

JOIN ISRAEL, INC.
FINANCIAL STATEMENTS
DECEMBER 31, 2015

SAVRANSKY PARTNERS LLC

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Independent Accountants' Review Report

September 1, 2016

Board of Directors

JOIN Israel, Inc.

3 West 57th Street, 10th Floor

New York, NY 10019-3407

We have reviewed the accompanying financial statements of JOIN Israel, Inc. (a non-profit organization), which comprise the balance sheet as of December 31, 2015, and the related statements of activities, cash flows and functional expenses for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the organization's management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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.

Accountant's Responsibility

Our responsibility is to conduct the review engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Opinion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.



Savransky Partners LLC

Hollywood, Florida

JOIN ISRAEL, INC.
STATEMENTS OF FINANCIAL POSITION
AS OF DECEMBER 31, 2015

ASSETS

NOTES:

Deposits in Bank	171,574
Donations receivable	20,769
Loan Fund	<u>140,540</u>

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TOTAL ASSETS

\$332,883

LIABILITIES & NET ASSETS

General program expenses payable	61,700
Payroll expenses payable	4,464
Administrative expenses payable	104
Fund raising expenses payable	175
Credit card payable	<u>805</u>

TOTAL LIABILITIES

\$67,248

UNRESTRICTED NET ASSETS

\$265,635

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TOTAL LIABILITIES & NET ASSETS

\$332,883

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

JOIN ISRAEL, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED
DECEMBER 31, 2015

CHANGES IN UNRESTRICTED NET ASSETS		NOTES:
REVENUES & GAINS		
Direct public support	423,237	
Interest	<u>1</u>	
TOTAL UNRESTRICTED REVENUES & GAINS		\$423,238
EXPENSES & LOSSES		
Program Expenses		
School enhancement & education	174,779	
Youth day camps	39,234	
Lifeline	37,129	
Marriage & family	25,623	
Direct assistance to needy adults	24,242	
Loan fund & other assistance	9,581	
Personal & career	<u>4,523</u>	
Total Program Expenses	315,111	4
Non-Program Expenses		
Fund raising	27,817	
Management	<u>17,334</u>	
Total Non-Program Expenses	<u>45,151</u>	5
TOTAL EXPENSES & LOSSES		<u>\$360,262</u>
NET INCREASE IN NET ASSETS FOR THE YEAR		\$62,976
NET ASSETS AT BEGINNING OF THE YEAR		<u>\$202,659</u>
NET ASSETS AT END OF THE YEAR		<u><u>\$265,635</u></u>

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

JOIN ISRAEL, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED
DECEMBER 31, 2015

CASH FLOWS FROM OPERATING ACTIVITIES

Increase in Net Assets for the Year	62,976
Adjustments to reconcile change in net assets to net cash flows from operating activities:	
Increase in donations receivable	(2,544)
Decrease in loan fund	621
Increase in program expenses payable	11,942
Decrease in payroll expenses payable	(6,536)
Decrease in administration expenses payable	(5,715)
Decrease in fund raising expenses payable	(1,725)
Decrease in credit card payable	(207)
	(207)

TOTAL CASH FLOWS FROM OPERATING ACTIVITIES **\$58,812**

TOTAL CASH FLOWS FROM INVESTING ACTIVITIES -

TOTAL CASH FLOWS FROM FINANCING ACTIVITIES -

INCREASE IN CASH DURING THE YEAR **\$58,812**

BEGINNING CASH BALANCE **\$112,762**

ENDING CASH BALANCE **\$171,574**

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

JOIN ISRAEL, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED
DECEMBER 31, 2015

	Administration	Fund Raising	School Enhancement & Education	Lifeline	Marriage & Family
General program expenses	0	0	102,193	21,710	0
Direct Assistance	0	0	0	0	14,982
Salaries	9,704	7,059	43,688	9,281	6,405
Payroll taxes & benefits	2,862	2,082	15,108	3,209	2,215
Professional fees	2,983	1,208	0	0	0
Communications & office	1,984	11,535	5,313	1,129	779
Travel	0	5,085	17	4	2
Promotions	0	1,030	8,459	1,797	1,240
Total	<u>17,334</u>	<u>27,817</u>	<u>174,778</u>	<u>37,129</u>	<u>25,623</u>

Continued

	Jewish Day Camp	Direct Assistance to Needy Adults	Loan Fund & Other	Personal & Career	Total
General program expenses	22,940	0	3,022	2,644	152,510
Direct Assistance	0	14,175	2,580	0	31,736
Salaries	9,807	6,060	2,395	1,130	95,529
Payroll taxes & benefits	3,391	2,096	828	391	32,183
Professional fees	0	0	0	0	4,192
Communications & office	1,193	737	291	137	22,616
Travel	4	2	1	1	5,115
Promotions	1,899	1,172	464	220	16,281
Total	<u>39,234</u>	<u>24,242</u>	<u>9,581</u>	<u>4,523</u>	<u>\$360,262</u>

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

JOIN ISRAEL, INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2015

1. About the Organization and its Activities

JOIN Israel, Inc., with the DBA and original name Jewish Opportunities Institute, Inc., was founded in November 1991, exclusively under the Non-for-Profit Corporation Law of the State of New York. JOIN Israel provides educational and social service programs in Israel specifically through collaboration and partnerships with other non-profit organizations, agencies and groups.

2. Summary of Significant Accounting Policies

a. Basis of Presentation

The financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations." Under STAS No. 117, the Organization is required 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. All of the Organization's net assets are classified as unrestricted.

b. Use of Estimates

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

c. Translation

Income received and expenses incurred abroad during the course of the year 2015 were translated into U.S. Dollars at the average exchange rate published by the US Treasury Department for the year 2015 of 4.052 New Israel Shekels per U.S. Dollar. Assets and Liabilities were translated based on the official rate as of December 31, 2015 of 3.899 New Israel Shekels per U.S. Dollar.

d. Revenue Recognition

Contributions are recorded at their fair values in the period received and classified as unrestricted.

JOIN ISRAEL, INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2015

3. Loan Fund

A large portion of the assets are in use as loan receivables from the organization's loan programs. The organization manages an interest-free loan fund for needy families in Israel. In order to apply for a loan, applicants must fill out an application and provide two guarantors. Qualified applicants can receive up to 5,000 NIS (approximately \$1,400) for living and medical expenses.

In addition, the organization has added a larger loan program as part of its "Solutions" project to extricate families from extremely complex financial and quandaries and rehabilitate their financial and general stability.

4. Program Expenses

The organization's main programs for the year were as follows:

School Enhancement Program: Many Israeli schools opened in response to the massive immigration from Russia to Israel remain under-funded and lack basic educational standards. JOIN established 25 computer centers serving 5,600 students with 400 computers, 24 science laboratories serving 4,500 students, 21 libraries, four English centers, and a dozen sports and music centers serving over 1,500 youths each. JOIN provides academic equipment, teacher training, curriculum consulting and standardized testing to augment teaching quality and ensure student achievement.

Lifeline: Thirty percent of Israel's elderly live exclusively on welfare, in severe financial distress. When specific emergencies arise, they simply do not have the money to cope. Lifeline partners with five municipal welfare agencies in Israel to provide the infrastructure, professional social workers, and professional assessments to provide the critical financial subsidies that they cannot offer to the most-needy elderly. Lifeline assists in areas that are not covered by the welfare system, such as dental work, hearing aids, eyeglasses, critical home repairs and medical transportation and medicine. Lifeline assists 10-12 emergency cases each month in five cities.

Marriage and Family Programs:

- Subsidies for professional therapy
- Psycho-education workshops, marriage and parenting workshops
- Empowerment, home-management and financial management workshops
- Educational articles in 2 Russian-language websites
- Retreat for 90 hyper-stressed mothers (3-day)
- Intensive home-mentoring for dysfunctional families

JOIN ISRAEL, INC.
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2015

4. Program Expenses (Continued)

Other programs included: day camps and camp subsidies for children of impoverished families, *Solutions* financial and legal advocacy for families in severe and complex predicaments, *Our Own Way* at-risk youth engagement project (partnered with the Joint Distribution Committee, JDC), School-library Literacy Initiative, career training (subsidies & loans), Legacy Education and a soup kitchen.

Partnerships with other organizations have vastly expanded the Organization's overall expenditures, salaries, and impact of the programs.

5. Non-Program Expenses

The Executive Director's salary, payroll taxes and benefits are apportioned to program services, management expenses, and fund raising expenses. This allocation was based on an estimate of the Executive Director's division of time spent in these various purposes. It was estimated that programs accounted for 68 percent, management accounted for 20 percent, and fund raising accounted for 12 percent of his time. Other expenses were apportioned as per purpose of expenditure.