A Jewish Voice for Peace

Financial Statements &
Independent Auditor’s Report
for the Year Ended
June 30, 2015
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Independent Auditor's Report

To the Board of Directors
A Jewish Voice for Peace
Oakland, California

We have audited the accompanying financial statements of A Jewish Voice for Peace (a nonprofit organization), which comprise the statement of financial position as of June 30, 2015, the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

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

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

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

Opinion
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of A Jewish Voice for Peace as of June 30, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information
We have previously audited the June 30, 2014, financial statements of A Jewish Voice for Peace and our report dated March 21, 2015, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2014, is consistent, in all material respects, with the audited financial statements from which it has been derived.

A Professional Accountancy Corporation
March 17, 2016
A Jewish Voice for Peace

Statement of Financial Position
June 30, 2015
with Comparative Totals for June 30, 2014

<table>
<thead>
<tr>
<th></th>
<th>6/30/2015</th>
<th>6/30/2014 (Note 2)</th>
</tr>
</thead>
</table>

**ASSETS**

Current Assets:
- Cash & cash equivalents $992,624 $705,629
- Grants & contributions receivable, current 143,284 39,640
- Prepaid expenses 41,985 4,691
- Other current assets 5,691 8,087
- **Total current assets** 1,183,584 758,047

- Grants receivable, due in one to two years 70,000 -
- Deposits 5,794 2,294
- Office equipment, net of accumulated depreciation of $3,104 at 6/15 and $2,133 at 6/14 15,307 5,031
- **TOTAL ASSETS** $1,274,685 $765,372

**LIABILITIES & NET ASSETS**

Current Liabilities:
- Accounts payable $30,570 $25,176
- Accrued vacation pay 49,145 31,055
- Accrued payroll 34,169 -
- **TOTAL LIABILITIES** 113,884 56,231

Net Assets
- Unrestricted 839,478 533,547
- Temporarily restricted (Note 3) 321,323 175,594
- **TOTAL NET ASSETS** 1,160,801 709,141

**TOTAL LIABILITIES & NET ASSETS** $1,274,685 $765,372

See accompanying notes to financial statements and independent auditor's report.
## A Jewish Voice for Peace

### Statement of Activities and Changes in Net Assets

*for the Year Ended June 30, 2015*

*with Comparative Totals for the Year Ended June 30, 2014*

<table>
<thead>
<tr>
<th></th>
<th>6/30/14 Total</th>
<th>6/30/15 Total</th>
<th>6/30/15 Restricted</th>
<th>6/30/15 Temporarily Restricted</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Support &amp; Revenue:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contributions &amp; grants</td>
<td>$2,047,701</td>
<td>$2,485,928</td>
<td>$438,227</td>
<td>$2,485,928</td>
</tr>
<tr>
<td>Net assets released from restriction:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Satisfaction of donor restrictions</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>In-kind support</td>
<td>8,750</td>
<td>8,750</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Program fees</td>
<td>97,729</td>
<td>97,729</td>
<td>5,228</td>
<td>5,228</td>
</tr>
<tr>
<td>Other</td>
<td>13,869</td>
<td>13,869</td>
<td>14,973</td>
<td>14,973</td>
</tr>
<tr>
<td><strong>Total support &amp; revenue</strong></td>
<td>2,460,547</td>
<td>2,606,276</td>
<td>145,729</td>
<td>1,427,349</td>
</tr>
<tr>
<td><strong>Expenses:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Program services</td>
<td>1,670,587</td>
<td>1,670,587</td>
<td>776,176</td>
<td>776,176</td>
</tr>
<tr>
<td>General &amp; administrative</td>
<td>205,755</td>
<td>205,755</td>
<td>168,127</td>
<td>168,127</td>
</tr>
<tr>
<td>Fundraising</td>
<td>278,274</td>
<td>278,274</td>
<td>202,664</td>
<td>202,664</td>
</tr>
<tr>
<td><strong>Total expenses</strong></td>
<td>2,154,616</td>
<td>-</td>
<td>2,154,616</td>
<td>1,146,967</td>
</tr>
<tr>
<td><strong>CHANGE IN NET ASSETS</strong></td>
<td>305,931</td>
<td>451,660</td>
<td>280,382</td>
<td></td>
</tr>
<tr>
<td><strong>NET ASSETS, July 1</strong></td>
<td>533,547</td>
<td>709,141</td>
<td>428,759</td>
<td></td>
</tr>
<tr>
<td><strong>NET ASSETS, June 30</strong></td>
<td>$839,478</td>
<td>$1,160,801</td>
<td>$709,141</td>
<td></td>
</tr>
</tbody>
</table>

See accompanying notes to financial statements and independent auditor's report.

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A Jewish Voice for Peace

Statement of Functional Expenses
for the Year Ended June 30, 2015
with Comparative Totals for the Year Ended June 30, 2014

<table>
<thead>
<tr>
<th></th>
<th>Program Services</th>
<th>General &amp; Administrative</th>
<th>Fundraising</th>
<th>6/30/15 Total</th>
<th>6/30/14 (Note 2)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries</td>
<td>$ 729,689</td>
<td>$ 82,882</td>
<td>$ 123,871</td>
<td>$ 936,442</td>
<td>$ 550,110</td>
</tr>
<tr>
<td>Employee benefits &amp; payroll taxes</td>
<td>158,283</td>
<td>21,211</td>
<td>25,631</td>
<td>205,125</td>
<td>100,963</td>
</tr>
<tr>
<td>Contractors &amp; consultants</td>
<td>58,310</td>
<td>68,175</td>
<td>24,126</td>
<td>150,611</td>
<td>90,558</td>
</tr>
<tr>
<td>Occupancy</td>
<td>51,868</td>
<td>10,685</td>
<td>7,509</td>
<td>70,062</td>
<td>55,409</td>
</tr>
<tr>
<td>Office supplies</td>
<td>8,001</td>
<td>3,485</td>
<td>2,398</td>
<td>13,884</td>
<td>4,529</td>
</tr>
<tr>
<td>Information technology</td>
<td>44,963</td>
<td>2,615</td>
<td>11,899</td>
<td>59,477</td>
<td>32,764</td>
</tr>
<tr>
<td>Printing</td>
<td>40,392</td>
<td>2</td>
<td>14,893</td>
<td>55,287</td>
<td>34,046</td>
</tr>
<tr>
<td>Postage</td>
<td>8,419</td>
<td>715</td>
<td>4,904</td>
<td>14,038</td>
<td>11,196</td>
</tr>
<tr>
<td>Telephone &amp; internet</td>
<td>8,854</td>
<td>2,474</td>
<td>1,241</td>
<td>12,569</td>
<td>10,600</td>
</tr>
<tr>
<td>Insurance</td>
<td>1,390</td>
<td>2,750</td>
<td>139</td>
<td>4,279</td>
<td>4,300</td>
</tr>
<tr>
<td>Program events &amp; campaigns</td>
<td>76,801</td>
<td>-</td>
<td>-</td>
<td>76,801</td>
<td>63,679</td>
</tr>
<tr>
<td>Travel &amp; conferences</td>
<td>348,069</td>
<td>77</td>
<td>6,901</td>
<td>355,047</td>
<td>45,556</td>
</tr>
<tr>
<td>Chapter expenses</td>
<td>49,696</td>
<td>-</td>
<td>-</td>
<td>49,696</td>
<td>26,671</td>
</tr>
<tr>
<td>Direct mail</td>
<td>19,594</td>
<td>-</td>
<td>8,398</td>
<td>27,992</td>
<td>21,127</td>
</tr>
<tr>
<td>Board expenses</td>
<td>3,646</td>
<td>985</td>
<td>187</td>
<td>4,818</td>
<td>9,614</td>
</tr>
<tr>
<td>Staff &amp; volunteer development</td>
<td>11,006</td>
<td>1,152</td>
<td>1,566</td>
<td>13,724</td>
<td>4,717</td>
</tr>
<tr>
<td>Creative marketing &amp; fundraising</td>
<td>40,215</td>
<td>20</td>
<td>7,461</td>
<td>47,696</td>
<td>28,558</td>
</tr>
<tr>
<td>Bank fees &amp; service charges</td>
<td>4,912</td>
<td>5,774</td>
<td>30,137</td>
<td>40,823</td>
<td>20,884</td>
</tr>
<tr>
<td>State registration fees</td>
<td>-</td>
<td>526</td>
<td>4,725</td>
<td>5,251</td>
<td>4,119</td>
</tr>
<tr>
<td>Other</td>
<td>6,479</td>
<td>2,227</td>
<td>2,288</td>
<td>10,994</td>
<td>27,567</td>
</tr>
<tr>
<td><strong>Total Expenses</strong></td>
<td><strong>$ 1,670,587</strong></td>
<td><strong>$ 205,755</strong></td>
<td><strong>$ 278,274</strong></td>
<td><strong>$ 2,154,616</strong></td>
<td><strong>$ 1,146,967</strong></td>
</tr>
</tbody>
</table>

See accompanying notes to financial statements
and independent auditor's report.
A Jewish Voice for Peace

Statement of Cash Flows
for the Year Ended June 30, 2015
with Comparative Totals for the Year Ended June 30, 2014

<table>
<thead>
<tr>
<th></th>
<th>6/30/14</th>
<th>6/30/15</th>
<th>Total</th>
<th>(Note 2)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Change in net assets</td>
<td>$ 451,660</td>
<td>$ 280,382</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:
- Depreciation expense: 2,499
- Loss on fixed assets: 353

Changes in assets and liabilities:
- (Increase) decrease in grants/contributions receivable: (173,644)
- (Increase) decrease in prepaid expenses: (40,794)
- (Increase) decrease in other current assets: 2,396
- Increase (decrease) in accounts payable: 5,394
- Increase (decrease) in accrued vacation pay: 18,090
- Increase (decrease) in accrued payroll: 34,169

Cash provided (used) by operating activities: 300,123

Cash flows from investing activities:
- Purchase of fixed assets: (13,128)

Cash provided (used) by investing activities: (13,128)

Cash provided (used) during year: 286,995

Cash & cash equivalents:
- Beginning of year, July 1: 705,629
- End of year, June 30: $ 992,624

See accompanying notes to financial statements and independent auditor's report.
A Jewish Voice for Peace

Notes to Financial Statements
for the Year Ended June 30, 2015

1. The Organization

Nature of Activities
A Jewish Voice for Peace (JVP or the Organization) is a national Jewish nonprofit organization that provides a voice for Jews and allies who believe that peace in the Middle East will be achieved through justice and full equality for both Palestinians and Israelis. With offices in New York and California, online activists, chapters across the country, and an Advisory Board comprised of numerous prominent Jewish thinkers and artists, JVP supports nonviolent efforts here and in Israel-Palestine to end Israel’s Occupation, expand human and civil rights, and implement a US policy based on international law and democracy. JVP:

• Conducts global campaigns to defend and free Israeli and Palestinian human rights activists,
• Fights McCarthyite censorship of debate and misuses of the charge of anti-Semitism, especially in the Jewish community,
• Supports the growth of the Boycott, Divestment and Sanctions movement through divestment from companies that profit from the occupation,
• Works in coalition with others including Arab, Muslim, Palestinian and Christian groups to fight bigotry and end the occupation,
• Facilitates Congressional outreach regarding policy in the region, and
• Supports alternative Jewish rituals that include Palestinian narratives

JVP is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and is governed by a board of directors.

Funding
JVP receives the majority of its funding from individual contributions and foundation grants.

2. Summary of Significant Accounting Policies

Basis of Accounting
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. Under the accrual basis of accounting, support is recognized when it is awarded, revenue is recognized when it is earned, and expenses are recognized when they are incurred.

Basis of Presentation
Net assets, revenues, expenses, gains, and losses are classified based upon the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Unrestricted net assets, which includes resources not subject to donor-imposed restrictions.

Temporarily restricted net assets, which includes resources subject to donor-imposed stipulations that may or will be met either by actions of the Organization and/or the passage of time.

(continued)
Revenue Recognition
The Organization reports gifts of cash and other assets as restricted support if they are received
with donor stipulations that limit the use of the donated assets. When a donor restriction expires,
that is, when a stipulated time restriction ends or purpose restriction is accomplished,
temporarily restricted net assets are reclassified to unrestricted net assets and reported in the
statement of activities as net assets released from restrictions.

Gifts of fixed assets are recorded as unrestricted support unless explicit donor stipulations specify
how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that
specify how the assets are to be used and gifts of cash or other assets that must be used to acquire
long-lived assets are reported as restricted support. Absent explicit donor stipulations about how
long those assets must be maintained, the Organization reports expirations of donor restrictions
when the donated or acquired assets are placed in service.

Cash & Cash Equivalents
Cash and cash equivalents primarily include deposits held in bank checking and savings accounts.

Grants & Contributions Receivable
Grants and contributions receivable are recorded based on formal promises received from donors.
Since all amounts are deemed fully collectible, there is no allowance for doubtful accounts
reflected within the financial statements. Amounts due within one year of the balance sheet date
are stated at face value, while amounts due beyond one year are discounted to present value only
in cases where such discounts would be material to the financial statements. Currently, there are
no discounts reflected within the financial statements.

Functional Expenses
The Organization allocates its expenses on a functional basis among its program and support
services. Expenses that can be identified with a specific program or support service are allocated
directly. Expenses that are common to more than one function are allocated based on the
estimated amount of staff time spent on each function.

Fair Value of Financial Instruments
The carrying amounts of cash, receivables, and accounts payable approximate fair value because
of the short maturity of these instruments.

Use of Estimates
The preparation of financial statements in conformity with generally accepted accounting
principles requires management to make estimates and assumptions that affect certain reported
amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Taxes
As a public charity organized under Internal Revenue Code Section 501(c)(3), JVP is exempt
from income taxes, except on activities unrelated to its mission. As management believes that all
of the Organization’s revenue is exempt from federal and state income tax, no provision has been
made for income tax expense. The Organization’s federal Return of Organization Exempt from

(continued)
(continued)

*Income Tax* (Form 990) filings for the tax years ending in 2013 through 2015 are subject to examination by the Internal Revenue Service, generally for three years after they were filed. The Organization’s California *Exempt Organization Annual Information Return* (Form 990) filings for the tax years ending in 2012 through 2015 are subject to examination by the Franchise Tax Board, generally for four years after they were filed.

**Comparative Data**

The financial statement information for the year ended June 30, 2014, presented for comparative purposes, is not intended to be a complete financial statement presentation. For a complete presentation, please refer to the financial statement for that fiscal year.

**Reclassifications**

Certain amounts in the June 30, 2014, financial statements have been reclassified to conform to the June 30, 2015, presentation.

### 3. Temporarily Restricted Net Assets

Temporarily restricted net assets at June 30, 2015 consist of awards received for the following:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>General support</td>
<td>$140,000</td>
</tr>
<tr>
<td>Chapter activities</td>
<td>107,707</td>
</tr>
<tr>
<td>Building organizing capacity</td>
<td>50,000</td>
</tr>
<tr>
<td>Nakba Education Project</td>
<td>23,000</td>
</tr>
<tr>
<td>Other activities</td>
<td>616</td>
</tr>
<tr>
<td><strong>Total temporarily restricted net assets</strong></td>
<td><strong>$321,323</strong></td>
</tr>
</tbody>
</table>

### 4. Operating Leases

The Organization rents its Oakland, California, office under a 63-month operating lease that expires in August 2019. The agreement calls for an initial monthly base rent of $3,466, with annual increases of approximately 3% each June through 2018. JVP is also responsible for its pro rata share of increases in building operating costs and property taxes. A portion of the office is subleased to another nonprofit organization on a month-to-month basis. Rent expense for the period was $36,629 and sublease income was $4,334.

During the year, JVP also rented a satellite office in Brooklyn, New York, on a month-to-month basis. Rent expense for the period totaled $32,164. Effective April 2015, a new five-year operating lease was executed with an initial monthly rent of $3,500, followed by annual increases of 5% for the duration of the lease term.

(continued)
Future minimum lease payments for both Oakland and New York are as follows:

For the fiscal year ending June 30:

<table>
<thead>
<tr>
<th>Year</th>
<th>Payment</th>
</tr>
</thead>
<tbody>
<tr>
<td>2016</td>
<td>$85,151</td>
</tr>
<tr>
<td>2017</td>
<td>88,386</td>
</tr>
<tr>
<td>2018</td>
<td>91,737</td>
</tr>
<tr>
<td>2019</td>
<td>95,105</td>
</tr>
<tr>
<td>2020</td>
<td>50,223</td>
</tr>
<tr>
<td>Total</td>
<td>$410,602</td>
</tr>
</tbody>
</table>

5. **Line of Credit**

JVP has access to a bank line of credit with a limit of $65,000. Outstanding balances incur interest at an annual rate of Prime plus 6.75%. No amounts had been drawn down as of June 30, 2015.

6. **Cash Deposits in Excess of FDIC Insurance Limits**

As of June 30, 2015, JVP held cash deposits that exceeded FDIC insurance limits by approximately $466,000.

7. **Management’s Review of Subsequent Events**

In preparing these financial statements, management has evaluated events for potential recognition or disclosure through March 17, 2016, the date the financial statements were available to be issued.