

Financial Statements and Report of
Independent Certified Public
Accountants

The Jewish Museum

June 30, 2024 and 2023

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

To the Board of Trustees of
The Jewish Museum

Opinion

We have audited the financial statements of The Jewish Museum (the "Museum"), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Museum as of June 30, 2024 and 2023, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for opinion

We conducted our audits of the financial statements in accordance with auditing standards generally accepted in the United States of America (US GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Museum and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of management for the financial statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Museum's ability to continue as a going concern for one year after the date the financial statements are available to be issued.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with US GAAS will always detect a material misstatement when it exists. The risk of not detecting a material

misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with US GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Museum's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Museum's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Grant Thornton LLP

New York, New York
March 12, 2025

The Jewish Museum

STATEMENTS OF FINANCIAL POSITION

As of June 30,

	<u>2024</u>	<u>2023</u>
ASSETS		
Cash and cash equivalents	\$ 4,053,304	\$ 6,652,672
Contributions and grants receivable, net (Note 6)	9,181,415	3,763,290
Other assets	2,112,032	2,463,080
Investments (Note 4)	123,071,797	115,488,102
Fixed assets, net (Note 8)	14,862,832	15,004,495
Collections	-	-
	<u>-</u>	<u>-</u>
Total assets	<u>\$ 153,281,380</u>	<u>\$ 143,371,639</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable and accrued expenses	\$ 1,995,720	\$ 1,007,064
Accrued compensation	728,784	750,278
Lease obligations (Note 14)	109,648	135,434
Line of credit (Note 9)	-	4,384,051
Annuities payable	58,077	780,087
	<u>2,892,229</u>	<u>7,056,914</u>
Total liabilities	<u>2,892,229</u>	<u>7,056,914</u>
Net assets (Notes 12 and 13)		
Without donor restrictions	51,115,279	53,028,178
With donor restrictions	99,273,872	83,286,547
	<u>150,389,151</u>	<u>136,314,725</u>
Total net assets	<u>150,389,151</u>	<u>136,314,725</u>
Total liabilities and net assets	<u>\$ 153,281,380</u>	<u>\$ 143,371,639</u>

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

The Jewish Museum

STATEMENT OF ACTIVITIES

For the year ended June 30, 2024
with summarized comparative financial totals for the year ended June 30, 2023

	Without Donor Restrictions			With Donor Restrictions	Total	
	Operating	Board-Designated for Endowment	Total	Total	2024	2023
Revenues, gains, and other support:						
Contributions and grants	\$ 7,828,725	\$ -	\$ 7,828,725	\$ 9,995,770	\$ 17,824,495	\$ 17,987,401
Net investment return	29,571	7,114,944	7,144,515	12,464,523	19,609,038	15,649,664
Admissions, tour fees, and ticket sales	406,898	-	406,898	-	406,898	554,212
Memberships	667,116	-	667,116	-	667,116	774,005
Fundraising events, net of expenses of \$1,778,192 in 2024 and \$1,588,858 in 2023	1,594,594	-	1,594,594	373,501	1,968,095	1,673,200
Museum shop	1,585,545	-	1,585,545	-	1,585,545	1,517,632
Other revenues	187,941	-	187,941	-	187,941	100,973
Net assets released from restrictions	12,936,169	(7,232,635)	5,703,534	(5,703,534)	-	-
	<u>25,236,559</u>	<u>(117,691)</u>	<u>25,118,868</u>	<u>17,130,260</u>	<u>42,249,128</u>	<u>38,257,087</u>
Total revenues, gains, and other support						
Expenses:						
Program services:						
Curatorial, collections, and exhibitions	12,754,377	-	12,754,377	-	12,754,377	11,816,850
Education, media, and public programs	4,386,916	-	4,386,916	-	4,386,916	3,722,994
Museum shop	2,132,018	-	2,132,018	-	2,132,018	2,031,765
Other	19,451	-	19,451	-	19,451	12,662
	<u>19,292,762</u>	<u>-</u>	<u>19,292,762</u>	<u>-</u>	<u>19,292,762</u>	<u>17,584,271</u>
Total program services						
Supporting services:						
Management and general	4,352,616	-	4,352,616	-	4,352,616	4,246,548
Fundraising:						
Development	2,606,902	-	2,606,902	-	2,606,902	2,751,434
Membership	779,487	-	779,487	-	779,487	784,152
	<u>3,386,389</u>	<u>-</u>	<u>3,386,389</u>	<u>-</u>	<u>3,386,389</u>	<u>3,535,586</u>
Total fundraising						
Total supporting services	<u>7,739,005</u>	<u>-</u>	<u>7,739,005</u>	<u>-</u>	<u>7,739,005</u>	<u>7,782,134</u>
Total expenses	<u>27,031,767</u>	<u>-</u>	<u>27,031,767</u>	<u>-</u>	<u>27,031,767</u>	<u>25,366,405</u>
Change in net assets before changes related to collection items not capitalized	(1,795,208)	(117,691)	(1,912,899)	17,130,260	15,217,361	12,890,682
Collection items purchased but not capitalized (Note 2)	-	-	-	(1,142,935)	(1,142,935)	(698,407)
CHANGE IN NET ASSETS	(1,795,208)	(117,691)	(1,912,899)	15,987,325	14,074,426	12,192,275
Net assets at beginning of year	<u>9,102,961</u>	<u>43,925,217</u>	<u>53,028,178</u>	<u>83,286,547</u>	<u>136,314,725</u>	<u>124,122,450</u>
Net assets at end of year	<u>\$ 7,307,753</u>	<u>\$ 43,807,526</u>	<u>\$ 51,115,279</u>	<u>\$ 99,273,872</u>	<u>\$ 150,389,151</u>	<u>\$ 136,314,725</u>

The accompanying notes are an integral part of this financial statement.

The Jewish Museum

STATEMENT OF ACTIVITIES

For the year ended June 30, 2023

	Without Donor Restrictions			With Donor Restrictions	Total
	Operating	Board-Designated for Endowment	Total	Total	2023
Revenues, gains, and other support:					
Contributions and grants	\$ 10,808,734	\$ -	\$ 10,808,734	\$ 7,178,667	\$ 17,987,401
Net investment return	69	5,727,724	5,727,793	9,921,871	15,649,664
Admissions, tour fees, and ticket sales	554,212	-	554,212	-	554,212
Memberships	774,005	-	774,005	-	774,005
Fundraising events, net of expenses of \$1,588,858 in 2023	1,673,200	-	1,673,200	-	1,673,200
Museum shop	1,517,632	-	1,517,632	-	1,517,632
Other revenues	100,973	-	100,973	-	100,973
Net assets released from restrictions	9,027,522	(2,380,978)	6,646,544	(6,646,544)	-
Total revenues, gains, and other support	24,456,347	3,346,746	27,803,093	10,453,994	38,257,087
Expenses:					
Program services:					
Curatorial, collections, and exhibitions	11,816,850	-	11,816,850	-	11,816,850
Education, media, and public programs	3,722,994	-	3,722,994	-	3,722,994
Museum shop	2,031,765	-	2,031,765	-	2,031,765
Other	12,662	-	12,662	-	12,662
Total program services	17,584,271	-	17,584,271	-	17,584,271
Supporting services:					
Management and general	4,246,548	-	4,246,548	-	4,246,548
Fundraising:					
Development	2,751,434	-	2,751,434	-	2,751,434
Membership	784,152	-	784,152	-	784,152
Total fundraising	3,535,586	-	3,535,586	-	3,535,586
Total supporting services	7,782,134	-	7,782,134	-	7,782,134
Total expenses	25,366,405	-	25,366,405	-	25,366,405
Change in net assets before changes related to collection items not capitalized	(910,058)	3,346,746	2,436,688	10,453,994	12,890,682
Collection items purchased but not capitalized (Note 2)	-	-	-	(698,407)	(698,407)
CHANGE IN NET ASSETS	(910,058)	3,346,746	2,436,688	9,755,587	12,192,275
Net assets at beginning of year	10,013,019	40,578,471	50,591,490	73,530,960	124,122,450
Net assets at end of year	\$ 9,102,961	\$ 43,925,217	\$ 53,028,178	\$ 83,286,547	\$ 136,314,725

The accompanying notes are an integral part of this financial statement.

The Jewish Museum

STATEMENTS OF CASH FLOWS

For the year ended June 30,

	2024	2023
Cash flows from operating activities:		
Change in net assets	\$ 14,074,426	\$ 12,192,275
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation and amortization	1,748,794	1,848,807
Net realized and unrealized gains on investments	(18,796,292)	(15,554,315)
Purchase of collection items	1,142,935	698,407
Contribution revenue donor-restricted for endowments and capital projects	(16,800)	(273,483)
Change in actuarial value of annuities payable	(546,527)	28,047
Changes in other assets and liabilities:		
Increase in contributions and grants receivable, excluding portions donor-restricted for endowments and capital projects	(5,418,125)	(2,644,722)
Decrease in other assets	351,048	175,367
Increase (decrease) in accounts payable and accrued expenses	988,656	(425,242)
(Decrease) increase in accrued compensation	(21,494)	98,677
Net cash used in operating activities	(6,493,379)	(3,856,182)
Cash flows from investing activities:		
Purchase of investments	(23,504,567)	(30,618,962)
Proceeds from sale of investments	46,216,412	34,571,231
Fixed asset acquisitions	(1,366,447)	(309,873)
Collection items purchased but not capitalized	(1,142,935)	(698,407)
Net cash provided by investing activities	20,202,463	2,943,989
Cash flows from financing activities:		
Proceeds from contributions donor-restricted for endowments and capital projects	16,800	273,483
Proceeds from finance lease obligations	-	96,932
Principal payments on finance lease obligations	(25,786)	(36,677)
Payment of annuities	(175,483)	(130,342)
Repayment of line of credit	(4,884,051)	-
Drawdown of line of credit	500,000	1,400,000
Net cash (used in) provided by financing activities	(4,568,520)	1,603,396
NET INCREASE IN CASH, CASH EQUIVALENTS AND RESTRICTED CASH	9,140,564	691,203
Cash, cash equivalents, and restricted cash at beginning of year	16,578,272	15,887,069
Cash, cash equivalent, and restricted cash at end of year	\$ 25,718,836	\$ 16,578,272
Reconciliation of cash, cash equivalent, and restricted cash reported on the statement of financial position that total to the amounts above:		
Cash and cash equivalents	\$ 4,053,304	\$ 6,652,672
Restricted cash, included in investments	21,665,532	9,925,600
Total cash, cash equivalent, and restricted cash shown above	\$ 25,718,836	\$ 16,578,272
Supplemental disclosure of cash flow information:		
Cash paid for interest	\$ 221,360	\$ 210,933

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

The Jewish Museum
NOTES TO FINANCIAL STATEMENTS
June 30, 2024 and 2023

NOTE 1 - NATURE AND PURPOSE OF ORGANIZATION

The Jewish Museum (the "Museum"), located at 1109 Fifth Avenue and One East 92nd Street, New York, New York, is dedicated to the enjoyment, understanding, and preservation of the artistic and cultural heritage of the Jewish people through its unparalleled collection, distinguished exhibitions, and related education programs. Using art and artifacts that embody the diversity of the Jewish experience from ancient to present times throughout the world, the Museum strives to be a source of inspiration and shared human values for people of all religious and cultural backgrounds, while serving as a special touchstone of identity for Jewish people. As a vital cultural resource for New York residents and visitors of all ages, the Museum also reaches out to national and international communities as it interprets and preserves Jewish art and culture for current and future generations. The Museum is an accredited member of the American Alliance of Museums.

The Museum is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code (the "Code").

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Net Asset Classifications

The Museum classifies its net assets and revenues, gains, and losses based on the existence or absence of donor-imposed restrictions as follows:

Net Assets without Donor Restrictions: Net assets that are not subject to any donor-imposed stipulations or the donor-imposed restrictions have expired. However, the Board of Trustees may choose to designate such funds for particular uses. The change in operating net assets excludes investment return allocated to Board-designated assets, which is reflected within the Board-designated for endowment fund.

Net Assets with Donor Restrictions: Certain net assets that are subject to donor-imposed restrictions either for use during a specified time period and/or for a particular purpose are temporary in nature. When a donor-imposed restriction is fulfilled or when a time restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the accompanying statement of activities as net assets released from restrictions. Other net assets with donor restrictions that are subject to donor-imposed restrictions whereby the corpus must be maintained in perpetuity by the Museum, allow the Museum to use all or part of the income earned on related investments for general purposes or donor-restricted purposes.

Revenue is reported as increases in net assets without donor restrictions unless its use is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations or by law. Expirations of temporary restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

Estimates

The preparation of financial statements in conformity with U.S. GAAP, requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of

The Jewish Museum

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

revenues and expenses during the reporting period. Actual results could differ from those estimates. The most significant estimate is the valuation of investments.

Tax Status

The Museum follows guidance that clarifies the accounting for uncertainty in tax positions taken or expected to be taken in a tax return, including issues relating to financial statement recognition and measurement. This guidance provides that the tax effects from an uncertain tax position can only be recognized in the financial statements if the position is “more-likely-than-not” to be sustained if the position were to be challenged by a taxing authority. The assessment of the tax position is based solely on the technical merits of the position, without regard to the likelihood that the tax position may be challenged.

The Museum is exempt from federal income tax under the Code Section 501(c)(3), though it is subject to tax on income unrelated to its exempt purpose, unless that income is otherwise excluded by the Code. The Museum has processes presently in place to ensure the maintenance of its tax-exempt status; to identify and report unrelated business income; to determine its filing and tax obligations in jurisdictions for which it has nexus; and to identify and evaluate other matters that may be considered tax positions. The Museum has determined that there are no material uncertain tax positions that require recognition or disclosure in its financial statements. In addition, the Museum has not recorded a provision for income taxes, as it has no material tax liability from unrelated business income activities.

Functional Allocation of Expenses

The costs of providing services have been summarized on a functional basis. Accordingly, certain administrative, marketing, and building costs have been allocated among the programs and supporting services benefited. Marketing is primarily allocated to program activities. Expenses for plant, equipment, and building depreciation are allocated based on square footage used to support each function. Salary and administrative expenses are allocated based on direct conduct or direct supervision of programmatic purposes.

Cash and Cash Equivalents

Cash and cash equivalents include investments in highly liquid debt instruments with original maturities of three months or less, excluding amounts whose use is limited under trust agreements, and funds held for long-term investment purposes.

Investments

Investments in equity securities with readily determinable fair values are reported at fair value based upon quoted market prices or published net asset value (“NAV”) if invested in funds similar to mutual funds. Investments in debt securities are measured using quoted market prices.

The Museum's alternative investments, which do not have readily determined fair values, are reported in the financial statements based upon the underlying NAV per share or its equivalent as a practical expedient, which is estimated at fair value by the fund manager or general partner in a manner consistent with U.S. GAAP for investment companies. The Museum reviews and evaluates the values provided by the fund managers and general partners and agrees with the valuation methods and assumptions used in determining the NAV of these investments. These estimated fair values may differ significantly from the values that would have been used had a ready market for these securities existed.

The Jewish Museum

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

Revenue Recognition

In accordance with Financial Accounting Standards Board Accounting Standards Codification ("ASC") Topic 606, *Revenue from Contracts with Customers* ("ASC 606"), the Museum recognizes revenue when control of the promised goods or services is transferred to the Museum's outside parties in an amount that reflects the consideration the Museum expects to be entitled to in exchange for those goods or services. The standard outlines a five-step model whereby revenue is recognized as performance obligations within a contract are satisfied.

ASC 606 also requires expanded disclosures regarding revenue recognition to ensure an understanding as to the nature, amount, timing and uncertainty of revenue and cash flows arising from contracts with customers. The Museum recognizes revenue from contracts with customers as goods or services are transferred or provided in accordance with ASC 606.

The Museum has multiple revenue sources that are accounted for as exchange transactions, including admissions, memberships, fundraising events, and museum shop sales. Revenue related to admissions, fundraising events, and museum shop sales is recognized in the period that the sale or event occurs. Revenue related to memberships is recognized ratably over the term of the membership.

The Museum recognizes revenue from contributions in accordance with Accounting Standards Update ("ASU") 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made* ("ASU 2018-08"). In accordance with ASU 2018-08, the Museum evaluates whether a transfer of assets is (1) an exchange transaction in which a resource provider is receiving commensurate value in return for the resources transferred or (2) a contribution. If the transfer of assets is determined to be an exchange transaction, the Museum applies guidance under ASC 606. If the transfer of assets is determined to be a contribution, the Museum evaluates whether the contribution is conditional based upon whether the agreement includes both (1) one or more barriers that must be overcome before the Museum is entitled to the assets transferred and promised and (2) a right of return of assets transferred or a right of release of a promisor's obligation to transfer assets. The Museum records cash and unconditional promises to give as revenue in the period received. Unconditional contributions are recorded at the net present value of the amounts expected to be collected. Conditional contributions are recognized as revenue when the conditions (i.e., barriers) on which they depend have been met.

The Museum records unconditional contributions as donor-restricted revenue (i.e., net assets with donor restrictions) if they are received with donor stipulations that limit their use either through purpose or time. When donor restrictions expire, that is, when a purpose restriction is fulfilled or a time restriction ends, restricted net assets are reclassified to net assets without donor restrictions, and reported in the statement of activities as net assets released from restrictions.

The Museum benefits from volunteers who provide administrative support to various Museum programs. Such contributed services do not meet the criteria for recognition of contributed services as defined by U.S. GAAP and, accordingly, are not reflected in the accompanying financial statements.

Fixed Assets, Net

Fixed assets are stated at cost, less accumulated depreciation or amortization, computed using the straight-line method. Depreciation is computed using the straight-line method over the estimated useful lives of the respective assets as follows:

Buildings and building improvements	15-40 years
Leasehold improvements	Lesser of the life of the lease or the estimated useful life of the improvement
Furniture, fixtures and equipment	4-10 years
Permanent exhibition design and construction	9-15 years

The Jewish Museum
NOTES TO FINANCIAL STATEMENTS - CONTINUED
June 30, 2024 and 2023

Collection

Collection objects are not recognized as assets in the accompanying statement of financial position. Collection objects donated to the Museum are not recorded for financial accounting purposes and, accordingly, are not included as revenue in the statement of activities. Purchases of collection items are recorded as decreases in net assets in the year in which the items are acquired. Proceeds from deaccessions are reflected as increases in the appropriate net asset class (generally, net assets with donor restrictions).

Annuities Payable

Charitable gift annuities are recorded in contribution revenue at the date the assets are received after recording liabilities for the actuarial present value of the estimated payments to be made to donors and/or other donor-stipulated beneficiaries. Such contributions are recorded as increases in net assets without donor restrictions, unless received with donor restrictions. The liabilities are adjusted annually for changes in the value of the assets and changes in the estimates for future benefits. The adjustments are recorded as a change in value of split-interest agreements and recorded in contributions in the accompanying statement of activities.

NOTE 3 - AFFILIATED ORGANIZATION

The Museum was created as a separate legal entity in 1952; however, the Museum remains under the auspices of The Jewish Theological Seminary of America (the "Seminary"), its founding organization.

In 1904, the Museum was established with a gift of Judaica made to the Seminary. In 1947, Museum operations were moved to the Warburg Mansion, a building at 1109 Fifth Avenue, New York, New York. The Seminary and the Museum have agreed that general management, programmatic, and artistic decision making of the Museum resides with the Museum Board and its professional staff.

It is the responsibility of the Museum to maintain and preserve the collection and the original building (located at 1109 Fifth Avenue). A major renovation and expansion was undertaken by the Museum and completed in 1990. An agreement between the Museum and the Seminary dictates that if the building is sold, proceeds from the sale would be split evenly between the Museum and the Seminary. The Museum separately owns a neighboring townhouse at One East 92nd Street, which is not subject to any revenue sharing agreement with the Seminary.

NOTE 4 - INVESTMENTS

The Museum follows guidance with respect to accounting and reporting for the fair value of its financial assets and liabilities. This guidance establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure and report fair value. Fair value is defined as the exchange price that would be received to sell an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between participants on the measurement date. Fair value reporting requires an organization to determine the unit of account, the mechanism of a hypothetical transfer, and the appropriate markets for the asset or liability being measured.

The Jewish Museum
NOTES TO FINANCIAL STATEMENTS - CONTINUED
June 30, 2024 and 2023

The guidance establishes a hierarchy of valuation inputs based on the extent to which the inputs are observable in the marketplace. Observable inputs reflect market data obtained from sources independent of the reporting entity and unobservable inputs reflect the entities' own assumptions about how market participants would value an asset or liability based on the best information available. Valuation techniques used to measure fair value must maximize the use of observable inputs and minimize the use of unobservable inputs. The standard describes a fair value hierarchy based on three levels of inputs, of which the first two are considered observable and the last unobservable, that may be used to measure and report fair value.

The following describes the hierarchy of inputs used to measure and report fair value and the primary valuation methodologies used by the Museum for financial instruments measured at fair value on a recurring basis. The three levels of inputs are as follows:

- Level 1 - Quoted prices in active markets that the Museum has the ability to access for identical assets and liabilities for which significant observable inputs exist. Market price data is generally obtained from exchange or dealer markets. The Museum does not adjust the quoted price for such assets and liabilities. Investments included in Level 1 may include certain equity and fixed income securities, registered mutual funds and exchange-traded funds.
- Level 2 - Inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the same term of the respective asset or liability. This includes use of model-based valuation techniques for which all significant assumptions are observable in the market or can be corroborated by observable market data for substantially the full term of the assets or liabilities. Inputs are obtained from various sources, including market participants, dealers and brokers.
- Level 3 - Unobservable inputs, as they trade infrequently or not at all, that are supported by little or no market activity and are significant to the fair value of the assets or liabilities.

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

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement. Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions. Inputs may include price information, credit data, liquidity statistics and other factors. The Museum considers observable data to be that market data which is readily available and reliable and provided by independent sources. The categorization of a financial instrument within the hierarchy is, therefore, based upon the pricing transparency of the instrument and does not necessarily correspond to the Museum's perceived risk of that investment.

The Jewish Museum

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

The following table prioritizes the inputs used to report the fair value of the Museum's investments within the hierarchy levels discussed above as of June 30:

		2024	
	Total	Level 1	NAV
Short-term investments	\$ 9,508,433	\$ 9,508,433	\$ -
Fixed-income mutual funds	105,508	105,508	-
U.S. government and agency bonds	12,535,715	12,535,715	-
Domestic common stock	26,874,517	26,874,517	-
International common stock	2,080,996	2,080,996	-
Equity investment funds	31,739,068	-	31,739,068
Long/short investment funds	40,227,560	-	40,227,560
Total investments	<u>\$ 123,071,797</u>	<u>\$ 51,105,169</u>	<u>\$ 71,966,628</u>

Included in the investment amounts above is a pending investment purchase request totaling \$3 million that the Museum submitted as of June 30, 2024. The investment purchase settled subsequent to year-end, and as of June 30, 2024, is reflected in the investment category that it will ultimately be debited to upon settlement.

At June 30, 2024, alternative investment funds included in the Museum's investment portfolio, measured at NAV, are redeemable based on the following terms and conditions:

Category of Investment	Number of Funds	Fair Value Determined Using NAV at June 30, 2024	Redemption Terms, as Percentage of Total NAV	Redemption Terms and Restrictions
Equity investment funds	5	\$ 31,739,068	12.58%	30 Days Prior to Withdrawal Date (1st Business Day of Month)
			10.63%	Redeem Quarterly, with 60-Day Written Notice
			10.40%	Redeem Quarterly, with 45-Day Written Notice
			10.39%	Annual Liquidity on 120-Day Written Notice
			0.10%	Redeem Monthly, with 60-Day Written Notice
Investment funds (debt and equity securities) long/short	6	40,227,560	33.90%	Redeem Quarterly, with 90-Day Written Notice
			11.42%	Redeem Monthly, with 30-Day Written Notice
			10.58%	Redeem Quarterly, with 60-Day Written Notice
Total alternative investments	<u>11</u>	<u>\$ 71,966,628</u>	<u>100.00%</u>	

The Jewish Museum

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

The following table prioritizes the inputs used to report the fair value of the Museum's investments within the hierarchy levels discussed above as of June 30:

	2023		
	Total	Level 1	NAV
Short-term investments	\$ 14,425,143	\$ 14,425,143	\$ -
Fixed-income mutual funds	409,259	409,259	-
U.S. government and agency bonds	6,862,576	6,862,576	-
Domestic common stock	32,361,483	32,361,483	-
International common stock	2,073,045	2,073,045	-
Equity investment funds	26,062,935	-	26,062,935
Long/short investment funds	33,293,661	-	33,293,661
Total investments	\$ 115,488,102	\$ 56,131,506	\$ 59,356,596

At June 30, 2023, alternative investment funds included in the Museum's investment portfolio, measured at NAV, are redeemable based on the following terms and conditions:

Category of Investment	Number of Funds	Fair Value Determined Using NAV at June 30, 2023	Redemption Terms, as Percentage of Total NAV	Redemption Terms and Restrictions
Equity investment funds	5	\$ 26,062,935	12.18%	Annual Liquidity on 120-Day Written Notice
			12.05%	Redeem Quarterly, with 45-Day Written Notice
			10.44%	Redeem Quarterly, with 60-Day Written Notice
			9.12%	30 Days Prior to Withdrawal Date (1st Business Day of Month)
			0.12%	Redeem Monthly, with 60-Day Written Notice
Investment funds (debt and equity securities) long/short	6	33,293,661	34.67%	Redeem Quarterly, with 90-Day Written Notice
			12.63%	Redeem Monthly, with 30-Day Written Notice
			8.79%	Redeem Quarterly, with 60-Day Written Notice
Total alternative investments	11	\$ 59,356,596	100.00%	

Alternative Investment Funds: These alternative investment funds invest in equity, fixed income, and derivatives and other investments and vary their investment strategies in response to changing market opportunities. At June 30, 2024 and 2023, the Museum had a capital commitment of \$2,500,000 and \$3,500,000, respectively, to invest in an alternative investment fund.

The Museum's investment portfolio includes charitable gift annuities of \$254,069 and \$832,791 at June 30, 2024 and 2023, respectively. There were no Level 2 or Level 3 investments in 2024 or 2023.

The Jewish Museum

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

Investment return and its classification in the statement of activities for the year ended June 30, 2024 follows:

	Net Assets Without Donor Restrictions		Net Assets with Donor Restrictions	2024 Total
	Operations	Board- Designated for Endowment		
Investment return on endowment investments:				
Dividends and interest	\$ -	\$ 720,838	\$ 1,256,867	\$ 1,977,705
Realized gains	-	2,011,816	3,507,843	5,519,659
Unrealized gains	-	4,821,755	8,407,310	13,229,065
Less: advisory and custody fees	-	(439,465)	(766,260)	(1,205,725)
Total investment return on endowment investments	-	7,114,944	12,405,760	19,520,704
Investment return on non- endowment and other investments:				
Dividends and interest	29,449	-	20,716	50,165
Realized gains	-	-	3,148	3,148
Unrealized gains	122	-	44,298	44,420
Less: advisory and custody fees	-	-	(9,399)	(9,399)
Total investment return on non- endowment and other investments	29,571	-	58,763	88,334
Total investment return, net	\$ 29,571	\$ 7,114,944	\$ 12,464,523	\$ 19,609,038

The Jewish Museum

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

Investment return and its classification in the statement of activities for the year ended June 30, 2023 follows:

	Net Assets Without Donor Restrictions		Net Assets with Donor Restrictions	2023 Total
	Operations	Board- Designated for Endowment		
Investment return on endowment investments:				
Dividends and interest	\$ -	\$ 393,564	\$ 682,218	\$ 1,075,782
Realized gains	-	47,771	82,794	130,565
Unrealized gains	-	5,647,603	9,788,054	15,435,657
Less: advisory and custody fees	-	(361,214)	(626,032)	(987,246)
Total investment return on endowment investments	-	5,727,724	9,927,034	15,654,758
Investment return on non- endowment and other investments:				
Dividends and interest	131	-	21,398	21,529
Realized gains	-	-	18,099	18,099
Unrealized losses	(62)	-	(29,943)	(30,005)
Less: advisory and custody fees	-	-	(14,717)	(14,717)
Total investment return on non- endowment and other investments	69	-	(5,163)	(5,094)
Total investment return, net	\$ 69	\$ 5,727,724	\$ 9,921,871	\$ 15,649,664

NOTE 5 - AVAILABILITY OF FINANCIAL ASSETS

The Museum develops its budget each year with the goal of operating with a balanced budget. A substantial portion of annual revenue is comprised of contributions and grants raised during each year and revenue from other sources earned during the year. The Museum considers its general expenditures to consist of all expenses related to its ongoing program activities (curatorial, collections and exhibitions, education, media and public programs, and shop) and expenses related to management and general and fundraising activities undertaken to support these activities.

The Museum regularly monitors liquidity to meet its operating needs and other commitments and obligations while seeking to maximize the investment of its available funds. Management reviews cash flow requirements on an ongoing basis to monitor general expenditures as well as funds required for special purposes. Financial assets for operating results are held in checking accounts as well as money market funds.

The Jewish Museum
NOTES TO FINANCIAL STATEMENTS - CONTINUED
June 30, 2024 and 2023

The Museum's financial assets as of June 30, 2024 and 2023 are summarized as follows:

	2024	2023
Financial assets at year end:		
Cash and cash equivalents	\$ 4,053,304	\$ 6,652,672
Contributions and grants receivable, net	9,181,415	3,763,290
Accounts receivable, included in other assets	481,704	375,586
Investments	123,071,797	115,488,102
Total financial assets	<u>\$ 136,788,220</u>	<u>\$ 126,279,650</u>

The Museum's financial assets as of June 30, 2024 and 2023 available to meet cash needs for general expenditures within one year are summarized as follows:

	2024	2023
Cash and cash equivalents	\$ 4,053,304	\$ 6,652,672
Contributions and grants receivable, net, due within one year	4,032,482	1,531,817
Accounts receivable, included in other assets	481,704	375,586
Subsequent year's payout on donor-restricted endowments - board approved	4,539,512	3,975,525
Subsequent year's payout on board-designated endowments - board approved	2,158,199	2,347,540
Total financial assets available to meet cash needs for general expenditures within one year	<u>\$ 15,265,201</u>	<u>\$ 14,883,140</u>

In addition to these financial assets available within one year, the Museum also has a line of credit of \$12,000,000. The Museum maintains board-designated endowment funds totaling \$41,608,555 and \$41,726,246 at June 30, 2024 and 2023, respectively, which are invested for long-term appreciation and current income. However, these amounts could be made available at any time to meet cash needs for general expenditures at the discretion of the board.

NOTE 6 - CONTRIBUTIONS AND GRANTS RECEIVABLE, NET

Contributions and grants receivable, net, at June 30, 2024 and 2023 are scheduled to be collected as follows:

	2024	2023
Within one year	\$ 4,032,482	\$ 1,531,817
From one year to five years	5,873,500	2,624,300
	9,905,982	4,156,117
Less:		
Discount to present value at rates ranging from 4.52% to 5.09%	(508,048)	(176,308)
Allowance for uncollectible	(216,519)	(216,519)
	<u>\$ 9,181,415</u>	<u>\$ 3,763,290</u>

Conditional pledges are not included as support until the condition(s) are substantially met; there were no conditional pledges as of June 30, 2024 and 2023, respectively.

As of June 30, 2022, the contributions and grants receivable, net, was \$1,118,568.

The Jewish Museum
NOTES TO FINANCIAL STATEMENTS - CONTINUED
June 30, 2024 and 2023

NOTE 7 - FUNCTIONAL AND NATURAL EXPENSE CLASSIFICATION

Operating expenses by natural and functional classification for the year ended June 30, 2024 are as follows:

	Curatorial, Collections, and Exhibitions and Other	Education, Media, and Public Programs	Museum Shop, and Other	Total	Management and General	Fundraising	Total
Salaries, payroll taxes, and fringe benefits	\$ 6,462,012	\$ 3,058,250	\$ 970,933	\$ 10,491,195	\$ 1,990,952	\$ 2,565,264	\$ 15,047,411
Professional fees and contracted services	1,199,013	292,039	24,088	1,515,140	848,255	101,151	2,464,546
Advertising and promotions	333,044	265,532	33,293	631,869	33,971	60,701	726,541
Office expense, postage, shipping, and printing	1,333,561	154,106	34,444	1,522,111	165,024	57,696	1,744,831
Occupancy and utilities	1,748,523	170,457	108,919	2,027,899	568,531	155,489	2,751,919
Amortization and depreciation	970,579	209,855	91,812	1,272,246	279,808	196,740	1,748,794
Miscellaneous	707,645	236,677	887,980	1,832,302	466,075	249,348	2,547,725
Total expenses, excluding fundraising events	12,754,377	4,386,916	2,151,469	19,292,762	4,352,616	3,386,389	27,031,767
Fundraising events*	-	-	-	-	-	1,778,192	1,778,192
	<u>\$ 12,754,377</u>	<u>\$ 4,386,916</u>	<u>\$ 2,151,469</u>	<u>\$ 19,292,762</u>	<u>\$ 4,352,616</u>	<u>\$ 5,164,581</u>	<u>\$ 28,809,959</u>

* Fundraising events expenses are netted with fundraising events revenue in the accompanying statement of activities.

Expenses directly attributable to a specific functional area of the Museum are reported as expenses of those functional areas. Other natural expenses attributable to more than one functional area are allocated based on time surveys or headcount. The primary operating expenses of the Museum are program services that align with the broad mission of the Museum.

The Jewish Museum
NOTES TO FINANCIAL STATEMENTS - CONTINUED
June 30, 2024 and 2023

Operating expenses by natural and functional classification for the year ended June 30, 2023 are as follows:

	Curatorial, Collections, and Exhibitions and Other	Education, Media, and Public Programs	Museum Shop, and Other	Total	Management and General	Fundraising	Total
Salaries, payroll taxes, and fringe benefits	\$ 5,855,007	\$ 2,498,945	\$ 884,531	\$ 9,238,483	\$ 1,698,954	\$ 2,151,580	\$ 13,089,017
Professional fees and contracted services	852,587	196,763	9,440	1,058,790	978,928	277,415	2,315,133
Advertising and promotions	389,540	311,632	38,954	740,126	58,732	92,539	891,397
Office expense, postage, shipping, and printing	1,469,677	131,031	32,846	1,633,554	132,105	105,618	1,871,277
Occupancy and utilities	1,390,839	167,694	121,684	1,680,217	605,375	177,555	2,463,147
Amortization and depreciation	1,026,088	221,857	97,062	1,345,007	295,809	207,991	1,848,807
Miscellaneous	833,112	195,072	859,910	1,888,094	476,645	522,888	2,887,627
Total expenses, excluding fundraising events	11,816,850	3,722,994	2,044,427	17,584,271	4,246,548	3,535,586	25,366,405
Fundraising events*	-	-	-	-	-	1,588,858	1,588,858
	<u>\$ 11,816,850</u>	<u>\$ 3,722,994</u>	<u>\$ 2,044,427</u>	<u>\$ 17,584,271</u>	<u>\$ 4,246,548</u>	<u>\$ 5,124,444</u>	<u>\$ 26,955,263</u>

* Fundraising events expenses are netted with fundraising events revenue in the accompanying statement of activities.

Expenses directly attributable to a specific functional area of the Museum are reported as expenses of those functional areas. Other natural expenses attributable to more than one functional area are allocated based on time surveys or headcount. The primary operating expenses of the Museum are program services that align with the broad mission of the Museum.

The Jewish Museum
NOTES TO FINANCIAL STATEMENTS - CONTINUED
June 30, 2024 and 2023

NOTE 8 - FIXED ASSETS, NET

Fixed assets, net, is comprised of the following at June 30, 2024 and 2023:

	2024	2023
Land	\$ 883,750	\$ 883,750
Building	4,063,176	4,063,176
Building and leasehold improvements	38,316,955	38,301,955
Furniture and equipment	10,584,787	10,253,056
Permanent exhibition design and construction	9,530,421	9,530,421
Work in progress	1,422,535	402,819
	64,801,624	63,435,177
Less: accumulated depreciation and amortization	(49,938,792)	(48,430,682)
	<u>\$ 14,862,832</u>	<u>\$ 15,004,495</u>

Land and building represent the cost of real property located at One East 92nd Street, New York, New York, purchased by the Museum in July 1989. Renovation costs that were incurred on the building are included in building and leasehold improvements.

NOTE 9 - LINE OF CREDIT AND LOAN PAYABLE

In August 2016, the Museum entered into a line of credit agreement with a financial institution of up to \$5,000,000 with a variable rate of interest equal to London Interbank Offered Rate plus 1.50%. On September 22, 2021, the line of credit was increased to \$8,000,000 with a variable rate of interest equal to Secured Overnight Financing Rate ("SOFR") plus 1.60%. On April 27, 2023, the interest rate of the line of credit was amended to SOFR plus 1.35%, or 6.40% and 6.91% at June 30, 2024 and 2023, respectively. This line of credit is collateralized by two investments held by a financial institution as custodian. On March 5, 2024, the Museum paid off its outstanding line of credit balance of \$4,884,051, which included an additional \$500,000 that was drawn down during fiscal 2024, with funds from the Board-designated endowment as approved by the Board. On March 28, 2024, the line of credit was increased from \$8,000,000 to \$12,000,000, with other terms and rate of interest remaining the same. The Museum had \$0 and \$4,384,051 outstanding on this line of credit at June 30, 2024 and 2023, respectively.

NOTE 10 - EMPLOYEE BENEFITS PROGRAM

All non-union employees who work at least 1,000 hours per year are eligible to participate in the Museum's defined-contribution retirement plan, which is qualified under Section 403(b) of the Code. The Museum contributes 3% of compensation for eligible non-union staff and matches contributions up to an additional 5%. Unionized staff members of Local 241 are eligible to participate in a separate 403(b) retirement savings plan, the terms of which are defined by a collective bargaining agreement. The cost of these defined-contribution plans for the years ended June 30, 2024 and 2023 was approximately \$500,000 and \$498,000, respectively.

The Jewish Museum

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2024 and 2023

NOTE 11 - COLLECTION

The Museum's collection is comprised of approximately 30,000 objects related to Jewish religious and cultural history, including paintings, sculpture, works on paper, photographs, ethnographic material, archaeological artifacts, numismatics, ceremonial objects, and broadcast media materials. The collection is held for exhibition, education, and research and is administered and stored in accordance with a formal collection management policy approved by the American Alliance of Museums. The Museum maintains a policy that requires the proceeds from the sale of collection objects (deaccessions) be used to acquire other items for the collection. There were no deaccessions during the fiscal year ended June 30, 2024 or 2023.

NOTE 12 - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions as of June 30, 2024 and 2023 are available for the following purposes:

	2024	2023
Curatorial, collections and exhibitions	\$ 43,875,801	\$ 43,292,232
Education, media, and public programs	10,750,125	10,753,277
Collection acquisitions	5,211,075	5,456,227
Unappropriated investment earnings	16,251,252	9,150,716
Time and other restricted purposes	23,185,619	14,634,095
	<u>\$ 99,273,872</u>	<u>\$ 83,286,547</u>

Donor-restricted net assets restricted as to time or purpose totaled \$39,283,662 and \$23,313,137 in 2024 and 2023, respectively. Total net assets permanently restricted (corpus) totaled \$59,990,210 and \$59,973,410 in 2024 and 2023, respectively.

NOTE 13 - ENDOWMENT FUNDS

The Museum's endowment consists of 64 funds established for a variety of purposes, including both donor-restricted endowment funds and funds designated by the Museum's Board to function as endowments. Net assets associated with endowment funds, including funds designated by the Museum's Board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions. The Museum is subject to the provisions of the New York Prudent Management of Institutional Funds Act ("NYPMIFA") and has interpreted NYPMIFA as allowing the Museum to appropriate for expenditure or accumulate so much of a donor-restricted endowment fund as the Museum deems prudent for the uses, benefits, purposes, and duration for which the endowment fund is established, subject to the intent of the donor as expressed in the gift instrument absent explicit donor stipulations to the contrary.

As a result of the interpretation of NYPMIFA and relevant accounting guidance, the Museum classifies as net assets with donor restrictions that are perpetual in nature (a) the original value of gifts to the donor-restricted endowment, (b) the original value of subsequent gifts to the donor-restricted endowment, and (c) accumulations of investment returns to the donor-restricted endowment made in accordance with the direction of the applicable donor gift instrument, where applicable.

The Museum has a spending policy of appropriating for distribution each year 5.5% of the endowment funds' average fair value of the preceding 20 quarters through the second quarter of the fiscal year preceding the fiscal year in which the distribution is planned. Investment return related to donor-restricted endowment funds is included within net investment return with donor restrictions and is released to

The Jewish Museum
NOTES TO FINANCIAL STATEMENTS - CONTINUED
June 30, 2024 and 2023

operations within net assets released from restrictions on the accompanying statement of activities in accordance with the spending policy.

From time to time, the fair value of assets associated with donor-restricted endowment funds may fall below the level that the donor or the law requires to retain as a fund of perpetual duration due to unfavorable market fluctuations subsequent to the investment of endowment contributions. Deficiencies of this nature are reported in net assets with donor restrictions. There were no such deficiencies at June 30, 2024 or 2023. As of June 30, 2023, the Endowment Fund owed the Museum's operating accounts \$1,442 of the approved payout, which was subsequently paid in fiscal year 2024.

Endowment net assets consist of the following at June 30, 2024:

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	\$ -	\$ 81,998,834	\$ 81,998,834
Board-designated endowment funds	41,608,555	-	41,608,555
Total endowment net assets	<u>\$ 41,608,555</u>	<u>\$ 81,998,834</u>	<u>\$ 123,607,389</u>

Endowment net assets consist of the following at June 30, 2023:

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds	\$ -	\$ 72,754,725	\$ 72,754,725
Board-designated endowment funds	41,726,246	-	41,726,246
Total endowment net assets	<u>\$ 41,726,246</u>	<u>\$ 72,754,725</u>	<u>\$ 114,480,971</u>

Changes in endowment net assets for the year ended June 30, 2024 are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, June 30, 2023	\$ 41,726,246	\$ 72,754,725	\$ 114,480,971
Total investment return, net	7,114,944	12,405,760	19,520,704
Contributions	-	16,800	16,800
Board approved transfer	(4,884,051)	-	(4,884,051)
Appropriation of endowment assets for expenditures	<u>(2,348,584)</u>	<u>(3,178,451)</u>	<u>(5,527,035)</u>
Endowment net assets, June 30, 2024	<u>\$ 41,608,555</u>	<u>\$ 81,998,834</u>	<u>\$ 123,607,389</u>

The Jewish Museum
NOTES TO FINANCIAL STATEMENTS - CONTINUED
June 30, 2024 and 2023

Changes in endowment net assets for the year ended June 30, 2023 are as follows:

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment net assets, June 30, 2022	\$ 38,377,224	\$ 66,512,877	\$ 104,890,101
Total investment return, net	5,727,724	9,927,034	15,654,758
Contributions	-	273,483	273,483
Appropriation of endowment assets for expenditures	<u>(2,378,702)</u>	<u>(3,958,669)</u>	<u>(6,337,371)</u>
Endowment net assets, June 30, 2023	<u>\$ 41,726,246</u>	<u>\$ 72,754,725</u>	<u>\$ 114,480,971</u>

NOTE 14 - LEASE OBLIGATIONS

The Museum adopted the new lease guidance ASU 2016-02 in fiscal year ended June 30, 2021. At June 30, 2024, the Museum has three finance leases outstanding, with interest rates ranging from 0.98% to 6.41%, one lease expiring in May 2027 and the remaining two expiring in July 2028. The right of use assets totaling \$145,865 have been capitalized and are included as part of equipment in Note 8. Interest expense for the fiscal years ended June 30, 2024 and 2023 amounted to \$5,782 and \$842, respectively.

The future lease payments are as follows:

<u>Year Ending June 30,</u>	
2025	\$ 32,001
2026	32,731
2027	31,895
2028	22,707
2029	<u>1,893</u>
	121,227
Less: amount representing interest	<u>(11,579)</u>
Present value of net minimum lease payments	<u>\$ 109,648</u>

NOTE 15 - COLLECTIVE BARGAINING AGREEMENT, LOCAL 2110, UAW

On February 22, 2024, the Museum executed a collective bargaining agreement with Local 2110, UAW for all full time, regular part-time, and on-call professional and non-professional employees, and excluding all employees represented by another labor organization, bona fide educational interns, confidential employees, managers, guards and supervisors. This agreement covers the period between October 1, 2023 through June 30, 2026.

The Jewish Museum
NOTES TO FINANCIAL STATEMENTS - CONTINUED
June 30, 2024 and 2023

NOTE 16 - SUBSEQUENT EVENTS

In connection with the preparation of the accompanying financial statements, the Museum evaluated events after the statement of financial position date of June 30, 2024 through March 12, 2025 which was the date the financial statements were available to be issued.