

**JEWISH FAMILY AND CHILDREN'S
SERVICE OF MINNESOTA**

**CONSOLIDATED FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORT**

For The Years Ended
December 31, 2025 and 2024

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Jewish Family and Children's Service of Minnesota
Minneapolis, Minnesota

Opinion

We have audited the accompanying consolidated financial statements of Jewish Family and Children's Service of Minnesota (a nonprofit organization), which comprise the consolidated statements of financial position as of December 31, 2025 and 2024, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Jewish Family and Children's Service of Minnesota 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of Jewish Family and Children's Service of Minnesota 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.

Emphasis of Matter

As discussed in Note 1P to the consolidated financial statements, Jewish Family and Children's Service of Minnesota identified an error in the classification of net assets and has restated its beginning net asset balances as of January 1, 2024. The correction resulted in a reclassification between net asset categories and had no effect on total net assets, the change in net assets, or cash flows. Our opinion is not modified with respect to this matter.



Responsibilities of Management for the Consolidated Financial Statements

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

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

Auditor's Responsibilities for the Audit of Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted 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 are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

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

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying consolidating schedules are presented for purposes of additional analysis and are not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

A handwritten signature in cursive script that reads "Redpath and Company, LLC".

REDPATH AND COMPANY, LLC
St. Paul, Minnesota

August 18, 2026

CONSOLIDATED FINANCIAL STATEMENTS

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
December 31, 2025 and 2024

Statement 1

	2025	2024
Current assets:		
Cash and cash equivalents	\$7,282,351	\$5,104,366
Accounts receivable, net	544,056	462,402
Grants receivable	745,569	1,041,072
Program loans receivable, net	40,210	41,570
Contributions receivable, net	876,623	1,106,625
Other receivables	9,240	4,271
Accrued interest	444,608	393,481
Inventory	33,301	20,652
Prepaid expenses and other assets	312,002	172,957
Total current assets	<u>10,287,960</u>	<u>8,347,396</u>
Long-term assets:		
Contributions receivable, net of current portion	712,344	1,116,054
Investments	50,519,313	50,409,962
Beneficial interest in assets held by MN Jewish Community Foundation	21,627,702	19,120,158
Property and equipment, net of accumulated depreciation	8,526,645	8,883,596
Total long-term assets	<u>81,386,004</u>	<u>79,529,770</u>
Total assets	<u><u>\$91,673,964</u></u>	<u><u>\$87,877,166</u></u>
Current liabilities:		
Accounts payable	\$76,470	\$254,015
Accrued liabilities	1,047,613	616,967
Acquisition advances	2,096,519	-
Total current liabilities	<u>3,220,602</u>	<u>870,982</u>
Long-term liabilities:		
Deferred compensation	519,313	409,962
Funds held for others	37,500,000	37,500,000
Total long-term liabilities	<u>38,019,313</u>	<u>37,909,962</u>
Total liabilities	<u>41,239,915</u>	<u>38,780,944</u>
Net assets:		
Without donor restrictions	18,780,384	17,979,070
With donor restrictions	31,653,665	31,117,152
Total net assets	<u>50,434,049</u>	<u>49,096,222</u>
Total liabilities and net assets	<u><u>\$91,673,964</u></u>	<u><u>\$87,877,166</u></u>

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

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
CONSOLIDATED STATEMENTS OF ACTIVITIES
For The Years Ended December 31, 2025 and 2024

Statement 2

	2025			2024		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Support:						
Direct contributions	\$517,750	\$486,760	\$1,004,510	\$458,500	\$3,143,023	\$3,601,523
Indirect contributions	73,100	-	73,100	42,051	92,500	134,551
Government grants	2,729,098	-	2,729,098	3,897,822	-	3,897,822
Government agencies	1,901,214	-	1,901,214	1,416,652	-	1,416,652
Nongovernment grants	1,723,772	2,438,708	4,162,480	1,511,197	4,853,588	6,364,785
Special events, net	304,868	339,316	644,184	301,956	189,630	491,586
Total support	7,249,802	3,264,784	10,514,586	7,628,178	8,278,741	15,906,919
Revenue:						
Program related sales and fees	997,113	-	997,113	1,133,103	-	1,133,103
Change in value of beneficial interest in assets held by MN Jewish Community Foundation	772,401	1,876,345	2,648,746	451,775	1,204,702	1,656,477
Investment income	53,073	2,601,388	2,654,461	53,414	1,593,379	1,646,793
Other	245,125	-	245,125	202,240	-	202,240
Total revenue	2,067,712	4,477,733	6,545,445	1,840,532	2,798,081	4,638,613
Net assets released from restriction	7,206,004	(7,206,004)	-	7,980,401	(7,980,401)	-
Net support and revenue	16,523,518	536,513	17,060,031	17,449,111	3,096,421	20,545,532
Expenses and losses:						
Program services:						
Counseling and mental health	2,208,046	-	2,208,046	2,273,439	-	2,273,439
Aging services	2,093,622	-	2,093,622	1,887,938	-	1,887,938
Community engagement	1,119,197	-	1,119,197	1,088,098	-	1,088,098
Children and family services	1,874,607	-	1,874,607	2,172,684	-	2,172,684
Career services	2,969,182	-	2,969,182	3,120,198	-	3,120,198
Helena Bigos Supporting Foundation	1,941,169	-	1,941,169	3,361,924	-	3,361,924
Total program services	12,205,823	-	12,205,823	13,904,281	-	13,904,281
Supporting services:						
Management and general	2,658,777	-	2,658,777	2,111,874	-	2,111,874
Development and fundraising	857,604	-	857,604	800,633	-	800,633
Total supporting services	3,516,381	-	3,516,381	2,912,507	-	2,912,507
Total expenses	15,722,204	-	15,722,204	16,816,788	-	16,816,788
Changes in net assets	801,314	536,513	1,337,827	632,323	3,096,421	3,728,744
Net assets, beginning of year (as restated for 2024, Note 1P)	17,979,070	31,117,152	49,096,222	17,346,747	28,020,731	45,367,478
Net assets, end of year	\$18,780,384	\$31,653,665	\$50,434,049	\$17,979,070	\$31,117,152	\$49,096,222

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

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES
For The Years Ended December 31, 2025 and 2024

Statement 3
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	2025									
	Program Services						Supporting Services			
	Counseling and Mental Health	Aging Services	Community Engagement	Children and Family Services	Career Services	Helena Bigos Supporting Foundation	Total	Management and General	Development and Fundraising	Total Expenses
Expenses:										
Grants, contracts, and direct assistance	\$105,971	\$983,125	\$216,554	\$372,610	\$802,975	\$1,941,169	\$4,422,404	\$3,001	\$405	\$4,425,810
Salary and wages	1,487,196	754,005	568,159	1,020,083	1,522,761	-	5,352,204	1,643,599	535,703	7,531,506
Employee benefits	207,135	103,180	77,974	134,265	204,842	-	727,396	213,977	74,399	1,015,772
Payroll taxes and unemployment	118,595	59,103	44,744	77,665	117,218	-	417,325	131,104	42,660	591,089
Professional fees	6,055	16,865	36,451	4,744	19,601	-	83,716	297,186	4,842	385,744
Supplies	13,223	11,868	58,804	78,295	15,218	-	177,408	20,868	6,439	204,715
Telephone and telecommunications	9,943	8,978	4,262	32,193	20,363	-	75,739	-	1,245	76,984
Postage and shipping	1,664	2,207	4,900	101	1,594	-	10,466	4,393	11,978	26,837
Printing and copying	3,168	4,611	9,157	3,790	4,425	-	25,151	27,121	12,953	65,225
Rent, parking, and other occupancy	57,522	28,057	17,881	35,788	120,478	-	259,726	49,698	20,772	330,196
Equipment/software licensing and support	6,474	-	-	-	16,178	-	22,652	99,545	93,860	216,057
Travel/mileage	10,553	39,807	1,050	34,763	4,077	-	90,250	490	384	91,124
Conferences, conventions, and meetings	2,018	13,659	39,461	4,017	5,628	-	64,783	27,578	160,729	253,090
Membership dues	1,089	579	184	2,250	382	-	4,484	20,625	-	25,109
Staff development	11,936	5,808	2,396	8,134	12,568	-	40,842	11,492	2,451	54,785
Advertising	210	-	145	-	2,590	-	2,945	3,517	112	6,574
Bad debt expense	51,472	12,055	-	-	-	-	63,527	940	-	64,467
Other expense	29,391	8,202	6,166	9,268	13,868	-	66,895	29,554	18,737	115,186
Total expenses before depreciation	2,123,615	2,052,109	1,088,288	1,817,966	2,884,766	1,941,169	11,907,913	2,584,688	987,669	15,480,270
Depreciation	84,431	41,513	30,909	56,641	84,416	-	297,910	74,089	29,341	401,340
Total expenses by function	2,208,046	2,093,622	1,119,197	1,874,607	2,969,182	1,941,169	12,205,823	2,658,777	1,017,010	15,881,610
Less expenses included with revenues on the consolidated statement of activities:										
Cost of direct benefit to donors	-	-	-	-	-	-	-	-	(159,406)	(159,406)
Total expenses included in the expense section on the statements of activities	\$2,208,046	\$2,093,622	\$1,119,197	\$1,874,607	\$2,969,182	\$1,941,169	\$12,205,823	\$2,658,777	\$857,604	\$15,722,204

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

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES
For The Years Ended December 31, 2025 and 2024

Statement 3
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	2024									
	Program Services						Supporting Services			Total Expenses
	Counseling and Mental Health	Aging Services	Community Engagement	Children and Family Services	Career Services	Helena Bigos Supporting Foundation	Total	Management and General	Development and Fundraising	
Expenses:										
Grants, contracts, and direct assistance	\$127,510	\$940,679	\$202,748	\$772,904	\$1,303,040	\$3,361,924	\$6,708,805	\$ -	\$ -	\$6,708,805
Salary and wages	1,513,030	648,790	534,738	932,894	1,264,302	-	4,893,754	1,258,429	491,131	6,643,314
Employee benefits	222,511	94,446	77,598	134,998	185,354	-	714,907	213,026	71,038	998,971
Payroll taxes and unemployment	115,297	49,112	40,486	70,860	95,952	-	371,707	127,981	36,840	536,528
Professional fees	8,522	4,933	25,679	1,006	8,029	-	48,169	195,540	25,427	269,136
Supplies	10,176	13,530	96,402	78,998	14,539	-	213,645	23,385	7,413	244,443
Telephone and telecommunications	10,569	6,885	2,745	29,189	19,978	-	69,366	5,924	1,260	76,550
Postage and shipping	2,031	1,733	4,987	109	1,559	-	10,419	4,174	12,223	26,816
Printing and copying	2,820	3,591	10,379	2,869	3,254	-	22,913	25,338	13,490	61,741
Rent, parking, and other occupancy	47,885	20,053	15,892	29,117	104,145	-	217,092	39,941	14,823	271,856
Equipment/software licensing and support	5,136	-	-	2,378	14,410	-	21,924	84,240	86,670	192,834
Travel/mileage	7,436	33,072	1,579	34,346	4,621	-	81,054	128	163	81,345
Conferences, conventions, and meetings	2,779	2,881	35,048	2,742	4,595	-	48,045	15,885	111,894	175,824
Membership dues	2,877	953	278	3,848	-	-	7,956	17,458	140	25,554
Staff development	3,642	4,761	642	8,315	5,877	-	23,237	10,345	2,032	35,614
Advertising	1,890	205	189	-	-	-	2,284	3,660	535	6,479
Bad debt expense	79,874	16,204	-	-	-	-	96,078	52	2,751	98,881
Other expense	13,662	6,018	5,880	8,709	10,961	-	45,230	12,363	19,738	77,331
Total expenses before depreciation	2,177,647	1,847,846	1,055,270	2,113,282	3,040,616	3,361,924	13,596,585	2,037,869	897,568	16,532,022
Depreciation	95,792	40,092	32,828	59,402	79,582	-	307,696	74,005	29,799	411,500
Total expenses by function	2,273,439	1,887,938	1,088,098	2,172,684	3,120,198	3,361,924	13,904,281	2,111,874	927,367	16,943,522
Less expenses included with revenues on the consolidated statement of activities:										
Cost of direct benefit to donors	-	-	-	-	-	-	-	-	(126,734)	(126,734)
Total expenses included in the expense section on the statements of activities	\$2,273,439	\$1,887,938	\$1,088,098	\$2,172,684	\$3,120,198	\$3,361,924	\$13,904,281	\$2,111,874	\$800,633	\$16,816,788

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

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA**CONSOLIDATED STATEMENTS OF CASH FLOWS****Statement 4**

For The Years Ended December 31, 2025 and 2024

	2025	2024
Cash flows from operating activities:		
Change in net assets	\$1,337,827	\$3,728,744
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation	401,340	411,500
Change in value of beneficial interest in assets held by MN Jewish Community Foundation	(2,648,746)	(1,656,477)
Contributions restricted to endowment	(53,065)	(91,214)
Decrease (increase) in operating assets:		
Accounts receivable	(81,654)	45,706
Grants receivable	295,503	(316,085)
Program loans receivable	1,360	(18,861)
Contributions receivable	633,712	(642,336)
Other receivables	(4,969)	8,472
Accrued interest	(51,127)	(393,481)
Inventory	(12,649)	4,081
Prepaid expenses and other assets	(139,045)	(36,612)
Increase (decrease) in operating liabilities:		
Accounts payable	(177,545)	81,804
Accrued liabilities	430,646	269,168
Acquisition advances	2,096,519	-
Deferred compensation	109,351	71,110
Net cash provided by operating activities	2,137,458	1,465,519
Cash flows from investing activities:		
Purchase of property and equipment	(44,389)	(76,765)
Purchase of investments, including reinvested income	(109,351)	(71,110)
Cash transferred to MN Jewish Community Foundation	(236,156)	(380,660)
Distributions from MN Jewish Community Foundation	377,358	295,690
Net cash used in investing activities	(12,538)	(232,845)
Cash flows from financing activities:		
Collection of contributions restricted to endowment	53,065	91,214
Net increase in cash and cash equivalents	2,177,985	1,323,888
Cash and cash equivalents - beginning of year	5,104,366	3,780,478
Cash and cash equivalents - end of year	\$7,282,351	\$5,104,366

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

NOTE 1 NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. NATURE OF OPERATIONS

Jewish Family and Children's Service of Minnesota (JFCS) is guided by its mission to provide essential services to people of all ages and backgrounds to sustain healthy relationships, ease suffering and offer support in times of need. Jewish Family and Children's Service of Minnesota is proud to say it has been "family" to tens of thousands of people in the Jewish and general communities for more than a century. Jewish Family and Children's Service of Minnesota provides a full spectrum of programs and services for adults, children, families, the frail elderly, refugees and immigrants, and people who struggle with poverty, emotional problems, and mental and physical disabilities.

B. BASIS OF CONSOLIDATION

The accompanying consolidated financial statements include the accounts and activities of Jewish Family and Children's Service of Minnesota and a supporting foundation that was incorporated in November 2012 (collectively, the Organization). All significant intercompany balances and transactions have been eliminated.

C. BASIS OF PRESENTATION

Net assets and contribution revenue are classified based on the existence or absence of donor- or grantor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Net Assets Without Donor Restrictions – net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. The governing board has designated, from net assets without donor restrictions, net assets for a board-designated endowment.

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 met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are placed in service. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

D. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of highly liquid debt instruments with an initial maturity of three months or less.

Cash on deposit in excess of FDIC and similar insurance coverages are subject to the usual banking risks of funds in excess of those limits. At times, amounts on deposit may exceed FDIC insured limits. To date, the Organization has not experienced losses in any of these accounts.

E. ACCOUNTS RECEIVABLE

Receivables from program-related sales and fees are reported as accounts receivable, net in the accompanying consolidated statements of financial position. Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management records an allowance for doubtful accounts under the reserve method based on its assessment of the current status of individual accounts and the historical average percentage of write-offs by category of receivables, adjusted as necessary for current economic conditions and other relevant qualitative factors. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable.

The Organization has elected the practical expedient permitted under U.S. GAAP assumes that current conditions as of the balance sheet date do not change for the remaining life of the asset. Management also considers subsequent cash collections on accounts receivable, through the date the consolidated financial statements are available to be issued, in evaluating the adequacy of the allowance.

Based on these factors, management determined that an allowance for expected credit losses of \$6,962 was appropriate as of December 31, 2025 and 2024.

F. GRANTS AND CONTRIBUTIONS RECEIVABLE

Unconditional grants and contributions receivable that are expected to be collected within one year are recorded at net realizable value. Grants and contributions receivable that are expected to be collected in future years excluding the contributions due to the supporting foundation are recorded net of a present value discount.

Management records an allowance for doubtful accounts under the allowance method based on historical average percentage write-offs, its assessment of the current status of individual account balances, and other reasonable and supportable forward-looking information. If management's collection attempts are unsuccessful, grants and contributions receivable balances are written off through a charge to the allowance for doubtful accounts. An allowance of \$4,079 and \$5,767 were recorded at December 31, 2025 and 2024, respectively. A discount of \$38,577 and \$78,179 were recorded at December 31, 2025 and 2024, respectively.

G. PROGRAM LOANS RECEIVABLE

Program loans receivable relate to various loan programs which are used to serve individuals needing emergency assistance, refugees in need of help, and individuals seeking vocational training. Outstanding loan balances are reviewed individually for timing of payments received as well as future collectability. As needed, alternative payment plans are arranged. Management records an allowance for doubtful accounts under the reserve method. Write-off of loans receivable against the related allowance occurs when all collection efforts have been exhausted. An allowance of \$2,564 was recorded at December 31, 2025 and 2024.

H. INVESTMENTS

Investments consist primarily of mutual funds and exchange traded funds recorded at fair value. State of Israel Bonds are carried at cost, which approximates fair value.

I. BENEFICIAL INTEREST IN ASSETS HELD BY MINNESOTA JEWISH COMMUNITY FOUNDATION

The Minnesota Jewish Community Foundation, LLC (MN JCF) receives contributions and invests these funds for particular purposes on the Organization's behalf. The contributions are put into funds based on the donor's stipulations. MN JCF does not have variance power on these funds, therefore requiring the activity to be recorded by the Organization. The balances are at fair value.

Due to the unitized structure of the investments at MN JCF, the Organization is allocated an equitable portion of sales and purchases of investments executed at MN JCF. The details of the sales and purchases of investments are maintained by MN JCF. For consolidated financial statement purposes, the Organization has elected to disclose only the net change in the value of its interest in the assets of MN JCF in the consolidated financial statements.

Additional funds are held by MN JCF in donor-advised funds from which the Organization may receive additional contributions, however, variance powers to redirect these funds are present and the funds do not meet the reporting requirements under current guidance.

J. PROPERTY AND EQUIPMENT

Property and equipment that has a useful life greater than one year and a cost greater than \$5,000 is stated at cost and depreciated using a straight-line method. Depreciation of property and equipment is provided over the following estimated useful lives:

Building and building improvements	3 - 39 years
Furniture, fixtures and equipment	3 - 10 years

K. REVENUE AND REVENUE RECOGNITION

The Organization recognizes support revenue when cash, securities or other assets, or an unconditional promise to give is received. Conditional promises to give with a measurable performance or other barrier and right of returns are not recognized until the conditions on which they depend have been met.

The Organization has various government contracts and grants that are generally cost-reimbursable, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenditures. Revenue without donor restrictions is recognized as qualifying expenditures are incurred, or other contractual conditions are met. Revenue recognized under government contracts and grants, including Paycheck Protection Program (PPP) loan forgiveness, is subject to review by the granting authority. To the extent, if any, that such a review reduces expenditures allowable under these agreements, the Organization will record such disallowance at the time the determination is made.

There was no material amount of unrecorded conditional contributions or government grants at December 31, 2025 and 2024.

Program-related sales and fee revenue represents private payments and insurance-type reimbursements for services provided to individuals. Revenue is recognized at the time the services are provided, net of any expected fee adjustments. Changes in regulations, governmental funding, or other negotiated contracts could result in changes in contract rates or reduction of services. Any such adjustments to the contract rates are recognized as an adjustment of the services when their effect becomes reasonably determinable.

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Balances relating to transactions recognized in accordance with ASC 606 are as follows:

	December 31, 2025	December 31, 2024	January 1, 2024
Accounts receivable, net	\$544,056	\$462,402	\$508,108

L. DONATED SERVICES AND IN-KIND CONTRIBUTIONS

Donated services are recognized to the extent that they create or enhance nonfinancial assets or require specialized skills. Donated goods and services required by grant awards are recorded in the consolidated statements of activities at fair value at the date of the donation and recognized as revenue and expense in the period they are received. There were no material donated services or in-kind contributions received in 2025 or 2024.

A number of volunteers have made contributions of their time to develop and enhance the Organization's programs. The value of this contributed volunteer time does not meet the recognition requirements for contributed services and, as such, is not reflected in these consolidated statements.

M. FUNCTIONAL EXPENSES

The costs of program and supporting service activities have been summarized on a functional basis in the consolidated statements of activities. The consolidated statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

The consolidated financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied.

Expense allocation methods are as follows:

- When employee time can be directly identified with a project or activity, salaries and wages are charged to that project or activity based on actual hours worked. In the case of support employees whose work is not identifiable to a specific project, salaries and wages are allocated pro rata based on the direct time charged to these projects.
- Costs for equipment, such as printing and postage, are allocated pro rata based on usage of the equipment by program.
- Payroll taxes, benefits, rent/occupancy, depreciation, and other expenses that are not directly identifiable by program or supporting service are charged based on the ratio of direct salary expense charged to the program divided by total salary expense for the agency. The allocations are booked in their respective accounts.

N. USE OF ESTIMATES

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

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O. INCOME TAXES

JFCS qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and the comparable section of the Minnesota Income Tax Statutes. It has been classified as an organization that is not a private foundation under the Internal Revenue Code and contributions by donors are tax deductible. The supporting foundation is a supporting organization under 509(a)(3) of the Internal Revenue Code.

A tax expense or benefit from an uncertain income tax position (including tax-exempt status) may be recognized only when it is more likely than not that the position will be sustained upon examination by taxing authorities. Management believes the Organization has no uncertain income tax positions that would result in an accrual, expense or benefit under the more likely than not standard.

P. PRIOR PERIOD ADJUSTMENT

During the year ended December 31, 2025, the Organization identified a prior-period error related to the classification of net assets. As a result, the Organization recorded a prior period adjustment to correct the classification of beginning net assets as of January 1, 2024. The adjustment had no effect on total net assets, change in net assets, or cash flows.

Beginning net assets have been adjusted as follows:

	2024		
	As previously reported	Adjustment	As restated
Net assets without donor restrictions	\$16,786,364	\$560,383	\$17,346,747
Net assets with donor restrictions	28,581,114	(560,383)	28,020,731
Total net assets	<u>\$45,367,478</u>	<u>\$0</u>	<u>\$45,367,478</u>

Q. RECENTLY ISSUED ACCOUNTING PRONOUNCEMENTS

In July 2025, the FASB issued ASU 2025-05, *Financial Instruments - Credit Losses (Topic 326): Measurement of Credit Losses for Accounts Receivable and Contract Assets*, which provides a practical expedient allowing the Organization to assume that current conditions as of the balance sheet date will remain unchanged for the remaining life of the assets. ASU 2025-05 also provides for a policy election available to nonprofit organizations that elect the practical expedient. This accounting policy election permits the Organization to consider collection activity after the balance sheet date when estimating expected credit losses. ASU 2025-05 is effective for annual periods beginning after December 15, 2025, with early adoption permitted.

The Organization has elected to adopt both the practical expedient and the accounting policy election under this guidance during the year ended December 31, 2025. These elections were applied prospectively to current accounts receivable arising from transactions accounted for under ASC 606 and did not have a material impact on the consolidated financial statements.

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
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NOTE 2 LIQUIDITY AND AVAILABILITY

The following represents the Organization's financial assets available to meet cash needs for general expenditures within one year of date of the consolidated statements of financial position. Due to the nature of the restrictions from contributions received from donors, the Organization has omitted only the restricted contributions that were not deemed "general" in nature. Additionally, financial assets received in advance of the January 1, 2026, effective date of the Asset Transfer Agreement, as described in Note 15, have also been omitted.

	<u>2025</u>	<u>2024</u>
Cash and cash equivalents	\$4,394,955	\$4,230,754
Accounts receivable	544,056	462,402
Grants receivable	745,569	1,041,072
Contributions receivable	861,623	1,106,625
Other receivables	9,240	4,271
Beneficial interest in assets held by MN JCF	<u>1,220,507</u>	<u>1,170,061</u>
	<u>\$7,775,950</u>	<u>\$8,015,185</u>

The Organization's endowment funds consist of donor-restricted endowments and funds designated by the Board as endowments. Income from donor-restricted endowments is restricted for specific purposes, with the exception of the amounts available for general use. Donor-restricted endowment funds are not available for general expenditure.

The Organization's board-designated endowment is subject to an annual spending rate as described in Note 10. Although there is no intent to spend from this board-designated endowment (other than amounts appropriated for general expenditure as part of the Board's annual budget approval and appropriation), these amounts could be made available if necessary.

As part of its liquidity management plan, the Organization structures its financial assets to be available as its general expenditures, liabilities and other obligations come due.

NOTE 3 GRANT RECEIVABLE

Grants receivable consisted of the following as of December 31:

	<u>2025</u>	<u>2024</u>
Government	\$621,723	\$845,805
Other	<u>123,846</u>	<u>195,267</u>
Total	<u>\$745,569</u>	<u>\$1,041,072</u>

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
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December 31, 2025 and 2024

NOTE 4 PROGRAM LOANS RECEIVABLE

The Organization issues uncollateralized loans to members of the Jewish community based on financial need under their Jewish Free Loan Program (JFLP). The loans are issued from a minimum of \$1,000 to a maximum of \$7,500 and bear no interest, and are typically repayable from 24 to 36 months. One or two co-signers are currently required who are subject to a credit check and must meet minimum credit criteria. Loans are funded from restricted contributions made by numerous donors.

Because of the strict criteria with regard to co-signers, write-offs are rare for this program. Allowances for doubtful accounts are determined based on an evaluation of the current status of any past due accounts and the average write offs by category for prior years.

JFPL loans receivable consisted of the following as of December 31:

	<u>2025</u>	<u>2024</u>
Jewish free loans	\$42,774	\$44,134
Less: Allowance for doubtful accounts	<u>(2,564)</u>	<u>(2,564)</u>
Total	<u><u>\$40,210</u></u>	<u><u>\$41,570</u></u>

NOTE 5 CONTRIBUTIONS RECEIVABLE

Contributions receivable at December 31 are expected to be collected as follows:

	<u>2025</u>	<u>2024</u>
Due within one year	\$876,623	\$1,106,625
Due in one to five years	<u>755,000</u>	<u>1,200,000</u>
Total contributions receivable	1,631,623	2,306,625
Less: Present value discount (3.5%)	(38,577)	(78,179)
Less: Allowance for uncollectible contributions	(4,079)	(5,767)
Less: Current portion	<u>(876,623)</u>	<u>(1,106,625)</u>
Noncurrent contributions receivable, net	<u><u>\$712,344</u></u>	<u><u>\$1,116,054</u></u>

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NOTE 6 INVESTMENTS

As of December 31 the Organization held the following investments:

	<u>2025</u>	<u>2024</u>
Deposit accounts with broker	\$12,168	\$9,949
Mutual funds:		
Equity	224,138	185,280
Exchange traded funds (ETFs):		
Bond / fixed income	48,442	30,524
Equity	234,565	184,209
Israel bonds	<u>50,000,000</u>	<u>50,000,000</u>
Total	<u>\$50,519,313</u>	<u>\$50,409,962</u>

NOTE 7 FAIR VALUE MEASUREMENTS

The Organization has categorized its consolidated financial instruments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the consolidated financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

Financial assets and liabilities recorded on the consolidated statements of activities are categorized based on the inputs to the valuation techniques as follows:

Level 1 – Inputs that utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization has the ability to access. This includes stocks, mutual funds and exchange traded funds.

Level 2 – Inputs that include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the consolidated financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.

Level 3 – Financial assets and liabilities whose values are based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. These inputs reflect management's own assumptions about the assumptions a market participant would use in pricing the asset or liability (examples include interests in the net assets of MN JCF and assets held in a trust where the Organization is not the trustee).

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
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Financial assets that are carried at estimated fair value are categorized based on the inputs to the valuation technique are as follows as of December 31:

2025				
	Level 1	Level 2	Level 3	Total
Investments:				
Mutual funds	\$236,307	\$ -	\$ -	\$236,307
Exchange traded funds	283,006	-	-	283,006
Israel bonds	-	50,000,000	-	50,000,000
Beneficial interest in the assets held by MN JCF	-	-	21,627,702	21,627,702
Total	<u>\$519,313</u>	<u>\$50,000,000</u>	<u>\$21,627,702</u>	<u>\$72,147,015</u>
2024				
	Level 1	Level 2	Level 3	Total
Investments:				
Mutual funds	\$195,229	\$ -	\$ -	\$195,229
Exchange traded funds	214,733	-	-	214,733
Israel bonds	-	50,000,000	-	50,000,000
Beneficial interest in the assets held by MN JCF	-	-	19,120,158	19,120,158
Total	<u>\$409,962</u>	<u>\$50,000,000</u>	<u>\$19,120,158</u>	<u>\$69,530,120</u>

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**

December 31, 2025 and 2024

Beneficial Interest in the assets held by MN JCF is based on the unadjusted fair value of the underlying assets reported by the MN JCF. The following is a reconciliation of the changes in Level 3 assets for the years ended December 31, 2025 and 2024:

	Beneficial Interest in Assets held by MN JCF
Balance at December 31, 2023	\$17,378,711
Net change in value	1,656,476
Contributions	380,661
Distributions	<u>(295,690)</u>
Balance at December 31, 2024	19,120,158
Net change in value	2,648,747
Contributions	236,155
Distributions	<u>(377,358)</u>
Balance at December 31, 2025	<u><u>\$21,627,702</u></u>

NOTE 8 PROPERTY AND EQUIPMENT

As of December 31 property and equipment was as follows:

	<u>2025</u>	<u>2024</u>
Property and equipment:		
Building	\$10,078,490	\$10,078,490
Building improvements	295,693	285,620
Furniture, fixtures and equipment	<u>1,403,380</u>	<u>1,369,063</u>
Total	11,777,563	11,733,173
Less: Accumulated depreciation	<u>(3,250,918)</u>	<u>(2,849,577)</u>
Net capital assets	<u><u>\$8,526,645</u></u>	<u><u>\$8,883,596</u></u>

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
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NOTE 9 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions were restricted for the following purposes or periods at December 31:

	<u>2025</u>	<u>2024</u>
Subject to expenditures for a specified purpose:		
Clinical and case management services	\$170,352	\$96,566
Aging services	531,822	459,358
Community services	279,912	254,273
Education and learning	1,205,290	1,749,612
Career services	93,301	153,870
Next Century	508,410	627,910
Building	297,467	271,421
Emergency grants and loans	111,100	387,098
Other restrictions	487,808	152,616
	<u>3,685,462</u>	<u>4,152,724</u>
Subject to the passage of time:		
Promises to give that are not restricted by donors, but which are unavailable for expenditure until due	<u>1,520,482</u>	<u>1,811,086</u>
Endowments:		
Subject to appropriation and expenditure when a specified event occurs	8,499,428	7,258,114
Subject to JFCS endowment spending policy and appropriation	17,948,293	17,895,228
	<u>26,447,721</u>	<u>25,153,342</u>
Total	<u>\$31,653,665</u>	<u>31,117,152</u>

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of other events specified by the donors as follows for the years ended December 31:

	<u>2025</u>	<u>2024</u>
Program restrictions accomplished	\$2,196,126	\$1,655,677
Time restrictions expired	1,666,095	1,485,982
Release of appropriated endowment returns	755,160	788,400
Release from Helena Bigos Supporting Foundation	<u>2,588,623</u>	<u>4,050,342</u>
Total	<u>\$7,206,004</u>	<u>\$7,980,401</u>

NOTE 10 ENDOWMENTS

The Organization maintained approximately 300 endowment funds in the JFCS endowment fund as of December 31, 2025 and 2024. In addition, the supporting foundation separately maintains one endowment fund. In the consolidated financial statements, the JFCS endowment fund and the portion of the supporting organization endowment fund which benefits the Organization are collectively referred to as the Endowments.

A. JFCS ENDOWMENT FUND

The funds that comprise the JFCS endowment fund were established for a variety of purposes. The Organization established a fund at MN JCF to manage these funds.

The Endowment includes donor-restricted and board designated funds. As required, net assets associated with endowment funds, including funds designated by the Board of Directors to function as Endowments, are classified and reported based on existence or absence of donor-imposed restrictions.

The Board of Directors of the Organization has interpreted the Minnesota Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds. As a result of this interpretation, the Organization retains in perpetuity (a) the original value of initial and subsequent gifts donated to the endowment, and (b) any accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added. Donor-restricted amounts not retained in perpetuity are subject to appropriation for expenditure by the Organization in a manner consistent with the standard of prudence prescribed by UPMIFA.

In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purpose of the Organization and the donor-restricted endowment fund
- General economic conditions
- The possible effect of inflation and deflation
- The expected total return from income and appreciation of investments
- Other resources of the Organization
- The investment policies of the Organization

Funds with Deficiencies – From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the original value of the gifts, due to unfavorable market fluctuations. There were no deficiencies of this nature as of December 31, 2025 and 2024.

Return Objectives and Risk Parameters – The Organization views itself as a moderate risk-taker and has adopted policies with the primary investment objective of preservation of capital, on an inflation-adjusted basis, and secondarily, to achieve long-term capital appreciation.

Strategies Employed for Achieving Objectives – The Organization has adopted investment and spending policies that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the Endowment assets. Under this policy, as approved by the Board of Directors, the endowment assets are transferred to MN JCF, who in turn invests in a manner intended to exceed appropriate benchmarks over a full market cycle.

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Spending Policy – The Organization appropriates 4% of the average balance of the Endowment's fair market value as of December 31 of each of the three years prior to the start of the fiscal year. In establishing these policies, the Organization considered the long-term expected return on its endowment. Accordingly, over the long term, 4% was determined to be the maximum sustainable spending rate that would allow the endowment to grow in excess of the rate of inflation. The Organization's Board can authorize up to a 5% spending rate if conditions warrant this change.

Investment fees paid to MN JCF were \$204,583 and \$183,906 for the years ended December 31, 2025 and 2024.

B. SUPPORTING FOUNDATION ENDOWMENT FUND

The supporting foundation endowment fund was established to benefit the operations of JFCS and, in the future, other organizations as well. Per donor stipulations, contributions to the fund are permanently restricted, and contributions are to be invested in Israel Bonds. The portions of cash contributions and pledges that will benefit the Organization are recorded as contributions in the consolidated financial statements at the present value of the future benefit.

During 2018, the supporting foundation was named the beneficiary of an estate gift. At December 31, 2025, the supporting foundation holds \$50,000,000 in Israel Bonds, which are to be invested in Israel Bonds into perpetuity. JFCS has an irrevocable 25% interest in the net income of the bonds and four other organizations equally share the irrevocable right to the remaining 75%. The full amount of net income of the bonds is to be distributed annually by the supporting foundation as contributions without donor restriction.

During 2025, JFCS received recorded contribution income from the supporting foundation of \$647,454 and recorded contributions receivable for accrued investment income for 2025 estimated investment gains on its 25% interest in the bonds of \$111,152. During 2024, JFCS received recorded contribution income from the supporting foundation of \$688,418 and recorded contributions receivable for accrued investment income for 2024 estimated investment gains on its 25% interest in the bonds of \$98,370.

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2025 and 2024

C. ENDOWMENT FUND SUMMARY

Endowment net assets for the JFCS and supporting foundation endowment funds as of December 31 consisted of the following:

	2025		
	Without Donor Restrictions	With Donor Restrictions	Total
Board designated:			
Endowment funds	\$5,013,627	\$ -	\$5,013,627
Donor restricted:			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	-	17,948,293	17,948,293
Accumulated investment gains	-	8,499,428	8,499,428
Total endowment funds	<u>\$5,013,627</u>	<u>\$26,447,721</u>	<u>\$31,461,348</u>
	2024		
	Without Donor Restrictions	With Donor Restrictions	Total
Board designated:			
Endowment funds	\$4,173,938	\$ -	\$4,173,938
Donor restricted:			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity by donor	-	17,895,228	17,895,228
Accumulated investment gains	-	7,258,114	7,258,114
Total endowment funds	<u>\$4,173,938</u>	<u>\$25,153,342</u>	<u>\$29,327,280</u>

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
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December 31, 2025 and 2024

Changes in endowment net assets for the years ended December 31 were as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, December 31, 2023	\$3,658,844	\$24,407,305	\$28,066,149
Change in value of beneficial interest in assets held by MN JCF	451,775	1,204,702	1,656,477
Investment returns	-	1,567,660	1,567,660
Contributions received	63,319	2,812,417	2,875,736
Appropriation of assets for expenditure	-	(4,838,742)	(4,838,742)
Endowment net assets, December 31, 2024	4,173,938	25,153,342	29,327,280
Change in value of beneficial interest in assets held by MN JCF	772,401	1,876,345	2,648,746
Investment returns	-	2,578,051	2,578,051
Contributions received	67,288	183,766	251,054
Appropriation of assets for expenditure	-	(3,343,783)	(3,343,783)
Endowment net assets, December 31, 2025	<u>\$5,013,627</u>	<u>\$26,447,721</u>	<u>\$31,461,348</u>

NOTE 11 DEFERRED COMPENSATION

The Organization has a deferred compensation plan for certain key individuals. The plan requires the Organization to accrue a percentage of the individuals' compensation to be paid after retirement. Expenses under the plan were \$31,000 and \$30,500 for the years ended December 31, 2025 and 2024, respectively. In addition, certain individuals may elect to defer a portion of their salaries, subject to IRS limits, to the deferred compensation plan. Accrued amounts of \$519,313 and \$409,962 are included in long-term liabilities as of December 31, 2025 and 2024, respectively.

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2025 and 2024

NOTE 12 LEASE REVENUE

The Organization receives revenue from agreements for the lease of space to other entities. For accounting purposes, the leases are considered operating leases. These leases require monthly payments, which include base rent and common area maintenance charges and are non-cancelable through August 2027, after which they may be terminated with a six-month notice period through August 2034.

Future minimum receipts from non-cancelable leases are expected as follows:

<u>Year Ending December 31:</u>	<u>Amount</u>
2026	\$79,146
2027	80,781
2028	<u>71,929</u>
Total	<u><u>\$231,856</u></u>

NOTE 13 RETIREMENT PLAN

The Organization sponsors a safe-harbor 401(k) profit-sharing retirement plan. Under this plan, employees age 18 years or older can contribute up to statutory limits. All employees who work at the Organization are eligible to receive matching contributions from the Organization. The Organization makes a contribution equal to 100% of the employees' salary reduction up to 3% and 50% of the employees' salary reduction up to 4%. Retirement expenses under this retirement plan were \$260,352 and \$240,330 for the years ended December 31, 2025 and 2024, respectively.

NOTE 14 PAYCHECK PROTECTION PROGRAM LOAN

The Organization entered into an unsecured loan agreement on April 10, 2020 for \$1,196,400, pursuant to the Paycheck Protection Program (PPP) created by Section 1102 of the Coronavirus Aid, Relief, and Economic Security Act, which was fully forgiven by the SBA on November 16, 2020. Loan forgiveness is subject to a six-year audit period.

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2025 and 2024

NOTE 15 SUBSEQUENT EVENTS

On October 10, 2025, the Organization entered into an Asset Transfer Agreement with Jewish Family Service of Saint Paul. Pursuant to the agreement, substantially all assets and operations of Jewish Family Service of Saint Paul were transferred to the Organization effective January 1, 2026.

Assets transferred include substantially all non-real property, real property, contracts, cash and cash equivalents, restricted funds, accounts receivable, and books and records of Jewish Family Service of Saint Paul, excluding certain holdback cash as specified in the agreement. Financial assets received by the Organization prior to the January 1, 2026 effective date were recorded as a liability and are presented as acquisition advances in the accompanying consolidated statement of financial position as of December 31, 2025.

Effective January 1, 2026, the Organization changed its legal name from Jewish Family and Children's Service of Minneapolis to Jewish Family and Children's Service of Minnesota. The name change did not affect the Organization's legal status, operations, assets, liabilities, or net assets. References to the Organization throughout these consolidated financial statements are presented using the new name.

Management has evaluated subsequent events through August 18, 2026, the date that the report was available to be issued.

SUPPLEMENTARY INFORMATION

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
December 31, 2025

Schedule 1

	JFCS	Helena Bigos Supporting Foundation	Eliminations	Total
Current assets:				
Cash and cash equivalents	\$7,279,845	\$2,506	\$ -	\$7,282,351
Accounts receivable, net	544,056	-	-	544,056
Grants receivable	745,569	-	-	745,569
Program loans receivable, net	40,210	-	-	40,210
Contributions receivable, net	987,775	-	(111,152)	876,623
Other receivables	8,180	1,060	-	9,240
Accrued interest	-	444,608	-	444,608
Inventory	33,301	-	-	33,301
Prepaid expenses and other assets	312,002	-	-	312,002
Due from related party	-	5,108	(5,108)	-
Total current assets	9,950,938	453,282	(116,260)	10,287,960
Long-term assets:				
Contributions receivable, net of current portion	712,344	-	-	712,344
Investments	519,313	50,000,000	-	50,519,313
Beneficial interest in assets held by MN Jewish Community Foundation	21,627,702	-	-	21,627,702
Property and equipment, net of accumulated depreciation	8,526,645	-	-	8,526,645
Total long-term assets	31,386,004	50,000,000	-	81,386,004
Total assets	\$41,336,942	\$50,453,282	(\$116,260)	\$91,673,964
Current liabilities:				
Accounts payable	\$76,470	\$ -	\$ -	\$76,470
Accrued liabilities	720,154	438,611	(111,152)	1,047,613
Acquisition advances	2,096,519	-	-	2,096,519
Due to related party	5,108	-	(5,108)	-
Total current liabilities	2,898,251	438,611	(116,260)	3,220,602
Long-term liabilities:				
Deferred compensation	519,313	-	-	519,313
Funds held for others	-	37,500,000	-	37,500,000
Total long-term liabilities	519,313	37,500,000	-	38,019,313
Total liabilities	3,417,564	37,938,611	(116,260)	41,239,915
Net assets:				
Without donor restrictions	18,776,635	3,749	-	18,780,384
With donor restrictions	19,142,743	12,510,922	-	31,653,665
Total net assets	37,919,378	12,514,671	-	50,434,049
Total liabilities and net assets	\$41,336,942	\$50,453,282	(\$116,260)	\$91,673,964

JEWISH FAMILY AND CHILDREN'S SERVICE OF MINNESOTA
CONSOLIDATING STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2025

Schedule 2

	JFCS			Helena Bigos Supporting Foundation			Consolidated Total			
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total	Eliminations	Without Donor Restrictions	With Donor Restrictions	Total
Support:										
Direct contributions	\$1,165,204	\$486,760	\$1,651,964	\$ -	\$ -	\$ -	(\$647,454)	\$517,750	\$486,760	\$1,004,510
Indirect contributions	73,100	-	73,100	-	-	-	-	73,100	-	73,100
Government grants	2,729,098	-	2,729,098	-	-	-	-	2,729,098	-	2,729,098
Government agencies	1,901,214	-	1,901,214	-	-	-	-	1,901,214	-	1,901,214
Nongovernment grants	1,723,772	2,438,708	4,162,480	-	-	-	-	1,723,772	2,438,708	4,162,480
Special events, net	304,868	339,316	644,184	-	-	-	-	304,868	339,316	644,184
Total support	7,897,256	3,264,784	11,162,040	-	-	-	(647,454)	7,249,802	3,264,784	10,514,586
Revenue:										
Program related sales and fees	997,113	-	997,113	-	-	-	-	997,113	-	997,113
Change in value of beneficial interest in assets held by MN Jewish Community Foundation	772,401	1,876,345	2,648,746	-	-	-	-	772,401	1,876,345	2,648,746
Investment income	53,073	23,337	76,410	-	2,578,051	2,578,051	-	53,073	2,601,388	2,654,461
Other	245,125	-	245,125	-	-	-	-	245,125	-	245,125
Total revenue	2,067,712	1,899,682	3,967,394	-	2,578,051	2,578,051	-	2,067,712	4,477,733	6,545,445
Net assets released from restriction	4,617,381	(4,617,381)	-	2,588,623	(2,588,623)	-	-	7,206,004	(7,206,004)	-
Net support and revenue	14,582,349	547,085	15,129,434	2,588,623	(10,572)	2,578,051	(647,454)	16,523,518	536,513	17,060,031
Expenses and losses:										
Program services:										
Counseling and mental health	2,208,046	-	2,208,046	-	-	-	-	2,208,046	-	2,208,046
Aging services	2,093,622	-	2,093,622	-	-	-	-	2,093,622	-	2,093,622
Community engagement	1,119,197	-	1,119,197	-	-	-	-	1,119,197	-	1,119,197
Children and family services	1,874,607	-	1,874,607	-	-	-	-	1,874,607	-	1,874,607
Career services	2,969,182	-	2,969,182	-	-	-	-	2,969,182	-	2,969,182
Helena Bigos Supporting Foundation	-	-	-	2,588,623	-	2,588,623	(647,454)	1,941,169	-	1,941,169
Total program services	10,264,654	-	10,264,654	2,588,623	-	2,588,623	(647,454)	12,205,823	-	12,205,823
Supporting services:										
Management and general	2,658,777	-	2,658,777	-	-	-	-	2,658,777	-	2,658,777
Development and fundraising	857,604	-	857,604	-	-	-	-	857,604	-	857,604
Total supporting services	3,516,381	-	3,516,381	-	-	-	-	3,516,381	-	3,516,381
Total expenses	13,781,035	-	13,781,035	2,588,623	-	2,588,623	(647,454)	15,722,204	-	15,722,204
Changes in net assets	801,314	547,085	1,348,399	-	(10,572)	(10,572)	-	801,314	536,513	1,337,827
Net assets, beginning of year	17,975,321	18,595,658	36,570,979	3,749	12,521,494	12,525,243	-	17,979,070	31,117,152	49,096,222
Net assets, end of year	\$18,776,635	\$19,142,743	\$37,919,378	\$3,749	\$12,510,922	\$12,514,671	\$ -	\$18,780,384	\$31,653,665	\$50,434,049