TSCHOPP, WHITCOMB & ORR, P.A.
Certified Public Accountants
2600 Maitland Center Parkway ◆ Suite 330 ◆ Maitland, Florida 32751
Phone: (407) 875-2760 ◆ Fax: (407) 875-2762

March 30, 2006

The Board of Directors
Jewish Family Services of Greater Orlando, Inc.

Dear Members:

We have audited the financial statements of Jewish Family Services of Greater Orlando, Inc, for the year ended December 31, 2005 and have issued our report thereon, dated March 30, 2006. In planning and performing our audit of the financial statements, we considered the internal control structure of Jewish Family Services of Greater Orlando, Inc. in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure. A material weakness is a condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be material weaknesses under standards established by the American Institute of Certified Public Accountants. However, we noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended solely for the information and use of the Board of Directors, management, and others within the Organization.

Very truly yours,

TSCHOPP, WHITCOMB & ORR, P.A.

Thomas R. Tschopp
Principal

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Financial Statements

JEWISH FAMILY SERVICES OF GREATER ORLANDO, INC.

December 31, 2005

JEWISH FAMILY SERVICES OF GREATER ORLANDO, INC.

Financial Statements

December 31, 2005

(With Independent Auditors' Report Thereon)

JEWISH FAMILY SERVICES OF GREATER ORLANDO, INC.

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Certified Public Accountants
2600 Maitland Center Parkway ◆ Suite 330 ◆ Maitland, Florida 32751
Phone: (407) 875-2760 ◆ Fax: (407) 875-2762

Independent Auditors' Report

The Board of Directors
Jewish Family Services of Greater Orlando, Inc.

We have audited the accompanying statement of financial position of Jewish Family Services of Greater Orlando, Inc. (the Organization) as of December 31, 2005, and the related statements of activities and changes in net assets, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on the 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Jewish Family Services of Greater Orlando, Inc. as of December 31, 2005, and the changes in its net assets and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Tschopp, Whitcomb & Orr, P.A.

March 30, 2006

JEWISH FAMILY SERVICES OF GREATER ORLANDO, INC

Statement of Financial Position

December 31, 2005

Assets

Cash and cash equivalents	$ 519,622
Investments held by T.O.P. (note 2)	644,656
Food pantry inventory	7,851
Property and equipment (notes 3 and 4)	1,088,901
Other	1,700
Total assets	$ 2,262,730

Liabilities and Net Assets

Liabilities:	
Accounts payable and accrued expenses	$ 29,438
Mortgage payable (note 4)	170,810
Deferred revenue	10,000
Total liabilities	210,248
Net assets:	
Unrestricted	1,385,949
Temporarily restricted	406,633
Permanently restricted	259,900
Total net assets	2,052,482
Total liabilities and net assets	$ 2,262,730

See accompanying notes to financial statements.

JEWISH FAMILY SERVICES OF GREATER ORLANDO, INC.

Statement of Activities and Changes in Net Assets

Year ended December 31, 2005

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Public support and revenue:				
Public support:				
Contributions:				
Jewish Federation of Greater Orlando	$ 147,069	-	-	147,069
United Way	140,199	-	-	140,199
Kinneret	54,060	-	-	54,060
Individuals and others	459,072	255,050	-	714,122
In-kind contribution	48,420	-	-	48,420
Special events (net of direct costs - $55,490)	205,487	-	-	205,487
Total public support	1,054,307	255,050	-	1,309,357
Revenue:				
Program fees	56,675	-	-	56,675
Financial assistance reimbursements	64,106	-	-	64,106
Investment income	16,491	-	-	16,491
Rental income	30,210	-	-	30,210
Income from T.O.P. investments (note 2)	39,706	-	-	39,706
Total revenue	207,188	-	-	207,188
Net assets released from restrictions	112,525	(112,525)	-	-
Total public support and revenue	1,374,020	142,525	-	1,516,545
Program Expenses:				
Counseling	368,886	-	-	368,886
Kids Konnect	121,411	-	-	121,411
Emergency Services	366,772	-	-	366,772
Volunteers	66,620	-	-	66,620
Adoption	89,624	-	-	89,624
Chaplaincy	102,247	-	-	102,247
Total program expenses	1,115,560	-	-	1,115,560
Support services:				
Management and general	158,139	-	-	158,139
Fund raising	27,533	-	-	27,533
Total support services	185,672	-	-	185,672
Total expenses	1,301,232	-	-	1,301,232
Changes in net assets	72,788	142,525	-	215,313
Net assets, beginning of year	1,313,161	264,108	259,900	1,837,169
Net assets, end of year	$ 1,385,949	406,633	259,900	2,052,482

See accompanying notes to financial statements.

JEWISH FAMILY SERVICES OF GREATER ORLANDO, INC.

Statement of Functional Expenses

Year ended December 31, 2005

	Program Services							Supporting Services			
	Counseling	Kids Konnect	Emergency Services	Volunteers	Adoption	Chaplaincy	Total Programs	Management and General	Fund Raising	Total	Total Expenses
Salaries and related expenses	$ 285,857	69,776	184,569	53,270	72,777	84,031	750,280	114,749	17,654	132,403	882,683
Specific assistance to individuals	5,973	-	87,233	-	-	-	93,206	-	-	-	93,206
Food pantry	-	-	48,420	-	-	-	48,420	-	-	-	48,420
Service and supplies	5,951	37,568	2,802	2,612	2,176	1,276	52,385	-	-	-	52,385
Transportation	-	-	6,541	-	-	-	6,541	-	-	-	6,541
Professional fees	13,478	-	-	-	-	-	13,478	20,258	-	20,258	33,736
Interest expense	3,713	906	2,397	692	945	1,091	9,744	1,490	229	1,719	11,463
Telephone	3,036	741	1,961	566	773	893	7,970	1,219	188	1,407	9,377
Postage	1,718	419	1,109	320	437	505	4,508	690	106	796	5,304
Occupancy	18,348	4,479	11,847	3,419	4,671	5,394	48,158	7,365	1,133	8,498	56,656
Staff development	3,154	770	2,036	588	803	927	8,278	1,266	195	1,461	9,739
Depreciation	8,759	2,138	5,656	1,632	2,230	2,575	22,990	3,516	541	4,057	27,047
Insurance	3,924	958	2,534	731	999	1,154	10,300	1,575	242	1,817	12,117
Office expenses	10,833	2,644	6,995	2,019	2,758	3,185	28,434	4,349	6,989	11,338	39,772
Dues and licenses	4,142	1,012	2,672	771	1,055	1,216	10,868	1,662	256	1,918	12,786
Total expenses	$ 368,886	121,411	366,772	66,620	89,624	102,247	1,115,560	158,139	27,533	185,672	1,301,232

See accompanying notes to financial statements.

JEWISH FAMILY SERVICES OF GREATER ORLANDO, INC.

Statement of Cash Flows

Year ended December 31, 2005

Cash flows from operating activities:	
Change in net assets	$ 215,313
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	27,048
Donated inventory	306
Gain from T.O.P. investments	(39,706)
Contributions invested in T.O.P.	(35,500)
Net increase (decrease) in cash flows from changes in:	
Accounts payable and accrued expenses	14,278
Net cash provided by operating activities	181,739
Cash flows from investing activities:	
Purchase of property and equipment	(9,975)
Net cash used in investing activities	(9,975)
Cash flows from financing activities:	
Payments on mortgage note	(84,600)
Proceeds from T.O.P. grants	24,305
Net cash used in financing activities	(60,295)
Net increase in cash	111,469
Cash and cash equivalents, beginning of year	408,153
Cash and cash equivalents, ending of year	$ 519,622
Cash paid for interest	$ 11,464

See accompanying notes to financial statements.

(1) Organization and Summary of Significant Accounting Policies

(a) General

Jewish Family Services of Greater Orlando, Inc. (the "Organization") is a not-for-profit services organization, located in Winter Park, Florida, which provides crises, individual, marital and family counseling; non-medical services for the elderly; emergency assistance (food, rent, utilities); and resettlement services.

(b) Use of Estimates

The preparation of 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 and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(c) Net Asset Classes

The accompanying financial statements present information regarding the Organization's financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. The three classes are differentiated by donor restrictions.

- Unrestricted net assets may be designated for specific purposes by Jewish Family Services or may be limited by contractual agreements with outside parties.

- Temporarily restricted net assets are subject to donor stipulations that expire by the passage of time or can be fulfilled or removed by actions pursuant to the stipulations. Temporarily restricted net assets consist principally of gifts restricted by donors for funding of specified programs.

- Permanently restricted net assets are subject to donor stipulations requiring that they be maintained permanently, thereby restricting the use of principal. Usually, donor stipulations allow the income earned to be used currently for a designated purpose. Permanently restricted net assets consist principally of permanent endowment balances.

(Continued)

(1) Organization and Summary of Significant Accounting Policies (Continued)

(d) Cash

Cash includes all highly liquid debt instruments purchased with a maturity of three months or less (cash equivalents).

Jewish Family Services maintains its cash in bank and brokerage accounts, which, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts nor does it believe it is exposed to any significant credit risk on cash.

(e) Investments held by T.O.P

Investments held by the Tampa - Orlando - Pinellas Jewish Foundation (T.O.P.) consist primarily of endowment funds and are recorded at their fair market value.

(f) Inventory

Inventory of the food pantry is stated at estimated fair market value for donated food and lower of cost or market for purchased food.

(g) Property and Equipment

Property and equipment are stated at cost except for gifted property, which is stated at the estimated fair market value at the date of the gift. Depreciation is provided on straight-line and accelerated methods over the estimated useful lives of the assets.

(h) Contributions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor or solicited for a restricted purpose.

(Continued)

(1) Organization and Summary of Significant Accounting Policies (Continued)

(i) Donated Goods and Services

Donated materials and equipment are reflected as gifts-in-kind in the accompanying statements at their estimated values at date of receipt. No amounts have been reflected in the statements for donated services because no objective basis is available to measure the value of such services; however, a substantial number of volunteers have donated significant amounts of their time in the Organization's program services and in its fund-raising campaigns.

(j) Income Taxes

Jewish Family Services is exempt from payment of federal and state income taxes under Internal Revenue Cost Section 501(c)(3).

(2) Investments Held by T.O.P

T.O.P. invests funds it holds for the benefit of others in marketable securities on a pooled or segregated basis as appropriate to the fund (all Jewish Family Services funds are pooled).

Jewish Family Services' endowment funds held by T.O.P. were credited during the year as follows:

Interest and dividends, net of management fee	$ 17,155
Realized and unrealized gains	22,551
	$ 39,706

(3) Property and Equipment

Major classifications of property and equipment at December 31, 2005 are summarized below:

Land	$ 412,680
Building	742,153
Furniture and fixtures	58,817
Office equipment	28,135
Automobile	7,375
	1,249,160
Accumulated depreciation and amortization	(160,259)
	$1,088,901

(4) Mortgage Payable

Jewish Family Services has a mortgage payable, collateralized by real property, due in monthly payments of interest only, at a rate of 2.5% over the LIBOR rate (6.64% at December 31, 2005) through December 2007.

(5) Temporarily Restricted Net Assets

At December 31, 2005, temporary restricted net assets are available for the following purposes:

Emergency assistance	$ 5,502
Building	52,823
Southwest Food Pantry	49,705
General endowment	33,653
Scholarship	46,272
Adoption Program	120,013
Hurricane evacuees	14,358
Family Stabilization Program	74,576
Other	9,731
Total	$ 406,633