervals (e.g., weekly or monthly) or upon achievement of contractual milestones. JFS recognizes revenue for these arrangements evenly over time. Due to the nature of JFS, the fees charged to clients vary based on eligibility requirements. These adjustments can result in a reduction of the transaction price which reduces revenue. There are no significant financing components recognized by JFS.

Amounts invoiced and collected in excess of revenues recognized are contract liabilities, which are presented as deferred revenues in the statements of financial position. As of December 31, 2025 and 2024, there are no amounts invoiced and collected in excess of revenue that would be considered deferred revenue.

The following table presents revenue disaggregated by revenue source and pattern of revenue recognition:

	2025	2024
Over Time:		
Homemaker program fees	\$ 74,758	\$ 122,300
NORC membership dues	10,678	11,053
Other program services	90,429	78,132
	175,865	211,485
Point in Time:		
Special event ticket sales	37,350	25,400
	\$ 213,215	\$ 236,885

The following table presents special events revenue, net as presented on statements of activities as of December 31:

	2025	2024
Special event ticket sales	\$ 37,350	\$ 25,400
Special event contributions	363,803	170,713
Special events expenses	(111,291)	(41,746)
	\$ 289,862	\$ 154,367

15. RETIREMENT PLAN

JFS' defined contribution profit-sharing Plan covers all eligible employees. Contributions are discretionary and determined annually by the Board of Directors. Contributions to the Plan totaled \$45,937 and \$56,479 in 2025 and 2024, respectively.

SINGLE AUDIT REPORTS AND SCHEDULES



INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER  
FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS  
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Board of Directors  
Jewish Family Services of St. Louis

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Jewish Family Services of St. Louis (a Missouri nonprofit corporation) ("JFS"), which comprise the statements of financial position as of December 31, 2025, and the related statements of activities, functional expenses, and cash flows for the year then ended and the related notes to the financial statements, and have issued our report thereon dated April 30, 2026.

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered JFS's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of JFS's internal control. Accordingly, we do not express an opinion on the effectiveness of JFS's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies.

Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether JFS's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of JFS's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering JFS's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Handwritten signature of Armanino LLP in cursive script.

St. Louis, Missouri

April 30, 2026



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM, INTERNAL CONTROL OVER COMPLIANCE, AND ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE

Board of Directors  
Jewish Family Services of St. Louis

**Report on Compliance for Each Major Federal Program**

**Opinion on Each Major Federal Program**

We have audited Jewish Family Services of St. Louis (a Missouri nonprofit corporation) ("JFS")'s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of JFS's major federal programs for the year ended December 31, 2025. JFS's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, JFS complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2025.

**Basis for Opinion on Each Major Federal Program**

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of JFS and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of JFS's compliance with the compliance requirements referred to above.

**Responsibilities of Management for Compliance**

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to JFS's federal programs.

## **Auditor’s Responsibilities for the Audit of Compliance**

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on JFS’s compliance based on our audit. 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 generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about JFS’s compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 JFS’s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of JFS’s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of JFS’s internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

## **Report on Internal Control Over Compliance**

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

### **Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance**

We have audited the financial statements of JFS as of and for the year ended December 31, 2025, and have issued our report thereon dated April 30, 2026, which contained an unmodified opinion on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the financial statements as a whole.

*Armscaine LLP*

St. Louis, Missouri

April 30, 2026

Jewish Family Services of St. Louis  
Schedule of Expenditures of Federal Awards  
For the Year Ended December 31, 2025

Federal Grantor/Pass-Through Grantor/ Program or Cluster Title	Federal AL Number	Pass-Through Entity Identifying Number	Total Federal Expenditures
<u>Expenditures of Federal Awards</u>			
United States Department of Agriculture			
Food Distribution Cluster			
Pass-through program from:			
St. Louis Area Food Bank			
Emergency Food Assistance Program	10.565	5147	\$ <u>79,514</u>
Pass-through program from:			
St. Louis Area Food Bank			
Commodity Supplemental Food Program	10.569	5147	<u>1,085,572</u>
Total Food Distribution Cluster			<u>1,165,086</u>
Total United States Department of Agriculture			<u>1,165,086</u>
Total Expenditures of Federal Awards			<u>\$ 1,165,086</u>

The accompanying notes to the Schedule of Expenditures of Federal Awards  
are an integral part of this schedule.

Jewish Family Services of St. Louis  
Notes to Schedule of Expenditures of Federal Awards  
December 31, 2025

1. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of Jewish Family Services of St. Louis (a Missouri nonprofit corporation) (the "JFS") under programs of the federal government for the year ended December 31, 2025. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the accrual basis of accounting. Federal awards primarily consist of food commodities provided to JFS, with the value of these commodities reported on the schedule being determined by the pass-through entity providing the commodities to the organization. No amounts have been reflected in the JFS financial statements for the value of these commodities at December 31, 2025.

3. INDIRECT COST RATE

JFS is the recipient of both monetary and commodity assistance. When appropriate, JFS elected to use the de minimis indirect cost rate of 10% for awards issued before October 1, 2024 or 15% for awards issued on or after October 1, 2024, as allowed under the Uniform Guidance.

Jewish Family Services of St. Louis  
 Schedule of Findings and Questioned Costs  
 For the Year Ended December 31, 2025

SECTION I - SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of major programs:

<u>Name of Federal Program or Cluster</u>	<u>AL Number</u>
Food Distribution Cluster: Commodity Supplemental Food Program	10.565
Food Distribution Cluster: The Emergency Food Assistance Program	10.569
Dollar threshold used to distinguish between Type A and Type B programs	\$1,000,000
Auditee qualified as low-risk auditee?	Yes

Jewish Family Services of St. Louis  
Schedule of Findings and Questioned Costs  
For the Year Ended December 31, 2025

SECTION II - SUMMARY OF FINANCIAL STATEMENT FINDINGS

There are no financial statement findings to be reported.

SECTION III - SUMMARY OF FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

There are no federal award findings to be reported.

Jewish Family Services of St. Louis  
Summary Schedule of Prior Audit Findings  
For the Year Ended December 31, 2025

There were no prior year findings.