

## *Financial Statements*

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

October 31, 2019

**BRONX HOUSE EMANUEL CAMPS, INC.  
(D/B/A BERKSHIRE HILLS EISENBERG CAMP)  
FOR THE YEAR ENDED  
OCTOBER 31, 2019**

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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, 2019 and 2018, 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, 2019, 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, 2019 and 2018, and the changes in its net assets for the year ended October 31, 2019 and its cash flows for the years ended October 31, 2019 and 2018 in accordance with accounting principles generally accepted in the United States of America.**

***Adoption of New Accounting Standard***

**As discussed in Note 2 to the financial statements, effective November 1, 2018, the Organization adopted Accounting Standards Update (ASU) No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. Our opinion is not modified with respect to this matter.**

***Report on Summarized Comparative Information***

**We have previously audited the 2018 statements of activities and functional expenses of Bronx House – Emanuel Camps, Inc. for the year ended October 31, 2018, and our report dated May 8, 2019 expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein for the year ended October 31, 2018, 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**

**Fairfield, New Jersey  
February 17, 2020**

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

	<b>OCTOBER 31,</b>	
	<b><u>2019</u></b>	<b><u>2018</u></b>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 1,121,106	\$ 913,221
Short-term investments	309,390	303,009
Grants receivable	11,213	10,000
Unconditional promises to give	57,751	101,466
Camp enrollment fee receivable	6,168	11,011
Due from UJA pooled investment account	717,180	672,247
Prepaid expenses	13,350	2,000
Security deposit	5,777	-
Property and equipment, net of accumulated depreciation	<u>1,302,681</u>	<u>1,002,789</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 3,544,616</u></b>	<b><u>\$ 3,015,743</u></b>
<b>LIABILITIES</b>		
Accounts payable	\$ 62,006	\$ 20,261
Accrued expenses	16,711	16,051
Deferred revenue	<u>217,451</u>	<u>205,315</u>
<b>TOTAL LIABILITIES</b>	<b><u>296,168</u></b>	<b><u>241,627</u></b>
<b>NET ASSETS</b>		
Without donor restrictions		
Undesignated	2,361,251	1,776,919
Board designated for reserve	<u>700,197</u>	<u>700,197</u>
Total without donor restrictions	3,061,448	2,477,116
With donor restrictions	<u>187,000</u>	<u>297,000</u>
<b>TOTAL NET ASSETS</b>	<b><u>3,248,448</u></b>	<b><u>2,774,116</u></b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 3,544,616</u></b>	<b><u>\$ 3,015,743</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, 2019**  
**(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED OCTOBER 31, 2018)**

	<u>WITHOUT DONOR</u> <u>RESTRICTIONS</u>	<u>WITH DONOR</u> <u>RESTRICTIONS</u>	<u>TOTAL</u> <u>2019</u>	<u>TOTAL</u> <u>2018</u>
<b>Revenue and Support</b>				
Grants	\$ 320,238	\$ -	\$ 320,238	\$ 208,041
Contributions - public support	544,376	-	544,376	271,738
Camp enrollment fees	2,000,270	-	2,000,270	2,022,987
Camper fees and other miscellaneous revenue	218,143	-	218,143	158,575
Net assets released from restrictions	<u>110,000</u>	<u>(110,000)</u>	<u>-</u>	<u>-</u>
Total Revenue and Support	<u>3,193,027</u>	<u>(110,000)</u>	<u>3,083,027</u>	<u>2,661,341</u>
<b>Expenses</b>				
Program Services				
Summer camp	1,776,136	-	1,776,136	1,551,902
Culinary camp	275,945	-	275,945	435,359
Retreats	<u>401,704</u>	<u>-</u>	<u>401,704</u>	<u>413,998</u>
Total Program Services	2,453,785	-	2,453,785	2,401,259
Supporting Services				
Management and general	107,055	-	107,055	111,491
Fundraising	<u>47,855</u>	<u>-</u>	<u>47,855</u>	<u>35,664</u>
Total Expenses	<u>2,608,695</u>	<u>-</u>	<u>2,608,695</u>	<u>2,548,414</u>
Change in net assets	584,332	(110,000)	474,332	112,927
Net assets - beginning	<u>2,477,116</u>	<u>297,000</u>	<u>2,774,116</u>	<u>2,661,189</u>
Net assets - end	<u>\$ 3,061,448</u>	<u>\$ 187,000</u>	<u>\$ 3,248,448</u>	<u>\$ 2,774,116</u>

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 FUNCTIONAL EXPENSES**

**FOR THE YEAR ENDED OCTOBER 31, 2019**

**(WITH SUMMARIZED COMPARATIVE TOTALS FOR THE YEAR ENDED OCTOBER 31, 2018)**

	Summer Camp	Culinary Camp	Retreats	Total Programs	Management & General	Fundraising	October 31, 2019 Total	October 31, 2018 Total
<b>Expenses</b>								
Compensation	\$ 665,358	\$ 134,672	\$ 155,973	\$ 956,003	\$ 64,967	\$ 25,109	\$ 1,046,079	\$ 1,025,884
Payroll taxes	37,736	9,063	6,727	53,526	4,455	1,201	59,182	61,952
Employee benefits	91,002	16,454	10,709	118,165	7,163	826	126,154	141,739
Professional fees	10,875	1,341	2,699	14,915	15,000	-	29,915	28,109
Bad debt expense	-	-	-	-	-	-	-	7,000
Office expense	5,578	132	887	6,597	832	1,082	8,511	7,717
Office rent	14,763	2,331	1,295	18,389	6,734	777	25,900	25,450
Telephone, computer, and internet	28,044	1,561	3,805	33,410	1,063	3,122	37,595	31,170
Seasonal help expense	82,885	3,800	11,821	98,506	-	-	98,506	97,212
Camp programs and entertainment	189,161	21,259	8,096	218,516	-	421	218,937	188,919
Camp utilities	33,690	4,196	13,788	51,674	-	-	51,674	69,433
Camp supplies	231,027	4,021	102,063	337,111	277	-	337,388	342,629
Camp education and seminars	16,550	219	255	17,024	-	-	17,024	6,285
Bank and credit card fees	39,531	31	2,679	42,241	154	1,913	44,308	45,935
Travel and meals	107,271	8,433	9,451	125,155	2,421	371	127,947	140,625
Depreciation	57,649	26,519	26,519	110,687	3,459	1,153	115,299	82,168
Repairs and maintenance	65,883	17,194	27,109	110,186	46	-	110,232	120,422
Camp promotion	25,712	16,845	2,080	44,637	165	943	45,745	31,574
Dues, licenses, and miscellaneous	8,767	690	1,380	10,837	319	10,937	22,093	11,195
Insurance	64,654	7,184	14,368	86,206	-	-	86,206	82,996
<b>Total Expenses</b>	<b>\$ 1,776,136</b>	<b>\$ 275,945</b>	<b>\$ 401,704</b>	<b>\$ 2,453,785</b>	<b>\$ 107,055</b>	<b>\$ 47,855</b>	<b>\$ 2,608,695</b>	<b>\$ 2,548,414</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**

	<b>OCTOBER 31,</b>	
	<b><u>2019</u></b>	<b><u>2018</u></b>
<b>Cash Flows From Operating Activities</b>		
Change in net assets	\$ 474,332	\$ 112,927
<b>Adjustments to Reconcile Change In Net Assets</b>		
<b>To Net Cash Provided By Operating Activities</b>		
Depreciation	115,299	82,168
Investment (income) loss - UJA pooled investment account	(44,933)	3,570
Bad debt expense	-	7,000
(Increase) Decrease in:		
Grants receivable	(1,213)	(6,875)
Unconditional promises to give	43,715	55,665
Camp enrollment fee receivable	4,843	6,820
Prepaid expenses	(11,350)	5,955
Security deposit	(5,777)	-
Increase (Decrease) in:		
Accounts payable	41,745	(12,527)
Accrued expenses	660	(1,727)
Deferred revenue	12,136	1,275
<b>Total Adjustments</b>	<u>155,125</u>	<u>141,324</u>
<b>Net Cash Provided By Operating Activities</b>	<u>629,457</u>	<u>254,251</u>
<b>Cash Flows From Investing Activities</b>		
Purchase of short-term investments	(6,381)	(303,009)
Proceeds from redemption of short term investments	-	506,569
Purchase of property and equipment	(415,191)	(261,465)
Advances to UJA pooled investment account	-	(100,000)
<b>Net Cash Used in Investing Activities</b>	<u>(421,572)</u>	<u>(157,905)</u>
 <b>Net increase in cash and cash equivalents</b>	 207,885	 96,346
<b>Cash and cash equivalents - beginning of period</b>	<u>913,221</u>	<u>816,875</u>
<b>Cash and cash equivalents - end of period</b>	<u>\$ 1,121,106</u>	<u>\$ 913,221</u>
 <b>Supplementary Information:</b>		
Interest paid during period	\$ -	\$ -
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, 2019 AND 2018**

**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.

In addition, the Adult Vacation Center program was terminated October 31, 2018, and the Culinary Camp program commenced in the summer of 2019 and provides culinary skills while building a strong positive community.

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

***Adoption of New Accounting Standard:***

In August 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2016-14, Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities. ASU 2016-14 requires significant changes to the financial reporting model of organizations who follow the not-for-profit reporting model. The changes include reducing the classes of net assets from three classes to two – net assets with donor restrictions and net assets without donor restrictions. The ASU also requires changes in the way certain information is aggregated and reported by the Organization, including required disclosures about liquidity and availability of resources. The new standard is effective for the Organization's year ended October 31, 2019 and thereafter and must be applied on a retrospective basis. The Organization adopted the ASU effective November 1, 2018. Adoption of the ASU did not result in any reclassifications or restatements to net assets or changes in net assets.

***Grants and Promises To Give:***

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

The Organization uses the allowance method to determine uncollectible promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made. At October 31, 2019 and 2018, no allowance was required.

**BRONX HOUSE – EMANUEL CAMPS, INC.  
(D/B/A BERKSHIRE HILLS EISENBERG CAMP) .  
NOTES TO FINANCIAL STATEMENTS  
AT  
OCTOBER 31, 2019 AND 2018**

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

***Cost Allocation:***

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include compensation, payroll taxes and employee benefits, which are allocated on the basis of estimates of time and effort, as well as office rent, certain overhead expenses, and depreciation. Office rent is allocated based on relative square footage of use, depreciation is allocated based on use of related assets, and overhead expenses are allocated on the basis of usage.

***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.

***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 to be cash equivalents.

***Short-Term Investments:***

Investments in certificates of deposits with original maturities exceeding three months are classified as short-term investments and are presented at cost plus accrued interest.

***Grants and Contributions:***

Grants and contributions received are recorded as net assets with donor restrictions or net assets without donor restrictions depending on the absence or existence and nature of any donor restrictions.

**BRONX HOUSE – EMANUEL CAMPS, INC.  
(D/B/A BERKSHIRE HILLS EISENBERG CAMP)  
NOTES TO FINANCIAL STATEMENTS  
AT  
OCTOBER 31, 2019 AND 2018**

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

***Revenue Recognition:***

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. An allowance for doubtful accounts may be recognized based on prior experience and current credit conditions; at October 31, 2019 and 2018, no allowance for doubtful accounts was required.

***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.

***Investment Income:***

Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions, if any, are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized. For the years ended October 31, 2019 and 2018, no investment income was restricted by a donor.

***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, 2018 in the accompanying statements of activities and functional expenses are included to provide a basis for comparison with October 31, 2019 and present summarized totals only. Accordingly, the October 31, 2018 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, 2018 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.

**BRONX HOUSE – EMANUEL CAMPS, INC.  
(D/B/A BERKSHIRE HILLS EISENBERG CAMP)  
NOTES TO FINANCIAL STATEMENTS  
AT  
OCTOBER 31, 2019 AND 2018**

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

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

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 February 2016, the FASB issued ASU 2016-02, Leases. The standard requires all leases with lease terms over 12 months to be capitalized as a right-of-use asset and lease liability on the statement of financial position at the date of lease commencement. Leases will be classified as either finance or operating. This distinction will be relevant for the pattern of expense recognition in the statement of activities. 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.

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, 2024. 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 issued, but not yet effective, accounting standard if currently adopted would have a material effect on the accompanying financial statements.

***Subsequent Events:***

The Organization has evaluated all subsequent events through February 17, 2020, the date the financial statements were available to be issued. No significant subsequent events were identified by management.

**BRONX HOUSE – EMANUEL CAMPS, INC.  
(D/B/A BERKSHIRE HILLS EISENBERG CAMP)  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 3 – CONCENTRATIONS OF CREDIT RISK**

The Camp maintains its cash and cash equivalents and short term investments 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 and short term investments in excess of federally insured limits at October 31, 2019 and 2018 approximated \$1,216,000 and \$674,000, respectively. The Camp has not experienced any losses in such accounts and management believes it is not exposed to any significant credit risk on those 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, 2019 and 2018:

	<u>2019</u>	<u>2018</u>
Amounts due in:		
Less than one year	\$ 57,751	\$ 49,000
One to five years	<u>-</u>	<u>52,466</u>
Total	<u>\$ 57,751</u>	<u>\$ 101,466</u>

Unconditional promises to give due in more than one year have not been discounted and recognized at fair value because management deems the difference between cost and fair value as immaterial.

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

The Organization has a balance receivable at October 31, 2019 and 2018 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 on a recurring basis.

**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 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 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:

		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
	<u>Total</u>			
October 31, 2019	\$ <u>717,180</u>	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ <u>717,180</u>
October 31, 2018	\$ <u>672,247</u>	\$ <u>-0-</u>	\$ <u>-0-</u>	\$ <u>672,247</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, 2019 and 2018.

**BRONX HOUSE – EMANUEL CAMPS, INC.  
(D/B/A BERKSHIRE HILLS EISENBERG CAMP)  
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 opening and ending balances of this Level 3 asset valued at fair value on a recurring basis is as follows for the years ended October 31, 2019 and 2018:

	<u>2019</u>	<u>2018</u>
Balance receivable, beginning of year	\$ 672,247	\$ 575,817
Advances to UJA	-	100,000
Allocated net investment return (included in camper fees and other miscellaneous revenue on the statements of activities)	<u>44,933</u>	<u>(3,570)</u>
Balances receivable, end of year	<u>\$ 717,180</u>	<u>\$ 672,247</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 net assets without donor restrictions.

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—LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The following reflects the Organization's financial assets as of the statement of financial position dates, reduced by amounts not available for general use because of board designated or donor-imposed restrictions within one year of the statement of financial position dates.

	<u>October 31, 2019</u>	<u>2018</u>
Financial assets at year-end	\$ 2,222,808	\$ 2,010,954
Less: Those unavailable for general expenditures within one year, due to:	-	-
Donor restricted for capital improvements to camp and/or special projects	187,000	297,000
Board designated for reserve	<u>700,197</u>	<u>700,197</u>
Total unavailable for general expenditure within one year	<u>887,197</u>	<u>997,197</u>
Financial assets available to meet cash needs for general expenditure within one year	<u>\$ 1,335,611</u>	<u>\$ 1,013,757</u>

**BRONX HOUSE – EMANUEL CAMPS, INC.**  
**(D/B/A BERKSHIRE HILLS EISENBERG CAMP)**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 6—LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**  
**(CONTINUED):**

As part of the Organization’s liquidity management, it invests cash in excess of daily requirements in short-term investments, typically certificates of deposit, and with the UJA (See Note 5), while holding a substantial reserve in cash and cash equivalents.

**NOTE 7 – 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 originally erected on the Camp’s property were never 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 has been implemented to recognize the cost of recent renovation activity.

A summary of the Camp’s property and equipment recognized in the financial statements is as follows at October 31, 2019 and 2018:

	<u>2019</u>	<u>2018</u>	<u>Estimated Useful Lives</u>
Vehicles	\$ 37,263	\$ 37,263	5 Years
Building	472,941	472,941	27 Years
Camp fixtures	246,672	235,707	7 - 10 Years
Building and property improvements	578,850	310,115	10 - 20 Years
Machinery and equipment	353,778	218,287	5 Years
Website	33,500	33,500	5 Years
	<u>1,723,004</u>	<u>1,307,813</u>	
Less: accumulated depreciation	<u>420,323</u>	<u>305,024</u>	
Total property and equipment	<u>\$ 1,302,681</u>	<u>\$ 1,002,789</u>	



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**NOTE 7 – PROPERTY AND EQUIPMENT (CONTINUED)**

Depreciation expense for the years ended October 31, 2019 and 2018 amounted to \$115,299 and \$82,168, respectively.

**NOTE 8 – RESTRICTIONS ON NET ASSETS**

Net assets with donor restrictions are available for the following purposes at October 31:

	<u>2019</u>	<u>2018</u>
Specified capital improvements to camp and/or special projects	<u>\$ 187,000</u>	<u>\$ 297,000</u>

The Organization reports the satisfaction of donor restrictions when the capital improvements are placed into service.

**NOTE 9 – RELATED PARTY TRANSACTIONS**

During the years ended October 31, 2019 and 2018, the Organization received contributions approximating \$348,000 and \$109,000, respectively, from members of the Organization's board of directors and their affiliates.

**NOTE 10 – INVESTMENT INCOME**

Investment income is included in camper fees and other miscellaneous revenue in the statements of activities and consists of the following for the years ended October 31:

	<u>2019</u>	<u>2018</u>
Net investment return from UJA balance receivable	\$ 44,933	\$ (3,570)
Interest income	<u>24,497</u>	<u>13,444</u>
Total	<u>\$ 69,430</u>	<u>\$ 9,874</u>

**NOTE 11 – 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, 2019 and 2018 amounted to \$25,900 and \$25,450, respectively.

In addition, the Organization leases an automobile. Vehicle lease expense for the years ended October 31, 2019 and 2018 amounted to \$3,840 and \$4,920, respectively. The lease ends in 2020 and the future minimum payments on the lease for the next year amount to \$963.

**NOTE 12 – ADVERTISING EXPENSE**

Advertising is expensed as incurred and amounted to \$45,745 and \$31,574 for the years ended October 31, 2019 and 2018, respectively.

**BRONX HOUSE – EMANUEL CAMPS, INC.**  
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**NOTE 13 – 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 \$44,697 and \$50,770 for the years ended October 31, 2019 and 2018, 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 76% funded using the most recent financial information as of October 1, 2018, 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, 2019 and 2018.

**NOTE 14 – MAJOR DONORS**

Of the grants reported in the Organization’s statements of activities for the years ended October 31, 2019 and 2018, approximately 76% and 97%, respectively, are attributable to grants made by the United Jewish Appeal – Federation of Jewish Philanthropies of New York, Inc.

In addition, approximately 56% and 26% of the Organization’s public support was attributable to one donor (a Camp board member) for the years ended October 31, 2019 and 2018, respectively.

**NOTE 15 – CAMP ENROLLMENT FEES**

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

	<u>2019</u>	<u>2018</u>
Summer camp	\$ 1,471,355	\$ 1,358,519
Adult vacations	68,361	205,190
Retreats	<u>460,554</u>	<u>459,278</u>
	<u>\$ 2,000,270</u>	<u>\$ 2,022,987</u>