

**B'nai B'rith International and Subsidiaries**

**Consolidated Financial Statements**  
and  
Supplementary Information

Year Ended June 30, 2025

## Table of Contents

<b>Independent Auditor's Report</b> .....	1-2
<b>Consolidated Financial Statements:</b>	
Consolidated Statement of Financial Position.....	3-4
Consolidated Statement of Activities.....	5
Consolidated Statement of Functional Expenses.....	6
Consolidated Statement of Cash Flows .....	7-8
Notes to Consolidated Financial Statements .....	9-29
<b>Supplementary Information:</b>	
Independent Auditor's Report on Supplementary Information.....	31
Statement of Financial Position of B'nai B'rith Foundation of the United States as of June 30, 2025 .....	32
Statement of Activities of B'nai B'rith Foundation of the United States for the year ended June 30, 2025 .....	33

## Independent Auditor's Report

**To the Executive Board of Directors  
B'nai B'rith International and Subsidiaries  
Washington, DC**

We have audited the accompanying consolidated financial statements of B'nai B'rith International and Subsidiaries ("BBI") (a nonprofit organization), which comprise the consolidated statement of financial position as of June 30, 2025, and the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of B'nai B'rith International and Subsidiaries as of June 30, 2025, and the change in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinion**

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

### **Other Matter**

As discussed in Note 1 to the financial statements, BBI has restated its net assets as of July 1, 2024 to correct errors resulting from not previously consolidating a majority owned subsidiary, B'nai B'rith Claymont LP (Claymont), and not recording an investment, Project Hope Bronx Managers LLC (Bronx), in accordance with accounting principles generally accepted in the United States of America. Accordingly, amounts reported for beginning net assets have been adjusted. Our opinion is not modified with respect to this matter.

### **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about B'nai B'rith International and Subsidiaries' ability to continue as a going concern within one year after the date that 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 consolidated 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 generally accepted auditing standards 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 consolidated financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated 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 consolidated 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 B'nai B'rith International and Subsidiaries' 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 consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about B'nai B'rith International and Subsidiaries' 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.



SNYDER COHN, PC  
North Bethesda, Maryland  
May 4, 2026

**B'nai B'rith International and Subsidiaries**  
**Consolidated Statement of Financial Position**

**June 30, 2025**

**Assets**

**Current assets:**

Cash and cash equivalents	\$ 6,497,024
Cash and cash equivalents - Claymont	774,498
Total cash	<u>7,271,522</u>
Investments, current portion	10,982,971
Individual donor and other receivables, net of allowance for doubtful accounts	613,904
Inventory	9,585
Prepaid expenses and other assets	117,525
Total current assets	<u>18,995,507</u>

**Property and equipment:**

Property and equipment, net	135,485
Property and equipment, net - Claymont	7,715,484
Total property and equipment, net	<u>7,850,969</u>

**Other assets:**

Deposits	181,883
Deposits - Claymont	36,165
Right of use assets - operating	903,585
Right of use assets - operating - Claymont	388,638
Website development, net	10,950
Investments, board designated for charitable gift annuities	1,739,908
Investments - Project Hope Bronx Managers LLC	303,064
Restricted cash	342,078
Restricted cash - Claymont	1,015,652
Investments, endowments	6,648,269
Total other assets	<u>11,570,192</u>

<b>Total assets</b>	<b>\$ <u>38,416,668</u></b>
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See Accompanying Notes

**B'nai B'rith International and Subsidiaries**  
**Consolidated Statement of Financial Position**

**June 30, 2025**

**Liabilities and net assets**

**Current liabilities:**

Accounts payable and accrued expenses	\$ 711,606
Accounts payable and accrued expenses - Claymont	838,477
Deferred revenue	46,852
Operating lease liabilities, current portion	696,658
Small Business Administration loan, current portion	3,932
Mortgage loan, current portion - Claymont	229,813
Total current liabilities	<u>2,527,338</u>

**Other liabilities:**

Operating lease liabilities, net of current portion	370,935
Small Business Administration loan, net of current portion	129,442
Mortgage loan, net of current portion - Claymont	10,387,036
Annuities payable	1,128,408
Total other liabilities	<u>12,015,821</u>

Total liabilities	<u>14,543,159</u>
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**Commitments**

**Net assets:**

Without donor restrictions	
Current operating	5,439,046
Current operating - Claymont	(1,478,065)
Board designated	7,801,408
Board endowed	7,271
Total net assets without donor restrictions	<u>11,769,660</u>
Net assets with donor restrictions	12,103,849
Total net assets	<u>23,873,509</u>

<b>Total liabilities and net assets</b>	<b><u>\$ 38,416,668</u></b>
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See Accompanying Notes

## B'nai B'rith International and Subsidiaries

### Consolidated Statement of Activities

**For the year ended June 30, 2025**

	Without Donor Restrictions	With Donor Restrictions	Total
<b>Support and revenue:</b>			
Contributions and other support	\$ 3,915,148	\$ 933,069	\$ 4,848,217
Member dues contributions	248,579	-	248,579
Other dues and participation fees	15,945	-	15,945
Rental income - Claymont	3,417,850	-	3,417,850
Member insurance program	9,766	-	9,766
Income from investments:			
Dividends and interest	556,322	314,323	870,645
Net realized and unrealized gains on investments	352,290	871,804	1,224,094
Royalties	38,139	-	38,139
Other income	7,789	-	7,789
	<u>8,561,828</u>	<u>2,119,196</u>	<u>10,681,024</u>
Net assets released from restrictions	814,911	(814,911)	-
Total support and revenue	<u>9,376,739</u>	<u>1,304,285</u>	<u>10,681,024</u>
<b>Expenses:</b>			
<b>Program expenses:</b>			
Claymont	3,364,520	-	3,364,520
Humanitarian assistance/disaster relief	579,608	-	579,608
Community involvement	955,713	-	955,713
Judaism programs continuity	422,644	-	422,644
Advocacy/civil rights	2,022,541	-	2,022,541
Senior services and housing	700,525	-	700,525
Total program expenses	<u>8,045,551</u>	<u>-</u>	<u>8,045,551</u>
<b>Supporting services:</b>			
Development	961,774	-	961,774
Management and general administration	674,940	-	674,940
Total supporting services	<u>1,636,714</u>	<u>-</u>	<u>1,636,714</u>
Total expenses	<u>9,682,265</u>	<u>-</u>	<u>9,682,265</u>
<b>Change in net assets</b>	(305,526)	1,304,285	998,759
Net assets - beginning (restated)	<u>12,075,186</u>	<u>10,799,564</u>	<u>22,874,750</u>
<b>Net assets - ending</b>	<u>\$ 11,769,660</u>	<u>\$ 12,103,849</u>	<u>\$ 23,873,509</u>

See Accompanying Notes

**B'nai B'rith International and Subsidiaries**  
**Consolidated Statement of Functional Expenses**

**For the year ended June 30, 2025**

	Claymont	Humanitarian Assistance Disaster Relief	Community Involvement	Judaism Programs Continuity	Advocacy/ Civil Rights	Senior Services and Housing	Development	Management and General Administration	Total
Salaries/wages	\$ 461,243	\$ 244,058	\$ 355,384	\$ 141,010	\$ 959,595	\$ 402,751	\$ 156,393	\$ 253,298	\$ 2,973,732
Taxes/fringe benefits	96,318	28,299	55,167	11,576	102,488	88,300	52,774	129,678	564,600
Consulting/contractors	1,334,494	12,727	84,475	29,409	247,108	40,428	219,245	49,106	2,016,992
Office supplies/expenses	53,890	4,458	101,447	1,771	6,772	2,696	5,467	21,094	197,595
Telephone/fax	19,308	1,847	3,478	573	15,704	3,757	3,670	28,401	76,738
Postage/shipping	1,571	4,007	7,144	13,672	4,506	4,148	128,364	398	163,810
Occupancy	316,964	35,276	68,706	110,371	121,941	49,461	99,646	46,254	848,619
Rental/maintenance of equip.	180,814	2,537	5,976	1,617	7,119	1,414	10,851	5,863	216,191
Insurance	185,713	-	-	-	-	-	-	122,468	308,181
Interest	249,807	-	-	-	-	-	-	7,331	257,138
Taxes/licenses	-	-	-	-	-	217	7,434	532	8,183
General administrative	151,590	724	2,172	723	8,086	198	-	2,922	166,415
Media	-	10,066	13,535	20,164	10,092	11,825	216,124	2,999	284,805
Staff travel	6,167	1,176	3,646	5,213	136,520	10,247	2,357	50	165,376
Programs/conferences	-	499	44,622	73,527	181,727	69,284	49,100	1,096	419,855
Grants/allocations	-	230,484	189,263	2,669	200,185	2,000	-	-	624,601
Depreciation and amortization	306,641	3,450	20,698	10,349	20,698	13,799	10,349	3,450	389,434
<b>Total expenses</b>	<b>\$ 3,364,520</b>	<b>\$ 579,608</b>	<b>\$ 955,713</b>	<b>\$ 422,644</b>	<b>\$ 2,022,541</b>	<b>\$ 700,525</b>	<b>\$ 961,774</b>	<b>\$ 674,940</b>	<b>\$ 9,682,265</b>

See Accompanying Notes

# B'nai B'rith International and Subsidiaries

## Consolidated Statement of Cash Flows

**For the year ended June 30, 2025**

**Cash flows from operating activities:**

Change in net assets	\$ 998,759
Adjustments to reconcile change in net assets to net cash used for operating activities:	
Adjustments to right of use assets - operating leases	511,213
Amortization of debt issuance costs	8,600
Depreciation and amortization	82,793
Depreciation and amortization - Claymont	306,641
Loss on disposal of assets	1,923
Donated investments	(181,752)
Net realized and unrealized gains on investments	(1,224,094)
Relief of split interest liabilities	(13,707)
Actuarial gain on split interest investments	(69,908)
Permanent endowment contribution	(341,109)
(Increase) decrease in:	
Individual donor and other receivables, net	(264,153)
Inventory	677
Prepaid expenses and other assets	(54,912)
Deposits	5,500
Increase (decrease) in:	
Accounts payable and accrued expenses	(11,980)
Deferred revenue	46,852
Accounts payable and accrued expenses - Claymont	(33,434)
Operating lease liabilities	(693,563)
Annuities payable	(32,926)
<b>Net cash used in operating activities</b>	<u>(958,580)</u>

**Cash flows from investing activities:**

Proceeds from the sale of investments	2,488,369
Purchase of investments	(6,378,274)
Purchases of property and equipment	(80,196)
<b>Net cash used in investing activities</b>	<u>(3,970,101)</u>

**Cash flows from financing activities:**

Permanent endowment contribution	341,109
Payments made on notes payable	(3,932)
Payments made on notes payable - Claymont	(250,344)
Payments made on pension termination payable	(275,869)
<b>Net cash used in financing activities</b>	<u>(189,036)</u>

Net decrease in cash, cash equivalents, and restricted cash	(5,117,717)
Cash, cash equivalents, and restricted cash - beginning (restated)	<u>13,746,969</u>

**Cash, cash equivalents, and restricted cash - ending** \$ 8,629,252

See Accompanying Notes

## B'nai B'rith International and Subsidiaries

### Consolidated Statement of Cash Flows

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For the year ended June 30, 2025

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**Reconciliation of cash, cash equivalents, and restricted cash reported on the consolidated statements of financial position:**

Cash and cash equivalents	\$ 6,497,024
Cash and cash equivalents - Claymont	774,498
Restricted cash - Claymont	1,015,652
Restricted cash	<u>342,078</u>
<b>Total cash, cash equivalents, and restricted cash - ending</b>	<b><u>\$ 8,629,252</u></b>

**Supplemental disclosure of cash flow information:**

Cash paid during the year for:	
Interest	\$ 264,469
Taxes	-

**Supplemental disclosure of noncash investing and financing transactions:**

Right of use assets obtained in exchange for operating lease liabilities	\$ -
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See Accompanying Notes

# B'nai B'rith International and Subsidiaries

## Notes to Consolidated Financial Statements

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**June 30, 2025**

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**Note 1: Summary of significant accounting policies:**

Organization - B'nai B'rith International ("BBI") is a Jewish service organization founded originally as a fraternal society in 1843. Members are located within 17 regions in the United States and in 50 other countries. The major operational areas of BBI are membership, human rights and public policy, senior services, communication and development. BBI consists of the following subsidiaries, which are included as part of the consolidated financial statements:

- B'nai B'rith, Inc.
- B'nai B'rith Foundation of the United States (the Foundation)
- B'nai B'rith Hillel Foundation
- B'nai B'rith Youth Commission
- B'nai B'rith Housing, Inc. (BBHI)

B'nai B'rith Claymont LP - B'nai B'rith Housing owns the majority interest (99.995%) in B'nai B'rith Claymont LP (Claymont), a partnership formed under the laws of the State of Delaware on December 16, 2020, for the purpose of acquiring and operating a 208-unit rental housing property (the Property) located in Claymont, Delaware. The noncontrolling interest is immaterial therefore was not recorded. Additionally, Claymont is required to have a HUD audit performed, which was a separate audit for the year ended December 31, 2024. Management has determined that revenue from Claymont is program revenue as it is low-income senior housing which is consistent with BBI Housing's mission.

Description of major services categories:

Humanitarian assistance/disaster relief - The B'nai B'rith disaster relief fund and other programs to assist victims of natural and man-made disasters.

Community involvement - Volunteer program services provided by members of B'nai B'rith chapters to their respective local communities, running programs either developed by themselves or by the B'nai B'rith Center for Community Action which includes services to chapter leadership and to help them provide more effective services.

Judaism programs continuity - Programs to promote and foster Jewish identity, culture, and thought. Includes cash and in-kind allocations to B'nai B'rith Youth Organization, Inc., which serves Jewish teens, and the Foundation for Jewish Campus Life, which serves Jewish college students.

Advocacy/civil rights - Public policy advocacy on issues of importance to the Jewish community both in the United States and abroad. Operates through B'nai B'rith International Center for Human Rights and Public Policy, the B'nai B'rith United Nations Office, and through representatives in Latin America and Israel. Issues involving senior citizens operate through the B'nai B'rith Center for Senior Services.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 1: Summary of significant accounting policies: (continued)**

Description of major services categories: (continued)

Senior services and housing - BBI is a leader in aging issues through its Center for Senior Services. With almost 50 years of experience with elderly housing and 37 buildings in 26 communities, BBI is the largest National Jewish sponsor of subsidized housing in the country. BBI sponsors safe, affordable housing for about 5,000 seniors of limited income. BBI provides an annual Conference on Senior Housing, training programs for boards of directors and management professionals, and a senior retreat for the resident leaders of the individual communities. Additionally, BBI's Seniors Advocacy initiative works to support and strengthen such senior issues as income security, health care, nutrition services and transportation.

In 2018, BBHI participated in a low-income housing tax credit transaction regarding Adelstein Family-Project H.O.P.E. B'nai B'rith House in the Bronx, New York. As a result of the transaction B'nai B'rith Housing Inc through related entities obtained a less than one percent ownership interest in the property. Presently, Project Hope Bronx Managers LLC (Bronx), which is related to BBHI, is the managing member of the ownership entity of the property.

Basis of presentation - The consolidated financial statements are prepared on the accrual basis of accounting.

All material intercompany transactions and balances have been eliminated from the consolidated financial statements.

The consolidated financial statements do not include the accounts of the various local B'nai B'rith lodges and units, nor the accounts of B'nai B'rith overseas districts.

In the accompanying consolidated financial statements, net assets and revenue have been classified based on the existence or absence of donor-imposed restrictions, per ASU 2016-14. The classes of net assets are as follows:

Net assets without donor restrictions - Net assets that are not restricted by donors or the donor-imposed restrictions have expired for assets available for general operations. As reflected in the accompanying consolidated statements of financial position, BBI's Executive Board of Directors have designated a portion of the net assets without donor restrictions for specific uses.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 1: Summary of significant accounting policies: (continued)**

Basis of presentation (continued) -

Net assets with donor restrictions - Net assets subject to donor-imposed restrictions that permit BBI to use or expend the assets as specified. The restrictions may be temporary in nature and satisfied either by the passage of time or by actions of BBI, or the donor may specify that the resources be maintained in perpetuity. Donors may permit BBI to use or expend part or all of the income derived from donated resources to be held in perpetuity for either specified or unspecified purposes. Donor-imposed restrictions are released and the funds are available for general operations when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Use of estimates - The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, reported amounts of revenues and expenses, and other disclosures. Actual amounts could differ from those estimates.

Cash and cash equivalents - BBI considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents. Board designated cash and cash equivalents have been designated for a specific use as indicated by the B'nai B'rith International Convention, Executive Board of Directors, or other BBI committees empowered to designate the use of funds. Board designated cash and cash equivalents were \$2,266,111 at June 30, 2025.

Restricted cash - Restricted cash on the consolidated statements of financial position represents cash to be held in BBI's investment accounts in perpetuity, as stipulated by the donors. Claymont has cash amounts that are restricted for security deposits, insurance or are reserves for fixed asset replacements.

Investments - Under Accounting Standards Codification (ASC) 958-320, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the consolidated statements of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying consolidated statements of activities. Investment income and gains restricted by a donor are reported as increases in net assets without donor restrictions if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized. All corporate stocks and mutual funds have been valued using quoted market prices in active markets for identical assets (ASC 820 Level 1 inputs). All other investments, including municipal bonds and U.S. treasury obligations, are valued by the custodians of the securities using pricing models based on credit quality, time to maturity, stated interest rates, and market-rate assumptions (ASC 820 Level 2 inputs).

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 1: Summary of significant accounting policies:** (continued)

Fair value measurements - The FASB ASC 820, *Fair Value Measurements and Disclosures*, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1 - inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that BBI has the ability to access.

Level 2 - inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Individual donor and other receivables - Individual donor and other receivables are recorded at net realizable value by using an allowance for credit losses. The allowance for credit losses related to advertising receivables is calculated based on historical collection percentages. The allowance for credit losses on all other receivables is calculated judgmentally. Uncollectible accounts are written off as it becomes apparent that they are uncollectible. As of June 30, 2025, there was an allowance for credit losses of \$2,092.

Inventories - Inventories are valued at cost on a first-in, first-out basis.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 1: Summary of significant accounting policies: (continued)**

Property and equipment - Property and equipment is recorded at cost. Acquisitions of equipment or repairs, maintenance, or betterments that materially prolong the useful lives of assets and cost more than \$1,000 (\$2,000 for Claymont) are capitalized. Depreciation of property and equipment is determined using the straight-line method, based on the estimated useful lives of the respective assets, which range from 5 years to 40 years.

Annuities payable - BBI has a charitable gift annuity program and administers a charitable remainder trust program under which certain donors have contracted for annuities to be paid in return for their donations. The amount of each donation is expected to exceed the amount of the annuity ultimately paid. An annuity payable is recorded when the gift is made, and the annuity payable is updated annually using actuarial methods which consider mortality and discount factors.

Notes payable - In June 2020, BBI received loan proceeds from the U.S. Small Business Administration (SBA) as part of the Small Business Act. The proceeds from this loan were classified as notes payable on the consolidated statements of financial position under the FASB guidance ASC 470-10-45. See Note 10 for more information about the SBA loan.

On September 1, 2020, Claymont entered into a mortgage loan agreement (the Mortgage Payable) with KeyBank National Association (the Lender) for a loan which is insured under Section 207 pursuant to Section 223(f) of the National Housing Act. See Note 10 for more information about the Mortgage Payable.

Deposits - BBI has security deposits for their two office spaces in DC and NY. Claymont has amounts that consist of deposits to utility companies.

Support - Contributions are generally recorded as revenue in the period when collectability is assured, or a signed, valid pledge exists. All donor receivables recorded at June 30, 2025 are expected to be collected within a year. Statements of support for B'nai B'rith Foundation Giving Club programs are considered intentions to give and are, therefore, not recorded as pledges. Contributions of securities and real estate are initially recorded at market value at the date of the gift, if the value is readily determinable. When the market value cannot be determined, the contributed property is recorded at a nominal value. Contributions to the Foundation under the charitable gift annuity program are recorded net of the estimated future annuities payable at the time of the contribution.

Member dues contributions - B'nai B'rith members normally pay dues on a calendar year basis and are considered to be charitable contributions, meaning dues revenue is recognized as revenue when received. Bills for the upcoming dues year are first mailed in July and substantially all dues for the fiscal year are collected by the end of January.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 1: Summary of significant accounting policies: (continued)**

Donated supplies - Donated supplies are classified based on the nature of the contribution and are reflected as in-kind contributions at their estimated fair value, as determined by the donor, at the date of receipt.

Income taxes - All component organizations are exempt from the payment of federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Advertising income from periodicals are subject to unrelated business income tax. Income tax expense was \$-0- for the year ended June 30, 2025.

Rental income - Rental income is recognized as rents become due. Rental payments received in advance are deferred until earned. All leases between Claymont and the residents of the Property are operating leases under FASB ASC 842 and are not within the scope of FASB ASC 606.

Accounting for uncertainty in income taxes - BBI accounts for the effect of any uncertain tax positions based on a "more likely than not" threshold to the recognition of the tax positions being sustained based on the technical merits of the position under scrutiny by the applicable taxing authority. If a tax position or positions are deemed to result in uncertainties of those positions, the unrecognized tax benefit is estimated based on a "cumulative probability assessment" that aggregates the estimated tax liability for uncertain tax positions. Interest and penalties, if any, are accrued as a component of general and administrative expenses when assessed. BBI has identified its tax status as a tax-exempt entity under Section 501(c)(3) and its reporting of unrelated business income as tax positions; however, BBI has determined that such tax positions do not result in an uncertainty requiring recognition. BBI files unrelated business income tax returns in the United States and the District of Columbia. BBI is not under audit in any jurisdiction for any period. Income tax years ended prior to June 30, 2022, are no longer subject to examination by taxing authorities.

Claymont has elected to be treated as a pass-through entity for income tax purposes and, as such, is not subject to income taxes. Rather, all items of taxable income, deductions and tax credits are passed through to and are reported by its owners on their respective income tax returns (this is reported as program revenue on BBHI's federal tax return as it is in line with their mission). Claymont's federal tax status as a pass-through entity is based on its legal status as a limited partnership. Accordingly, Claymont is not required to take any tax positions in order to qualify as a pass-through entity. Claymont is required to file and does file tax returns with the Internal Revenue Service and other taxing authorities. Accordingly, these financial statements do not reflect a provision for income taxes and Claymont has no other tax positions which it must consider for disclosure. Income tax years ended prior to December 31, 2022, are no longer subject to examination by taxing authorities. Management has determined that all activities of Claymont are mission-related to BBI Housing and therefore, there is no unrelated business income tax related to this entity.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

**June 30, 2025**

**Note 1: Summary of significant accounting policies:** (continued)

Functional allocation of expenses - The costs of program and supporting services activities have been summarized on a functional basis in the consolidated statements of activities. The consolidated statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Restatement of consolidated financial statements - The June 30, 2024, consolidated financial statements were restated for the correction of accounting errors relating to omission of a controlling entity's investment. Net assets have been adjusted by \$1,236,120 for the inclusion of Claymont and Bronx (see Note 3).

Claymont total assets	\$ 10,461,071
Claymont total liabilities	<u>(12,000,255)</u>
Claymont total deficit	(1,539,184)
Investments - Bronx	<u>303,064</u>
Total equity adjustment	<u>\$ (1,236,120)</u>

**Note 2: Liquidity and availability:**

The following reflects BBI's financial assets as of June 30, 2025, reduced by amounts that are not available for general use within one year of the consolidated statement of financial position date due to donor-specified purpose and time restriction.

	2025
Financial assets:	
Cash and cash equivalents	\$ 6,497,024
Cash and cash equivalents – Claymont	774,498
Individual donor and other receivables, net	613,904
Investments, current portion	<u>10,982,971</u>
	18,868,397
Funds unavailable for general expenditure within one year:	
Donor-specified purposes and time restricted endowments	(12,103,849)
Charitable gift annuity reserves	(1,739,908)
Less receivable amounts designated for Claymont	(1,920)
Less cash amounts designated for Claymont	<u>(774,498)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 4,248,222</u>

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 2: Liquidity and availability:** (continued)

Of the above amounts for 2025, \$7,801,408, has been earmarked by the B'nai B'rith Foundation Board and BBI's Executive Board. The amounts designated by the Foundation Board act as a reserve fund to ensure the payment of annuities obligated by charitable gift annuity agreements. BBI intends for the fair market value of these securities to always exceed, by at least 10%, the actuarially-projected payments to be made under these agreements, as required by state regulators. The amounts designated by BBI's Executive Board of Directors are used to fund specific programs including senior services and housing, advocacy and civil rights, humanitarian assistance and disaster relief, community involvement and Judaism continuity. These funds are released to support the relevant programs by vote of the associated committees.

To manage liquidity, BBI has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

**Note 3: Investments:**

Investments are carried at fair value based on quoted prices in active markets for investments classified as Level 1 input measurements and are carried at fair value based on similar asset values in active markets for investments classified as Level 2 input measurements.

Corporate stocks and mutual funds are Level 1 input measurements with all other investments being considered Level 2 input measurements and consist of the following as of June 30, 2025:

U.S. treasury obligations	\$ 134,343
State of Israel bonds	10,372
Corporate stocks	7,589,321
Mutual funds	11,236,080
Bronx	303,064
Municipal bonds	314,100
Other	<u>86,932</u>
Total investments	<u>\$ 19,674,212</u>

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 3: Investments:** (continued)

Mutual funds consist of different asset types, including equity and fixed income funds. Included in other investments for 2025 is \$86,932 of donated gold coins and gold bars, which were valued at approximate fair values on the date of donation. Any change in fair value from the date of donation to June 30, 2025 was insignificant. Income from investments is reported net of related investment expenses in the consolidated statements of activities. The amount of investment expense netted with income was \$103,403 for the year ended June 30, 2025. Investment fees for donor restricted funds were \$77,628 for the year ended June 30, 2025. Investment fees for funds without donor restrictions were \$25,774 for the year ended June 30, 2025.

BBI's noncontrolling ownership interest in the Bronx property is represented as \$303,064 in investments. There are no transactions between entities.

**Note 4: Property and equipment:**

Property and equipment consists of the following at June 30, 2025:

	BBI	Claymont
Building and improvements	\$ 816,521	\$ 10,832,277
Furniture, equipment, and other	295,448	87,694
	1,111,969	10,919,971
Less: accumulated depreciation	(976,484)	(3,204,487)
Total property and equipment, net	\$ 135,485	\$ 7,715,484

Depreciation expense totaled \$377,140 for the year ended June 30, 2025.

**Note 5: Endowment:**

BBI's endowment consists of approximately 73 individual funds established for a variety of purposes. Its endowment includes both donor-restricted endowment funds and funds designated by BBI to function as endowments. As required by GAAP, net assets associated with endowment funds, including funds designated by BBI to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

**June 30, 2025**

**Note 5: Endowment:** (continued)

Interpretation of relevant law - BBI has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, BBI retains in perpetuity (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment, and (c) accumulations to the endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

The remaining portion of the donor-restricted endowment fund that is not retained in perpetuity is subject to appropriation for expenditure by BBI in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, BBI 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 BBI and the donor-restricted endowment fund
- 3) General economic conditions
- 4) The possible effect of inflation or deflation
- 5) The expected total return from income and the appreciation of investments
- 6) Other resources of BBI
- 7) The investment policies of BBI

The June 30, 2025 endowment fund balances are disclosed in Note 6 of these consolidated financial statements. All net assets with donor restrictions are considered endowment funds and the changes in these funds are disclosed in the consolidated statement of activities. BBI also has funds without donor restrictions. Some of these funds are designated as board designated and board endowed funds. The following schedules disclose the June 30, 2025 balances of these restricted endowment funds, as well as the changes in the funds.

Changes in endowment net assets for the fiscal year ended June 30:

	2025
Endowment net assets, beginning of year	\$ 10,799,564
Investment income	314,323
Net realized and unrealized gains	871,804
Contributions	341,109
Appropriation of endowment assets for expenditure	(814,911)
Endowment net assets, end of year	\$ 11,511,889

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 5: Endowment:** (continued)

Funds with deficiencies - From time to time, certain donor-restricted endowment funds may have fair values less than the amount required to be maintained by donors or by law (underwater endowments). We have interpreted UPMIFA to permit spending from underwater endowments in accordance with prudent measures required under law. There were no such deficiencies as of June 30, 2025.

Return objectives and risk parameters - BBI has adopted investment and spending policies for endowment assets that attempt to provide a long-term goal designed to maximize returns without exposure to undue risk. It is understood that fluctuating rates of return are characteristic of the securities markets. The primary concern is consistency of total portfolio return. Endowment assets include those assets of donor-restricted funds that BBI must hold in perpetuity or for a donor-specified period as well as board designated funds. Under this policy, as approved by BBI, the endowment assets are invested in a manner that is intended to produce results while assuming a moderate level of investment risk. Actual returns in any given year may vary from this amount. The portfolio is invested to minimize the likelihood of significant low negative total returns.

Strategies employed for achieving objectives - To satisfy its long-term rate-of-return objectives, BBI 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). BBI 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. Each year the portfolio will be rebalanced back to their targeted asset allocation.

Spending policy - BBI has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by the endowment funds while seeking to maintain the purchasing power of the endowment assets.

**Note 6: Net assets:**

Net assets have been classified as with or without donor restriction, per ASU 2016-14. Net assets without donor restrictions have been further classified as current operating, board designated, board endowed, and plant funds. Each of these types of funds is described below.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 6: Net assets:** (continued)

**Net assets without donor restrictions:**

***Current operating*** - Current operating funds can be used for any purpose consistent with the activities of BBI, as indicated in the corporate charter, constitution and bylaws. Current operating net assets from BBI were \$5,439,046 at June 30, 2025.

Claymont's current operating net deficit was \$(1,478,065) at June 30, 2025.

***Board designated funds*** - These funds have been designated for a specific use as indicated by the B'nai B'rith International Convention, Executive Board of Directors, or other BBI committees empowered to designate the use of funds. Board designated funds include the following:

*Regional reserves* - BBI holds reserve funds set aside for each of its 17 regions. Each region can use its reserve to enhance local programming. These reserves totaled approximately \$318,114 at June 30, 2025.

*Philanthropic funds* - The Foundation is the administrator of several philanthropic funds, the general terms of which provide the Foundation with ultimate authority and control over the funds and revenue there from. The Foundation determines distributions from the funds. Recommendations from the donors concerning distributions are considered advisory. The balances in these funds were approximately \$1,583,163 at June 30, 2025.

*Other* - Other board designated funds include amounts reserved for future expenditures related to senior services, purchases of property and equipment, and other programmatic expenditures. The related committees determine distributions from the funds. The balances in these were approximately \$5,900,131 at June 30, 2025.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 6: Net assets:** (continued)

**Net assets without donor restrictions:** (continued)

**Board endowed funds** - These funds have been designated as endowments as indicated by the B'nai B'rith International Convention, Board of Governors, or other BBI committees empowered to restrict the use of funds. Board endowed funds include the following:

*Endowment Fund of the B'nai B'rith Foundation of the United States* - At various times, both the Executive Board of Directors and B'nai B'rith subordinate units have, within their respective authorities, earmarked the principal of certain gifts or funds as endowed. The general provisions of Endowment Fund policies, as approved by the Executive Board of Directors, are as follows:

- The Executive Board of Directors may authorize loans from the board endowed funds to the Youth Agencies or the B'nai B'rith General Fund. The loans shall be in amounts required for working capital and shall be repaid in a reasonable period of time not exceeding ten years, as set forth at the time of the loan. No loans from restricted funds shall be authorized.
- Funds borrowed from board endowed funds shall bear interest at a rate no less than that earned by the Fund, as determined by the Investment Committee, and shall be paid annually.

Total board endowed funds were \$7,271 at June 30, 2025.

**Net assets with donor restrictions:**

BBI maintains various donor restricted funds which are expendable for purposes designated by the source of the net assets. The source of some of these net assets is the income and appreciation generated from net assets with donor restrictions. Net assets with donor restrictions subject to the passage of time or expenditure for a specified purpose were \$6,560,319 at June 30, 2025. During the years ended June 30, 2025, net assets released from restrictions were as follows:

	2025
<u>Purpose:</u>	
CRT payments	\$ 96,091
B'nai B'rith programs	346,502
Awards	315,618
Educational grants and scholarships	56,700
Net assets released from restrictions	\$ 814,911

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 6: Net assets:** (continued)

**Net assets with donor restrictions:** (continued)

Donors have made gifts of restricted funds to be held in perpetuity as follows:

*Endowment Fund of the B'nai B'rith Foundation of the United States* - The Endowment Fund also receives restricted gifts to be held in perpetuity in addition to the board endowed legacies and gifts as described above. Net assets with donor restrictions in the Endowment Fund were \$5,543,530 at June 30, 2025.

**Note 7: Heritage Annuity Trust Program of B'nai B'rith:**

Under the Heritage Annuity Trust Program of B'nai B'rith, the Foundation was the trustee of 3 charitable remainder trusts at June 30, 2025. The terms of each trust provide for an annuity to be paid for life to each beneficiary named by the contributor. The Foundation is not liable to fund these annuities. Upon the death of the last beneficiary, the trust terminates and the net assets of the trust pass to the Foundation's Endowment Fund as board restricted funds.

Total assets of these charitable remainder trusts for this program were \$958,269 at June 30, 2025, and are reported at fair market value in BBI's consolidated statements of financial position.

Collectively, the present value of annuities payable by charitable remainder trusts administered by the Foundation was \$620,463 at June 30, 2025. On an annual basis, BBI 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 discount rates ranging from 4.40% to 9.00% and applicable mortality rates.

In addition, the Foundation also administered 43 charitable gift annuities at June 30, 2025. The present value of annuities payable pursuant to charitable gift annuity agreements was \$507,945 at June 30, 2025, calculated using discount rates from 4.40% to 9.00% and applicable mortality rates.

Relief of liabilities related to split interest agreements in the year ended June 30, 2025 were \$13,707.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 7: Heritage Annuity Trust Program of B'nai B'rith: (continued)**

Designated charitable gift annuity reserve - BBI has earmarked certain securities as a reserve fund to ensure the payment of annuities obligated by charitable gift annuity agreements. BBI intends for the fair market value of these securities to always exceed, by at least 10%, the estimated payments to be made under these agreements, as determined by actuarial projections. The balance in this reserve was \$1,739,908 at June 30, 2025. The estimated payments were \$507,945 at June 30, 2025. The State of New York mandates this reserve and restricts the types of investments that can be purchased in this reserve fund.

**Note 8: Commitments and contingencies:**

During 2014, BBI entered into a 12-year noncancelable operating lease agreement for office space in Washington, DC. The lease has an initial term starting July 1, 2014 and expires June 30, 2026 with an option to renew for an additional five year term. The lease calls for monthly base rental payments plus additional rent for operating expense and real estate taxes as described in the operating lease agreement.

In November 2015, BBI extended its original operating lease agreement entered into in May 2006 for 8 years related to office space in New York, NY. The amended lease had an initial term starting August 1, 2016 and was set to expire July 31, 2024. Before expiring, the lease was amended to extend the term through July 31, 2029. The lease calls for fixed monthly rent payments as described in the operating lease agreement.

BBI accounts for its leases under the guidance within Accounting Standards Update (ASU) 2016-02, Leases (Topic 842), which requires lessees to recognize assets and liabilities arising from operating leases on the balance sheet. BBI has made an accounting policy election to use the interest rate on their SBA loan as its discount rate when calculating the value of its right of use assets and lease liabilities. The right of use assets and the lease liabilities for the original leases are calculated using a discount rate of 2.75%. The new NY lease is for a smaller floor and a decrease in monthly lease payments; therefore it is considered a separate agreement. For this lease, the U.S Treasury rate of 4.66% at date of inception was use as the discount rate.

Effective September 2025, BBI entered into a lease agreement for office space in Washington, DC for 12 years. The lease calls for monthly base rental payments plus additional rent for operating expense and real estate taxes as described in the operating lease agreement.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

**June 30, 2025**

**Note 8: Commitments and contingencies:** (continued)

Maturities of these operating lease liabilities for the years ending June 30 are as follows:

	2026	\$	739,980
	2027		122,777
	2028		125,328
	2029		127,931
	2030		10,679
			1,126,695
Less: interest			(59,102)
Present value of lease liabilities		\$	1,067,593

Additional information about the BBI's leases as of June 30 is as follows:

		2025
Lease costs:		
Operating lease costs	\$	553,959
Cash paid for amounts included in the measurement of lease liabilities:		
Operating cash flows from operating leases	\$	733,556
Right of use assets obtained in exchange for:		
New operating lease liabilities	\$	-
Weighted-average remaining lease term:		
Operating leases		2.33 years
Weighted-average discount rate:		
Operating leases		3.60%

BBI's employees, subject to some exclusions, are members of the Executive Staff Associations of B'nai B'rith International. BBI's contract with the union is extended each year unless one of the parties terminates or modifies the agreement.

BBI maintains its cash balances at various financial institutions. The accounts at each of these institutions are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to certain limits. At various times throughout the year, cash balances at these institutions exceeded the federally insured limits. BBI has not experienced any losses with respect to its cash balances.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 8: Commitments and contingencies:** (continued)

In the normal course of business, BBI is involved in matters of litigation. As of June 30, 2025, management believes there are no legal matters that are likely to result in a material loss; therefore, no amounts have been included in these financial statements.

On October 4, 2011, Claymont entered into a ground lease. The ground lease has term of 99 years commencing on October 4, 2011. In accordance with the agreement, Claymont paid rent totaling \$450,000 at lease commencement and annual base rent of \$1 per year for the remainder of the lease term. As of June 30, 2025, the future minimum lease payments are not material to the financial statements; and, therefore no lease liability has been established.

Amortization of the right of use asset for the year ended June 30, 2025 was \$6,818 and is included in the amortization expense on the consolidated statement of functional expenses. On June 30, 2025, the right of use asset was \$388,638.

Claymont has also executed a Housing Assistance Payments Contract (HAP Contract) with HUD. the HAP Contract regulates the Property as to rent charges and operating methods. The Property may not increase rents charged to residents without prior HUD approval. A significant portion of the Property's rental revenue is received from HUD.

The property is managed by FHRC Management Corporation (the Agent), an affiliate of Claymont. In accordance with the management agent certification, the Agent earns management fees equal to 5.26% of gross collections, as approved by HUD. In accordance with the management agreement, the Agent earns management fees equal to 5.26% of gross cash receipts from operations, and a data processing and accounting fee of \$5 per unit per month. For the year ended June 30, 2025, property management fees totaled \$177,540. As of June 30, 2025, accrued property management fees were \$30,009.

Pursuant to the terms of the incentive management agreement, Claymont is to pay the limited partner, Connolly Claymont LLC, a non-cumulative, annual incentive management fee equal to the remaining cash flow, if any, for any year after paying all other amounts owed in the order and priority provided in the partnership agreement between Claymont, Connolly Claymont, LLC. The incentive management fee shall be earned and payable only to the extent of cash flow in any year pursuant to the partnership agreement. Incentive management fees earned during the year ended June 30, 2025, were \$1,096,299.

As of June 30, 2025, accrued incentive management fees were \$591,330.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 9: Functional allocation of expenses:**

The costs of providing various programs and other activities have been summarized in the consolidated statements of functional expenses. Accordingly, certain costs have been allocated among program and supporting services benefited using various cost allocation techniques. Salaries, related payroll taxes and employee benefits are allocated based on the estimated percentage of time each employee spends on each program or management activity. Occupancy and related expenses are allocated based on the estimated proportion of square footage of each employee's office to the total square footage of the office. Administrative expenses are applied as overhead at the end of the year based on the same allocations as salaries. All other expenses are allocated based on the invoices received for the expense and the specific program/activity that the invoice relates to.

**Note 10: Loans:**

On June 20, 2020, BBI received loan proceeds in the amount of \$150,000 from the U.S. Small Business Administration. The SBA, established under Section 7(b) of the Small Business Act, provides loans to qualifying businesses to use as working capital to alleviate economic injury caused by disasters. Combined monthly principal and interest payments of \$641 began on June 20, 2021, and the remaining principal and interest will be payable over a term of 30 years. Interest accrues on the loan at an annual rate of 2.75% and will only accrue on funds advanced to BBI.

Future minimum payments on the above loans for the years ending June 30,

2026	\$	3,932
2027		4,041
2028		4,154
2029		4,269
2030		4,388
Thereafter		112,590
	\$	133,374

On September 1, 2020, Claymont entered into a mortgage loan agreement with KeyBank National Association.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 10: Loans:** (continued)

The agreement, among other items, includes the following:

- a) An original mortgage loan of \$12,000,000;
- b) An interest rate of 2.18% per annum;
- c) Monthly payments of principal and interest of \$40,869 beginning November 1, 2020;
- d) A term of 35 years, maturing on October 1, 2055; and
- e) Prepayment penalties as specified in the loan agreement.

The obligation of Claymont under the loan agreement is secured by a mortgage and security interest on the Property and all property and equipment and an assignment of any rents or income to be derived from the property.

Principal and interest payments for the next five years and thereafter are approximately as follows:

2026	\$	489,963
2027		489,953
2028		489,943
2029		489,933
2030		489,921
Thereafter		8,167,136
		\$ 10,616,849

**Note 11: Related party:**

BBI entered into an affiliation agreement with the American Jewish International Relations Institute ("AJIRI") in August 2020, where AJIRI's ordinary course of activities continued, subject to the approval and supervision of BBI. BBI and AJIRI co-program events, webinars, and meetings, and BBI supervises AJIRI's professional staff. AJIRI maintains independent finances, but BBI receives donations earmarked for AJIRI's activities, which are held in a segregated fund. BBI distributes these funds to AJIRI's operating account upon request.

This agreement was extended until August 2023 and continued on an informal basis afterwards. For the year ended June 30, 2025, BBI made payments under this agreement in the amount of \$53,241, BBI received \$174,789 in contributions designated for AJIRI and released \$199,789 to AJIRI.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 12: Intangible assets:**

During 2022 and 2023, BBI incurred additional website development costs for a new website. BBI accounts for these development costs in accordance with ASC 350-40 (*Accounting for Internal Use Software Costs*). Under ASC 350-40, all costs related to the planning activities of software and website development costs are expensed as incurred. Costs incurred as part of the application development stage can be capitalized, and costs associated with post implementation should be expensed as incurred. These purchases are stated at cost and are amortized over an estimated useful life of 3-5 years.

Intangible assets consist of the following at June 30:

	2025
Website development costs	\$ 27,378
Less: accumulated amortization	(16,428)
Website development, net	\$ 10,950

Amortization expense for the year ended June 30, 2025 was \$5,476.

Estimated future amortization expense is as follows for the years ending June 30:

2026	\$ 5,476	
2027	5,474	
	\$ 10,950	

**Note 13: Concentrations:**

For the year ended June 30, 2025, no donor accounted for over 10% of the BBI's total revenue (excluding Claymont rental income).

For the year ended June 30, 2025, four donors accounted for approximately 95% of BBI's receivables.

**Note 14: Retirement plan:**

BBI filed for distress termination of its pension plan (the Plan) with Pension Benefit Guaranty Corporation (PBGC). The Plan was terminated retroactively on April 30, 2011 and PBGC was appointed as the trustee of the Plan on September 11, 2012.

**B'nai B'rith International and Subsidiaries**  
**Notes to Consolidated Financial Statements**

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**June 30, 2025**

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**Note 14: Retirement plan:** (continued)

In July 2013, BBI and PBGC entered into a settlement agreement for distress termination of BBI's pension plan. The settlement had an eleven year term beginning with the 2013 - 2014 fiscal year through and including the 2023 - 2024 fiscal year. Minimum annual payments were the greater of the minimum annual payment or 15% of any positive excess as defined in the agreement. For the year ended June 30, 2024, there was an additional expense incurred under this agreement, totaling to \$275,869. This was the final payment. There was no additional expense incurred under this agreement for 2025.

**Note 15: Subsequent events:**

Subsequent events have been evaluated through May 4, 2026, which is the date the consolidated financial statements were available to be issued.

**SUPPLEMENTARY  
INFORMATION**

Independent Auditor's Report on Supplementary Information

**To the Executive Board of Directors  
B'nai B'rith International and Subsidiaries**  
Washington, DC

We have audited the consolidated financial statements of B'nai B'rith International and Subsidiaries as of and for the year ended June 30, 2025, and have issued our report thereon dated May 4, 2026 which contained an unmodified opinion on those consolidated financial statements. Our audit was performed for the purpose of forming an opinion on the consolidated financial statements as a whole. The statements of financial position and activities for B'nai B'rith Foundation of the United States are presented for the purposes of additional analysis and are not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.



SNYDER COHN, PC  
North Bethesda, Maryland  
May 4, 2026



**B'nai B'rith Foundation of the United States**

**Statement of Financial Position  
(Supplementary Information)**

**June 30, 2025**

	Without Donor Restrictions			Total	With Donor Restrictions	Total
	Current Operating	Board Designated	Board Endowed			
<b>Assets:</b>						
Cash and cash equivalents	\$ -	\$ 63,437	\$ -	\$ 63,437	\$ 342,078	\$ 405,515
Investments	-	3,434,697	4,450	3,439,147	6,624,260	10,063,407
Interfund receivable	-	393,159	2,821	395,980	415,133	811,113
<b>Total assets</b>	<b>\$ -</b>	<b>\$ 3,891,293</b>	<b>\$ 7,271</b>	<b>\$ 3,898,564</b>	<b>\$ 7,381,471</b>	<b>\$ 11,280,035</b>
<b>Liabilities and net assets:</b>						
<b>Liabilities</b>						
Interfund payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Annuities payable	-	507,945	-	507,945	-	507,945
<b>Total liabilities</b>	<b>-</b>	<b>507,945</b>	<b>-</b>	<b>507,945</b>	<b>-</b>	<b>507,945</b>
<b>Net assets</b>	<b>-</b>	<b>3,383,348</b>	<b>7,271</b>	<b>3,390,619</b>	<b>7,381,471</b>	<b>10,772,090</b>
<b>Total liabilities and net assets</b>	<b>\$ -</b>	<b>\$ 3,891,293</b>	<b>\$ 7,271</b>	<b>\$ 3,898,564</b>	<b>\$ 7,381,471</b>	<b>\$ 11,280,035</b>

See Independent Auditor's Report on Supplementary Information

## B'nai B'rith Foundation of the United States

### Statement of Activities (Supplementary Information)

**For the year ended June 30, 2025**

	Without Donor Restrictions				With Donor Restrictions	Total
	Current Operating	Board Designated	Board Endowed	Total		
<b>Support and revenue:</b>						
Contributions and other support	\$ -	\$ 10,000	\$ -	\$ 10,000	\$ 290,832	\$ 300,832
Legacies and bequests	366,807	56,860	-	423,667	392,449	816,116
Income from investments	-	142,741	-	142,741	180,117	322,858
Realized and unrealized gains	-	95,724	-	95,724	540,021	635,745
Transfers	(144,167)	(145,454)	-	(289,621)	(357,154)	(646,775)
<b>Total support and revenue</b>	<b>222,640</b>	<b>159,871</b>	<b>-</b>	<b>382,511</b>	<b>1,046,265</b>	<b>1,428,776</b>
<b>Expenses:</b>						
Consulting/contractors	67,144	-	-	67,144	-	67,144
Grants/allocations	155,496	-	-	155,496	-	155,496
<b>Total expenses</b>	<b>222,640</b>	<b>-</b>	<b>-</b>	<b>222,640</b>	<b>-</b>	<b>222,640</b>
<b>Change in net assets</b>	<b>-</b>	<b>159,871</b>	<b>-</b>	<b>159,871</b>	<b>1,046,265</b>	<b>1,206,136</b>
Net assets - beginning	-	3,223,477	7,271	3,230,748	6,335,206	9,565,954
<b>Net assets - ending</b>	<b>\$ -</b>	<b>\$ 3,383,348</b>	<b>\$ 7,271</b>	<b>\$ 3,390,619</b>	<b>\$ 7,381,471</b>	<b>\$ 10,772,090</b>

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Snyder Cohn, PC  
CPAs and Trusted Advisors  
11200 Rockville Pike, Suite 415  
North Bethesda, MD 20852  
[www.snydercohn.com](http://www.snydercohn.com)  
301-652-6700