ONE FAMILY FUND

Financial Statements as of
December 31, 2018
Together with
Independent Auditor's Report

Bonadio & Co., LLP
Certified Public Accountants

Bonadio & Co., LLP
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

September 30, 2020

The Board of Directors of
One Family Fund:

We have audited the accompanying financial statements of One Family Fund, which comprise the balance sheet as of December 31, 2018, and the related statements. of activities, 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 the 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 from 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 the assessment of the risks of 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.

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INDEPENDENT AUDITOR'S REPORT
(Continued)

Opinion
In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of One Family Fund as of December 31, 2018, 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.

Change in Accounting Principle
As described in Note 2 to the financial statements, One Family Fund implemented Accounting Standards Update 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*, and the effects have been included in these financial statements. Our opinion is not modified with respect to this matter.

Bonadio & Co., LLP

ONE FAMILY FUND

BALANCE SHEET
DECEMBER 31, 2018

ASSETS		
Cash	$	155,694
Investments		52,902
Contributions Receivable		118,000
Prepaid Expenses		4,998
Security Deposit		4,140
Total assets	$	335,734
LIABILITIES AND NET ASSETS		
LIABILITIES:		
Accounts payable and accrued expenses	$	21,234
Total liabilities		21,234
NET ASSETS:		
Without donor restrictions		307,179
With donor restrictions		7,321
Total net assets		314,500
Total liabilities and net assets	$	335,734

The accompanying notes are an integral part of these statements.

ONE FAMILY FUND

STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2018

	Without donor restrictions	With donor restrictions	Total
REVENUES, GAINS, AND OTHER SUPPORT:			
Contributions	$ 1,049,394	$ 317,087	$ 1,366,481
Interest and dividend income	3,182	-	3,182
Loss on investments	(7,837)	-	(7,837)
Rental income	7,800	-	7,800
Other revenue	26,891	-	26,891
Net assets released from restrictions	356,260	(356,260)	-
Total revenues, gains and other support	1,435,690	(39,173)	1,396,517
EXPENSES:			
Program services -			
Israel projects and programs	906,874	-	906,874
Education	69,127	-	69,127
Total program services	976,001	-	976,001
Supporting services -			
Management and administration	191,793	-	191,793
Fund raising	375,800	-	375,800
Total supporting services	567,593	-	567,593
Total expenses	1,543,594	-	1,543,594
CHANGE IN NET ASSETS	(107,904)	(39,173)	(147,077)
NET ASSETS - beginning of year	415,083	46,494	461,577
NET ASSETS - end of year	$ 307,179	$ 7,321	$ 314,500

The accompanying notes are an integral part of these statements.

ONE FAMILY FUND

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2018

	Program Services			Supporting Services			
	Israel Projects and Programs	Education	Total Program Services	Management and General	Fundraising	Total Supporting Services	Total
Salaries and wages	$ -	$ 16,500	$ 16,500	$ 47,291	$ 157,049	$ 204,340	$ 220,840
Payroll taxes and employee benefits	-	2,371	2,371	10,310	22,743	33,053	35,424
Grants to Israel - One Family	880,000	-	880,000	-	-	-	880,000
Professional fees and consulting	-	9,394	9,394	81,730	57,302	139,032	148,426
Office expenses	-	-	-	11,724	46,115	57,839	57,839
Rent	21,960	10,980	32,940	9,883	12,078	21,961	54,901
Advertising	-	-	-	-	45,351	45,351	45,351
Travel	-	12,573	12,573	-	12,573	12,573	25,146
Bank charges	-	-	-	22,143	-	22,143	22,143
Postage and shipping	-	5,486	5,486	-	16,458	16,458	21,944
Conference	-	7,500	7,500	-	-	-	7,500
Insurance	2,261	1,130	3,391	1,018	1,243	2,261	5,652
Telephone	-	3,193	3,193	2,131	-	2,131	5,324
State registration fees	-	-	-	-	3,479	3,479	3,479
Printing	-	-	-	-	1,067	1,067	1,067
Miscellaneous	2,653	-	2,653	5,563	342	5,905	8,558
Total expenses reported by function	$ 906,874	$ 69,127	$ 976,001	$ 191,793	$ 375,800	$ 567,593	$ 1,543,594

ONE FAMILY FUND

STATEMENTS OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2018

CASH FLOW FROM OPERATING ACTIVITIES:	
Change in net assets	$ (147,077)
Adjustments to reconcile change in net assets to net cash flow from operating activities:	
Loss on investments	7,837
Changes in:	
Contributions receivable	(26,750)
Prepaid expenses	2,884
Accounts payable and accrued expenses	(11,889)
Net cash flow from operating activities	(174,995)
CASH FLOW FROM INVESTING ACTIVITIES:	
Proceeds from sales of investments	1,092
Purchase of investments	(3,543)
Net cash flow from investing activities	(2,451)
CHANGE IN CASH	(177,446)
CASH - beginning of year	333,140
CASH - end of year	$ 155,694

The accompanying notes are an integral part of these statements.

1. THE ORGANIZATION

One Family Fund (the "Organization") was incorporated on November 6, 2000 in the State of New York. The Organization was formed to raise funds to meet the needs of the people in Israel in emergency situations by providing medical, economic and humanitarian aid to victims of terror. The Organization provides education and awareness to those in the United States about the plight of the victims of terror in Israel. The Organization is supported primarily through donor contributions.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting
The financial statements are prepared on the accrual basis of accounting.

Change in Accounting Principle
In August 2016, the Financial Accounting Standard Board (FASB) issued Account Standards Update (ASU) 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*, with the purpose of improving financial reporting by not-for-profit (NFP) entities.

ASU 2016-14 changes the presentation and accounting of non-profit organization's financial statements including:

- Reducing the number of classes of net assets from three to two (net assets with donor restriction and net assets without donor restriction);

- Requiring the presentation of expenses in both natural and functional classifications;

- Eliminating the requirement to disclose the components of investment return as well as reporting investment return net of external and direct internal investment expenses; and

- Requiring qualitative and quantitative disclosure regarding an entity's liquidity and availability of resources.

ASU 2016-14 is effective for the Organization's fiscal year ending December 31, 2018.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America 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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash

Financial instruments which potentially subject the Organization to a concentration of credit risk are cash accounts with financial institutions which at times during the year may exceed FDIC insurance limits.

Investments

Investments are recorded at fair value. The Organization invests in various investment securities. Investment securities, in general, are exposed to various risks such as interest rate, credit, and overall market volatility risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term, based on the markets' fluctuations, and that such changes could materially affect the Organization's financial statements.

Contributions Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. Conditional promises to give are not included as support until the conditions are substantially met. At December 31, 2018, all contributions receivable are due within one year.

Allowance for Doubtful Accounts

The allowance for doubtful accounts is based on the age of the contribution receivable, a review of payments subsequent to year end, and management's evaluation of the collectability of the related receivable. Interest is not accrued or recorded on outstanding receivables. Management has determined that as of December 31, 2018 no allowance is deemed necessary.

Fixed Assets

Fixed assets are stated at cost. It is the Organization's policy to capitalize assets of $1,000 or greater with estimated useful lives of more than one year. Depreciation is computed on the straight-line method over the estimated useful lives of the fixed assets. Half-year depreciation is utilized in the year of acquisition. Items purchased at the end of the fiscal year are not depreciated in their first year. As of December 31, 2018, equipment, furniture and fixtures of $135,690 are fully depreciated.

Net Assets

Net assets without donor restrictions include funds having no restriction as to use or purpose imposed by donors.

Net assets with donor restrictions are those whose use has been limited by donors to a specific time period or purpose.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions
Unconditional contributions, including promises to give cash and other assets, are reported at fair value at the date the contribution is received. The gifts are reported to net assets with donor restrictions 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, net assets with donor restrictions are reclassified as net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Rental Income
Rental income is recognized based on signed rental agreements, which is on a month-to-month basis.

Grants to Israel - One Family
All transmissions to One Family Fund - Israel, or other charitable institutions in Israel and the United States, are made pursuant to authorization by the Board of Directors of the Organization.

Rent Expense
The Organization has an operating lease which is reflected on the straight-line basis. Deferred rent is recorded when there are material differences between the fixed payment and the rent expense.

Advertising
Advertising costs are expensed as incurred.

Functional Expenses
The costs of providing the Organization's programs and other activities have been summarized on a functional basis. Salaries and related benefits are allocated based on the estimated time spent on the various functions. Rent expense is allocated based on estimates of the space utilized for each function. Insurance is allocated based on rent. Other expenses are allocated based on the function benefited.

Tax Status
The Organization is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. The Organization has been recognized by the Internal Revenue Service as an entity that is not a private foundation.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value Measurements

Fair Value Measurements establishes a framework for measuring fair value. The 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 are described below. Level 1 inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that Access 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.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2018 as compared to earlier periods.

Common stocks - Valued at the closing price reported on the active market on which the individual securities are traded.

State of Israel bonds - Valued at their face amounts, which approximate fair value.

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 Organization 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 fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the assets at fair value as of December 31, 2018:

	Level 1	Level 2	Level 3	Total
Common stocks	$ 36,797	$ -	$ -	$ 36,797
State of Israel bonds	-	11,440	-	11,440
Total investments at fair value	$ 36,797	$ 11,440	$ -	48,237
Cash and cash equivalents				4,665
				$ 52,902

3. LIQUIDITY

The Organization is substantially supported by contributions including those with donor restrictions. Because a donor restriction requires resources to be used in a particular manner or in a future period, the Organization must maintain sufficient resources to meet those responsibilities to its donors. Thus, financial assets may not be available for general expenditure within one year. As of December 31, 2018, the following financial assets are available for expenditure within one year of the balance sheet date to meet general expenditures:

Financial assets:	
Cash	$ 155,694
Investments	52,902
Contributions receivable	118,000
Total	326,596
Less: amounts not available to meet general expenditures within one year due to:	
Donor restricted	(7,321)
Financial assets available to meet cash needs for general expenditures within one year	$ 319,275

4. RENT

The Organization rents space on their lease which has been extended through December 31, 2020. Future minimum annual lease payments are as follows:

2019	$ 21,240
2020	21,540
	$ 42,780

Rent expense for the year ended December 31, 2018 was $54,901.

5. RELATED PARTY TRANSACTIONS

During the year ended December 31, 2018, the Organization incurred $37,574 of professional fees that were provided by an Officer of the Board of Directors.

6. NET ASSETS WITH DONOR RESTRICTIONS

Net Assets with Donor Restrictions changed during 2018 as follows:

	1/1/2018	Additions	Releases	12/31/2018
Net assets with donor restrictions:				
Ari Fuld	-	12,386	(12,383)	3
Ben Gal Family	-	11,232	(11,232)	-
Boris Valverde Adopt a Family	-	9,000	(9,000)	-
Buchris Family	-	1,591	(1,591)	-
Camp Timberlane	46,494	54,500	(100,994)	-
Cross Israel Hike	-	2,200	-	2,200
Cross Israel Hike - Conference on Women's empowerment	-	12,929	(12,929)	-
Financial and emotional assistance	-	40,000	(40,000)	-
For orphans of both parents	-	25,000	(25,000)	-
Henkin Fund	-	882	(882)	-
Kalangel Family	-	250	(250)	-
Kolman Family	-	5,459	(5,459)	-
Kupinsky Family	-	3,000	(3,000)	-
OF Summer Camp	-	36,500	(36,000)	500
Ovadia Fund	-	8,096	(8,096)	-
Salomon Family	-	18	-	18
Shevach Family	-	17,233	(17,233)	-
Shira & Amichai Isran	-	10,711	(10,711)	-
Twinning Blackman Family	-	1,800	-	1,800
Twinning David Biliah	-	1,800	(1,800)	-
Twinning Goldmacher Family	-	1,800	(1,800)	-
Twinning Holaring Family	-	3,500	(2,500)	1,000
Twinning Mark Family	-	1,800	(1,800)	-
Twinning Peretz Family	-	1,800	(1,800)	-
Twinning Rivkin Family	-	1,800	(1,800)	-
Twinning Schwarz Family	-	1,800	-	1,800
Youth Summer camp	-	50,000	(50,000)	-
Total net assets with donor restrictions	$ 46,494	$ 317,087	$ (356,260)	$ 7,321

7. SUBSEQUENT EVENTS

The United States is presently in the midst of a national health emergency related to a virus, commonly known as Novel Coronavirus (COVID-19). The overall consequences of COVID – 19 on a national, regional and local level are unknown, but it has the potential to result in a significant economic impact. The impact of this situation on the Organization and its future results and financial position is not presently determinable.

Subsequent events have been evaluated through September 30, 2020, which is the date the financial statements were available to be issued.