

*Financial Statements*

BRONX HOUSE - EMANUEL CAMPS, INC.  
(D/B/A BERKSHIRE HILLS EISENBERG CAMP)

October 31, 2016

**BRONX HOUSE EMANUEL CAMPS, INC.**  
**(D/B/A BERKSHIRE HILLS EISENBERG CAMP)**  
**FOR THE YEAR ENDED**  
**OCTOBER 31, 2016**

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**INDEPENDENT AUDITORS' REPORT**

**Bronx House - Emanuel Camps, Inc.  
(D/B/A Berkshire Hills Eisenberg Camp)  
To The Board of Directors**

**We have audited the accompanying financial statements of Bronx House – Emanuel Camps, Inc. (a nonprofit organization D/B/A Berkshire Hills Eisenberg Camp), which comprise the statements of financial position as of October 31, 2016 and 2015, and the related statements of cash flows for the years then ended, and the related statements of activities and functional expenses for the year ended October 31, 2016, and the related notes to the financial statements.**

***Management's Responsibility for the Financial Statements***

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

***Auditors' Responsibility***

**Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.**

**An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.**

**Bronx House – Emanuel Camps, Inc.  
(D/B/A Berkshire Hills Eisenberg Camp)  
To The Board of Directors**

***Auditors' Responsibility (Continued)***

**We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.**

***Opinion***

**In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Bronx House – Emanuel Camps, Inc. as of October 31, 2016 and 2015, and the changes in its net assets for the year ended October 31, 2016 and its cash flows for the years ended October 31, 2016 and 2015 in accordance with accounting principles generally accepted in the United States of America.**

***Report on Summarized Comparative Information***

**We have previously audited the 2015 statements of activities and functional expenses of Bronx House – Emanuel Camps, Inc. for the year ended October 31, 2015, and our report dated March 9, 2016 expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein for the year ended October 31, 2015, is consistent, in all material respects, with the audited financial statements from which it has been derived.**

***Leaf, Miele, Manganelli, Fortunato & Engel, PLLC***  
**Certified Public Accountants**

**New York, New York  
March 1, 2017**

**BRONX HOUSE-EMANUEL CAMPS, INC.  
(D/B/A BERKSHIRE HILLS EISENBERG CAMP)  
STATEMENTS OF FINANCIAL POSITION  
AT**

**OCTOBER 31,  
2016                      2015**

**ASSETS**

<b>Cash and cash equivalents</b>	<b>\$ 1,263,544</b>	<b>\$ 1,430,085</b>
<b>Grants receivable</b>	12,339	24,865
<b>Unconditional promises to give</b>	210,000	-
<b>Camp enrollment fee receivable</b>	12,497	6,182
<b>Camp fees and other receivable</b>	803	645
<b>Due from UJA pooled investment account</b>	509,582	-
<b>Prepaid expenses</b>	38,927	42,820
<b>Property and equipment, net of accumulated depreciation</b>	<u>641,345</u>	<u>486,829</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 2,689,037</u></b>	<b><u>\$ 1,991,426</u></b>

**LIABILITIES**

<b>Accounts payable</b>	<b>\$ 100,304</b>	<b>\$ 30,273</b>
<b>Accrued expenses</b>	15,663	26,810
<b>Deferred revenue</b>	<u>200,782</u>	<u>163,696</u>
<b>TOTAL LIABILITIES</b>	<b><u>316,749</u></b>	<b><u>220,779</u></b>

**NET ASSETS**

<b>Unrestricted</b>		
<b>Undesignated</b>	1,360,091	658,450
<b>Board designated for reserve</b>	<u>700,197</u>	<u>700,197</u>
<b>Total unrestricted</b>	2,060,288	1,358,647
<b>Temporarily restricted</b>	<u>312,000</u>	<u>412,000</u>
<b>TOTAL NET ASSETS</b>	<b><u>2,372,288</u></b>	<b><u>1,770,647</u></b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 2,689,037</u></b>	<b><u>\$ 1,991,426</u></b>

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

**BRONX HOUSE-EMANUEL CAMPS, INC.**  
**(D/B/A BERKSHIRE HILLS EISENBERG CAMP)**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED OCTOBER 31, 2016**  
**(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED OCTOBER 31, 2015)**

	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>TOTAL 2016</u>	<u>TOTAL 2015</u>
<b>Revenue and Support</b>				
Grants	\$ 290,534	\$ -	\$ 290,534	\$ 255,343
Contributions - public support	511,698	-	511,698	791,762
Camp enrollment fees	1,917,620	-	1,917,620	1,682,136
Camper fees and other miscellaneous revenue	146,647	-	146,647	123,855
Net assets released from restrictions	100,000	(100,000)	-	-
<b>Total Revenue and Support</b>	<u>2,966,499</u>	<u>(100,000)</u>	<u>2,866,499</u>	<u>2,853,096</u>
<b>Expenses</b>				
<b>Program Services</b>				
Summer Camp	1,318,261	-	1,318,261	1,220,930
Adult Vacation Center	467,783	-	467,783	461,489
Retreats	337,172	-	337,172	332,636
<b>Total Program Services</b>	<u>2,123,216</u>	<u>-</u>	<u>2,123,216</u>	<u>2,015,055</u>
<b>Support Services</b>				
Management and general	113,043	-	113,043	108,938
Fundraising	28,599	-	28,599	14,471
<b>Total Expenses</b>	<u>2,264,858</u>	<u>-</u>	<u>2,264,858</u>	<u>2,138,464</u>
<b>Change in net assets</b>	<b>701,641</b>	<b>(100,000)</b>	<b>601,641</b>	<b>714,632</b>
<b>Net assets - beginning</b>	<u>1,358,647</u>	<u>412,000</u>	<u>1,770,647</u>	<u>1,056,015</u>
<b>Net assets - end</b>	<u>\$ 2,060,288</u>	<u>\$ 312,000</u>	<u>\$ 2,372,288</u>	<u>\$ 1,770,647</u>

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

BRONX HOUSE-EMANUEL CAMPS, INC.  
(D/B/A BERKSHIRE HILL EISENBERG CAMP)  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED OCTOBER 31, 2016  
(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED OCTOBER 31, 2015)

	Summer Camp	Adult		Retreats	Total Programs	Management & General		Fundraising	October 31,	
		Vacation Center							2016 Total	2015 Total
Expenses										
Compensation	\$ 524,571	\$ 199,727	\$ 110,330	\$ 834,628	\$ 65,617	\$ 23,284	\$ 858,504			
Payroll taxes	36,915	14,921	8,002	59,838	4,216	486	63,145			
Employee benefits	59,591	17,928	15,494	93,013	15,823	1,826	117,302			
Professional fees	8,058	3,665	3,588	15,311	12,750	8	26,118			
Office expense	4,111	1,313	245	5,669	105	233	6,927			
Office rent	14,165	2,237	1,243	17,645	6,460	745	24,250			
Telephone, computer, and internet	20,249	4,712	4,087	29,048	1,500	32	24,411			
Seasonal help expense	51,533	27,423	9,056	88,012	-	-	79,394			
Camp programs and entertainment	220,564	58,766	9,456	288,786	104	25	288,959			
Camp utilities	26,451	13,782	14,243	54,476	-	-	52,314			
Camp supplies	138,485	59,373	98,819	296,677	-	-	284,569			
Camp education and seminars	9,780	-	-	9,780	1,435	-	5,740			
Bank and credit card fees	30,269	6,042	1,926	38,237	207	-	36,812			
Travel and meals	14,320	1,755	3,170	19,245	1,559	730	19,398			
Depreciation	29,334	13,493	13,493	56,320	1,761	587	43,647			
Repairs and maintenance	70,737	21,504	20,779	113,020	-	-	96,147			
Camp promotion	13,589	556	2,924	17,069	-	159	21,018			
Dues, licenses, and miscellaneous	7,748	1,690	1,421	10,859	-	484	13,172			
Insurance	37,791	18,896	18,896	75,583	1,506	-	75,528			
Interest	-	-	-	-	-	-	1,109			
<b>Total Expenses</b>	<b>\$ 1,318,261</b>	<b>\$ 467,783</b>	<b>\$ 337,172</b>	<b>\$ 2,123,216</b>	<b>\$ 113,043</b>	<b>\$ 28,599</b>	<b>\$ 2,264,858</b>	<b>\$ 2,138,464</b>		

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

**BRONX HOUSE-EMANUEL CAMPS, INC.**  
**(D/B/A BERKSHIRE HILLS EISENBERG CAMP)**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED**

	<u>OCTOBER 31,</u>	<u>2016</u>	<u>2015</u>
<b>Cash Flows From Operating Activities</b>			
Change in net assets		\$ 601,641	\$ 714,632
<b>Adjustments to Reconcile Change In Net Assets</b>			
<b>To Net Cash Provided By Operating Activities</b>			
Depreciation		58,668	43,647
Investment income - UJA pooled investment account		(9,582)	-
(Increase) Decrease in:			
Grants receivable		12,526	(6,595)
Unconditional promises to give		(210,000)	6,900
Camp enrollment fee receivable		(6,315)	(2,498)
Camp fees and other receivable		(158)	11,186
Prepaid expenses		3,893	(15,209)
Increase (Decrease) in:			
Accounts payable		70,031	(19,038)
Accrued expenses		(11,147)	5,160
Deferred revenue		37,086	45,873
<b>Total Adjustments</b>		<u>(54,998)</u>	<u>69,426</u>
<b>Net Cash Provided By Operating Activities</b>		<u>546,643</u>	<u>784,058</u>
<b>Cash Flows From Investing Activities</b>			
Purchase of property and equipment		(213,184)	(286,541)
Advances to UJA pooled investment account		(500,000)	-
<b>Net Cash Used in Investing Activities</b>		<u>(713,184)</u>	<u>(286,541)</u>
<b>Cash Flows From Financing Activities</b>			
Repayments of note payable		-	(20,353)
<b>Net increase (decrease) in cash and cash equivalents</b>		(166,541)	477,164
<b>Cash and cash equivalents - beginning of period</b>		<u>1,430,085</u>	<u>952,921</u>
<b>Cash and cash equivalents - end of period</b>		<u>\$ 1,263,544</u>	<u>\$ 1,430,085</u>
<b>Supplementary Information:</b>			
Interest paid during period		\$ -	\$ 1,109
Income taxes paid during period		\$ -	\$ -

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



**BRONX HOUSE – EMANUEL CAMPS, INC.  
(D/B/A BERKSHIRE HILLS EISENBERG CAMP)  
NOTES TO FINANCIAL STATEMENTS  
AT  
OCTOBER 31, 2016 AND 2015**

**NOTE 1 – NATURE OF ACTIVITIES**

Founded in 1931, Bronx House Emanuel Camps, Inc. (the “Camp” or the “Organization” and D/B/A Berkshire Hills Eisenberg Camp) is a nonprofit charitable organization that owns and operates a camp located in the Berkshires on approximately 600 lakefront acres in Copake, New York for the purpose of enhancing camper personal development through its programs conducted in nature’s setting and emphasizing Jewish values. The Camp fulfills its mission through the wisdom of Jewish teaching and the experience of group living to build a community that reflects Jewish values, but welcomes persons of all faiths as campers.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

***Basis of Accounting:***

The Camp maintains its accounts, as well as prepares its financial statements, on the accrual basis of accounting.

***Basis of Presentation:***

Financial statement presentation follows the provisions included in Financial Accounting Standards Board Accounting Standards Codification for “Not-For-Profit Entities”, which constitutes generally accepted accounting principles in the United States of America (“GAAP”) for non-profit entities such as the Organization. GAAP requires the Organization to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. At October 31, 2016 and 2015, the Organization had temporarily restricted net assets of \$312,000 and \$412,000, respectively, and no permanently restricted net assets at October 31, 2016 and 2015.

***Functional Allocation of Expenses:***

The costs of providing the programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

***Income Taxes:***

The Organization is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code, and qualifies for the charitable contribution deduction.

**BRONX HOUSE – EMANUEL CAMPS, INC.  
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NOTES TO FINANCIAL STATEMENTS  
AT  
OCTOBER 31, 2016 AND 2015**

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

***Use of Estimates:***

The preparation of financial statements in accordance with GAAP 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 dates of the financial statements, and reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

***Cash Equivalents:***

For purposes of the statements of cash flows, the Organization considers all unrestricted highly liquid debt instruments with initial maturities of three months or less or investments in money market mutual funds to be cash equivalents.

***Revenue and Support Recognition:***

Contributions and grants received are recorded as unrestricted, temporarily restricted or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Contributions and grants are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Contributions and grants that have met donor-imposed restrictions in the same reporting period, if any, are reported as unrestricted.

Unconditional promises to give which occurred before year-end are recorded as receivables and are recognized as support in the statement of activities on a net realizable value basis. At October 31, 2016, unconditional promises to give amounted to \$210,000, and at October 31, 2015, there were no unconditional promises to give.

Camp enrollment fees, camper fees and other event fees are recognized as revenue for the specific summer or event for which the fees are received. Such fees received in advance are recognized as deferred revenue.

**BRONX HOUSE – EMANUEL CAMPS, INC.**  
**(D/B/A BERKSHIRE HILLS EISENBERG CAMP)**  
**NOTES TO FINANCIAL STATEMENTS**  
**AT**  
**OCTOBER 31, 2016 AND 2015**

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):**

***Receivables:***

The Organization uses the allowance method to determine uncollectible accounts. On a periodic basis, the Organization evaluates the receivables and establishes an allowance, if necessary, based on collection experience or management's analysis. At October 31, 2016 and 2015, no allowance was provided on any of the receivable balances, including promises to give. An account is considered past due based on payment history, and uncollectible receivables are charged off when all reasonable collection efforts have failed. The receivables are not generally collateralized.

***Fair Value Measurements:***

The provisions included in GAAP concerning "Fair Value Measurements and Disclosures", define fair value, establish a framework for measuring fair value and expand disclosures about fair value measurements. These provisions apply to the Organization's balance due from UJA pooled investment account, which is presented at fair value.

***Donated Services:***

The Board of Directors donates significant amounts of their time in program activities. The value of this contributed time is not reflected in the accompanying financial statements because it does not meet the criteria for recognition provided in GAAP. In addition, no objective basis is available to measure the value of such services.

***Summarized Comparative Data:***

The amounts shown for the year ended October 31, 2015 in the accompanying statements of activities and functional expenses are included to provide a basis for comparison with October 31, 2016 and present summarized totals only. Accordingly, the October 31, 2015 totals are not intended to present all information necessary for a fair presentation in conformity with GAAP. Such information should be read in conjunction with the Organization's financial statements for the year ended October 31, 2015 from which the summarized information was derived.

***Compensated Absences:***

The Organization provides for the carryover of up to 5 days of unused vacation time beyond the year. Management's policy is to recognize this cost as paid rather than accrue for it at the statement of financial position dates because the amount is not considered material.

***Recently Issued Accounting Standard Updates Not Presently Effective:***

On August 18, 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. The amendments in this ASU require not-for-

**BRONX HOUSE – EMANUEL CAMPS, INC.  
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**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED):**

***Recently Issued Accounting Standard Updates Not Presently Effective (continued):***

profit organizations to improve their presentation and disclosures to provide more relevant information about their resources (and the changes in those resources) to their donors, grantors, creditors, and other users as applicable. This update stipulates qualitative and quantitative requirements in a number of areas, including net asset classes, investment return, expenses, liquidity and availability of resources, and presentation of operating cash flows. The amendments will be effective for the fiscal year ending October 31, 2019. The Organization is currently in the process of evaluating the impact of the adoption of this ASU on the financial statements

On May 28 2014, the FASB issued ASU 2014-09, Revenue from Contracts with Customers. The standard's core principle is that an entity will recognize revenue when it transfers promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. This standard also includes expanded disclosure requirements that result in an entity providing users of financial statements with comprehensive information about the nature, amount, timing, and uncertainty of revenue and cash flows arising from the entity's contracts with customers. This standard will be effective for the fiscal year ending October 31, 2020. The Organization is currently in the process of evaluating the impact of adoption of this ASU on the financial statements.

In June 2016, the FASB issued ASU 2016-13, Financial Instruments–Credit Losses. The standard requires a financial asset (including accounts receivable) measured at amortized cost basis to be presented at the net amount expected to be collected. Thus, the statement of activities will reflect the measurement of credit losses for newly-recognized financial assets as well as the expected increases or decreases of expected credit losses that have taken place during the period. This standard will be effective for the fiscal year ending October 31, 2022. The Organization is currently in the process of evaluating the impact of adoption of this ASU on the financial statements.

Management does not believe that any other recently issued, but not yet effective, accounting standard if currently adopted would have a material effect on the accompanying financial statements.

***Date of Management's Review:***

Management has evaluated all subsequent events through March 1, 2017, the date the financial statements were available to be issued.

**BRONX HOUSE – EMANUEL CAMPS, INC.  
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NOTES TO FINANCIAL STATEMENTS  
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**NOTE 3 – CONCENTRATIONS OF CREDIT RISK**

The Camp maintains its cash balances in accounts with various financial institutions. Such accounts are insured up to \$250,000 by the Federal Deposit Insurance Corporation at each financial institution. Balances of cash and cash equivalents in excess of federally insured limits at October 31, 2016 and 2015 approximated \$850,000 and \$794,000, respectively. The Camp has not experienced any losses in such accounts and management believes it is not exposed to any significant credit risk on its cash accounts.

Management does not believe the balance due from the United Jewish Appeal – Federation of Jewish Philanthropies of New York, Inc. (“UJA”) pooled investment account is subject to substantial credit risk because of UJA’s large net asset base and history of financial stability; however, as discussed in Note 5, the balance of the receivable is subject to the performance of UJA’s investment portfolio which itself is subject to interest rate, credit and market risk.

**NOTE 4 – PROMISES TO GIVE**

Unconditional promises to give consists of the following at October 31, 2016:

Amounts due in:

Less than one year	\$ 63,000
One to five years	<u>147,000</u>
Total at October 31, 2016	<u>\$ 210,000</u>

There were no unconditional promises to give at October 31, 2015.

**NOTE 5 – DUE FROM UJA POOLED INVESTMENT ACCOUNT AND FAIR VALUE MEASUREMENTS**

The Organization has a balance receivable at October 31, 2016 from the UJA advanced for the purpose of obtaining an investment return. The Organization and the UJA have agreed that the amount of UJA’s repayment obligation to the Organization is derived from the performance of an investment portfolio which includes funds pooled from multiple participating organizations. Since the value of the balance receivable is based on the amount of funds advanced to UJA, as adjusted by the performance of UJA’s investment portfolio from the date advanced, the balance receivable is subject to fair value measurement.

The Financial Accounting Standards Board (FASB) issued guidance on fair value measurements which establishes a framework for measuring fair value and requires additional disclosures about fair value measurements. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value and

**BRONX HOUSE – EMANUEL CAMPS, INC.  
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NOTES TO FINANCIAL STATEMENTS  
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**NOTE 5 – DUE FROM UJA POOLED INVESTMENT ACCOUNT AND FAIR VALUE MEASUREMENTS (CONTINUED):**

requires that assets and liabilities carried at fair value be classified and disclosed in the following three levels of inputs, with Level 1 having the highest priority:

- Level 1 -** Inputs based on quoted prices for identical assets or liabilities in active markets at the measurement date.
- Level 2 -** Observable inputs other than quoted prices included in Level 1, such as quoted prices for similar assets and liabilities in active markets; quoted prices for identical or similar instruments in markets that are not active; or other inputs that are observable or can be corroborated by observable market data.
- Level 3 -** Valuations derived from valuation techniques in which one or more significant inputs or significant value drivers are unobservable.

The UJA’s investment portfolio, in addition to investments valued at quoted prices, includes significant investments in asset classes such as hedge funds, private equity and real estate, which may be subject to unobservable valuation techniques. As a result, the Organization categorizes the balance receivable from the UJA, the value of which is based on the performance of the UJA’s investment portfolio, as Level 3, as follows:

<u>2016</u>	<u>Total</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
<b>Due from UJA pooled investment account</b>	<u>\$ 509,582</u>	<u>\$ - 0 -</u>	<u>\$ - 0 -</u>	<u>\$ 509,582</u>

The Organization recognizes transfers of assets in and out of levels as of the date an event or change in circumstances causes the transfer. There were no transfers between levels during the years ended October 31, 2016 and 2015.

**BRONX HOUSE – EMANUEL CAMPS, INC.  
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NOTES TO FINANCIAL STATEMENTS  
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**NOTE 5 – DUE FROM UJA POOLED INVESTMENT ACCOUNT AND FAIR VALUE MEASUREMENTS (CONTINUED):**

The reconciliation of the beginning balance of this Level 3 asset valued at fair value on a recurring basis to the ending balance is as follows for the year ended October 31, 2016:

Balance receivable, beginning of year	\$	-
Advances to UJA		500,000
Allocated net investment return (included in camper fees and other miscellaneous income on statement of activities)		<u>9,582</u>
Balance receivable, end of year	<u>\$</u>	<u>509,582</u>

The value of the receivable due from the UJA pooled investment account is exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with this balance, it is at least reasonably possible that changes in its value will occur in the near term, and that such changes could materially affect the balance of unrestricted net assets.

In addition, the UJA has agreed to repay any portion of the balance owed to the Organization by the end of the month following the Organization's stipulated request, subject to liquidity restrictions pertaining proportionately to the underlying investment portfolio and interim investment results.

**NOTE 6 – PROPERTY AND EQUIPMENT**

Property and equipment acquired is stated at cost. Donated property and equipment is recognized at fair value as of the date donated. Additions, renewals and improvements of property and equipment over \$1,000 are capitalized. Expenditures for maintenance and repairs are expensed as incurred. The cost of property and equipment retired or sold, together with the related accumulated depreciation is removed from the appropriate accounts, and the resulting gain or loss is included in the statement of activities. Depreciation of property and equipment is computed using the straight-line method over the estimated useful lives of the related assets, and is not recorded until the related asset has been placed into service.

The value of the approximately 600 acres of land owned by the Camp in addition to the value of various residential, recreational, entertainment and dining facilities maintained on the Camp's property have never been capitalized in the Organization's financial statements, which is a departure from GAAP. However, management does not believe that the unrecognized remaining book value of the land and the facilities built thereon at the statement of financial position dates would be material to the financial statements given the 80 plus years the Camp has owned the land and the significant length of time that has elapsed from the time the facilities were erected. Moreover, the Organization's capitalization policy is presently properly implemented.

**BRONX HOUSE – EMANUEL CAMPS, INC.  
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NOTES TO FINANCIAL STATEMENTS  
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**NOTE 6 – PROPERTY AND EQUIPMENT (CONTINUED):**

A summary of the Camp’s property and equipment recognized in the financial statements in accordance with GAAP is as follows at October 31, 2016 and 2015:

	<u>2016</u>	<u>2015</u>	<u>Estimated Useful Lives</u>
Vehicles	31,263	31,263	5 Years
Building	350,614	173,400	27 Years
Camp fixtures	220,091	195,914	7 - 10 Years
Building and property improvements	73,980	54,280	10 - 15 Years
Machinery and equipment	82,079	33,196	5 Years
Website	33,500	33,500	5 Years
Construction in progress	-	56,790	n/a
	<u>791,527</u>	<u>578,343</u>	
Less: Accumulated Depreciation	<u>150,182</u>	<u>91,514</u>	
Total Property and Equipment	<u>\$ 641,345</u>	<u>\$ 486,829</u>	

Construction in progress at October 31, 2015 consisted largely of amounts relating to the construction of a shower house which was completed and in use during the current fiscal year.

**NOTE 7 – NET ASSETS – TEMPORARILY RESTRICTED**

Temporarily restricted net assets are restricted for the following purposes at October 31:

	<u>2016</u>	<u>2015</u>
Capital improvements to camp and/or special projects	<u>\$ 312,000</u>	<u>\$ 412,000</u>

**NOTE 8 – RELATED PARTY TRANSACTIONS**

During the years ended October 31, 2016 and 2015, the Organization received contributions approximating \$350,000 and \$630,000, respectively, from members of the Organization’s board of directors and their affiliates.



**BRONX HOUSE – EMANUEL CAMPS, INC.**  
**(D/B/A BERKSHIRE HILLS EISENBERG CAMP)**  
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**NOTE 9 – RENT AND LEASE EXPENSE**

The Organization leases office space on a month-to-month basis at approximately \$2,000 per month. Rent expense for the office space for the years ended October 31, 2016 and 2015 amounted to \$24,850 and \$24,250, respectively. In addition, the Organization also leases a vehicle. Vehicle lease expense for each of the years ended October 31, 2016 and 2015 approximated \$2,800.

**NOTE 10 – ADVERTISING EXPENSE**

Advertising is expensed as incurred and amounted to \$17,228 and \$21,018 for the years ended October 31, 2016 and 2015, respectively.

**NOTE 11 – MULTIEMPLOYER PENSION PLAN**

The Organization participates in the “Retirement Plan for Employees of United Jewish Appeal-Federation of Jewish Philanthropies of New York, Inc. and Affiliated Agencies and Institutions (Part A)” (the “Plan”), which is a multiemployer pension plan. Contributions to the Plan are included in employee benefits on the statement of functional expenses, and amounted to \$30,708 and \$39,380 for the years ended October 31, 2016 and 2015, respectively.

The Employer Identification Number of the Plan is 51-0172429 and the three-digit plan number is 333. The Organization is not required to file an annual zone certification under the Pension Protection Act of 2006 (PPA) and disclosures concerning a financial improvement plan or a rehabilitation plan are not applicable. The Plan is at least 80% funded using the most recent financial information as of October 1, 2015, the beginning of the Plan year.

The risks of participating in multiemployer pension plans are different from single-employer plans. Assets contributed to a multiemployer plan by one employer may be used to provide benefits to employees of other participating employers. If a participating employer stops contributing to the Plan, the unfunded obligations of the Plan may be borne by the remaining participating employers.

In addition to regular contributions, the Organization could be obligated to pay additional amounts known as a withdrawal liability, if the multiemployer pension plan has unfunded vested benefits and the Organization decreases or ceases participation in that plan. The Organization has not recognized any estimated withdrawal liability expense at October 31, 2016 and 2015.

**BRONX HOUSE – EMANUEL CAMPS, INC.  
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**NOTE 12 – MAJOR DONORS**

Of the grants reported in the Organization’s statements of activities for the years ended October 31, 2016 and 2015, approximately 97% and 88%, respectively, are attributable to grants made by the United Jewish Appeal – Federation of Jewish Philanthropies of New York, Inc.

In addition, approximately 24% and 64% of the Organization’s public support was attributable to one donor for the years ended October 31, 2016 and 2015, respectively.

**NOTE 13 – CAMP ENROLLMENT FEES**

The components of camp enrollment fees are as follows for the years ended October 31:

	<u>2016</u>	<u>2015</u>
Summer camp	\$ 1,190,512	\$ 981,248
Adult vacations	336,307	412,210
Retreats	<u>390,801</u>	<u>288,678</u>
	<u>\$ 1,917,620</u>	<u>\$ 1,682,136</u>