



UNITED JEWISH
COMMUNITIES

OF METROWEST NEW JERSEY

Live Generously.®

AND AFFILIATES

Consolidated Financial Statements

June 30, 2009 and 2008

With Independent Auditors' Reports

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
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WithumSmith+Brown, PC
A Professional Corporation
Certified Public Accountants and Consultants

One Spring Street
New Brunswick, NJ 08901
732.828.1614 fax 732.828.5156

www.withum.com

Additional Offices in New Jersey, New York,
Pennsylvania, Maryland, Colorado and Florida

Independent Auditors' Report

To the Board of Trustees,
United Jewish Communities of MetroWest
New Jersey, Inc. and Affiliates:

We have audited the accompanying consolidated statements of financial position of United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates as of June 30, 2009 and 2008 and the related consolidated statements of activities and changes in net assets, cash flows and functional expenses for the years then ended. These consolidated financial statements are the responsibility of United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates' management. Our responsibility is to express an opinion on the consolidated 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 audits to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. An audit in accordance with these standards includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall consolidated financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates as of June 30, 2009 and 2008, and the changes in its consolidated net assets and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audits were performed for the purpose of forming an opinion on the consolidated financial statements referred to above taken as a whole. The accompanying consolidating financial statements have been subjected to the auditing procedures applied in the audits of the consolidated financial statements and, in our opinion, are fairly stated in all material respects in relation to the consolidated financial statements taken as a whole.

A handwritten signature in blue ink that reads "WithumSmith+Brown, PC".

January 27, 2010

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidated Statements of Financial Position
June 30, 2009 and 2008

	2009	2008
Assets		
Current assets		
Cash and cash equivalents	\$ 7,884,124	\$ 11,350,901
Pledges receivable, net	11,900,505	13,687,952
Grants and contracts receivable	193,525	44,918
Accounts receivable, net of allowance for uncollectibles of \$20,000 in both 2009 and 2008	270,324	456,216
Due from beneficiary agencies	453,779	930,534
Loans receivable, current portion	60,122	59,002
Other receivables	1,234,532	730,509
Interest receivable	364,278	521,587
Other current assets	<u>961,076</u>	<u>553,958</u>
Total current assets	23,322,265	28,335,577
Property and equipment, net	12,629,840	13,185,718
Long term investments	216,570,044	262,943,121
Due from beneficiary agencies, net of current portion	4,009,880	3,182,530
Loans receivable, net of current portion	824,597	889,366
Pledges receivable, net of current portion	494,611	3,147,820
Note receivable	16,907,988	20,539,219
Cash surrender value of life insurance	1,938,831	1,745,997
Non operating property and equipment, net	4,553,725	4,997,701
Prepaid pension benefit	--	22,187
Other assets, net of current portion	<u>3,871</u>	<u>12,243</u>
	<u>245,303,547</u>	<u>297,480,184</u>
	<u>\$ 281,255,652</u>	<u>\$ 339,001,479</u>

The Notes to Consolidated Financial Statements are an integral part of this statement.

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidated Statements of Financial Position
June 30, 2009 and 2008

	2009	2008
Liabilities and Net Assets		
Current liabilities		
Accounts payable and accrued expenses	\$ 3,474,176	\$ 3,593,198
Grants payable	1,293,569	2,389,014
Split interest agreements payable	582,106	679,092
Commissions payable	8,497	9,142
Post retirement health benefits	139,068	123,348
Due to beneficiary agencies	95,013	134,734
Deferred revenue	70,315	121,429
Pension payable	3,921,128	415,131
Capital lease payable	<u>148,158</u>	<u>151,512</u>
Total current liabilities	9,732,030	7,616,600
Long term liabilities		
Bonds payable	5,400,000	5,400,000
Deferred revenue, net of current portion	1,292,280	1,326,500
Due to beneficiary agencies, net of current portion	27,945,313	27,707,354
Due to other organizations	15,391,896	20,171,108
Post retirement health benefits, net of current portion	1,381,139	1,258,861
Split interest agreements payable, net of current portion	2,888,987	4,001,778
Security deposits payable	137,735	12,735
Capital lease payable, net of current portion	209,954	306,193
Grants payable, net of current portion and discount	<u>691,157</u>	<u>863,169</u>
Total long term liabilities	<u>55,338,461</u>	<u>61,047,698</u>
Total liabilities	65,070,491	68,664,298
Net assets		
Unrestricted	178,728,078	221,811,489
Temporarily restricted	23,842,731	36,375,866
Permanently restricted	<u>13,614,352</u>	<u>12,149,826</u>
Total net assets	<u>216,185,161</u>	<u>270,337,181</u>
	<u>\$ 281,255,652</u>	<u>\$ 339,001,479</u>

The Notes to Consolidated Financial Statements are an integral part of this statement.

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidated Statement of Activities and Changes in Net Assets
Year Ended June 30, 2009

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Support and revenues				
Contributions	\$ 25,080,024	\$ 6,326,252	\$ 1,464,526	\$ 32,870,802
Valuation allowance	--	711,840	--	711,840
Bequests	68,064	--	--	68,064
Rental income	3,688,034	--	--	3,688,034
Grants and contract revenue	529,541	--	--	529,541
Program and service fees	1,226,854	--	--	1,226,854
Investment income	5,443,550	634,486	--	6,078,036
Unrealized loss	(32,039,019)	(7,008,143)	--	(39,047,162)
Realized loss	(15,988,832)	(4,967,276)	--	(20,956,108)
Administrative fee revenue	435,763	--	--	435,763
Reduction of net investment loss for funds held for others	13,049,165	--	--	13,049,165
Advertising sales	2,886,427	--	--	2,886,427
Subscription sales	315,060	--	--	315,060
Technology assistance	1,458,153	--	--	1,458,153
Miscellaneous income	158,649	1,681	--	160,330
	<u>6,311,433</u>	<u>(4,301,160)</u>	<u>1,464,526</u>	<u>3,474,799</u>
Net assets released due to satisfaction of purpose restrictions	8,231,975	(8,231,975)	--	--
	<u>14,543,408</u>	<u>(12,533,135)</u>	<u>1,464,526</u>	<u>3,474,799</u>
Expenses				
Program services	44,874,935	--	--	44,874,935
Supporting services	8,997,727	--	--	8,997,727
	<u>53,872,662</u>	<u>--</u>	<u>--</u>	<u>53,872,662</u>
Changes in net assets	(39,329,254)	(12,533,135)	1,464,526	(50,397,863)
Adjustment for defined benefit plans	(3,754,157)	--	--	(3,754,157)
Net assets - beginning of year	<u>221,811,489</u>	<u>36,375,866</u>	<u>12,149,826</u>	<u>270,337,181</u>
Net assets - end of year	<u>\$ 178,728,078</u>	<u>\$ 23,842,731</u>	<u>\$ 13,614,352</u>	<u>\$ 216,185,161</u>

The Notes to Consolidated Financial Statements are an integral part of this statement.

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidated Statement of Activities and Changes in Net Assets
Year Ended June 30, 2008

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Support and revenues				
Contributions	\$ 67,103,409	\$ 8,648,257	\$ 2,096,018	\$ 77,847,684
Valuation allowance	--	1,665,281	--	1,665,281
Bequests	75,000	--	--	75,000
Rental income	3,693,812	--	--	3,693,812
Grants and contract revenue	207,841	--	--	207,841
Program and service fees	1,608,749	--	--	1,608,749
Investment income	7,206,564	698,636	--	7,905,200
Unrealized loss	(12,491,374)	(1,121,327)	--	(13,612,701)
Realized gains	4,375,014	595,855	--	4,970,869
Reduction of net investment income funds held for others	(98,834)	--	--	(98,834)
Advertising sales	3,290,987	--	--	3,290,987
Subscription sales	345,332	--	--	345,332
Technology assistance	1,666,118	--	--	1,666,118
Miscellaneous income	180,952	--	--	180,952
	<u>77,163,570</u>	<u>10,486,702</u>	<u>2,096,018</u>	<u>89,746,290</u>
Net assets released due to satisfaction of purpose restrictions	9,149,261	(9,149,261)	--	--
	<u>86,312,831</u>	<u>1,337,441</u>	<u>2,096,018</u>	<u>89,746,290</u>
Expenses				
Program services	58,763,635	--	--	58,763,635
Supporting services	9,527,186	--	--	9,527,186
	<u>68,290,821</u>	<u>--</u>	<u>--</u>	<u>68,290,821</u>
Changes in net assets	18,022,010	1,337,441	2,096,018	21,455,469
Adjustment for defined benefit plans	(306,169)	--	--	(306,169)
Net assets - beginning of year	<u>204,095,648</u>	<u>35,038,425</u>	<u>10,053,808</u>	<u>249,187,881</u>
Net assets - end of year	<u>\$ 221,811,489</u>	<u>\$ 36,375,866</u>	<u>\$ 12,149,826</u>	<u>\$ 270,337,181</u>

The Notes to Consolidated Financial Statements are an integral part of this statement.

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidated Statements of Cash Flows
Years Ended June 30, 2009 and 2008

	2009	2008
Cash flows from operating activities		
Changes in net assets	\$ (54,152,020)	\$ 21,149,300
Adjustments to reconcile changes in net assets to net cash provided by operating activities		
Depreciation	1,414,235	1,481,910
Amortization of deferred financing costs	8,372	25,106
Change in cash surrender value of life insurance	(192,834)	(93,032)
Change in value of split interest agreements	(1,209,777)	(1,503,165)
Bad debt expense	885,927	254,275
Net unrealized and realized loss on investments	60,003,270	8,796,942
Present value adjustment on pledges receivable	7,793	(1,922)
Present value adjustment on grants payable	78,369	143,374
Permanently restricted contributions	(1,464,526)	(2,096,018)
Changes in assets and liabilities		
Pledges receivable	3,546,936	(204,330)
Grants and contracts receivable	(148,607)	(19,918)
Accounts receivable	185,892	(2,424)
Other receivables	(504,023)	254,042
Interest receivable	157,309	302,262
Prepaid pension benefits	22,187	182,879
Other assets	(407,118)	(130,944)
Accounts payable and accrued expenses	(119,022)	1,531,082
Grants payable	(1,345,826)	805,083
Security deposits payable	125,000	--
Commissions payable	(645)	(14,623)
Deferred revenue	(85,334)	45,586
Pension payable	3,505,997	415,131
Post retirement health benefits	137,998	1,382
Net cash provided by operating activities	<u>10,449,553</u>	<u>31,321,978</u>
Cash flows from investing activities		
Purchase of building improvements and equipment	(414,381)	(177,616)
Payments of loan receivable	63,649	27,411
Note receivable	3,631,231	(20,539,219)
Purchase of investments	(136,837,192)	(130,806,054)
Sale of investments	123,206,999	111,107,851
Net cash used by investing activities	<u>(10,349,694)</u>	<u>(40,387,627)</u>

The Notes to Consolidated Financial Statements are an integral part of these statements.

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidated Statements of Cash Flows
Years Ended June 30, 2009 and 2008

	2009	2008
Cash flows from financing activities		
Transactions with beneficiary agencies	\$ (152,357)	\$ 3,038,295
Permanently restricted contributions	1,464,526	2,096,018
Due to other organizations	(4,779,212)	8,713,681
Payments under capital leases	(99,593)	(76,492)
Net cash (used) provided by financing activities	<u>(3,566,636)</u>	<u>13,771,502</u>
 Net (decrease) increase in cash and cash equivalents	 (3,466,777)	 4,705,853
 Cash and cash equivalents		
Beginning of year	<u>11,350,901</u>	<u>6,645,048</u>
End of year	<u>\$ 7,884,124</u>	<u>\$ 11,350,901</u>
 Supplemental disclosure of cash flows information		
Interest paid	\$ 133,160	\$ 230,613
 Non-cash activity		
Equipment purchase	\$ --	\$ 23,000
Capital lease	\$ --	\$ (23,000)

The Notes to Consolidated Financial Statements are an integral part of these statements.

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidated Statement of Functional Expenses
Year Ended June 30, 2009

	Program Services				Supporting Services				
	Allocations and Grants	Program Services	The Jewish Times	Total	Management and General	Building Services	Fundraising Expenses	Total	Total
Salaries	\$ --	\$ 4,056,268	\$ 1,914,513	\$ 5,970,781	\$ 1,004,382	\$ 372,618	\$ 1,904,893	\$ 3,281,893	\$ 9,252,674
Payroll taxes and fringe benefits	--	1,114,047	404,007	1,518,054	200,825	83,398	394,393	678,616	2,196,670
Grants to agencies	27,022,042	--	--	27,022,042	--	--	--	--	27,022,042
Allocations to affiliates	5,647,333	--	--	5,647,333	--	--	--	--	5,647,333
Purchased services	--	265,453	--	265,453	42,542	71,449	183,712	297,703	563,156
Office expense	--	377,465	15,523	392,988	62,893	4,369	219,165	286,427	679,415
Consultants	--	322,616	22,358	344,974	108,114	--	337,471	445,585	790,559
Commissions and outside sales	--	--	136,685	136,685	--	--	--	--	136,685
Dues, subscriptions and subsidies	--	79,765	4,107	83,872	11,799	--	132	11,931	95,803
Telephone	--	222,473	5,554	228,027	18,956	21,300	4,603	44,859	272,886
Occupancy, maintenance, housing	--	432,044	--	432,044	124,876	933,242	162,359	1,220,477	1,652,521
Program expenses	--	704,238	--	704,238	84,565	--	308,420	392,985	1,097,223
Publicity and promotion	--	123,236	13,924	137,160	20,014	--	111,715	131,729	268,889
Travel and related expenses	--	170,199	10,017	180,216	40,504	891	31,546	72,941	253,157
Insurance	--	26,999	10,110	37,109	10,712	66,036	19,179	95,927	133,036
Postage	--	46,447	336,636	383,083	18,258	--	34,217	52,475	435,558
Interest expense	--	--	8,203	8,203	124,957	--	--	124,957	133,160
Magazine, editorial, and production	--	--	592,090	592,090	--	--	--	--	592,090
Bad debt expense	--	2,743	14,390	17,133	--	--	868,794	868,794	885,927
Depreciation and amortization	--	612,090	20,223	632,313	180,946	--	609,348	790,294	1,422,607
Real estate taxes	--	--	--	--	--	89,936	--	89,936	89,936
Miscellaneous	--	138,020	3,116	141,136	26,559	--	83,639	110,198	251,334
	<u>\$ 32,669,375</u>	<u>\$ 8,694,104</u>	<u>\$ 3,511,456</u>	<u>\$ 44,874,935</u>	<u>\$ 2,080,902</u>	<u>\$ 1,643,239</u>	<u>\$ 5,273,586</u>	<u>\$ 8,997,727</u>	<u>\$ 53,872,662</u>

The Notes to Consolidated Financial Statements are an integral part of this statement.

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidated Statement of Functional Expenses
Year Ended June 30, 2008

	Program Services				Supporting Services				
	Allocations and Grants	Program Services	The Jewish Times	Total	Management and General	Building Services	Fundraising Expenses	Total	Total
Salaries	\$ --	\$ 3,771,895	\$ 2,038,501	\$ 5,810,396	\$ 1,070,528	\$ 393,912	\$ 1,769,360	\$ 3,233,800	\$ 9,044,196
Payroll taxes and fringe benefits	--	911,617	416,462	1,328,079	220,425	87,252	375,337	683,014	2,011,093
Grants to agencies	38,945,409	--	--	38,945,409	--	--	--	--	38,945,409
Allocations to affiliates	6,764,868	--	--	6,764,868	--	--	--	--	6,764,868
Purchased services	--	625,191	--	625,191	146,706	76,585	655,734	879,025	1,504,216
Office expense	--	433,256	13,744	447,000	89,777	2,788	208,936	301,501	748,501
Consultants	--	135,798	22,347	158,145	47,558	--	16,094	63,652	221,797
Commissions and outside sales	--	--	183,668	183,668	--	--	--	--	183,668
Dues, subscriptions and subsidies	--	84,451	7,889	92,340	1,933	--	5	1,938	94,278
Telephone	--	339,729	8,134	347,863	53,828	21,360	7,420	82,608	430,471
Occupancy, maintenance, housing	--	383,577	2	383,579	104,886	1,169,810	120,387	1,395,083	1,778,662
Program expenses	--	980,737	--	980,737	120,473	2,394	450,712	573,579	1,554,316
Publicity and promotion	--	209,293	26,467	235,760	35,439	--	182,691	218,130	453,890
Travel and related expenses	--	194,442	17,706	212,148	58,475	712	34,270	93,457	305,605
Insurance	--	288,350	11,700	300,050	79,268	83,570	343,840	506,678	806,728
Postage	--	46,673	392,082	438,755	15,935	--	38,649	54,584	493,339
Interest expense	--	--	1,513	1,513	229,100	--	--	229,100	230,613
Magazine, editorial, and production	--	--	763,474	763,474	--	--	--	--	763,474
Bad debt expense	--	1,170	10,024	11,194	--	--	243,081	243,081	254,275
Depreciation and amortization	--	657,090	25,500	682,590	166,604	--	657,822	824,426	1,507,016
Real estate taxes	--	--	--	--	--	86,814	--	86,814	86,814
Miscellaneous	--	41,238	9,638	50,876	16,188	2,785	37,743	56,716	107,592
	<u>\$ 45,710,277</u>	<u>\$ 9,104,507</u>	<u>\$ 3,948,851</u>	<u>\$ 58,763,635</u>	<u>\$ 2,457,123</u>	<u>\$ 1,927,982</u>	<u>\$ 5,142,081</u>	<u>\$ 9,527,186</u>	<u>\$ 68,290,821</u>

The Notes to Consolidated Financial Statements are an integral part of this statement.

United Jewish Communities of MetroWest New Jersey and Affiliates

Notes to Consolidated Financial Statements

June 30, 2009 and 2008

1. Nature of Activity

The United Jewish Communities of MetroWest New Jersey, Inc. (the "Organization") is a New Jersey not-for-profit organization incorporated in 1924 and exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code in 1955. The Organization has no uncertain tax positions. The Organization's primary functions include budgeting and social planning for the support and improvement of Jewish communal services; the identification of needed services; the raising and allocating of funds for operating purposes for local, national and overseas agencies and the coordination of agency services with one another in relation to the total needs of the Jewish community.

Jewish Community Foundation of MetroWest New Jersey, Inc. (the "Foundation") was established in 1949 as a New Jersey not-for-profit corporation and is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Foundation has no uncertain tax positions. The Foundation's primary function is to receive, administer and allocate funds and property for purposes of the United Jewish Communities of MetroWest New Jersey, Inc. and its beneficiary agencies. The Foundation operates a bequest and endowment program which conducts educational and promotional activities for the development of funds for capital purposes and special projects, and a philanthropic fund which promotes the philanthropic interests and activities of United Jewish Communities of MetroWest, New Jersey, Inc. through the grant making process. The Foundation is comprised of approximately 750 individual funds. A substantial portion of the Foundation's revenue is received from contributions and investment earnings.

The Jewish Times is a New Jersey not-for-profit corporation established in 1954, which has not filed for Federal tax exemption. The Jewish Times has no uncertain tax positions. The Jewish Times operates The New Jersey Jewish News, a newspaper, whose aim is to provide an educational medium carrying news and information about Jewish events and activities all over the world. The Jewish Times distributes a substantial portion of its after tax profits to United Jewish Communities of MetroWest, New Jersey, Inc.

The Partnership for Jewish Learning and Life, Inc. (the "Partnership"), incorporated in June 2006 as a wholly owned subsidiary of United Jewish Communities of MetroWest, New Jersey, Inc., is a nonprofit agency organized under the laws of the State of New Jersey and is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Partnership has no uncertain tax positions. As a beneficiary agency of United Jewish Communities of MetroWest, New Jersey, Inc., the Partnership is the community's designated organization for Jewish identity development and related educational activities. On behalf of the community, it provides consultative and programmatic resources to the volunteer and professional leadership of synagogues, day schools, early childhood programs, secondary education institutions, and community agencies.

2. Summary of Significant Accounting Policies

Principles of Consolidation

The consolidated financial statements include the United Jewish Communities of MetroWest New Jersey, Inc., The Jewish Times, the Jewish Community Foundation of MetroWest New Jersey, Inc. and The Partnership for Jewish Learning and Life, Inc. all of which are affiliated by means of overlapping Boards of Trustees and management. Collectively, the four organizations are hereafter referred to in this report as "UJC". All significant intercompany accounts and transactions have been eliminated in consolidation.

Basis of Presentation

Financial reporting by not-for-profit organizations requires that resources be classified for accounting and reporting purposes into net asset categories according to externally (donor) imposed restrictions. For the years ended June 30, 2009 and 2008, UJC had accounting transactions in the unrestricted net asset category, which represents net assets that are not subject to donor imposed restrictions, the temporarily restricted net asset category which represents net assets that are subject to donor imposed time or purpose restrictions and the permanently restricted net asset category which represents net assets subject to donor imposed restrictions that neither expire by passage of time nor can be fulfilled or otherwise resolved by actions of UJC.

United Jewish Communities of MetroWest New Jersey and Affiliates
Notes to Consolidated Financial Statements
June 30, 2009 and 2008

Revenue and Support Recognition

UJC recognizes contributions as revenue when they are received or unconditionally pledged and records these revenues as unrestricted or restricted support according to donor stipulations that limit the use of these assets due to time or purpose restrictions. When a donor restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the consolidated statements of activities and changes in net assets as net assets released from restrictions.

Bequests are accrued as an asset when the respective will has been declared valid. Donated securities, equipment and works of art are recorded at fair value on the date of donation.

UJC accounts for those contract revenues which have been determined to be exchange transactions in the consolidated statements of activities and changes in net assets to the extent that expenses have been incurred for the purpose specified by the grantor during the period. Program revenues received in advance of their usage are classified as liabilities in the consolidated statements of financial position. In applying this concept the legal and contractual requirements of each individual contract are used as guidance.

Other unrestricted revenues are obtained from rental income, program and service fees, advertising and subscription sales, technology assistance and investment income, which are recorded when earned. These revenues are used to offset program expenses as well as the cost of property and equipment acquisition and to fund management and general expenses.

UJC receives donated services from volunteers, officers and directors and donated materials to support fundraising, management and general and program efforts. The value of all donated services and materials is not included in these consolidated financial statements as they do not meet the criteria for recognition.

Cash Equivalents

UJC considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents. Such instruments consist of certificates of deposit and money market funds which are recorded at cost which approximates fair value.

Property, Equipment and Depreciation

Property and equipment purchases are recorded at cost, except for donated items which are recorded at fair value on the date of donation. When donors stipulate how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulations, contributions of property and equipment are recorded as unrestricted support. Depreciation is provided over the estimated useful lives of the assets using the straight-line method.

Depreciable years for each major asset category are as follows:

Description	Estimated Life (Years)
Buildings	40
Building improvements and renovations	15-30
Furniture and equipment	5-10
Vehicles	5
Computer equipment	

When an asset is sold or retired, the cost and accumulated depreciation are removed from the respective accounts. Maintenance, repairs and minor renewals are charged to operations as incurred.

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Estimates

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results may differ from those estimates. The allowance for uncollected pledges receivable (Note 5) is based upon historical analysis of UJC's experience with collection of pledges. However, it is reasonably possible the actual uncollected pledges will change in the near term. In addition, the present value of future obligations of charitable remainder trusts (Note 12) is calculated using a discount rate and applicable mortality tables. It is reasonably possible that when the actual distributions are made the amounts could differ from the obligations calculated.

Investments

Investments in equity securities with readily determinable values and all investments in debt securities are measured at fair value in the consolidated statements of financial position. Investments in limited partnerships are comprised substantially of real estate limited partnerships and hedge funds. These investments are stated at fair value as determined by the individual fund managers. Hedge fund fair value is based on contributions to the various funds and the allocated share of investment earnings including realized and unrealized gains and losses. The investment managers of these real estate limited partnerships and hedge funds may make adjustments to values so determined, if in their experience, such methodology does not accurately reflect the underlying value of the investment. Fair value for real estate limited partnerships is determined using performance multiples or the market capitalization rate methodology applied to net income. Multiples are determined using market based conditions of quoted companies or are derived from recent mergers and acquisition transactions. Donated investments are recorded at the fair value at the date of receipt. Investment income or loss (including realized and unrealized gains and losses on investments, interest and dividends) is included in unrestricted net assets unless the income or loss is restricted by donor or law. Except for those funds which have specifically identified investments associated with them, the majority of the investments are held in pooled funds at the Foundation. Each fund is assigned a certain unit value and its ownership interest is based on the allocation of the fair value of the fund's units to the total fair value of the investment pool. The pool is revalued monthly and income and gains or losses are allocated to each fund based on number of units.

Expense Classification

The expenses of the UJC are presented in the statements of activities and changes in net assets under the following classifications which describe the UJC's program activities:

Allocations and grants - In order to fulfill the mission of UJC, the organization distributes funds from unrestricted allocations, donor recommendations and fund agreements to Metrowest beneficiary agencies, other local, national and international Jewish organizations as well as local, national and international secular organizations.

Program services - In order to fulfill the mission of UJC, the organization provides certain services directly when they cannot be more efficiently delivered by other organizations, including budgeting and social planning for UJC and Metrowest agencies, Jewish education and leadership development, Israel programs, Holocaust education, and Eldercare services; UJC also provides the vehicle through which the Jewish community relates to politicians, government authorities, other faith communities and a wide array of Jewish communal institutions, regionally and nationally.

Jewish Times - newspaper whose aim is to provide an educational medium carrying news and information about the Jewish events and activities locally and over the world.

All expenses which were not directly associated with the above service categories, primarily management and fundraising expenses, are categorized as management and general expenses or development expense.

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Grants and Allocations

Grants and allocations are recorded when approved by the Board of Trustees. From time to time UJC approves grants with certain conditions; however, the probability that the grantees will not meet these conditions is considered remote, and such grants are recorded as grants payable when approved.

Functional Allocation of Expenses

The costs of providing program services have been summarized on a functional basis based on a direct costing method for charging expenses to each program or function consistent with the benefit derived by each program. The cost of providing support services has been summarized on a functional basis based on a time study used for charging expenses to each support service or function.

Fair Value of Financial Instruments

The carrying amounts of financial instruments including cash, pledges receivable, contracts and grants receivable, accounts payable and accrued expenses and grants payable approximate their fair values because of the relatively short maturity of these instruments.

Valuation of Long-Lived Assets

In accordance with the provisions of the accounting pronouncement on accounting for the impairment of long-lived assets, the UJC reviews long-lived assets, including property and equipment, for impairment whenever events or changes in business circumstances indicate that the carrying amount of the assets may not be fully recoverable. Management has determined that no assessment was required for the periods presented in these consolidated financial statements.

Reclassifications

Certain amounts in the prior year consolidated financial statements have been reclassified to conform with the presentation in the current year consolidated financial statements. These reclassifications had no effect on the net assets of UJC.

3. Investments

Investments consist of the following at June 30,

	2009		2008	
	Cost	Fair Value	Cost	Fair Value
Money market accounts	\$ 34,903,120	\$ 34,822,775	\$ 30,583,362	\$ 30,689,309
Certificates of deposit	5,835,828	5,854,372	1,000,351	998,076
Corporate stocks	48,083,710	47,003,098	75,887,442	84,778,990
Mutual funds	78,771,152	63,036,294	53,665,207	57,536,308
U.S. Treasury notes	3,199,499	3,374,358	19,020,885	19,779,732
Corporate bonds	22,806,817	23,231,027	12,913,326	12,751,679
State of Israel bonds	2,523,993	2,801,680	2,532,980	2,826,988
Limited partnerships interest	27,194,632	29,218,606	33,993,232	39,697,291
Government obligations	6,964,590	7,227,834	13,480,958	13,701,810
Foreign government obligations	--	--	110,730	182,938
	<u>\$ 230,283,341</u>	<u>\$ 216,570,044</u>	<u>\$ 243,188,473</u>	<u>\$ 262,943,121</u>

UJC invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the consolidated financial statements (Note 17).

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Total investment loss, including amounts allocated to funds invested for others, for the years ended June 30, 2009 and 2008 represented annual returns of approximately (20.2) percent and (0.1) percent, respectively, based on average market value. Investment loss consisted of the following at June 30:

	2009	2008
Interest and dividend income	\$ 4,672,609	\$ 7,150,805
Realized (losses) gains	(20,956,108)	4,970,869
Unrealized losses	(39,047,162)	(13,612,701)
Interest - notes receivable	1,405,427	754,395
Investment loss	<u>\$ (53,925,234)</u>	<u>\$ (736,632)</u>

4. Fair Value Measurements

Pursuant to the requirements of the accounting pronouncement on fair value measurements, which is effective for years beginning after November 15, 2007, the UJC has provided fair value disclosure information for relevant assets and liabilities in these consolidated financial statements. For applicable assets and liabilities subject to this pronouncement, the UJC will value such assets and liabilities using quoted market prices in active markets for identical assets and liabilities to the extent possible. To the extent that such market prices are not available, the UJC will next attempt to value such assets and liabilities using observable measurement criteria, including quoted market prices of similar assets and liabilities in active and inactive markets and other corroborated factors. In the event that quoted market prices in active markets and other observable measurement criteria are not available, the UJC will develop measurement criteria based on the best information available.

The following table summarizes assets which have been accounted for at fair value on a recurring basis as of June 30, 2009, along with the basis for the determination of fair value:

	Total	Quoted Prices in Active Markets (Level 1)	Observable Measurement Criteria (Level 2)	Unobservable Measurement Criteria (Level 3)
Money market accounts	\$ 34,822,775	\$ 34,822,775	\$ --	\$ --
Certificates of Deposit	5,854,372	--	5,854,372	--
Corporate stocks	47,003,098	47,003,098	--	--
Mutual funds	63,036,294	55,404,609	7,631,685	--
U.S. Treasury notes	3,374,358	3,374,358	--	--
Corporate bonds	23,231,027	23,231,027	--	--
State of Israel bonds	2,801,680	--	2,801,680	--
Limited partnerships and others	29,218,606	--	--	29,218,606
Government obligations	7,227,834	7,227,834	--	--
	<u>\$ 216,570,044</u>	<u>\$ 171,063,701</u>	<u>\$ 16,287,737</u>	<u>\$ 29,218,606</u>

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The following is a summary of activity for the year ended June 30, 2009 for assets (liabilities) measured at fair value based on unobservable measure criteria:

	Limited Partnerships
Balance, beginning of year	\$ 39,697,291
Realized and unrealized loss included in income	(8,804,634)
Sales	(9,493,254)
Purchases	7,819,203
Balance, end of year	<u>\$ 29,218,606</u>

5. Pledges Receivable

At June 30, pledges receivable consist of the following:

	2009	2008
Total receivables	\$ 15,758,315	\$ 20,091,890
Discount to present value	(8,458)	(665)
Allowance for uncollectible amounts	<u>(3,354,741)</u>	<u>(3,255,453)</u>
Pledges receivable, net	12,395,116	16,835,772
Current portion	11,900,505	13,687,952
Pledge receivable, long term	<u>\$ 494,611</u>	<u>\$ 3,147,820</u>

Long-term pledges receivable, net are due as follows: 2-5 years - \$494,611.

6. Loans Receivable

At June 30, loans receivable consist of the following:

	2009	2008
Joseph Kushner Hebrew Academy, unsecured, bearing interest at 5 percent per annum, principal and interest payments to be made from the camp's allocation received from UJC. Currently paying \$3,280 a month for principal and interest.	\$ 122,652	\$ 149,820
Joseph Kushner Hebrew Academy, unsecured camp loan, principal and interest payments to be made from the camp's allocation received from UJC, maturing August 2011. Currently paying \$975 a month for principal and interest.	36,976	46,725
Library project Raanana, Israel, non-interest bearing construction advance, repayment to be made from the William Lester Foundation shown at net present value using a 4.8 percent discount rate.	725,091	747,174
Other receivables	<u>--</u>	<u>4,649</u>
	884,719	948,368
Amounts due within one year	<u>60,122</u>	<u>59,002</u>
Long term portion	<u>\$ 824,597</u>	<u>\$ 889,366</u>

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7. Note Receivable

Notes receivable are recorded at amortized cost and are comprised of the following at June 30:

	2009	2008
Unsecured note receivable that bears interest at 8.00 percent, with a maturity date of September 30, 2035. The note requires payment of interest only through the maturity date. As of December 2009, the note receivable was fully collected.	\$ 15,539,219	\$ 20,539,219
Note receivable that bears interest at 7.15 percent, maturing December 2013. Note is secured by a partnership interest	1,368,769	--
	<u>\$ 16,907,988</u>	<u>\$ 20,539,219</u>

Maturities of note receivable at June 30, 2009: 2 – 5 years \$ 0; 5 years and greater \$16,907,988.

8. Property and Equipment

Property and equipment, shown net of accumulated depreciation at June 30, consists of the following:

	2009	2008
Land	\$ 2,953,206	\$ 2,953,206
Buildings, improvements and renovations	19,176,643	19,190,102
Furniture and equipment	2,678,268	2,357,789
Computer equipment	903,795	765,510
Vehicles	34,989	36,192
Library	155,137	155,137
Works of art	315,000	315,000
	<u>26,217,038</u>	<u>25,772,936</u>
Less: Accumulated depreciation	<u>13,587,198</u>	<u>12,587,218</u>
	<u>\$ 12,629,840</u>	<u>\$ 13,185,718</u>

Depreciation expense on these assets totaled \$970,259 and \$977,639 for the years ended June 30, 2009 and 2008, respectively.

9. Non-Operating Property and Equipment

The Foundation owns several rental properties which are rented to affiliated entities. This property and equipment, shown net of accumulated depreciation for the years ended June 30, consists of the following:

	2009	2008
Land	\$ 333,592	\$ 333,592
Buildings and improvements	20,946,875	20,946,875
Furniture and equipment	1,002,472	1,002,472
	<u>22,282,939</u>	<u>22,282,939</u>
Less: Accumulated depreciation	<u>17,729,214</u>	<u>17,285,238</u>
	<u>\$ 4,553,725</u>	<u>\$ 4,997,701</u>

Depreciation on these assets for the years ended June 30, 2009 and 2008 totaled \$443,976 and \$504,271, respectively.

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10. Grants Payable

UJC has made grant commitments to certain affiliated and non-affiliated not-for-profit organizations as of June 30, as follows:

	2009	2008
Total grant commitments	\$ 2,039,662	\$ 3,385,488
Less discount to present value	<u>54,936</u>	<u>133,305</u>
	1,984,726	3,252,183
Amounts payable in subsequent fiscal year	<u>1,293,569</u>	<u>2,389,014</u>
Amounts payable in future fiscal years	<u>\$ 691,157</u>	<u>\$ 863,169</u>

11. Capital Leases

UJC leases office equipment under long-term leases and has the option to purchase the equipment at the termination of the lease. Equipment leased under capital leases and included in property and equipment in the consolidated statements of activities and changes in net assets at June 30, is as follows:

	2009	2008
Equipment	\$ 802,895	\$ 841,102
Less: Accumulated depreciation	<u>461,504</u>	<u>294,920</u>
	<u>\$ 341,391</u>	<u>\$ 546,182</u>

Future minimum payments for capitalized leases were as follows at June 30, 2009:

Years	Amount
2010	\$ 185,305
2011	124,975
2012	80,628
2013	<u>40,760</u>
Total minimum lease payments	431,668
Less amount representing interest	<u>73,556</u>
Total present value amount	358,112
Less current portion	<u>148,158</u>
Non-current portion	<u>\$ 209,954</u>

Maturities of capital leases: 2010 - \$148,158; 2011 - \$101,217; 2012 - \$70,919 and 2013 - \$37,818.

12. Split Interest Agreements

UJC administers various split interest agreements which provide for the payment of distributions to the grantor or other designated beneficiaries over the agreement's term (usually the designated beneficiary's lifetime). At the end of the agreement's term, the remaining assets are available for UJC's use. The portion of the agreement attributable to the future interest of UJC is recorded in the consolidated statements of activities and changes in net assets as temporarily restricted contributions in the period the trust is established. Assets held in the split interest agreements are recorded at fair value in UJC's consolidated statements of financial position. On an annual basis, UJC revalues the liability to make distributions to the designated beneficiaries based on actuarial assumptions. The present value of the estimated future payments is calculated using a discount rate of 8 percent and applicable mortality tables. The present value of the future obligation for split interest agreements at June 30, 2009 and 2008 was \$3,471,093 and \$4,680,870, respectively.

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Assets, included in long term investments, related to split interest agreements at June 30, 2009 and 2008 total \$5,944,061 and \$8,310,441, respectively. The valuation allowance recorded to reflect the present value of estimated future payment resulted in an increase in income of \$519,005 and \$1,572,249 for the years ended June 30, 2009 and 2008, respectively which is included in the valuation allowance in the statement of activities.

13. Bonds Payable

On December 1, 1998 UJC entered into a loan agreement (the "Loan") with the New Jersey Economic Development Authority ("NJEDA") in the amount of \$5,400,000 to refinance an earlier bond issued in December 1990. The NJEDA funded the Loan proceeds by issuing Refunding Bonds (the "Bonds") as follows:

	2009	2008
Series 1998 adjustable rate bonds, interest only payable monthly at a fluctuating rate tied to the BMI municipal rate which fluctuated between 0.5 percent and 4.9 percent for the year ended June 30, 2009 and 1.9 percent and 3.8 percent for the year ended June 30, 2008, principal due December 2018.	<u>\$ 5,400,000</u>	<u>\$ 5,400,000</u>

Interest on these obligations amounted to \$106,574 and \$188,591 for the years ended June 30, 2009 and 2008, respectively.

The Loan is secured by the Alex Aidekman Family Jewish Community Campus located in Whippany. The NJEDA has transferred and assigned to the bond Trustee all rights, title and interest in the loan to secure the 1998 bonds and provide a source of repayment. Interest and principal repayment of the loan correspond to the same terms and conditions of the bonds. The Loan requires maintenance of certain financial ratios and other covenants, which have been met as of June 30, 2009 and 2008.

Letter of Credit

In accordance with the NJEDA agreement the bonds are secured by an irrevocable letter of credit with a commercial bank in the amount of \$5,497,000 which expires in December 2010. The letter of credit is secured by a first mortgage lien on the Alex Aidekman Family Jewish Community Campus located in Whippany.

14. Affiliations and Related Party Transactions

UJC conducts various transactions with and provides assistance to its beneficiary agencies by investing, administering, and allocating funds for various purposes. UJC also provides bookkeeping services, joint cost sharing of certain expenditures and allows its beneficiary agencies to participate in pension and benefit plans administered by UJC.

At June 30, certain amounts were due from affiliates as follows:

	2009	2008
Balance of funds advanced to beneficiary agencies to cover cash flow deficits which bear interest at lesser than 5 percent or the prime rate, which approximated 5 and 3 percent annually for the years ended June 30, 2009 and 2008, respectively:		
Jewish Vocational Service of MetroWest, Inc.	\$ --	\$ 343,254
Jewish Family Service of MetroWest	9,564	3,754
Daughters of Israel Geriatric Center	--	19,034
Jewish Community Housing Corp.	36,855	61,392
Jewish Service for the Developmentally Disabled, Inc.	118,625	116,768
Jewish Historical Society	75,192	20,117
Jewish Community Center of MetroWest, Inc.	<u>2,574,870</u>	<u>1,886,845</u>
	2,815,106	2,451,164

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During the year ended June 30, 2009 a portion of the amount due from Jewish Family Services of MetroWest was converted to an unsecured note receivable accruing interest at 5 percent maturing December 2036, which is currently paying \$9,126 a month for principal and interest.

	<u>1,648,553</u>	<u>1,661,900</u>
	4,463,659	4,113,064
Less current portion	<u>453,779</u>	<u>930,534</u>
Long term due from beneficiary agencies	<u>\$ 4,009,880</u>	<u>\$ 3,182,530</u>

At June 30, certain amounts were due to affiliates as follows:

	2009	2008
Funds advanced from beneficiary agencies at June 30:		
Jewish Vocational Service of MetroWest, Inc.	\$ 72,637	\$ --
Daughters of Israel Geriatric Center	<u>22,376</u>	<u>--</u>
	95,013	--

Funds invested by the Foundation on behalf of the UJC beneficiary agencies and related earnings due to the following organizations:

Jewish Vocational Service of MetroWest, Inc.	1,795,989	2,090,277
Jewish Family Service of MetroWest	4,562,260	5,599,890
Daughters of Israel Geriatric Center	15,434,472	13,898,035
Jewish Community Center of MetroWest, Inc.	3,686,757	5,017,017
Jewish Community Housing Corp.	1,816,682	456,194
Jewish Service for the Developmentally Disabled	112,528	198,501
Jewish Historical Society	458,304	495,421
Coordinated Care of MetroWest, Inc.	78,321	78,078

Cash receipts deposited in UJC combined operating account for advances made by the Agency to UJC:

United Jewish Centers of MetroWest, Inc.	<u>--</u>	<u>8,675</u>
	28,040,326	27,842,088
Less: Current portion	<u>95,013</u>	<u>134,734</u>
	<u>\$ 27,945,313</u>	<u>\$ 27,707,354</u>

At June 30, related party revenue and expense transactions were as follows:

	2009	2008
Interest income earned by UJC on funds advanced to beneficiary agencies:		
Jewish Family Services of MetroWest, Inc.	\$ 41,409	\$ 83,691
Jewish Vocational Service of MetroWest, Inc.	1,618	21,723
Jewish Community Center of MetroWest, Inc.	<u>108,628</u>	<u>140,391</u>
	<u>\$ 151,655</u>	<u>\$ 245,805</u>
Allocations and grants made by UJC to affiliates:		
Jewish Service for the Developmentally Disabled of MetroWest, Inc. and Jewish Association for Special Needs, Inc.	\$ 28,000	\$ 33,786
Jewish Historical Society	1,800	7,500
Jewish Vocational Service of MetroWest, Inc.	597,400	619,000
Daughters of Israel Geriatric Center	2,823,000	2,777,826
Jewish Family Services of MetroWest, Inc.	862,800	887,000
Jewish Community Center of MetroWest, Inc.	<u>1,334,333</u>	<u>2,439,756</u>
	<u>\$ 5,647,333</u>	<u>\$ 6,764,868</u>

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Affiliated agencies were charged \$306,377 and \$282,542 for the years ended June 30, 2009 and 2008, respectively, by UJC for occupancy costs which represented a pro-rata share of maintenance and related expenses attributable to the operation of the Campus in Whippany, New Jersey. In addition, affiliated agencies paid UJC \$37,800 and \$33,000 for years ended June 30, 2009 and 2008, respectively, in fees for bookkeeping and accounting services. Affiliated agencies also paid UJC \$740,152 and \$656,903 in fees for computer and technology services and \$1,911,975 in rent for buildings owned by UJC for the years ended June 30, 2009 and 2008, respectively.

UJC and affiliates received contributions from their board members totaling \$7,133,479 and \$36,576,969 for the years ended June 30, 2009 and 2008, respectively.

15. Deferred Revenue

During the year ended June 30, 2000, UJC entered into a land lease agreement of \$1,480,000, with Jewish Community Housing Corporation, Inc. ("JCHC"). The lease was for an initial term of 80 years with a renewal option of an additional 100 years. Under the terms of a 2005 amendment to the initial lease, JCHC was required to pay UJC \$1,250,000 of the original \$1,480,000 immediately. The remaining \$230,000 of the original lease payment is to be paid out of the first 25 percent of operating surplus which is defined as the cash flow of Lester Senior Housing Complex after payment of all usual and customary operating expenses, debt service, management fees, annual reserves of \$135,000 and capital expenditures. In addition, JCHC agreed to make annual contingent rent payments equal to an additional 50 percent of the cash flow of Lester Senior Housing Complex as defined. At June 30, 2009 and 2008 JCHC had prepaid the ground lease in the amounts of \$1,150,502- and \$1,184,723, respectively. These amounts are included in deferred revenue and are being charged off to rent income at the rate of \$8,222 per annum. For the years ending June 30, 2009 and 2008, no additional amounts were paid or accrued against amounts due on the initial lease. Contingent rents of \$76,810 were paid or accrued during 2009 for the amount owed for June 30, 2009 and 2008.

16. Benefit Plans

Pension Plan

UJC administers a multiple-employer defined retirement plan (the "Plan"), which is administered by UJC. The Plan covers substantially all employees of UJC. Benefits payable under the Plan are based on years of service and earning levels. Employees become fully vested after 7 years of service. Employees are eligible for coverage provided they work at least 1,000 hours per year and have attained 21 years of age. The Plan is non-contributory and vesting commences on January 1 following three years of employment as follows: 20 percent in year one, 20 percent each additional year, up to 100 percent. Normal retirement age is 65 with at least 5 years of service. UJC made contributions of \$426,093 and \$0 for the years ending June 30, 2009 and 2008. The plan has been frozen as of July 1, 2009.

The following table sets forth the Plan's funded status.

	2009	2008
Projected benefit obligation	\$ 11,180,158	\$ 10,819,060
Plan assets at fair value	<u>7,259,030</u>	<u>10,426,116</u>
Funded status (liability)	<u>\$ (3,921,128)</u>	<u>(392,944)</u>
Service cost	\$ 457,615	\$ 495,538
Interest cost	711,199	654,690
Net loss	<u>(842,541)</u>	<u>(868,223)</u>
Net periodic pension cost	<u>\$ 326,273</u>	<u>\$ 282,005</u>

As of June 30, 2009 the accumulated benefit obligation is \$11,180,158. UJC's expected contribution for the fiscal year 2009 is approximately \$348,286. No plan assets are expected to be returned to UJC in 2009.

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Weighted average assumptions as of June 30, 2009 and 2008 are as follows:

	2009	2008
Weighted average discount rate	7.53%	6.25%
Expected long-term rate of return	8.00%	8.00%
Rate of salary increase	2.50%	2.50%

The following table provides information related to the composition of UJC share of the Plan's assets as of June 30, 2009. UJS's assets are comingled with the assets of the other employers participating in the Plan.

	2009	2008
Cash and cash equivalents	\$ 1,087,361	\$ 405,342
Equity securities	2,563,694	2,769,455
Mutual funds	1,697,657	4,875,985
Fixed Income	357,283	186,434
Limited partnership interests	1,565,435	2,196,293
Other	133	2,001
Plan liabilities	(12,532)	(9,394)
	<u>\$ 7,259,030</u>	<u>\$ 10,426,116</u>

Changes in the Plan's net assets for the year ended June 30, 2009 are as follows:

	2009	2008
Plan assets, beginning of year	\$ 10,426,116	\$ 11,117,577
Contributions	426,093	--
Investments (loss)	(3,004,151)	(79,353)
Plan expenses	(87,148)	(106,566)
Benefit payments	(501,880)	(505,542)
	<u>\$ 7,259,030</u>	<u>\$ 10,426,116</u>

Investment decisions regarding Plan assets are determined by the UJC Investment Committee on behalf of the trustees of the Plan. The Plan's investment strategy attempts to provide a return that is superior to a balanced stock and bond portfolio at a lower volatility over an entire market cycle. The UJC Investment Committee has set specific investment allocation targets that are reviewed on a periodic basis.

Post Retirement Medical Plan

UJC also administers a multiple employer post retirement medical benefits plan (the "Medical Plan"). The Medical Plan provides subsidized medical and pharmaceutical benefits for full-time employees and affiliated agency employees and pro rata benefits for part-time employees who retire after age 55 having completed 20 years of service by December 31, 2006 or employees who have completed 10 years of service and are age 62 before April 1, 2004 and retire before December 31, 2006. UJC's contribution to the Medical Plan amounted to \$125,765 and \$119,643 for the years ended June 30, 2009 and 2008, respectively.

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The following table sets forth the Medical Plan's funded status and amounts recorded in UJC's consolidated financial statements:

	2009	2008
Benefit obligation at June 30	\$ 1,520,207	\$ 1,382,209
Fair value of plan assets	--	--
Funded status (liability)	<u>\$ (1,520,207)</u>	<u>\$ (1,382,209)</u>
Service cost	\$ --	\$ --
Interest cost	92,438	92,293
Amortization of prior service cost	12,997	12,997
Amortization of net (gain) loss	20,800	17,230
Net periodic post retirement benefit	<u>\$ 126,235</u>	<u>\$ 122,520</u>
Change in plan assets		
Employer contribution	\$ 125,765	\$ 119,643
Plan Participants' contribution	48,300	44,190
Benefits paid	(174,065)	(163,833)
	<u>\$ --</u>	<u>\$ --</u>

	2009	2008
Change in benefit obligation		
Benefit obligation, beginning of year	\$ 1,382,209	\$ 1,380,827
Interest cost	92,438	92,293
Participant contribution	48,300	44,190
Actuarial loss	171,325	28,732
Benefits paid	(174,065)	(163,833)
Benefit obligation, end of year	<u>\$ 1,520,207</u>	<u>\$ 1,382,209</u>

Weighted average assumption as of June 30,:

	2009	2008
Weighted average discount rate	6.20%	7.00%
Health care cost trend rate	8.50%	9.50%

The health care cost trend rate of 8.5 percent at June 30, 2009 is expected to decline uniformly through the year 2018 until it reaches 5 percent. A 1 percent change in the assumed health care cost trend rate would have the following future effect on:

	Increase	Decrease
Service and interest components	\$ 7,850	\$ (6,997)
Accumulated benefit obligation	126,619	(112,849)

United Jewish Communities of MetroWest New Jersey and Affiliates
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The following table provides information related to expected benefit payments for each of the 5 years following the measurement date and cumulatively for the subsequent five year period:

Years	Amount
2010	\$141,740
2011	145,246
2012	145,603
2013	145,007
2014-2018	685,802

Amounts not recognized as a component of net periodic post retirement benefit costs:

	2009	2008
Net loss (gain)	\$ 500,991	\$ 350,466
Prior service cost	129,983	142,980
	<u>\$ 630,974</u>	<u>\$ 493,446</u>

Other Changes in Post Retirement Benefits

For the years ended June 30, 2009 and 2008, UJC recorded a decrease in unrestricted net assets of \$126,153 and \$306,169 respectively due to post retirement benefit amounts not yet reflected in net periodic post retirement benefit cost.

Other

UJC offers a pre-tax cafeteria payroll withholding plan to all full-time and part-time employees and affiliated agency employees who work a minimum of 20 hours per week, on a pro rata basis. These withholdings are allowed to cover health care expenses not covered under the medical plans, the employee's share of medical premiums, and dependent care expenses. All monies withheld and not utilized under the plan are forfeited.

UJC also administers a 403-B tax deferred annuity plan for its employees and affiliated agency employees which permits employees to contribute on a deferred tax basis up to 9 percent of their salary, to a maximum annual contribution of \$15,500 to the plan. Additionally UJC administers a 401(k) plan for employees of The Jewish Times which permits employees to contribute on a deferred tax basis up to a maximum annual contribution of \$15,500 to the plan.

17. Concentrations and Credit Risk

A substantial portion of revenues are obtained from contributions and bequests, investment earnings and advertising sales.

UJC's financial instruments that are exposed to concentrations of credit risk consist primarily of its cash, cash equivalents, investments, pledges receivable, loans receivable and amounts due from other organizations. UJC's financial instruments are placed with a wide array of institutions that have high credit ratings. Cash equivalents and investments are in high-quality securities. Although subject to market fluctuations, this investment policy somewhat limits UJC's exposure to concentrations of credit risk. UJC has a long-standing history of collecting its pledges and contributions receivable which are from various individuals, corporations and foundations. An allowance for uncollectibles is recorded in the consolidated financial statements for amounts considered noncollectible. Loans receivable and amounts due from unconsolidated affiliates are primarily with UJC's affiliated agencies or with organizations which are closely tied to UJC's mission.

UJC maintains cash balances in financial institutions which may exceed federally insured limits. Historically, UJC has not experienced any credit related losses and deposits are held in high quality institutions to lessen the amount of the uninsured exposure.

United Jewish Communities of MetroWest New Jersey and Affiliates
Notes to Consolidated Financial Statements
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18. Due to Other Organizations

Amounts due to other organizations totaling \$15,292,103 and \$20,171,108 at June 30, 2009 and 2008, respectively represent funds provided to UJC by unrelated, non-beneficiary agencies to be invested. The investment earnings allocable to these funds are recorded as a liability in the consolidated statements of financial position.

These funds are invested in the various pools offered by the UJC based on instructions received from the investors pursuant to written agreements. Certain investment pools allow the investors to withdraw funds with relatively short notice (on demand) while other investment pools place significant restrictions on an investor's ability to withdraw funds (over several years). All investments related to the funds provided by these investors, as well as the related liabilities, are reflected as non-current in the consolidated statements of financial position.

19. Leases

UJC leases commercial property located in Union, New Jersey, to an unrelated party under a non-cancelable lease which expires in March 2010. Rent income for the years ended June 30, 2009 and 2008 was \$173,248 and \$164,287, respectively. Minimum future annual rentals under this lease are as follows:

Year Ended June 30,	Amount
2010	\$101,142

UJC leases commercial property to the Daughters of Israel Geriatric Center, an affiliated agency under an operating lease which expires in June 2010. Rental income was \$1,911,975 for each of the years ended June 30, 2009 and 2008, under this lease. Future minimum rentals through June 30, 2010 are \$1,911,975 annually.

UJC also leases land under a 180 year land lease to the Jewish Community Housing Corporation Lester Senior Housing Complex. Annual lease payments are \$8,222 through 2179.

Certain other rental arrangements are on a month-to-month or year-to-year basis with unconsolidated affiliated agencies of UJC.

20. Advertising

UJC uses advertising to promote its programs among the audiences it serves. The production costs of advertising are expensed as incurred. Advertising expense was \$39,032 and \$81,689 for the years ended June 30, 2009 and 2008, respectively.

21. Net Assets

Components of unrestricted net assets at June 30, were as follows:

	2009	2008
Available for general operations	\$ 24,291,082	\$ 31,364,682
Board designated for special projects or to maintain affiliated agency programs in the event that an unanticipated reduction in available funds occurs	8,063,492	9,566,890
Board designated building funds	3,852,470	3,548,551
Foundation assets maintained in the Philanthropic Fund subject to variance power	143,127,383	176,753,705
Net assets of Jewish Times	(606,349)	577,661
	<u>\$ 178,728,078</u>	<u>\$ 221,811,489</u>

United Jewish Communities of MetroWest New Jersey and Affiliates
Notes to Consolidated Financial Statements
June 30, 2009 and 2008

Components of temporarily restricted net assets at June 30, were as follows:

	2009	2008
<u>Purpose restriction</u>		
Restricted by donors for various philanthropic uses including scholarships, youth programs and the support of affiliated and unaffiliated agencies	\$ 16,949,257	\$ 28,812,987
<u>Time restriction</u>		
Restricted by donor in accordance with charitable remainder unitrust agreements and charitable remainder annuity agreements	5,861,611	6,691,121
Restricted by donor for use in subsequent fiscal year	1,031,863	871,758
	<u>\$ 23,842,731</u>	<u>\$ 36,375,866</u>

Permanently restricted net assets at June 30, were as follows:

Permanently restricted donor endowed principal	<u>\$ 13,614,352</u>	<u>\$ 12,149,826</u>
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Endowment Funds

UJC's endowment consists of approximately 33 individual donor-restricted endowment funds established for a variety of purposes. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

The State of New Jersey has enacted the Uniform Prudent Management of Institutional Funds Act ("UPMIFA") effective June 2009. Prior to that New Jersey operated under the Uniform Management of Institutional Funds Act ("UMIFA"). Both UPMIFA and its predecessor, UMIFA, provide guidance on the maintenance and spending of endowment funds when the intent of the donors is not clear. UPMIFA provides new guidelines for the expenditure of a permanently or temporarily donor restricted endowment fund, absent explicit donor stipulations. UPMIFA eliminates UMIFA's requirement for a permanent endowment to be maintained at its historic dollar value amount and instead allows not-for-profits to adopt prudent spending policies which can allow for invasion of corpus. Management has determined that none of the temporarily restricted net assets of UJC are endowment funds. Furthermore, the permanent endowments of UJC are subject to written instruments in which the donor's intent as to purpose and spending policies are explicitly indicated.

The Board of Trustees of UJC has interpreted state law as requiring the preservation of the value of the endowment fund with primary consideration given to the donor intent expressed in the gift instrument. For those donations subject to UPMIFA, UJC has followed the donor instruments in classifying as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment and (b) the original value of subsequent gifts to the permanent endowment. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by UJC in a manner consistent with the standard of prudence prescribed by state law. UJC considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purposes of UJC and the donor-restricted endowment fund
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of UJC
- (7) The investment policies of UJC

United Jewish Communities of MetroWest New Jersey and Affiliates
Notes to Consolidated Financial Statements
June 30, 2009 and 2008

Return Objectives and Risk Parameters

UJC has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the organization must hold in perpetuity. Under the policy approved by the Board of Trustees, the endowment assets which are held in the managed pool, are invested to produce results that are superior to a balanced stock and bond portfolio at a lower volatility over an entire market cycle. UJC expects its endowment funds, over time, to provide an average rate of return of approximately 8 percent annually. Actual returns in any given year may vary from this amount.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, UJC relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). UJC targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Spending Policy and How the Investment Objectives Relate to Spending Policy

UJC has a policy of appropriating for distribution each year 5 percent of its endowment fund's average fair value over the prior 13 quarters through the fiscal year-end preceding the fiscal year in which the distribution is planned. In establishing this policy, UJC considered the long-term expected return on its endowment. Accordingly, over the long term, UJC expects the current spending policy to allow its endowment to grow at an average of 3 percent annually. This is consistent with UJC's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return.

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor requires UJC to retain as a fund of perpetual duration. In accordance with GAAP, deficiencies of this nature that are reported in unrestricted net assets were \$292,785 as of June 30, 2009. These deficiencies resulted from unfavorable market fluctuations that occurred during the current year.

The following table provides information regarding the change in endowment net assets for the year ended 2009:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ --	\$ 2,848,947	\$ 12,149,826	\$ 14,998,773
Investment return				
Net depreciation (Realized and unrealized)	(292,785)	(1,606,274)	--	(1,899,059)
	<u>(292,785)</u>	<u>1,242,673</u>	<u>12,149,826</u>	<u>13,099,714</u>
Contributions received	--	--	1,464,526	1,464,526
Appropriated for expenditure	--	--	--	--
	<u>\$ (292,785)</u>	<u>\$ 1,242,673</u>	<u>\$ 13,614,352</u>	<u>\$ 14,564,240</u>
Permanently restricted net assets required to be maintained in perpetuity			<u>\$ 13,614,352</u>	

United Jewish Communities of MetroWest New Jersey and Affiliates
Notes to Consolidated Financial Statements
June 30, 2009 and 2008

22. Income Taxes

For Federal income tax purposes, The Jewish Times is taxed as a corporate entity. As of June 30, 2009, The Jewish Times has remaining net operating loss carry forwards ("NOLs") of approximately \$431,900, expiring June 30, 2023. No benefit from these NOL carry forwards has been recorded in the consolidated financial statements as there is no assurance The Jewish Times will be able to utilize them.

23. Commitments

Guarantees

UJC has guaranteed debt and performance provisions of certain affiliated entities. There are no collateral or indemnification agreements between UJC and these entities in the event UJC has to perform under the guarantee(s).

Also, UJC is a guarantor of a \$12,563,888 line of credit associated with bond indenture agreement issued for Jewish Community Center of MetroWest, Inc. ("JCC") under which the Essex County Improvement Authority issued bonds in the amount of \$12,425,000 to finance the renovation and expansion of its existing facilities in West Orange, New Jersey. The outstanding balance on the bonds payable is \$12,425,000 as of each of the years ended June 30, 2009 and 2008. The letter of credit, which expires in July 2012, is secured by facilities that are being renovated and expanded. The guarantee contains financial covenants requiring the maintenance of certain liquidity levels; those levels were attained as of June 30, 2009. The guarantee also requires that UJC maintain unrestricted net assets of at least \$80 million.

No bond repayments are required before 2010, however the JCC experienced significant losses in 2009 and 2008. The management of the JCC took actions during the year ended June 30, 2009 that will improve its operating results for the year ended June 30, 2010 in the areas such as membership revenues, and cost reductions resulting from workforce reductions, salary caps or reductions, and reductions in other operating costs including contracts with vendors for services, marketing expenses, and program expenses. Notwithstanding, the possibility that UJC might have to perform under the terms of its guarantee increases.

At June 30, 2009, the JCC had a \$2,100,000 line of credit with UJC and a \$500,000 demand note to UJC of which \$2,574,870 is outstanding. On December 22, 2009 additional conditions were established relating to extending the initial due dates to January 1, 2011 and increasing the amount available to include an additional \$500,000 and a guarantee of \$500,000 on a new equipment lease. The UJC placed certain conditions on the JCC related to the granting of the aforementioned approvals. The conditions include the establishment of certain committees focused on enhancing the operating results of the JCC, as well as certain budget and expenditure controls requiring approvals from the UJC. These conditions will be considered by the UJC for reduction or elimination when the total debt owed by the JCC reduced below a specified amount for a specified period.

In addition, UJC is a guarantor of a \$10,000,000 line of credit associated with bond indenture agreement issued for Daughters of Israel, Inc. ("DOI") under which the Colorado Facilities Authority issued bonds in the amount of \$10,000,000 to finance the renovation and the bonds payable is \$10,000,000 as of June 30, 2009. The line of credit is secured by facilities that are being renovated and expanded.

UJC has also guaranteed the performance of the JCC and DOI construction. As a result of the guarantees provided to DOI and JCC, UJC has recorded the fair value of the guarantee as a liability totaling \$528,000 and \$540,000 in the consolidated statements of financial position as of June 30, 2009 and 2008, respectively. As of June 30, 2009 the construction at the JCC has been completed.

UJC has made a conditional matching pledge of \$3 million to the JCC. UJC and a JCC donor will each contribute matching amounts as payments on these pledges are received from other donors. Payment of the entire pledge is conditioned upon the JCC receiving an additional \$3 million from other donors. No amounts have been recorded in the consolidated financial statements as of June 30, 2009 or 2008 as payments of \$150,000 have been received as of June 2009 but the final agreement has not yet been completed.

United Jewish Communities of MetroWest New Jersey and Affiliates
Notes to Consolidated Financial Statements
June 30, 2009 and 2008

24. Subsequent Event and Other

UJC has evaluated subsequent events occurring after the consolidated statements of financial position date through the date of January 27, 2010, which is the date the financial statements were available for release. Based upon this evaluation, UJC has determined that no other subsequent events have occurred, which require disclosure in the consolidated financial statements.

SUPPLEMENTARY INFORMATION

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidating Statements of Financial Position
June 30, 2009

	United Jewish Communities of MetroWest, Inc.	Jewish Community Foundation of MetroWest, Inc.	The Jewish Times	The Partnership for Jewish Learning and Life	Subtotal	Eliminations	Total
Assets							
Current assets							
Cash and cash equivalents	\$ 2,486,486	\$ 3,713,493	\$ 738,364	\$ 945,781	\$ 7,884,124	\$ --	\$ 7,884,124
Investments		--	5,897	245,840	251,737	(251,737)	--
Pledges receivable, net	11,635,495	265,010	--	--	11,900,505	--	11,900,505
Grants and contracts receivable	169,127	--	--	24,398	193,525	--	193,525
Accounts receivable, net of allowance for uncollectibles of \$20,000	--	--	268,036	2,288	270,324	--	270,324
Due from beneficiary agencies	18,964,531	--	--	--	18,964,531	(18,510,752)	453,779
Loan receivables, current portion	60,122	--	--	--	60,122	--	60,122
Other receivables	1,196,054	--	38,478	--	1,234,532	--	1,234,532
Interest receivable	--	364,278	--	--	364,278	--	364,278
Investment in subsidiary	633,268	--	--	--	633,268	(633,268)	--
Other current assets	568,644	324,989	67,443	--	961,076	--	961,076
Total current assets	35,713,727	4,667,770	1,118,218	1,218,307	42,718,022	(19,395,757)	23,322,265
Net property and equipment	1,506,899	11,048,727	31,502	42,712	12,629,840	--	12,629,840
Long term investments	8,554,820	214,981,811	--	--	223,536,631	(6,966,587)	216,570,044
Due from beneficiary agencies, net of current portion	4,009,880	--	--	--	4,009,880	--	4,009,880
Loans receivable, net of current portion	824,597	--	--	--	824,597	--	824,597
Pledges receivable, net of current portion	300,100	149,146	--	45,365	494,611	--	494,611
Note receivable	--	16,907,988	--	--	16,907,988	--	16,907,988
Cash surrender value of life insurance	--	1,938,831	--	--	1,938,831	--	1,938,831
Non operating property and equipment, net	--	4,553,725	--	--	4,553,725	--	4,553,725
Other assets	--	3,871	--	--	3,871	--	3,871
	13,689,397	238,535,372	--	45,365	252,270,134	(6,966,587)	245,303,547
	\$ 50,910,023	\$ 254,251,869	\$ 1,149,720	\$ 1,306,384	\$ 307,617,996	\$ (26,362,344)	\$ 281,255,652

See Independent Auditors' Report.

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidating Statements of Financial Position
June 30, 2009

	United Jewish Communities of MetroWest, Inc.	Jewish Community Foundation of MetroWest, Inc.	The Jewish Times	The Partnership for Jewish Learning and Life	Subtotal	Eliminations	Total
Liabilities and Net Assets							
Current liabilities							
Accounts payable and accrued expenses	\$ 2,673,265	\$ 590,784	\$ 95,035	\$ 115,092	\$ 3,474,176	\$ --	\$ 3,474,176
Grants payable	--	1,293,569	--	--	1,293,569	--	1,293,569
Split interest agreements payable	--	582,106	--	--	582,106	--	582,106
Commissions payable	--	--	8,497	--	8,497	--	8,497
Post retirement health benefits	109,564	--	17,650	11,854	139,068	--	139,068
Due to beneficiary agencies	95,013	1,090,984	384,312	2,205	1,572,514	(1,477,501)	95,013
Deferred revenue	6,607	8,222	47,192	8,294	70,315	--	70,315
Pension payable	2,970,561	--	466,125	484,442	3,921,128	--	3,921,128
Capital lease payable	129,359	--	2,883	15,916	148,158	--	148,158
Total current liabilities	5,984,369	3,565,665	1,021,694	637,803	11,209,531	(1,477,501)	9,732,030
Long term liabilities							
Bonds payable	--	5,400,000	--	--	5,400,000	--	5,400,000
Deferred revenue, net of current portion	--	1,292,280	--	--	1,292,280	--	1,292,280
Due to beneficiary agencies, net of current portion	--	51,496,247	--	--	51,496,247	(23,550,934)	27,945,313
Due to other organizations	--	16,092,537	--	--	16,092,537	(700,641)	15,391,896
Post retirement health benefits, net of current portion	1,195,546	--	83,126	102,467	1,381,139	--	1,381,139
Split interest agreements payable, net of current portion	--	2,888,987	--	--	2,888,987	--	2,888,987
Security deposits payable	--	137,735	--	--	137,735	--	137,735
Capital lease payable, net of current portion	149,925	--	17,984	42,045	209,954	--	209,954
Grants payable, net of current portion and discount	--	691,157	--	--	691,157	--	691,157
Total long-term liabilities	1,345,471	77,998,943	101,110	144,512	79,590,036	(24,251,575)	55,338,461
Total liabilities	7,329,840	81,564,608	1,122,804	782,315	90,799,567	(25,729,076)	65,070,491
Net assets							
Unrestricted	32,262,692	146,979,853	26,916	91,885	179,361,346	(633,268)	178,728,078
Temporarily restricted	1,662,476	21,748,071	--	432,184	23,842,731	--	23,842,731
Permanently restricted	9,655,015	3,959,337	--	--	13,614,352	--	13,614,352
Total net assets	43,580,183	172,687,261	26,916	524,069	216,818,429	(633,268)	216,185,161
	<u>\$ 50,910,023</u>	<u>\$ 254,251,869</u>	<u>\$ 1,149,720</u>	<u>\$ 1,306,384</u>	<u>\$ 307,617,996</u>	<u>\$ (26,362,344)</u>	<u>\$ 281,255,652</u>

See Independent Auditors' Report.

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidating Statements of Financial Position
June 30, 2008

	United Jewish Communities of MetroWest, Inc.	Jewish Community Foundation of MetroWest, Inc.	The Jewish Times	The Partnership for Jewish Learning and Life	Subtotal	Eliminations	Total
Assets							
Current assets							
Cash and cash equivalents	\$ 4,516,296	\$ 5,491,147	\$ 639,278	\$ 704,180	\$ 11,350,901	\$ --	\$ 11,350,901
Investments	--	--	88,066	256,957	345,023	(345,023)	--
Pledges receivable, net of allowance for uncollectibles of \$3,238,893	13,269,529	554,923	--	--	13,824,452	(136,500)	13,687,952
Grants and contracts receivable	44,918	--	--	--	44,918	--	44,918
Accounts receivable, net of allowance for uncollectibles of \$20,000	--	--	442,855	13,361	456,216	--	456,216
Due from beneficiary agencies	22,246,554	--	--	--	22,246,554	(21,316,020)	930,534
Loan receivables, current portion	59,002	--	--	--	59,002	--	59,002
Other receivables	833,408	--	56,432	--	889,840	(159,331)	730,509
Interest receivable	--	521,587	--	--	521,587	--	521,587
Investment in subsidiary	633,268	--	--	--	633,268	(633,268)	--
Other current assets	387,906	117,052	49,000	--	553,958	--	553,958
Total current assets	<u>41,990,881</u>	<u>6,684,709</u>	<u>1,275,631</u>	<u>974,498</u>	<u>50,925,719</u>	<u>(22,590,142)</u>	<u>28,335,577</u>
Net property and equipment	1,434,797	11,642,000	48,843	60,078	13,185,718	--	13,185,718
Long term investments	10,390,749	259,737,906	--	--	270,128,655	(7,185,534)	262,943,121
Due from beneficiary agencies, net of current portion	3,182,530	--	--	--	3,182,530	--	3,182,530
Loans receivable, net of current portion	889,366	--	--	--	889,366	--	889,366
Pledges receivable, net of current portion	2,652,192	495,628	--	--	3,147,820	--	3,147,820
Notes receivable	--	20,539,219	--	--	20,539,219	--	20,539,219
Cash surrender value of life insurance	--	1,745,997	--	--	1,745,997	--	1,745,997
Non operating property and equipment, net	--	4,997,701	--	--	4,997,701	--	4,997,701
Prepaid pension benefit	--	--	--	22,187	22,187	--	22,187
Other assets	--	12,243	--	--	12,243	--	12,243
	<u>17,114,837</u>	<u>287,528,694</u>	<u>--</u>	<u>22,187</u>	<u>304,665,718</u>	<u>(7,185,534)</u>	<u>297,480,184</u>
	<u>\$ 60,540,515</u>	<u>\$ 305,855,403</u>	<u>\$ 1,324,474</u>	<u>\$ 1,056,763</u>	<u>\$ 368,777,155</u>	<u>\$ (29,775,676)</u>	<u>\$ 339,001,479</u>

See Independent Auditors' Report.

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidating Statements of Financial Position
June 30, 2008

	United Jewish Communities of MetroWest, Inc.	Jewish Community Foundation of MetroWest, Inc.	The Jewish Times	The Partnership for Jewish Learning and Life	Subtotal	Eliminations	Total
Liabilities and Net Assets							
Current liabilities							
Accounts payable and accrued expenses	\$ 2,823,671	\$ 881,058	\$ 161,890	\$ 97,368	\$ 3,963,987	\$ (370,789)	\$ 3,593,198
Grants payable	--	2,389,014	--	--	2,389,014	--	2,389,014
Split interest agreements payable	--	679,092	--	--	679,092	--	679,092
Commissions payable	--	--	9,142	--	9,142	--	9,142
Post retirement health benefits	96,903	--	15,530	10,915	123,348	--	123,348
Due to beneficiary agencies	8,675	1,480,559	394,216	236	1,883,686	(1,748,952)	134,734
Deferred revenue	74,882	8,222	15,193	23,132	121,429	--	121,429
Pension payable	370,400	--	44,731	--	415,131	--	415,131
Capital lease payable	133,625	--	1,997	15,890	151,512	--	151,512
Total current liabilities	3,508,156	5,437,945	642,699	147,541	9,736,341	(2,119,741)	7,616,600
Long term liabilities							
Bonds payable	--	5,400,000	--	--	5,400,000	--	5,400,000
Deferred revenue, net of current portion	--	1,326,500	--	--	1,326,500	--	1,326,500
Due to beneficiary agencies, net of current portion	--	54,750,671	--	3,855	54,754,526	(27,047,172)	27,707,354
Due to other organizations	--	20,171,108	--	--	20,171,108	--	20,171,108
Post retirement health benefits, net of current portion	1,082,202	--	83,247	93,412	1,258,861	--	1,258,861
Split interest agreements payable, net of current portion	--	--	--	--	--	--	--
Security deposits payable	--	4,001,778	--	--	4,001,778	--	4,001,778
Capital lease payable, net of current portion	--	12,735	--	--	12,735	--	12,735
Capital lease payable, net of current portion	229,157	--	20,867	56,169	306,193	--	306,193
Grants payable, net of current portion and discount	--	863,169	--	--	863,169	--	863,169
Total long-term liabilities	1,311,359	86,525,961	104,114	153,436	88,094,870	(27,047,172)	61,047,698
Total liabilities	4,819,515	91,963,906	746,813	300,977	97,831,211	(29,166,913)	68,664,298
Net assets							
Unrestricted	41,008,965	180,302,256	577,661	531,370	222,420,252	(608,763)	221,811,489
Temporarily restricted	6,346,905	29,804,545	--	224,416	36,375,866	--	36,375,866
Permanently restricted	8,365,130	3,784,696	--	--	12,149,826	--	12,149,826
Total net assets	55,721,000	213,891,497	577,661	755,786	270,945,944	(608,763)	270,337,181
	<u>\$ 60,540,515</u>	<u>\$ 305,855,403</u>	<u>\$ 1,324,474</u>	<u>\$ 1,056,763</u>	<u>\$ 368,777,155</u>	<u>\$ (29,775,676)</u>	<u>\$ 339,001,479</u>

See Independent Auditors' Report.

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidating Statements of Activities and Changes in Net Assets
Year Ended June 30, 2009

	United Jewish Communities of MetroWest, Inc.				Jewish Community Foundation of MetroWest, Inc.				The Jewish	The Partnership for Jewish Learning and Life				Eliminations	Total
	Unrestricted	Temporarily	Permanently	Total	Unrestricted	Temporarily	Permanently	Total	Times	Unrestricted	Temporarily	Permanently	Total		
		Restricted	Restricted			Restricted	Restricted				Restricted	Restricted			
Support and revenues															
Contributions	\$ 14,565,236	\$ 5,061,748	\$ 1,289,885	\$ 20,916,869	\$ 11,219,583	\$ 720,053	\$ 174,641	\$ 12,114,277	\$ --	\$ 944,751	\$ 544,451	\$ 1,489,202	\$ (1,649,546)	\$ 32,870,802	
Valuation allowance	--	--	--	--	--	711,840	--	711,840	--	--	--	--	--	711,840	
Bequests	--	--	--	--	68,064	--	--	68,064	--	--	--	--	--	68,064	
Rental income	3,713,374	--	--	3,713,374	2,170,255	--	--	2,170,255	--	--	--	--	(2,195,595)	3,688,034	
Grants and contract revenue	529,541	--	--	529,541	--	--	--	--	--	--	--	--	--	529,541	
Program and service fees	995,335	--	--	995,335	--	--	--	--	--	231,519	--	231,519	--	1,226,854	
Investment income	358,736	327,559	--	686,295	5,116,444	322,406	--	5,438,850	(3,566)	(28,064)	(15,479)	(43,543)	--	6,078,036	
Unrealized losses	(1,198,636)	(3,106,378)	--	(4,305,014)	(30,840,383)	(3,901,765)	--	(34,742,148)	--	--	--	--	--	(39,047,162)	
Realized losses	(262,292)	(2,158,510)	--	(2,420,802)	(15,726,540)	(2,808,766)	--	(18,535,306)	--	--	--	--	--	(20,956,108)	
Administrative fee revenue	--	--	--	--	435,763	--	--	435,763	--	--	--	--	--	435,763	
Reduction of investment income for															
funds held for others	--	--	--	--	13,049,165	--	--	13,049,165	--	--	--	--	--	13,049,165	
Advertising sales	--	--	--	--	--	--	--	--	2,933,947	--	--	--	(47,520)	2,886,427	
Subscription sales	--	--	--	--	--	--	--	--	729,491	--	--	--	(414,431)	315,060	
Technology assistance	1,696,267	--	--	1,696,267	--	--	--	--	--	--	--	--	(238,114)	1,458,153	
Miscellaneous income	198,161	--	--	198,161	--	--	--	--	23,226	5,462	1,681	7,143	(68,200)	160,330	
	<u>20,595,722</u>	<u>124,419</u>	<u>1,289,885</u>	<u>22,010,026</u>	<u>(14,507,649)</u>	<u>(4,956,232)</u>	<u>174,641</u>	<u>(19,289,240)</u>	<u>3,683,098</u>	<u>1,153,668</u>	<u>530,653</u>	<u>1,684,321</u>	<u>(4,613,406)</u>	<u>3,474,799</u>	
Net assets released due to satisfaction															
of purpose restrictions	4,808,848	(4,808,848)	--	--	3,100,242	(3,100,242)	--	--	--	322,885	(322,885)	--	--	--	
	<u>25,404,570</u>	<u>(4,684,429)</u>	<u>1,289,885</u>	<u>22,010,026</u>	<u>(11,407,407)</u>	<u>(8,056,474)</u>	<u>174,641</u>	<u>(19,289,240)</u>	<u>3,683,098</u>	<u>1,476,553</u>	<u>207,768</u>	<u>1,684,321</u>	<u>(4,613,406)</u>	<u>3,474,799</u>	
Expenses															
Program services	24,744,240	--	--	24,744,240	19,661,338	--	--	19,661,338	3,806,491	1,124,820	--	1,124,820	(4,461,954)	44,874,935	
Supporting services	6,606,554	--	--	6,606,554	2,253,658	--	--	2,253,658	--	264,462	--	264,462	(126,947)	8,997,727	
	<u>31,350,794</u>	<u>--</u>	<u>--</u>	<u>31,350,794</u>	<u>21,914,996</u>	<u>--</u>	<u>--</u>	<u>21,914,996</u>	<u>3,806,491</u>	<u>1,389,282</u>	<u>--</u>	<u>1,389,282</u>	<u>(4,588,901)</u>	<u>53,872,662</u>	
Changes in net assets	(5,946,224)	(4,684,429)	1,289,885	(9,340,768)	(33,322,403)	(8,056,474)	174,641	(41,204,236)	(123,393)	87,271	207,768	295,039	(24,505)	(50,397,863)	
Adjustment for defined benefit plans	(2,800,049)	--	--	(2,800,049)	--	--	--	--	(427,352)	(526,756)	--	(526,756)	--	(3,754,157)	
Net assets - beginning of year	41,008,965	6,346,905	8,365,130	55,721,000	180,302,256	29,804,545	3,784,696	213,891,497	577,661	531,370	224,416	755,786	(608,763)	270,337,181	
Net assets - end of year	<u>\$ 32,262,692</u>	<u>\$ 1,662,476</u>	<u>\$ 9,655,015</u>	<u>\$ 43,580,183</u>	<u>\$ 146,979,853</u>	<u>\$ 21,748,071</u>	<u>\$ 3,959,337</u>	<u>\$ 172,687,261</u>	<u>\$ 26,916</u>	<u>\$ 91,885</u>	<u>\$ 432,184</u>	<u>\$ 524,069</u>	<u>\$ (633,268)</u>	<u>\$ 216,185,161</u>	

See Independent Auditors' Report.

United Jewish Communities of MetroWest New Jersey, Inc. and Affiliates
Consolidating Statements of Activities and Changes in Net Assets
Year Ended June 30, 2008

	United Jewish Communities of MetroWest, Inc.				Jewish Community Foundation of MetroWest, Inc.				The Jewish Times	The Partnership for Jewish Learning and Life			Eliminations	Total
	Unrestricted	Temporarily	Permanently	Total	Unrestricted	Temporarily	Permanently	Total	Unrestricted	Unrestricted	Temporarily	Total		
		Restricted	Restricted			Restricted	Restricted				Restricted			
Support and revenues														
Contributions	\$ 22,409,671	\$ 3,996,878	\$ 1,898,338	\$ 28,304,887	\$ 45,868,779	\$ 4,383,247	\$ 197,680	\$ 50,449,706	\$ --	\$ 995,513	\$ 268,132	\$ 1,263,645	\$ (2,170,554)	\$ 77,847,684
Valuation allowance	--	--	--	--	--	1,665,281	--	1,665,281	--	--	--	--	--	1,665,281
Bequests	--	--	--	--	75,000	--	--	75,000	--	--	--	--	--	75,000
Rental income	3,873,705	--	--	3,873,705	2,004,830	--	--	2,004,830	--	--	--	--	(2,184,723)	3,693,812
Grants and contract revenue	207,841	--	--	207,841	--	--	--	--	--	--	--	--	--	207,841
Program and service fees	1,202,004	--	--	1,202,004	--	--	--	--	--	406,745	--	406,745	--	1,608,749
Investment income	653,075	152,700	--	805,775	6,555,377	548,040	--	7,103,417	7,715	15,542	(2,104)	13,438	(25,145)	7,905,200
Unrealized gains (losses)	(1,039,964)	--	--	(1,039,964)	(11,451,410)	(1,121,327)	--	(12,572,737)	--	--	--	--	--	(13,612,701)
Realized gains (losses)	521,294	--	--	521,294	3,853,720	595,855	--	4,449,575	--	--	--	--	--	4,970,869
Reduction of investment income for funds held for others	--	--	--	--	(98,834)	--	--	(98,834)	--	--	--	--	--	(98,834)
Advertising sales	--	--	--	--	--	--	--	--	3,395,802	--	--	--	(104,815)	3,290,987
Subscription sales	--	--	--	--	--	--	--	--	768,524	--	--	--	(423,192)	345,332
Technology assistance	1,892,889	--	--	1,892,889	--	--	--	--	--	--	--	--	(226,771)	1,666,118
Miscellaneous income	215,938	--	--	215,938	--	--	--	--	41,362	2,798	--	2,798	(79,146)	180,952
	<u>29,936,453</u>	<u>4,149,578</u>	<u>1,898,338</u>	<u>35,984,369</u>	<u>46,807,462</u>	<u>6,071,096</u>	<u>197,680</u>	<u>53,076,238</u>	<u>4,213,403</u>	<u>1,420,598</u>	<u>266,028</u>	<u>1,686,626</u>	<u>(5,214,346)</u>	<u>89,746,290</u>
Net assets released due to satisfaction of purpose restrictions	4,271,188	(4,271,188)	--	--	4,691,061	(4,691,061)	--	--	--	187,012	(187,012)	--	--	--
	<u>34,207,641</u>	<u>(121,610)</u>	<u>1,898,338</u>	<u>35,984,369</u>	<u>51,498,523</u>	<u>1,380,035</u>	<u>197,680</u>	<u>53,076,238</u>	<u>4,213,403</u>	<u>1,607,610</u>	<u>79,016</u>	<u>1,686,626</u>	<u>(5,214,346)</u>	<u>89,746,290</u>
Expenses														
Program services	27,936,732	--	--	27,936,732	30,203,923	--	--	30,203,923	4,205,234	1,047,526	--	1,047,526	(4,629,780)	58,763,635
Supporting services	6,976,227	--	--	6,976,227	2,796,360	--	--	2,796,360	--	339,165	--	339,165	(584,566)	9,527,186
	<u>34,912,959</u>	<u>--</u>	<u>--</u>	<u>34,912,959</u>	<u>33,000,283</u>	<u>--</u>	<u>--</u>	<u>33,000,283</u>	<u>4,205,234</u>	<u>1,386,691</u>	<u>--</u>	<u>1,386,691</u>	<u>(5,214,346)</u>	<u>68,290,821</u>
Changes in net assets	(705,318)	(121,610)	1,898,338	1,071,410	18,498,240	1,380,035	197,680	20,075,955	8,169	220,919	79,016	299,935	--	21,455,469
Adjustment for defined benefit plans	(256,480)	--	--	(256,480)	--	--	--	--	(39,271)	(10,418)	--	(10,418)	--	(306,169)
Capital contribution	--	--	--	--	--	--	--	--	300,000	--	--	--	(300,000)	--
Net assets - beginning of year	41,970,763	6,468,515	6,466,792	54,906,070	161,804,016	28,424,510	3,587,016	193,815,542	308,763	320,869	145,400	466,269	(308,763)	249,187,881
Net assets - end of year	<u>\$ 41,008,965</u>	<u>\$ 6,346,905</u>	<u>\$ 8,365,130</u>	<u>\$ 55,721,000</u>	<u>\$ 180,302,256</u>	<u>\$ 29,804,545</u>	<u>\$ 3,784,696</u>	<u>\$ 213,891,497</u>	<u>\$ 577,661</u>	<u>\$ 531,370</u>	<u>\$ 224,416</u>	<u>\$ 755,786</u>	<u>\$ (608,763)</u>	<u>\$ 270,337,181</u>

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