

**Jewish Community Foundation of New Mexico**

**FINANCIAL STATEMENTS**

**December 31, 2024 and 2023**

## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Jewish Community Foundation of New Mexico

### Opinion

We have audited the accompanying statements of financial position of the Jewish Community Foundation of New Mexico (the Foundation) which comprise the statements of financial position as of December 31, 2024 and 2023 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 the Foundation as of December 31, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### Basis for Opinion

We conducted our audits in accordance with the auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financials Statements section of our report. We are required to be independent of the Foundation and to meet our 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 the Foundation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

### Auditors' Responsibility

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 auditors' report that includes our opinion. Reasonable assurance is a high-level assurance but is not absolute assurance and therefore, is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America will always detect a material misstatement when it exists. The risk of not detecting 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 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 auditing standards generally accepted in the United States of America, we:

- Exercise professional judgment and maintain professional skepticism throughout the audits.
- 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 audits in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Foundation'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 the Foundation'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 audits, significant audit findings and certain internal control related matters that we identified during the audits.

#### **Other Matter**

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The Schedule of Organizations Receiving Grants and Distributions on pages 22 and 23 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audits of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

May 5, 2025

  
Pulakos CPAs, PC

# Jewish Community Foundation of New Mexico

## STATEMENTS OF FINANCIAL POSITION

December 31, 2024 and 2023

	<u>Assets</u>	
	<u>2024</u>	<u>2023</u>
Current assets		
Cash and cash equivalents	\$ 317,201	\$ 211,403
Accounts receivable, net	5,621	5,391
Pledges receivable, net	36,500	-
Prepaid expenses	3,860	4,067
Investments	1,143,000	870,000
Total current assets	1,506,182	1,090,861
Long-term assets		
Pledges receivable, net	55,000	-
Charitable remainder unitrust receivable	127,043	124,282
Investments	8,738,842	8,206,766
Total long-term assets	8,920,885	8,331,048
Total assets	<u>\$ 10,427,067</u>	<u>\$ 9,421,909</u>
 <u>Liabilities and Net Assets</u>		
Current liabilities		
Accounts payable	\$ 3,394	\$ 7,382
Assets held-for-others	242,000	248,000
Total current liabilities	245,394	255,382
Long-term liabilities		
Assets held-for-others	4,432,150	3,970,629
Total long-term liabilities	4,432,150	3,970,629
Total liabilities	4,677,544	4,226,011
Net assets		
Without donor restrictions	3,199,897	2,869,688
With donor restrictions		
Perpetual in nature	1,465,547	1,413,205
Time or purpose restricted	1,084,079	913,005
Total net assets	5,749,523	5,195,898
Total liabilities and net assets	<u>\$ 10,427,067</u>	<u>\$ 9,421,909</u>

# Jewish Community Foundation of New Mexico

## STATEMENT OF ACTIVITIES

Year Ended December 31, 2024

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
Support and revenues			
Contributions (net of assets held-for-others contributions of \$268,121)	\$ 884,044	\$ 154,042	\$ 1,038,086
Administrative fees on assets held-for-others and charitable remainder unitrust	48,954	-	48,954
Investment income (net of assets held-for-others gains of \$400,106)	237,601	205,109	442,710
Events	1,000	-	1,000
Net assets released from restriction	135,735	(135,735)	-
	<u>1,307,334</u>	<u>223,416</u>	<u>1,530,750</u>
Total revenues	1,307,334	223,416	1,530,750
Expenses			
Grants and distributions (net of assets held-for-others distributions of \$165,789)	810,993	-	810,993
Other program expenses	57,828	-	57,828
Management and general	92,501	-	92,501
Fundraising	15,803	-	15,803
	<u>977,125</u>	<u>-</u>	<u>977,125</u>
Total expenses	977,125	-	977,125
Change in net assets	330,209	223,416	553,625
Net assets, beginning of year	2,869,688	2,326,210	5,195,898
Net assets, end of year	<u>\$ 3,199,897</u>	<u>\$ 2,549,626</u>	<u>\$ 5,749,523</u>

# Jewish Community Foundation of New Mexico

## STATEMENT OF ACTIVITIES

Year Ended December 31, 2023

	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
Support and revenues			
Contributions (net of assets held-for-others contributions of \$245,219)	\$ 392,137	\$ 19,785	\$ 411,922
Administrative fees on assets held-for-others and charitable remainder unitrust	44,132	-	44,132
Investment income (net of assets held-for-others losses of \$383,168)	256,493	204,236	460,729
Events	1,500	-	1,500
Net assets released from restriction	<u>100,844</u>	<u>(100,844)</u>	<u>-</u>
Total revenues	795,106	123,177	918,283
Expenses			
Grants and distributions (net of assets held-for-others distributions of \$181,744)	647,931	-	647,931
Other program expenses	50,531	-	50,531
Management and general	88,489	-	88,489
Fundraising	<u>13,848</u>	<u>-</u>	<u>13,848</u>
Total expenses	<u>800,799</u>	<u>-</u>	<u>800,799</u>
Change in net assets	(5,693)	123,177	117,484
Net assets, beginning of year	<u>2,875,381</u>	<u>2,203,033</u>	<u>5,078,414</u>
Net assets, end of year	<u><u>\$ 2,869,688</u></u>	<u><u>\$ 2,326,210</u></u>	<u><u>\$ 5,195,898</u></u>

# **Jewish Community Foundation of New Mexico**

## **STATEMENT OF FUNCTIONAL EXPENSES**

**Year Ended December 31, 2024**

	<b><u>Program</u></b>	<b><u>Management and General</u></b>	<b><u>Fundraising</u></b>	<b><u>Total</u></b>
Grants and distributions	\$ 810,993	\$ -	\$ -	\$ 810,993
Payroll and related taxes	24,553	25,478	12,508	62,539
Administration fees	25,318	30,925	-	56,243
Other expenses	6,994	14,695	2,653	24,342
Accounting and bookkeeping	-	19,798	-	19,798
Banquet fees	963	1,605	642	3,210
	<b><u>\$ 868,821</u></b>	<b><u>\$ 92,501</u></b>	<b><u>\$ 15,803</u></b>	<b><u>\$ 977,125</u></b>

# **Jewish Community Foundation of New Mexico**

## **STATEMENT OF FUNCTIONAL EXPENSES**

**Year Ended December 31, 2023**

	<b>Program</b>	<b>Management and General</b>	<b>Fundraising</b>	<b>Total</b>
Grants and distributions	\$ 647,931	\$ -	\$ -	\$ 647,931
Payroll and related taxes	15,383	25,638	10,255	51,276
Administration fees	23,148	23,148	-	46,296
Other expenses	11,223	19,280	3,075	33,578
Accounting and bookkeeping	-	19,128	-	19,128
Banquet fees	777	1,295	518	2,590
	<u>\$ 698,462</u>	<u>\$ 88,489</u>	<u>\$ 13,848</u>	<u>\$ 800,799</u>



# Jewish Community Foundation of New Mexico

## STATEMENTS OF CASH FLOWS

Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Operating activities		
Change in net assets	\$ 553,625	\$ 117,484
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities		
Donated securities	(117,156)	(122,880)
Realized and unrealized gain on investments	(406,308)	(460,729)
Change in value of charitable remainder unitrust receivable	(2,761)	(14,007)
Changes in operating assets and liabilities		
Accounts receivable	(230)	8,307
Pledges receivable	(91,500)	-
Prepaid expenses	207	(602)
Accounts payable	(3,988)	(1,645)
Assets held-for-others	455,521	404,430
	<u>387,410</u>	<u>(69,642)</u>
Cash provided (used) by operating activities		
Investing activities		
Purchases of investments	(1,494,768)	(1,052,940)
Proceeds from the sale of investments	1,213,156	1,044,377
	<u>(281,612)</u>	<u>(8,563)</u>
Cash used by investing activities		
Change in cash and cash equivalents	105,798	(78,205)
Cash and cash equivalents, beginning of year	211,403	289,608
Cash and cash equivalents, end of year	<u>\$ 317,201</u>	<u>\$ 211,403</u>

# **Jewish Community Foundation of New Mexico**

## **NOTES TO FINANCIAL STATEMENTS**

**December 31, 2024 and 2023**

### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### Organization

The Jewish Community Foundation of New Mexico (the Foundation) is a New Mexico nonprofit charitable organization that builds and perpetuates support for a vibrant, caring Jewish community through partnerships with donors and organizations. The Foundation strives to identify and help address evolving needs in the Jewish and general community, educate about the power and joy of philanthropy and inspire donors to match their values with their valuables to affect the community now and in the future.

#### Basis of Presentation

The financial statements of the Foundation have been prepared in accordance with accounting principles generally accepted in the United States of America (US GAAP), which require the Foundation to report information regarding its financial position and activities according to the following net asset classifications:

- Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Foundation. These net assets may be used at the discretion of the Foundation's management and the board of directors.
- Net assets with donor restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Foundation or by the passage-of-time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statements of activities.

#### Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent 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.

#### Cash Equivalents

The Foundation considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

# **Jewish Community Foundation of New Mexico**

## **NOTES TO FINANCIAL STATEMENTS**

**December 31, 2024 and 2023**

### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED**

#### Accounts Receivable

Management reviews the collectability of its receivables and, if necessary, records an allowance for its estimate of uncollectable receivables. Bad debt history and current facts and circumstances are the primary basis for this estimate. When an account is deemed uncollectible, it is charged off against the allowance. No interest is charged on past-due accounts. There was no allowance for doubtful accounts as of December 31, 2024 and 2023, respectively. All accounts receivable are expected to be collected within one fiscal year.

#### Charitable Remainder Unitrust Receivable

A donor established a charitable remainder trust in 2015. The Foundation is the remainder beneficiary of the trust value to be paid upon the passing of the survivor recipient. Accordingly, the present value of the estimated remainder interest, using a 2% discount rate, is recorded on the Foundation's books as a temporarily restricted net asset. Any adjustments to the net present value of estimated remainder interest are reported as income (loss) in the year of the change.

#### Investments

Investments are under management and advised by SEI Investments as part of a pooled fund held with the Jewish Community Foundation of Southern Arizona (JCFSA). The Foundation has an Organization Custodial Fund relationship with JCFSA. The nature of the relationship is defined in an Organization Custodial Fund agreement.

Investments in marketable securities are stated at fair market values. Investment income (including realized and unrealized gains and losses on investments, interest, and dividends) is included in the statements of activities as increases or decreases in unrestricted net assets unless the income or loss is restricted by donor or law.

#### Contributions

All contributions are available for unrestricted use unless specifically restricted by the donor. The Foundation records restricted contributions that are received and spent in the same reporting period as unrestricted support.

#### Contributed Services and Materials

The Foundation recognizes contributed services if the services create or enhance non-financial assets or require specialized skills, are provided by individuals possessing those skills, and would need to be purchased if not provided by donation. Recognized contributed services and donated materials are recorded at the fair value of the services on the date of donation.

# **Jewish Community Foundation of New Mexico**

## **NOTES TO FINANCIAL STATEMENTS**

**December 31, 2024 and 2023**

### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED**

#### Administrative Fees

Administrative fees for investment management and oversight are charged to all funds and are presented in the accompanying financial statements as a release from temporarily restricted to unrestricted net assets. Administrative fees earned by the Foundation were \$111,103 and \$101,554 as of December 31, 2024 and 2023, respectively. The portion of these fees related to assets held-for-others are excluded from net assets released from restriction and are included in administrative fees revenue in the accompanying statements of activities.

#### Fair Value Measurements

Accounting standards generally accepted in the United States of America provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

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

Level 2 – Inputs other than quoted prices included within Level 1 that are observable for the investment, either directly or indirectly. These inputs may include quoted prices for the identical instrument in an inactive market, inputs other than observable quoted prices, or inputs derived principally from or corroborated by observable market data by correlation or other means.

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

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

#### Concentration of Credit Risk and Market Risk

The Foundation has a deposit account with U.S. Bank consisting principally of cash on deposit. These monies are subject to federal insurance limits and the Foundation's balances can exceed amounts insured by the federal government.

Approximately 93% of investments are pooled with the JCFSA, under management with SEI Investments. The remaining 7% are held through other investment brokers and are managed directly by the Foundation. Investments consist of marketable equities, marketable debt instruments, fixed income, real estate, alternative investments and cash and cash equivalents. These investments are subject to certain conditions where there can be defined insurance coverage for certain situations. The investments are subject to declines in principal value principally due to movements in the stock and bond markets. The Foundation attempts to minimize this risk through diversification and allocation strategies.

# **Jewish Community Foundation of New Mexico**

## **NOTES TO FINANCIAL STATEMENTS**

**December 31, 2024 and 2023**

### **NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED**

#### Income Taxes

The Foundation is recognized as tax-exempt under Section 501(c)(3) of the Internal Revenue Code and is not classified as a private foundation. The Foundation has adopted accounting principles generally accepted in the United States of America as they relate to uncertain tax positions and has evaluated its tax positions taken for open tax years. Management believes that the activities of the Foundation are within their tax-exempt purpose, and that there are no uncertain tax positions. Any interest and penalties recognized associated with a tax position are classified as current in the Foundation's financial statements. There were no interest or penalties recorded as of December 31, 2024 and 2023, respectively.

#### Advertising Costs

Advertising costs (\$5,924 and \$5,020 in 2024 and 2023, respectively) are expensed as incurred.

#### Income and Appreciation (Depreciation) Allocation Methodology

It is the Foundation's policy to pool all individual endowment investment accounts and to pool assets held-for-others and charitable remainder unitrust accounts. Investment income and net realized and unrealized gains (losses) on these investments are allocated to each account based on each account's percentage share of its respective pool as increases or decreases in unrestricted net assets unless the income or loss is restricted by donor or law.

#### Financial Instruments

The carrying amounts of cash, prepaid expenses and payables approximate fair value due to the short maturity periods of these instruments.

#### Allocation of Expenses

The expenses of the Foundation's various programs and supporting services have been allocated between program and supporting services based on estimates by management.

#### Subsequent Events

The Foundation has evaluated all events occurring subsequent to December 31, 2024 and through May 5, 2025, which is the date that the financial statements were issued and does not believe that any events occurring during this period require either recognition or disclosure in the accompanying financial statements.

# Jewish Community Foundation of New Mexico

## NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

### NOTE 2 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Foundation's financial assets as of December 31, 2024 and 2023 available for general expenditure within one year of the statements of financial position date:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents	\$ 317,201	\$ 211,403
Accounts receivable, net	5,621	5,391
Investments	9,881,842	9,076,766
Pledges receivable, net	<u>91,500</u>	<u>-</u>
Total financial assets	10,296,164	9,293,560
Less amounts not available to be used within one year:		
Investments	(9,881,842)	(9,076,766)
Other net assets with donor restrictions (not included investments)	<u>(78,431)</u>	<u>(18,632)</u>
Financial assets available to meet cash needs for general expenditure	<u>\$ 335,891</u>	<u>\$ 198,162</u>

The Foundation manages its cash flow and liquidity on an on-going basis to ensure that sufficient funds are available to cover current operational needs. The Foundation's goal is generally to maintain a level of financial assets sufficient to cover 180 days of operating expenses which is approximately \$85,000 and \$75,000 as of December 31, 2024 and 2023, respectively.

The Foundation's endowment is subject to an annual spending rate as discussed in Note 5. Income from donor-restricted endowments is restricted for specific purposes. Donor-restricted endowments are not available for general expenditure. Assets held-for-others are funds where the Foundation acts as a fiscal agent on behalf of a donor. Funds for both the endowment and assets held-for-others are in the investment portfolio.

The structure of the Foundation's investment portfolio is such that funds are readily available to meet distribution needs of any fund the Foundation manages, whether it be an endowed fund or an asset held-for-others to allow for flexibility in meeting both planned and unplanned disbursements in accordance with the respective fund agreements.

# Jewish Community Foundation of New Mexico

## NOTES TO FINANCIAL STATEMENTS

**December 31, 2024 and 2023**

### NOTE 3 – PLEDGES RECEIVABLE

The Foundation records pledges as revenue in the period that the pledge is received. Pledges that are expected to be collected in the next fiscal year are classified as current and pledges that are expected to be collected in year's following are classified as long-term. Pledges due within one year are \$36,500 and zero as of December 31, 2024 and 2023, respectively. Pledges due between one to five years are \$55,000 and zero as of December 31, 2024 and 2023, respectively.

As of December 31, 2024 and 2023, management estimates pledges receivable to be fully collectible; therefore, no provision for an allowance for uncollectible pledges receivable has been recorded.

### NOTE 4 – INVESTMENTS

Components of investment return are summarized as follows:

	<b>December 31, 2024</b>		
	<b>Assets Held- for-Others</b>	<b>All Other Investments</b>	<b>Total</b>
Investment income, net	\$ 400,106	\$ 443,848	\$ 843,954
Investment management fees	-	(1,138)	(1,138)
Investment return	<u>\$ 400,106</u>	<u>\$ 442,710</u>	<u>\$ 842,816</u>
	<b>December 31, 2023</b>		
	<b>Assets Held- for-Others</b>	<b>All Other Investments</b>	<b>Total</b>
Investment loss, net	\$ 383,168	\$ 462,218	\$ 845,386
Investment management fees	-	(1,489)	(1,489)
Investment return	<u>\$ 383,168</u>	<u>\$ 460,729</u>	<u>\$ 843,897</u>

At any point in time, the volatility of the equity, debt or alternative investment markets may substantially impact the value of the Foundation's investments.

# **Jewish Community Foundation of New Mexico**

## **NOTES TO FINANCIAL STATEMENTS**

**December 31, 2024 and 2023**

### **NOTE 5 – ENDOWMENTS**

The Foundation's Board of Directors has determined that certain funds, such as donor advised funds and organization funds, whose balances are classified as unrestricted net assets meet the definition of an endowment fund under accounting principles generally accepted in the United States of America.

The Uniform Prudent Management of Institutional Funds Act (UPMIFA) provides industry guidance to organizations similar to the Foundation. The State of New Mexico adopted UPMIFA effective July 1, 2009. The Foundation's Board of Directors has determined that all permanently restricted net assets and most of the temporarily restricted net assets meet the definition of endowment funds under UPMIFA.

#### Endowment Investment and Spending Policies

The Foundation has adopted investment and spending policies that attempt to provide a predictable stream of funding for programs supported by its endowments, while maintaining the purchasing power and increasing the value of the endowments over time.

The investment policy is based on a disciplined, consistent and diversified approach utilizing multiple asset classes and qualified investment managers. The Foundation relies on a total return strategy in which investment returns may be achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk parameters.

The Foundation's current spending policy is to distribute a percentage of the rolling average fund balance as determined by the Board of Directors. The spending rate percentage is determined based on consideration of a variety of factors, including the endowment's average 10-year total return and expected returns, average consumer price index trends, investment fees and fund management fees. This approach is consistent with the Foundation's objective to maintain the purchasing power of the endowment assets help in perpetuity or for a specified term, as well as to provide additional real growth through return. 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). For funds determined to be underwater, Management does not recommend expenditures. However, certain situations can arise that result in a distribution from the underwater fund.

Management has interpreted UPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. At December 31, 2024, there were no funds deficiencies.



# Jewish Community Foundation of New Mexico

## NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

### NOTE 5 – ENDOWMENTS – CONTINUED

#### Endowment Investment and Spending Policies – Continued

As of December 31, 2024 and 2023, the Foundation had the following endowment net asset composition by type of fund:

	<b>December 31, 2024</b>		
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
Donor advised or organization funds	\$ 2,443,929	\$ -	\$ 2,443,929
Donor-restricted endowment funds			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity	-	1,465,547	1,465,547
Donor-restricted gifts for time or purpose and accumulated investment gains	-	1,005,647	1,005,647
	<u>\$ 2,443,929</u>	<u>\$ 2,471,194</u>	<u>\$ 4,915,123</u>
	<b>December 31, 2023</b>		
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
Donor advised or organization funds	\$ 2,032,068	\$ -	\$ 2,032,068
Donor-restricted endowment funds			
Original donor-restricted gift amount and amounts required to be maintained in perpetuity	-	1,413,205	1,413,205
Donor-restricted gifts for time or purpose and accumulated investment gains	-	894,373	894,373
	<u>\$ 2,032,068</u>	<u>\$ 2,307,578</u>	<u>\$ 4,339,646</u>

# Jewish Community Foundation of New Mexico

## NOTES TO FINANCIAL STATEMENTS

**December 31, 2024 and 2023**

### NOTE 5 – ENDOWMENTS – CONTINUED

#### Endowment Investment and Spending Policies – Continued

Changes in endowment net assets in 2024 and 2023, are as follows:

	<b>2024</b>		
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
Endowment net assets, beginning of year	\$ 2,032,068	\$ 2,307,578	\$ 4,339,646
Investment return			
Investment income, net	203,184	207,870	411,054
Investment fees	(25,641)	(22,896)	(48,537)
Total investment return	177,543	184,974	362,517
Contributions	738,311	55,671	793,982
Distributions	(503,993)	(77,029)	(581,022)
Endowment net assets, end of year	<u>\$ 2,443,929</u>	<u>\$ 2,471,194</u>	<u>\$ 4,915,123</u>
	<b>2023</b>		
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
Endowment net assets, beginning of year	\$ 2,290,388	\$ 2,179,580	\$ 4,469,968
Investment return			
Investment income, net	227,984	218,243	446,227
Investment fees	(23,029)	(21,359)	(44,388)
Total investment return	204,955	196,884	401,839
Contributions	421,884	3,777	425,661
Distributions	(885,159)	(72,663)	(957,822)
Endowment net assets, end of year	<u>\$ 2,032,068</u>	<u>\$ 2,307,578</u>	<u>\$ 4,339,646</u>

# Jewish Community Foundation of New Mexico

## NOTES TO FINANCIAL STATEMENTS

**December 31, 2024 and 2023**

### NOTE 6 – FAIR VALUE MEASUREMENT

The following table presents the fair value hierarchy for those assets measured at fair value on a recurring basis as of December 31, 2024:

Description	Total	Level 1	Level 2	Level 3
<b>Investments</b>				
Investments held with JCFSA	\$ 9,235,859	\$ -	\$ 9,235,859	\$ -
Separately managed account				
Equities	446,223	446,223	-	-
Fixed income	149,760	149,760	-	-
Israel bonds	50,000	-	-	50,000
 Total investments	 9,881,842	 595,983	 9,235,859	 50,000
 Charitable remainder unitrust receivable	 127,043	 -	 -	 127,043
 Total	 \$ 10,008,885	 \$ 595,983	 \$ 9,235,859	 \$ 177,043

The following table presents the fair value hierarchy for those assets measured at fair value on a recurring basis as of December 31, 2023:

Description	Total	Level 1	Level 2	Level 3
<b>Investments</b>				
Investments held with JCFSA	\$ 8,438,265	\$ -	\$ 8,438,265	\$ -
Separately managed account				
Equities	397,379	397,379	-	-
Fixed income	141,122	141,122	-	-
Israel bonds	100,000	-	-	100,000
 Total investments	 9,076,766	 538,501	 8,438,265	 100,000
 Charitable remainder unitrust receivable	 124,282	 -	 -	 124,282
 Total	 \$ 9,201,048	 \$ 538,501	 \$ 8,438,265	 \$ 224,282

# Jewish Community Foundation of New Mexico

## NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

### NOTE 6 – FAIR VALUE MEASUREMENT – CONTINUED

Following is a description of the valuation methodologies used for assets and liabilities measured at fair value.

*Investments with JCFSA:* Valued at net realizable value, as determined by quoted prices provided by the investment manager, which pools all funds. Investment activity is allocated to each account, as increases or decreases, based on its percentage share of the respective pool. Approximately 76% of the pooled fund is held in Level 1 investments and 24% of the fund is held in Level 3 investments as of December 31, 2024 and 2023, respectively.

*Separately Managed Account:* Fair value determined using the closing price of the traded security at the statements of financial position date.

*Israel Bonds:* Fair value determined using face value of the fixed-rate bonds as issued by the State of Israel.

*Charitable remainder unitrust receivable:* Valued at the present value of expected beneficial remainder interest using a discount rate of 2% determined at the date of the gifts.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while management believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

#### Level 3 Investments

The following is a reconciliation of the beginning and ending balances of assets measured at fair value on a recurring basis using significant unobservable (Level 3) inputs during the years ended December 31, 2024 and 2023, respectively.

	<u>2024</u>	<u>2023</u>
Balance – beginning of year	\$ 224,282	\$ 210,275
Distributions	(50,000)	-
Present value adjustment	<u>2,761</u>	<u>14,007</u>
Balance – end of year	<u>\$ 177,043</u>	<u>\$ 224,282</u>

# Jewish Community Foundation of New Mexico

## NOTES TO FINANCIAL STATEMENTS

**December 31, 2024 and 2023**

### NOTE 7 – ASSETS HELD-FOR-OTHERS

The Foundation accepts assets from charitable organizations that have goals in common with the Foundation. The Foundation holds those funds at the discretion of the charitable organizations. The funds are recognized as a liability representing assets held-for-others and not as revenue. The Foundation receives an administrative fee for management of the assets held-for-others. Assets held-for-others are included in the investments in the accompanying statements of financial position.

	<u>2024</u>	<u>2023</u>
Foundation obligations, beginning of year	\$ 4,218,629	\$ 3,814,199
Additions:		
Contributions	268,120	245,219
Investment gain, net	400,106	383,168
Deductions:		
Distributions to beneficiaries	(165,789)	(181,744)
Administrative fees	<u>(46,916)</u>	<u>(42,213)</u>
Foundation obligations, end of year	<u>\$ 4,674,150</u>	<u>\$ 4,218,629</u>

### NOTE 8 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are for the following purposes:

	<u>2024</u>	<u>2023</u>
Endowments:		
Subject to endowment spending policy and appropriation	\$ 2,344,152	\$ 2,183,296
Subject to endowment spending policy after a specified period of time (charitable remainder unitrust receivable)	<u>127,043</u>	<u>124,282</u>
Total endowments	2,471,195	2,307,578
Subject to expenditure for a specified purpose:		
JC Relations Fund	67,610	-
Reimagine Jewish New Mexico	-	2,000
Immigrant and refugee assistance fund	<u>10,821</u>	<u>16,632</u>
	<u>\$ 2,549,626</u>	<u>\$ 2,326,210</u>

# **Jewish Community Foundation of New Mexico**

## **NOTES TO FINANCIAL STATEMENTS**

**December 31, 2024 and 2023**

### **NOTE 8 – NET ASSETS WITH DONOR RESTRICTIONS – CONTIUNED**

Net assets released from restriction generally consist of expenditures of amounts restricted for funds in accordance with the purpose as specified by the donor.

	<u><b>2024</b></u>	<u><b>2023</b></u>
Grants and distributions	\$ 112,839	\$ 79,485
Administrative fees	<u>22,896</u>	<u>21,359</u>
	<u><u>\$ 135,735</u></u>	<u><u>\$ 100,844</u></u>

### **NOTE 9 – CONCENTRATION OF MAJOR DONORS**

The Foundation received contributions from one major donor totaling approximately \$300,000 in 2024. The Foundation received contributions from two major donors totaling approximately \$153,000 in 2023.

### **NOTE 10 – CREDIT RISK**

The Foundation maintains its cash and cash equivalent balances in financial institutions and a brokerage house. Accounts at financial institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 at each institution. At times, portions of the cash and cash equivalent balances in the financial institutions may exceed the FDIC insured limits.

Securities, including cash equivalents, held at the brokerage house in safekeeping are insured for existence by the Securities Investor Protection Corporation (SIPC) up to \$500,000. In addition to SIPC insurance, the brokerage house insures securities between \$500,000 and \$25,000,000 for existence through an insurance carrier. SIPC insurance and the additional insurance do not insure against losses in account value due to changes in the market value of the securities.

## **SUPPLEMENTAL SCHEDULE**

# **Jewish Community Foundation of New Mexico**

## **SCHEDULE OF ORGANIZATIONS RECEIVING GRANTS AND DISTRIBUTIONS**

**December 31, 2024**

ABQ Faithworks	Environment NM Research & Policy
Abq Coro Lux	Equality New Mexico
ACLU Foundation, Inc	Face-to-Face Project
ADL - Anti-Defamation League	FaithWorks ABQ
ADL - Anti-Defamation League - Mountain Region	Family Caregiver Center of New Mexico
Albuquerque Academy	Farmlink Project
All Faiths	Feed the Children Inc
Alzheimer's Association	Fidelity Charitable
American Cancer Society - National	Florence Melton Adult Mini-School Corporation
American Friends of Magen David Adom	Foodbank of Santa Barbara County
American Friends of Natal, Inc.	Foundation for AIDS Research
American Friends of Neot Kedumim	Foundation for Jewish Camp
American Heart Association	Freedom From Religion Foundation
American Indian College Fund	Freedom to Read Foundation
American Jewish Committee - National	Friends of Chamber Music
American Jewish World Service	Friends of the Israel Defense Forces
American Society for the Protection of Nature in Israel	Friends of the New York Transit Museum
Animal Humane New Mexico	Friends of United Hatzalah Inc
Assoc for the Preservation of Historic Congress Cemetery	Friends of Yad Sarah, Inc.
Augusta Jewish Museum Inc	Gindling Hilltop Camp*
Bergen Family Center	Girls Inc. of Santa Fe
Big Brothers Big Sisters of Northern New Mexico	Global Health Partnership
Birthright Israel Foundation	Greenberg Center for Learning and Tolerance
Bosque School	Hadassah Foundation
Brooklyn Academy of Music	HaMakom
Brooklyn Botanic Garden Corp	Havurah Shalom
Brooklyn Public Library	Hebrew Immigrant Aid Society, Inc.
Butterfly Pavilion	Hillel at Cornell
CALL Primrose	Hillel at Ohio University
Camp Ramah in California*	Hillel At UNM
Camp Young Judaea Texas*	Hillel the Foundation for Jewish Campus Life
Casa Q, Inc.	Institute for Tolerance Studies
Center for Hope and Safety	International Rescue Committee
Children's Health Council	IsraAID (US) Global Humanitarian Assistance, Inc
Children's Hospital Colorado Fdn	Israel Cancer Research Fund
Collective Heritage Inst - Bioneers	JBI International
Columbia Riverkeeper	JCC of Greater Albuquerque
Committee to Protect Journalists	JCC Ranch Camp*
Community Help in Park Slope	JewBelong
Congregation Albert	Jewish Center of Princeton
Congregation B'nai Israel	Jewish Colorado
Congregation Nahalat Shalom	Jewish Community Center of Asheville
Congregation Rodef Shalom - CO	Jewish Community Foundation of New Mexico
Congregation Shearith Israel	Jewish Family & Children's Services of Norther NJ
Cooking With Kids, Inc	Jewish Federation of Fort Wayne
Di Goldene Keyt the Golden Chain Ltd	Jewish Federation of Princeton Mercer Bucks
Dreamspring	Jewish National Fund
EarthJustice	Joseph Slifka Center for Jewish Life at Yale
East Central Ministries	Julius & Esther Stulberg Competition
East Midwood Jewish Center Inc	KANW
El Centro de Igualdad y Derechos	Keshet Dance Company
Enlace Comunitario	KUNM-FM Radio



# **Jewish Community Foundation of New Mexico**

## **SCHEDULE OF ORGANIZATIONS RECEIVING GRANTS AND DISTRIBUTIONS - CONTINUED**

**December 31, 2024**

La Plaza de Encuentro	Santa Barbara Hillel
Lafayette College	Santa Fe Community Foundation
Larimer Humane Society	Santa Fe Dreamers Project
League Of Women Voters of Central New Mexico	Santa Fe Watershed Association
Leo Baeck Institute	Saranam
Locker #505 Student Clothing Bank	Satchidananda Ashram - Yogaville
Los Alamos Jewish Center	Senior Citizens Law Office
Los Alamos National Laboratory Foundation	SFCC Foundation
Los Alamos Public Schools Foundation	Shalom Bayit
Lupus Research Alliance	Solace Sexual Assault Services
MANNA FoodBank, Inc	South St. Paul Educational Fdn
Marine Park Jewish Center	Southern Poverty Law Center
Masorti Foundation	Spertus College of Judaica
Mechon Hadar	Square Peg Foundation
Metropolitan Jewish Health System Foundation	St. Jude's Children's Research Hospital
Mikva Challenge Grant Foundation	St. Vincent Hospital Foundation
Military Religious Freedom Foundation	StandWithUs
National Council of Jewish Women - NY	Student Clothing Bank
National Dance Institute NM	Temple Aaron of Trinidad Colorado
National Multiple Sclerosis Society	Temple Beth Shalom
Natural Resource Defense Council	Temple Emanuel
New Mexico Appleseed	The Albuquerque Public Library Foundation
New Mexico Center on Law and Poverty	The Cottonwood School of Civics and Science
New Mexico Environmental Law Center	The Food Depot
New Mexico Foundation	The Forward
New Mexico Holocaust & Intolerance Museum	The Nature Conservancy
New Mexico Immigrant Law Center	The Tower Foundation of San Jose State University
New Mexico In Depth	Think New Mexico
New Mexico Jewish Historical Society	Tizmoret Shoshana*
North Carolina School of Science & Mathematics Foundation	Tomorrow's Women
Northwest Abortion Access Fund	Transgender Law Center
Ntl Council of Jewish Women - NY	Trustees of The University of Pennsylvania
Opera Colorado	Union for Reform Judaism
Outpost Productions Inc	United Voices for Newcomer Rights
P B & J Family Services, Inc.	United Way of Central New Mexico
P.E.F. Israel Endowment Funds	University of Colorado Foundation
Pajarito Environmental Education Center	University of Missouri
Pisgah Legal Services	University of New Mexico Fdn
Planned Parenthood Federation	Vegetarian Resource Group
Planned Parenthood of Rocky Mountains	Wildearth Guardians
Planned Parenthood South Atlantic	Wilshire Boulevard Temple
Presbyterian Healthcare Foundation	Women's Economic Ventures (WEV)
Princeton Senior Resource Center	World Wildlife Fund
Project Hope - The People-to-People Health Foundation	Wyoming Dinosaur Center
ProLiteracy Worldwide	Yale University
Prospect Park Alliance	Yivo Institute for Jewish Research, Inc
Ramah in the Rockies*	Youth for Yiddish
Reach Out and Read Colorado	YWCA Northern New Jersey
Religious Action Center of Reform Judaism	Zamir Chorale of Boston, Inc.
Rio Arriba Adult Literacy Program	70 Faces Media
Roadrunner Food Bank of NM	
San Francisco-Marin Food Bank	

\*on behalf of scholarship recipient