



**SIMON WIESENTHAL CENTER, INC. AND AFFILIATE**

Consolidated Financial Statements

Year Ended June 30, 2024

(With Independent Auditors' Report Thereon)

**SIMON WIESENTHAL CENTER, INC. AND AFFILIATE**

Year ended June 30, 2024

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## Independent Auditors' Report

The Board of Trustees  
Simon Wiesenthal Center, Inc. and affiliate:

### *Opinion*

We have audited the consolidated financial statements of Simon Wiesenthal Center, Inc. and affiliate (the Organization), which comprise the consolidated statement of financial position as of June 30, 2024, 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 accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2024, and the changes in its net assets and its cash flows for the year then ended in accordance with U.S. generally accepted accounting principles.

### *Basis for Opinion*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of the Organization 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.

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

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with U.S. generally accepted accounting principles, 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 the Organization's ability to continue as a going concern for one year after the date that the consolidated financial statements are available to be issued.

### *Auditors' Responsibilities for the Audit of the Consolidated 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 auditors' 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 GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the consolidated financial statements.



In performing an audit in accordance with GAAS, 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.
- 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 the Organization's ability to continue as a going concern for a reasonable period of time.

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

*Report on Summarized Comparative Information*

We have previously audited the Organization's 2023 consolidated financial statements, and we expressed an unmodified audit opinion on those audited consolidated financial statements in our report dated July 1, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended 2023, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

*KPMG LLP*

Los Angeles, California  
October 24, 2025

**SIMON WIESENTHAL CENTER, INC. AND AFFILIATE**

## Consolidated Statement of Financial Position

June 30, 2024

(With comparative totals for year ended June 30, 2023)

<b>Assets</b>	<b>2024</b>	<b>2023</b>
Cash and cash equivalents	\$ 8,709,317	8,128,161
Restricted cash and cash equivalents	521,007	569,874
Investments	12,935,295	11,191,528
Restricted investments	69,542	62,722
Other receivables	7,079,278	5,532,624
Pledges receivable, net	3,082,566	2,580,282
Inventory	133,496	236,509
Related party receivables, net	29,690,386	31,785,622
Right-of-use asset	178,299	190,492
Property and equipment, net	26,508,295	24,284,094
Other assets	3,203,048	3,064,800
Total assets	<u>\$ 92,110,529</u>	<u>87,626,708</u>
<b>Liabilities and Net Assets</b>		
Liabilities:		
Accounts payable and accrued expenses	\$ 7,053,783	4,937,512
Deferred revenue	750,901	1,263,956
Right-of-use liability	178,299	190,492
Note payable	7,695,563	8,023,121
Paycheck Protection Program Loan	53,503	117,115
Term loan note	25,000,000	25,000,000
Total liabilities	<u>40,732,049</u>	<u>39,532,196</u>
Net assets:		
Without donor restrictions	49,379,664	46,669,230
With donor restrictions	1,998,816	1,425,282
Total net assets	<u>51,378,480</u>	<u>48,094,512</u>
Total liabilities and net assets	<u>\$ 92,110,529</u>	<u>87,626,708</u>

See accompanying notes to consolidated financial statements.

**SIMON WIESENTHAL CENTER, INC. AND AFFILIATE**

Consolidated Statement of Activities

Year ended June 30, 2024

(With comparative totals for year ended June 30, 2023)

	<u>Without donor restrictions</u>	<u>With donor restrictions</u>	<u>2024</u>	<u>2023</u>
Revenue and support:				
Contributions of cash and other financial assets	\$ 15,020,896	1,512,284	16,533,180	17,031,366
Contributions of nonfinancial assets	225,716	—	225,716	—
Special events, net	5,133,805	—	5,133,805	3,465,003
Government grants	9,930,647	—	9,930,647	6,409,106
Education	1,426,331	—	1,426,331	1,279,084
Royalty revenue	7,214	—	7,214	31,036
Interest and dividend income	697,323	—	697,323	440,091
Rental income	587,308	—	587,308	562,903
Other income	2,505	—	2,505	1,857,970
Net assets released from restrictions	938,750	(938,750)	—	—
Total revenue and support	<u>33,970,495</u>	<u>573,534</u>	<u>34,544,029</u>	<u>31,076,559</u>
Expenses:				
Program services	19,488,412	—	19,488,412	16,771,068
General and administrative	7,671,754	—	7,671,754	6,776,016
Fundraising	2,272,755	—	2,272,755	2,118,314
Depreciation and amortization	1,827,140	—	1,827,140	2,757,742
Total expenses	<u>31,260,061</u>	<u>—</u>	<u>31,260,061</u>	<u>28,423,140</u>
Change in net assets	2,710,434	573,534	3,283,968	2,653,419
Net assets – beginning of the year	<u>46,669,230</u>	<u>1,425,282</u>	<u>48,094,512</u>	<u>45,441,093</u>
Net assets – end of year	\$ <u>49,379,664</u>	<u>1,998,816</u>	<u>51,378,480</u>	<u>48,094,512</u>

See accompanying notes to consolidated financial statements.

**SIMON WIESENTHAL CENTER, INC. AND AFFILIATE**

Consolidated Statement of Functional Expenses

Year ended June 30, 2024

(With comparative totals for year ended June 30, 2023)

	Program services					Supporting services			2024	2023
	Outreach Social Action Public Info Education	Museum Public Programs	Museum Diversity Training Courses	Moriah Documentary Films	Total program services	General and administrative	Fundraising			
Salaries, payroll taxes, and benefits	\$ 3,761,842	1,944,149	2,520,928	516,907	8,743,826	3,088,504	988,062	12,820,392	12,757,973	
Professional fees	1,676,011	669,915	888,554	—	3,234,480	1,838,567	471,858	5,544,905	5,003,202	
Security	—	1,121,473	17,809	—	1,139,282	164,674	—	1,303,956	1,042,105	
Rent and utilities	151,997	530,875	67,184	—	750,056	177,094	31,212	958,362	848,786	
Travel	345,655	50,093	477,671	11,651	885,070	14,571	192,325	1,091,966	931,609	
Renewals and special appeals	160,495	49,445	—	—	209,940	—	409,116	619,056	761,779	
General insurance	12,746	626,989	—	—	639,735	198,092	—	837,827	725,144	
Interest expense	—	—	—	—	—	272,349	—	272,349	240,206	
Outreach/public information expense	998,989	—	—	—	998,989	—	—	998,989	681,468	
Repairs and maintenance	—	474,520	—	10,400	484,920	123,543	—	608,463	505,306	
Office expense	242,290	537,889	173,430	37,507	991,116	190,459	127,227	1,308,802	878,712	
Educational and marketing materials	1,025	—	202,315	—	203,340	—	—	203,340	188,711	
Printing and postage	16,956	5,886	2,847	930	26,619	4,405	22,489	53,513	427,826	
Credit card and bank fees	—	—	—	—	—	193,028	—	193,028	169,146	
Information technology	127,744	—	—	—	127,744	—	—	127,744	145,930	
Provision for credit losses	806,607	—	—	—	806,607	1,304,885	—	2,111,492	—	
Bad debt recoveries	—	—	—	—	—	(25,000)	—	(25,000)	—	
Meeting expenses	4,547	—	133,576	—	138,123	12,263	802	151,188	125,800	
Licenses and taxes	—	12,095	—	—	12,095	91,326	—	103,421	75,802	
Development expense	—	—	—	—	—	—	20,042	20,042	22,056	
Telephone	22,436	9,302	3,294	6,638	41,670	22,994	9,622	74,286	78,686	
Media expense	—	—	—	54,800	54,800	—	—	54,800	55,151	
	8,329,340	6,032,631	4,487,608	638,833	19,488,412	7,671,754	2,272,755	29,432,921	25,665,398	
Depreciation and amortization	1,781	887,292	519,712	18,734	1,427,519	331,441	68,180	1,827,140	2,757,742	
Total expense 2024	\$ 8,331,121	6,919,923	5,007,320	657,567	20,915,931	8,003,195	2,340,935	31,260,061		
Total expense 2023	\$ 6,953,182	6,122,847	5,358,788	719,785	19,154,602	7,072,844	2,195,694		28,423,140	

See accompanying notes to consolidated financial statements.

**SIMON WIESENTHAL CENTER, INC. AND AFFILIATE**

Consolidated Statement of Cash Flows

Year ended June 30, 2024

(With comparative totals for year ended June 30, 2023)

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities:		
Change in net assets	\$ 3,283,968	2,653,419
Adjustments to reconcile change in net assets to net cash:		
Provided by operating activities:		
Depreciation and amortization expense	1,827,140	2,757,742
Provision for credit losses	2,111,492	—
Non-cash contribution income	(2,380,205)	—
Unrealized loss on investments	45,802	—
Proceeds from sale of donated securities	1,085,698	—
Bad debt recoveries	(25,000)	—
Decrease (increase) in assets:		
Restricted investments	(6,820)	294,375
Pledges receivable	(477,284)	(522,128)
Other receivables	(1,546,654)	(2,858,238)
Inventory	103,013	3,486
Related party receivable	(16,256)	(307,832)
Other assets	(138,248)	85,991
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	2,116,271	2,124,568
Deferred revenue	(513,055)	276,504
Net cash provided by operating activities	<u>5,469,862</u>	<u>4,507,887</u>
Cash flows from investing activities:		
Purchase of investments	(15,090,843)	(11,181,793)
Proceeds from maturity of investments	14,595,781	—
Purchase of property and equipment	<u>(4,051,341)</u>	<u>(1,236,499)</u>
Net cash used in investing activities	<u>(4,546,403)</u>	<u>(12,418,292)</u>
Cash flows from financing activities:		
Payments on notes payable	(327,558)	(317,103)
Payments on PPP Loan	<u>(63,612)</u>	<u>(62,989)</u>
Net cash used in financing activities	<u>(391,170)</u>	<u>(380,092)</u>
Net increase (decrease) in cash and cash equivalents and restricted cash and cash equivalents	532,289	(8,290,497)
Cash and cash equivalents and restricted cash and cash equivalents, beginning of year	<u>8,698,035</u>	<u>16,988,532</u>
Cash and cash equivalents and restricted cash and cash equivalents, end of year	\$ <u>9,230,324</u>	\$ <u>8,698,035</u>
Reconciliation of cash and cash equivalents and restricted cash and cash equivalents to the consolidated statement of financial position		
Cash and cash equivalents	\$ 8,709,317	8,128,161
Restricted cash and cash equivalents	<u>521,007</u>	<u>569,874</u>
Total cash and cash equivalents and restricted cash and cash equivalent	\$ <u>9,230,324</u>	\$ <u>8,698,035</u>
Supplemental disclosure of cash flow information:		
Cash paid during the year for:		
Interest	\$ 231,221	120,221
Supplemental disclosure of noncash investing and financing activities:		
Investment donations	\$ 2,154,489	108,402
Operating lease right-of-use assets and liabilities	178,299	190,492

See accompanying notes to consolidated financial statements.

## SIMON WIESENTHAL CENTER, INC. AND AFFILIATE

Notes to Consolidated Financial Statements

Year Ended June 30, 2024

### (1) Nature of Operations

Simon Wiesenthal Center, Inc. (the Center), a nonprofit human rights organization, confronts anti-Semitism and hate, promotes human dignity, defends democracy and freedom, and teaches the lessons of the Holocaust for future generations. The Center was organized in 1977 and incorporated under the laws of the state of California on March 25, 1985 under section 501(c)(3) of the Internal Revenue Code. The Center speaks out against international terrorism and defends the safety of Jews worldwide.

Established in 1977, the Center has become one of the most important global institutions of its kind. Its programs include the Snider Global Action Network, international conferences, exhibitions, missions, Nongovernmental Organization (NGO) status at the United Nations, United Nations Education, Scientific and Cultural Organization (UNESCO), and the Council of Europe. Its educational arm includes the renowned Museum of Tolerance in Los Angeles. The Center's Moriah Films produces documentaries on pivotal events of the 20th and 21st centuries. Each year the Center produces an interactive report on Digital Terrorism and Hate, which surveys problematic postings on the internet and social media. Headquartered in Los Angeles, the Center also maintains offices in New York, Miami, Chicago, Paris, Buenos Aires and Jerusalem.

On March 29, 2010, SWC Roxbury Corp. (Roxbury Corp.) assigned, conveyed and transferred its right, title and interest as a sole corporate member and manager of SWC Roxbury, LLC (Roxbury or Affiliate) to the Center. Roxbury was incorporated under the laws of the state of California on August 28, 2009, as a California limited liability company. Roxbury's purpose is to hold title to real and/or personal property and collect income from such property.

The consolidated financial statements include the accounts of the Simon Wiesenthal Center, Inc., which include the Affiliate (collectively referred to as SWC).

### (2) Summary of Significant Accounting Policies

#### (a) Principles of Consolidation

The consolidated financial statements include the accounts of the Center and Roxbury because the Center has both control and an economic interest in Roxbury. All significant intercompany accounts and transactions have been eliminated in consolidation. Unless otherwise noted, these consolidated entities are hereinafter referred to as SWC.

#### (b) Basis of Accounting

The financial statements of SWC have been prepared on the accrual basis of accounting.

#### (c) Basis of Presentation

The accompanying consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). These standards require that SWC report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

*Net Assets Without Donor Restrictions* – Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

## SIMON WIESENTHAL CENTER, INC. AND AFFILIATE

### Notes to Consolidated Financial Statements

Year Ended June 30, 2024

*Net Assets With Donor Restrictions* – Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. As of June 30, 2024 and 2023, SWC had no donor-imposed restrictions that are perpetual in nature. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue when the assets are acquired or constructed. Donor-imposed restrictions are released 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.

#### **(d) Cash and Cash Equivalents and Restricted Cash and Cash Equivalents**

Cash and cash equivalents include all funds in banks and highly liquid investments in other financial institutions, with initial maturity of three months or less, unless it is restricted for long term purposes. At June 30, 2024 and 2023, SWC has restricted cash and cash equivalents of \$521,007 and \$569,874, respectively.

#### **(e) Concentration of Credit Risk**

SWC maintains its cash and cash equivalents in bank deposits at major financial institutions and other investment accounts which may, at times, exceed federally insured limits. SWC has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents. At June 30, 2024 and 2023, cash in bank exceeds the FDIC limit by \$8,435,543 and \$7,940,998, respectively.

#### **(f) Contributions**

In accordance with U.S. GAAP, contributions received are recorded as without donor restrictions or with donor restrictions depending on the existence and/or nature of any donor limitations on the use of the support. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions. When the restriction expires in the same period as the contribution, the amount is initially reported as net assets without donor restrictions.

SWC recognizes contributions, including unconditional promises to give, as revenues in the period received. Conditional promises to give are recognized as revenue when the conditions on which they depend are substantially met; that is, when the conditional promise becomes unconditional. There are no conditional promises to give at June 30, 2024 and 2023.

SWC converts all stock or other security contributions to cash as soon as practical.

**SIMON WIESENTHAL CENTER, INC. AND AFFILIATE**

Notes to Consolidated Financial Statements

Year Ended June 30, 2024

**(g) Special Events**

SWC reports special event revenue net of direct costs (primarily facility rentals and meals). The components of revenue and direct costs are as follows:

	<u>2024</u>	<u>2023</u>
Special event revenue	\$ 6,757,306	3,982,475
Less direct costs	<u>(1,623,501)</u>	<u>(517,472)</u>
Net revenue from special events	<u>\$ 5,133,805</u>	<u>3,465,003</u>

**(h) Promises to Give**

SWC records unconditional promises to give that are expected to be collected within one year at fair value. Unconditional promises to be received after one year are discounted using a risk-free rate, which ranges from 0.52% to 4.52%. Amortization of discounts is recorded as additional contribution revenue annually in accordance with donor-imposed restrictions, if any, on the pledges. Promises to give are written off when deemed uncollectible. For the years ended June 30, 2024 and 2023, allowance for doubtful pledges was \$0 and \$25,091, respectively.

**(i) Allowance for Doubtful Accounts**

SWC maintains an allowance for doubtful accounts based on estimated losses in its receivables. When establishing the allowance, management considers the receivable's age, amount, and payment history. SWC reviews its allowance annually.

**(j) Allowance for Credit Losses**

SWC maintains an allowance for credit losses based on the Current Expected Credit Loss (CECL) model for estimating allowances on financial assets measured at amortized cost. Under the CECL model, the Center is required to estimate expected credit losses over the life of each financial asset, incorporating historical experience, current economic conditions, and reasonable and supportable forecasts. For the years ended June 30, 2024 and 2023, the allowance for credit losses was \$2,111,492 and \$0, respectively.

**(k) Functional Allocation of Expenses**

The costs of providing program and support services have been summarized on a functional basis in the consolidated statements of activities and in the consolidated statements of functional expenses. Salaries and benefits have been allocated between program and supporting services based on time and level of effort. Professional fees and security have been allocated based on time spent on program and supporting services. Rent and utilities have been allocated based on square footage. General insurance has been allocated based on the number of visitors to the Museum of Tolerance and the administrative office at 1399 Roxbury Drive, respectively. Travel, repairs and maintenance, office expense, printing and postage, meeting expenses, telephone, and other expenses have been allocated based on usage for program and supporting services.

**SIMON WIESENTHAL CENTER, INC. AND AFFILIATE**

Notes to Consolidated Financial Statements

Year Ended June 30, 2024

**(l) Joint Costs**

SWC's direct mailings contain both a program service and fundraising message. If certain criteria are met, joint costs associated with these mailings are allocated between program services and fundraising categories on the basis of the use made of the literature, as determined from its content.

The portion allocated to each functional expense category is as follows:

	<u>2024</u>	<u>2023</u>
Program services	\$ 393,775	1,063,406
Fundraising	612,736	950,031
Total direct mail costs	<u>\$ 1,006,511</u>	<u>2,013,437</u>

**(m) Rental Income**

Rental income is recognized on a straight-line basis over the term of the lease to the extent that rental income is deemed collectible. Where there is uncertainty of collecting rental amounts, rental income is recognized as the amounts are collected.

**(n) Property and Equipment, Net**

Purchases of property and equipment over \$5,000 with a useful life in excess of one year are recorded at historical cost or fair value at the date of donation. Major additions, including building and tenant improvements, are capitalized as incurred; repairs and maintenance are expensed as incurred.

Depreciation and amortization is computed over the estimated useful lives of the respective assets by utilizing both the straight-line and accelerated methods. The museum scrolls and certain exhibits are nondepreciable assets. SWC periodically reviews such assets for possible impairments and expected losses are recognized in the period in which the impairment is identified.

**(o) Operating Leases**

SWC adopted the Accounting Standards Update (ASU) 2016-02, *Leases (Topic 842)* for the fiscal year ended June 30, 2023. Topic 842 requires the recognition of right-of-use assets and lease liabilities on the consolidated statement of financial position. Right-of-use assets represent the Center's right to use the underlying assets for the lease term, and lease liabilities represent the Center's obligation to make the lease payment arising from the leases. SWC has several operating leases for office space and equipment, with lease terms ranging from two to six years. The lease term includes the noncancellable period only, as the Center is not reasonably certain to exercise options to extend the lease. Key estimates and judgments include how SWC determines the discount rate used to discount the unpaid lease payments to present value, the lease term and lease payments. SWC recognizes expense for its operating leases on a straight-line basis over the terms of the respective lease agreements and uses a risk-free rate based on the lease term to determine the present value of lease payments when the implicit rate is not readily available. There are no variable components to the leases. See note 14 for net operating lease costs, the weighted average remaining lease term and discount rate, undiscounted cash flows, and the present value of cash flows.

## **SIMON WIESENTHAL CENTER, INC. AND AFFILIATE**

### Notes to Consolidated Financial Statements

Year Ended June 30, 2024

SWC also leases office space to third parties under agreements that are classified as operating leases under Topic 842. These leases include minimum rents and recoveries of real estate taxes, insurance and other common area expenses. Minimum rental revenues are recognized on a straight-line basis over the terms of the related leases. Estimated recoveries from tenants for their pro-rate share of real estate taxes, insurance, and other common area expenses are recognized as revenues in the period the applicable expenses are incurred. The leases term includes the noncancellable period only, as the Center is not reasonably certain that lessees will exercise options to extend the lease. See note 14 for leasing revenue and future rental payments.

#### **(p) Income Taxes**

SWC is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701d of the California Revenue and Taxation Code and is generally not subject to federal or state income taxes. However, SWC is subject to income taxes on any net income that is derived from a trade or business regularly carried on, and not in furtherance of the purposes for which it was granted exemption. No income tax provision has been recorded as the net income, if any, from any unrelated trade or business, in the opinion of management, is not material to the financial statements.

#### **(q) Investments**

In accordance with U.S. GAAP, SWC accounts for its investments with readily determinable fair values and all investments in debt securities at fair value on the consolidated statement of financial position. SWC records realized and unrealized gains and losses on investments in the consolidated statement of activities and changes in net assets as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations.

#### **(r) Use of Estimates**

The preparation of consolidated financial statements in conformity with U.S. GAAP require management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosures of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

#### **(s) Contributed Services**

A number of unpaid volunteers make significant contributions of their time to aid in SWC's operations and fundraising activities. The value of this contributed time is not reflected in these consolidated financial statements as it does not meet the criteria to record under U.S. GAAP. Specifically, the services provided do not create or enhance nonfinancial assets and are not performed by individuals possessing specialized skills that would otherwise be purchased if not donated.

#### **(t) Fair Value of Financial Instruments**

The carrying amounts of financial instruments including cash and cash equivalents, restricted cash and cash equivalents, other receivables and accounts payable and accrued expenses approximate fair value because of their short maturity.

## SIMON WIESENTHAL CENTER, INC. AND AFFILIATE

### Notes to Consolidated Financial Statements

Year Ended June 30, 2024

Long term investments are carried at fair value, which is based on quoted market prices or discounted cash flows due to the lack of market activity. Restricted investments consist of mutual funds that are reported at fair value.

Pledges are carried at fair value. Pledges that are expected to be paid after one year are recorded at the present value of estimated future cash flows.

Certain assets and liabilities are reported at fair value in the consolidated financial statements. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal, or most advantageous, market at the measurement date under current market conditions regardless of whether that price is directly observable or estimated using another valuation technique. Inputs used to determine fair value refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the best information available. A three-tier hierarchy categorizes the inputs as follows:

*Level 1* – Quoted prices (unadjusted) in active markets for identical assets or liabilities that we can access at the measurement date.

*Level 2* – Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. These include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, and market-corroborated inputs.

*Level 3* – Unobservable inputs for the asset or liability. In these situations, we develop inputs using the best information available in the circumstances.

In some cases, the inputs used to measure the fair value of an asset or a liability might be categorized within different levels of the fair value hierarchy. In those cases, the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. Assessing the significance of a particular input to entire measurement requires judgment, taking into account factors specific to the asset or liability. The categorization of an asset within the hierarchy is based upon the pricing transparency of the asset and does not necessarily correspond to our assessment of the quality, risk, or liquidity profile of the asset or liability.

#### **(u) Effect of Economic Conditions on Contributions**

SWC depends heavily on contributions for its revenue from its membership base, including pledges, direct mail, wills & bequests, and other sources. The ability of certain of SWC's contributors to continue giving amounts comparable with prior years may be dependent upon current and future overall economic conditions and the continued deductibility for income tax purposes of contributions to SWC. While SWC's board of trustees believes SWC has the resources to continue its programs, its ability to do so and the extent to which it continues, may be dependent on the above factors.

## SIMON WIESENTHAL CENTER, INC. AND AFFILIATE

Notes to Consolidated Financial Statements

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### **(v) Recent Accounting Pronouncements**

On July 1, 2023, the Center adopted Accounting Standards Update No. 2016-13, *Financial Instruments - Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments*, which introduces the Current Expected Credit Loss (CECL) model for estimating allowances on financial assets measured at amortized cost, including related party receivables.

Under the CECL model, the Center is required to estimate expected credit losses over the life of each financial asset, incorporating historical experience, current economic conditions, and reasonable and supportable forecasts. This model replaces the previous incurred loss methodology and is designed to accelerate recognition of credit losses.

As part of the implementation, the Center evaluated its outstanding related-party receivables from SWC Museum Corp. Based on this assessment, a full allowance of \$2,111,492 was recorded against the portion of the receivable related to reimbursable expenses that had remained unpaid since fiscal year 2020 as of June 30, 2024. Loan-related receivables were deemed collectible based on consistent payment history and third-party confirmations.

For further details on the composition of the receivable and the application of CECL, refer to note 12(a).

### **(w) Commitments and Contingencies**

Liabilities for loss contingencies arising from claims, assessments, litigation, fines, and penalties and other sources are recorded when it is probable that a liability has been incurred and the amount can be reasonably estimated. Legal costs incurred in connection with loss contingencies are expensed as incurred.

### **(3) Liquidity and Availability**

SWC has a policy to manage its liquidity and reserves by maintaining appropriate levels of liquidity to support its grant making activities and operations. The following table reflects SWC's financial assets (cash and cash equivalents, restricted cash and cash equivalent, investments, restricted investments and

**SIMON WIESENTHAL CENTER, INC. AND AFFILIATE**

Notes to Consolidated Financial Statements

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pledges and other receivables) as of June 30, 2024 and 2023, reduced by amounts not available for general expenditures within one year:

	<u>2024</u>	<u>2023</u>
Cash and cash equivalents and restricted cash and cash equivalents	\$ 9,230,324	8,698,035
Investments and restricted investments	13,004,837	11,254,250
Pledges receivable, net	3,082,566	2,580,282
Other receivables	<u>7,079,278</u>	<u>5,532,624</u>
Total	<u>32,397,005</u>	<u>28,065,191</u>
Less amounts unavailable for general expenditures within one year:		
Restricted cash and cash equivalents	521,007	569,874
Restricted investments	69,542	62,722
Restricted pledges receivable, net	<u>1,507,566</u>	<u>1,425,282</u>
Total amounts unavailable for general expenditure within one year	<u>2,098,115</u>	<u>2,057,878</u>
Financial assets available to meet cash needs for general expenditures within one year	\$ <u>30,298,890</u>	<u>26,007,313</u>

**(4) Fair Value Measurements**

The fair values of assets measured on a recurring basis at June 30, 2024 and 2023 are as follows:

	<u>2024</u>			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Fair value</u>
U.S. Municipal bonds	\$ 5,639	—	—	5,639
Equities	1,042,186	—	—	1,042,186
U.S. Treasury bills	11,886,960	—	—	11,886,960
Mutual funds	69,542	—	—	69,542
Israel bonds	<u>—</u>	<u>510</u>	<u>—</u>	<u>510</u>
	\$ <u>13,004,327</u>	<u>510</u>	<u>—</u>	<u>13,004,837</u>

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	<b>2023</b>			<b>Fair value</b>
	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
U.S. Municipal bonds	\$ 5,372	—	—	5,372
U.S. Treasury bills	11,182,555	—	—	11,182,555
Mutual funds	62,722	—	—	62,722
Israel bonds	—	3,601	—	3,601
Interest rate swap	—	27,520	—	27,520
	<u>\$ 11,250,649</u>	<u>31,121</u>	<u>—</u>	<u>11,281,770</u>

**(5) Term Loan Note**

In 2017, SWC had obtained a \$35,000,000 revolving line of credit with a financial institution secured by a lien on real property and certain personal property, at a variable interest rate, maturing September 2027. The line of credit was entered into to help fund the construction of the Museum of Tolerance, Jerusalem.

On February 18, 2021, SWC entered into a modification agreement, which amended the existing line of credit agreement and converted it to a term loan note maturing on March 1, 2031. As part of the term loan agreement, SWC was required to deposit \$1,178,331 into a bank-controlled interest reserve account for the purposes of paying interest. This amount was funded by SWC Museum Corp. As of March 31, 2023, the deposit has been fully utilized.

The term loan note requires interest payments of 2.41% on the principal outstanding through March 1, 2026. Commencing April 1, 2026, the term note loan requires through the facility maturity date equal monthly installments of principal over a five-year amortization period and interest of 3%. On the facility maturity date, the entire remaining principal balance, together with all accrued and unpaid interest is due and payable.

Future principal payments on the term loan note are summarized as follows:

	<u>Amount</u>
Year ending June 30:	
2025	\$ —
2026	250,000
2027	1,000,000
2028	1,000,000
2029	1,000,000
Thereafter	<u>21,750,000</u>
Total	<u>\$ 25,000,000</u>

**SIMON WIESENTHAL CENTER, INC. AND AFFILIATE**

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**(6) Pledges Receivable, Net**

Promises to give are included in the consolidated financial statements as pledges receivable, net and revenue of the appropriate net asset category. Pledges receivable, net at June 30, 2024 and 2023 are due as follows:

	<u>2024</u>	<u>2023</u>
Less than one year	\$ 1,575,000	1,180,091
In one to five years	1,765,000	1,575,000
Present value discount	(257,434)	(149,718)
Allowance for uncollectable pledges	<u>—</u>	<u>(25,091)</u>
Total	\$ <u>3,082,566</u>	<u>2,580,282</u>

**(7) Other Receivables**

Other receivables are primarily comprised of payroll tax credit refunds and grant receivables from federal, state, and local agencies, as follows:

	<u>2024</u>	<u>2023</u>
Internal Revenue Service Employee Retention Credit	\$ 1,785,095	1,785,095
Los Angeles County Office of Education	1,232,134	886,184
City of New York Department of Youth & Community Development	1,019,711	979,202
Dormitory Authority of the State of New York	1,003,973	—
State of California Natural Resources Agency	835,239	509,741
Florida Department of Education	579,390	—
State of California Commission on Peace Officer Standards and Training	306,741	475,482
US Dept of Justice Community Policing Development	—	194,208
Department of Homeland Security	—	60,504
Illinois Department of Human Rights	147,128	—
City of Los Angeles	—	50,000
All other	<u>169,867</u>	<u>592,208</u>
Total	\$ <u>7,079,278</u>	<u>5,532,624</u>

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**(8) Property and Equipment, Net**

Major classes of property and equipment, net and their estimated useful lives consist of:

	<u>2024</u>	<u>2023</u>	<u>Estimated useful life (years)</u>
Land	\$ 3,500,000	3,500,000	N/A
Building	35,475,725	35,475,725	20 to 31.5
Museum scrolls	1,726,512	1,726,512	N/A
Exhibits	47,762,790	45,022,401	5 to 10
Film	23,356,585	23,058,771	2
Furniture and equipment	8,074,961	8,070,542	5 to 10
Computers	2,148,284	2,148,284	5
Interactive computers	524,817	524,817	7
Interactive CD	260,000	260,000	3
Library books	43,153	43,153	7 to 10
Automobiles	96,860	96,860	5
Building improvements	<u>20,983,685</u>	<u>19,974,966</u>	5 to 10
Total	143,953,372	139,902,031	
Less accumulated depreciation and amortization	<u>117,445,077</u>	<u>115,617,937</u>	
Property, and equipment, net	\$ <u>26,508,295</u>	<u>24,284,094</u>	

Depreciation and amortization expense for the years ended June 30, 2024 and 2023 was \$1,827,140 and \$2,757,742, respectively.

**(9) Notes Payable**

Roxbury has a term note agreement for \$10,000,000 and a seven-year fixed interest rate swap. SWC Museum Corp. (see note 12) is responsible for \$4,690,386 of the loan's balance. In connection with entering and amending the term note, Roxbury recorded deferred loan costs of \$50,473, which will be amortized over the term of the note based on the effective interest method. The term note agreement requires Roxbury to meet certain covenants and prepayment provisions. As of June 30, 2024 and 2023, Roxbury was in compliance with all covenants. For the years ended June 30, 2024 and 2023, interest expense was \$266,422 and \$233,790, respectively, and amortization expense was \$5,047 and \$5,047 for a total of \$271,469 and \$238,837, included in general and administrative expenses on the consolidated statement of activities.

**SIMON WIESENTHAL CENTER, INC. AND AFFILIATE**

Notes to Consolidated Financial Statements

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Future principal payments on the note payable are summarized as follows:

	<u>Amount</u>
Year ending June 30:	
2025	\$ 338,364
2026	349,530
2027	<u>7,007,669</u>
Total	\$ <u><u>7,695,563</u></u>

**(10) Interest Rate Swap**

SWC entered into a seven-year fixed interest rate swap, with an effective date of September 6, 2016, that was based on a one-month SOFR rate versus a 1.31% fixed rate and had a notional value of \$10,000,000. The fair value of the interest rate swap at June 30, 2024 and 2023 was \$0 and \$27,520, respectively, and is recorded in other assets in the consolidated statement of financial position. On July 1, 2023, the fixed interest rate swap expired and was not replaced.

**(11) Paycheck Protection Program Loan**

SWC received loans in the amount of \$1,720,100 and \$1,299,595 to fund payroll, rent, and utilities through the Paycheck Protection Program (PPP). The PPP Loans are eligible to be forgiven by the U.S. Small Business Administration (SBA) subject to certain performance barriers, as outlined in the loan agreement and the CARES Act. On February 21, 2022, \$1,469,318 of the \$1,720,100 PPP Loan was partially forgiven and SWC has begun repaying the balance. The PPP Loan for \$1,299,595 was fully forgiven on March 1, 2022.

The SBA reviewed funding eligibility and usage of funds for compliance with program requirements based on dollar thresholds and other factors and determined that SWC had a liability of \$250,782. As of June 30, 2024 and 2023, SWC repaid \$63,612 and \$62,989, respectively. The remaining balance of \$53,503 will be repaid over the next year with a 1% interest rate. For the year ended June 30, 2024, interest expense was \$879 included in general and administrative expenses on the consolidated statements of activities.

	<u>Amount</u>
Year ending June 30:	
2025	\$ <u>53,503</u>
Total	\$ <u><u>53,503</u></u>

**(12) Related Party Transactions**

**(a) Receivables**

SWC Museum Corp., a nonprofit corporation, was organized under the laws of the State of California on January 31, 2000, to construct a tolerance museum in Jerusalem. Two members of the SWC board also serve on the board of SWC Museum Corp.

## SIMON WIESENTHAL CENTER, INC. AND AFFILIATE

### Notes to Consolidated Financial Statements

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In conjunction with the term loan discussed in note 5, SWC Museum Corp. signed an unsecured promissory note for \$25,000,000 in favor of SWC which remains outstanding on June 30, 2024 and 2023, respectively. The terms of this note mirror the terms of the loan discussed in note 5.

SWC Museum Corp. also signed an unsecured promissory note in favor of the Center for \$4,690,386 as discussed in note 9. The note requires monthly interest on the principal outstanding (SOFR rate plus 2%). The principal due under this note, along with all remaining unpaid interest due hereunder, are payable in full on June 30, 2026.

As of June 30, 2024 and 2023, SWC had other related party receivable of \$2,111,492 due from SWC Museum Corp. related to other expenses.

Effective July 1, 2023, the Center adopted Accounting Standards Codification (ASC) 326, Financial Instruments – Credit Losses, which introduces the Current Expected Credit Loss (CECL) model for estimating allowances on financial assets measured at amortized cost. Under this model, the Center is required to estimate expected credit losses over the life of the financial asset, incorporating historical experience, current conditions, and reasonable and supportable forecasts.

In evaluating the collectability of the receivable under ASC 326, management concluded that the loan-related balances are collectible based on consistent payment history and confirmations from SWC Museum Corp. However, no payments have been received on the reimbursable expense portion despite efforts since 2020 to negotiate the collection of the receivable. Accordingly, the Center recorded a full allowance for credit losses against the \$2,111,492 reimbursable expense balance.

This adjustment is reflected in the statement of activities under general and administrative expenses for the year ended June 30, 2024. The remaining balance of \$29,690,386 is not subject to allowance at this time based on consistent payment history.

#### **(b) Transactions with Roxbury**

During the year ended June 30, 2024 and 2023, the Center received cash donations from Roxbury of \$400,000. As of June 30, 2024 and 2023, there is an outstanding receivable from Roxbury for \$1,535,000 and \$1,585,000, respectively. Both of these amounts have been eliminated upon consolidation.

The Center and the Museum of Tolerance lease 27,620 square feet from Roxbury. The Center paid rent directly to Roxbury of \$745,740 for the years ended June 30, 2024 and 2023. This amount has been eliminated upon consolidation.

#### **(c) Transactions with Friends of Simon Wiesenthal Center for Holocaust Studies**

SWC has an agency agreement with the Friends of Simon Wiesenthal Center for Holocaust Studies (FSWC), a nonprofit organization incorporated without share capital under the laws of Canada. The agency agreement was entered into to act from time to time in matters concerning the assistance, encouragement, promotion, and advancement of human knowledge through the study of and research into the Holocaust. FSWC can direct funding of certain charitable projects and activities utilizing the agent to carry out on its behalf.

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Notes to Consolidated Financial Statements

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**(13) Net Assets**

Net assets with restrictions are available for the following purposes or periods:

	<b>2024</b>	<b>2023</b>
Subject to the passage of time:		
For periods greater than one year	\$ 1,507,566	1,425,282
Subject to purpose restriction:		
Museum admissions for low income students	491,250	—
Total net assets with donor restrictions	\$ 1,998,816	1,425,282

**(14) Operating Leases**

**(a) SWC as a Lessee**

SWC leases office space and equipment under operating leases expiring at various dates through February 2029. A right-of-use asset and a lease liability are recognized based on the present value of remaining lease payments over the lease term. SWC used a risk-free rate based on the lease term to determine the present value of lease payments.

Amounts reported in the consolidated statement of financial position as of June 30, 2024 were as follows:

	<b>2024</b>
Operating leases:	
Operating lease Right-of-use assets	\$ 178,299
Operating lease liabilities	
Lease liability - current	\$ 121,113
Lease liability - noncurrent	57,186
	\$ 178,299

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Other information related to leases as of June 30, 2024 were as follows:

Supplemental cash flow information:

Cash paid for amounts included in the measurement of lease liabilities:		
Cash used in operation for operating leases	\$	184,400
ROU assets obtained in exchange for lease obligations:		
Operating leases	\$	178,299
Reductions to ROU assets resulting from reductions to lease obligations		
Operating leases	\$	—
Weighted average remaining lease term of operating leases		18 months
Weighted average discount rate of operating leases		3.88 %

Maturities of operating lease liabilities under noncancellable leases as of June 30, 2024 are as follows:

2025	\$	162,334
2026		83,136
2027		22,365
2028		13,818
2029		6,593
Thereafter		<u>—</u>
Total undiscounted lease payments		288,246
Less imputed interest		<u>(109,947)</u>
Total lease liabilities	\$	<u><u>178,299</u></u>

**(b) SWC as a Lessor**

SWC leases office space to third parties with five-year lease terms. Components of rental income are as follows:

	<u>2024</u>	<u>2023</u>
Rental income – fixed payments	\$ 527,066	521,681
Rental Income – variable payments	<u>60,242</u>	<u>41,222</u>
Total	\$ <u><u>587,308</u></u>	<u><u>562,903</u></u>

**SIMON WIESENTHAL CENTER, INC. AND AFFILIATE**

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Future minimum rental payments to the Center as are follows:

	<u>Amount</u>
Year ending June 30:	
2025	\$ 564,768
2026	308,041
2027	<u>142,330</u>
Total	\$ <u>1,015,139</u>

**(c) Related Party Lease**

As discussed in note 12(c), the Center and the Museum of Tolerance lease space from Roxbury. The lease is for a term expiring August 31, 2030, and has been classified as an operating lease. The total rent expense incurred by the Center and the corresponding rental income earned by Roxbury of \$745,740 has been eliminated in the consolidated financial statements.

**(15) Contributed Nonfinancial Assets**

For the years ended June 30, 2024 and 2023, contributed nonfinancial assets recognized within the financial statements included:

	<u>2024</u>	<u>2023</u>
Use of a venue	\$ 225,716	—
Nonfinancial contributions	\$ <u>225,716</u>	<u>—</u>

The Center recognized nonfinancial assets within revenue, consisting of the use of a venue for fundraising activities. The contributed nonfinancial assets did not have donor-imposed restrictions. The contributed use of a venue is reported at estimated fair value in the financial statements based on prevailing market rates for comparable venues.

**(16) Government Grants**

SWC met the program restrictions for government grants during the fiscal year and recognized revenue from the following grants. These transactions are reflected in the statement of activities under government contracts.

The Center received a grant from the state of California for \$3,000,000 for the period July 1, 2023 through June 30, 2024. The grant was used for training California education professionals (Tools for Tolerance for Educators) and for California Mobile Museum of Tolerance operations. For the years ended June 30, 2024 and 2023, the Center incurred eligible expenses of \$3,000,000 and \$2,478,102 and recognized revenue in the same amount respectively.

## SIMON WIESENTHAL CENTER, INC. AND AFFILIATE

### Notes to Consolidated Financial Statements

Year Ended June 30, 2024

The Center received a grant from the state of California for \$1,556,000 for the period July 1, 2023 through June 30, 2024. The grant was used for training California Law Enforcement personnel (Law Enforcement Tools for Tolerance Training). For the years ended June 30, 2024 and 2023, the Center incurred eligible expenses of \$1,556,000 and \$1,640,070 and recognized revenue in the same amount respectively.

The Center received a grant from the New York City Council for \$937,500 for the period July 1, 2023 through June 30, 2024. The grant is being used to teach tolerance to New York City schools as part of its Combat Hate program. For the years ended June 30, 2024 and 2023, the SWC incurred eligible expenses of \$937,500 and \$894,887 and recognized revenue in the same amount respectively.

The Center received a grant from the state of California Natural Resources Agency for \$9,500,000 for the period April 1, 2022 through March 31, 2026. The grant is being used to design and build an experiential, interactive exhibit on anti-Semitism on the third floor of the Museum of Tolerance. For the years ended June 30, 2024 and 2023, the Center incurred eligible expenses of \$126,049 and \$99,207 and recognized revenue in the same amount respectively.

The Center received a grant from the Department of Homeland Security for \$225,692 for the period October 1, 2020 through March 31, 2023. The grant was used to augment services and treatment for individuals who committed a hate/extremist crime. For the years ended June 30, 2024 and 2023, the SWC incurred eligible expenses of \$0 and \$187,372 and recognized revenue in the same amount respectively.

The Center received a grant from the state of California Natural Resources Agency for \$4,900,000 for the period July 1, 2022 through March 1, 2026. The grant is being used for capital improvements at the Museum of Tolerance and to build a Mobile Museum of Tolerance bus to travel throughout the state of California. For the years ended June 30, 2024 and 2023, the Center incurred eligible expenses of \$1,796,122 and \$570,484 and recognized revenue in the same amount respectively.

The Center received a grant from the Illinois State Board of Education for \$1,000,000 for the period September 1, 2022 through August 31, 2023 and from the Illinois Department of Human Rights for the period September 1, 2023 through August 31, 2024. The grant is being used to operate the Mobile Museum of Tolerance bus that travels throughout the state of Illinois. For the years ended June 30, 2024 and 2023, the Center incurred eligible expenses of \$1,026,044 and \$704,415 and recognized revenue in the same amount respectively.

The Center received a grant from the City of Los Angeles for \$50,000 for the period November 1, 2022 through January 31, 2023. The grant was used for Museum of Tolerance youth programs. For the years ended June 30, 2024 and 2023, the Center incurred eligible expenses of \$0 and \$50,000 and recognized revenue in the same amount respectively.

The Center received a grant from the state of California Natural Resources Agency for \$1,995,000 for the period February 1, 2024 through November 30, 2025. The grant is being used to renovate training facilities for various educational programs. For the year ended June 30, 2024, the Center incurred eligible expenses of \$76,711 and recognized revenue in the same amount.

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The Center received a grant from the Florida Department of Education for \$2,500,000 for the period July 1, 2023, through January 31, 2026. The grant is being used to construct two Florida Mobile Museums of Tolerance. For the year ended June 30, 2024, the Center incurred eligible expenses of \$579,390 and recognized revenue in the same amount.

The Center received a grant from the Dormitory Authority of the State of New York for \$1,500,000 for the period February 24, 2023 through February 24, 2026. The grant is being used to construct two New York Mobile Museums of Tolerance. For the year ended June 30, 2024, the Center incurred eligible expenses of \$832,831 and recognized revenue in the same amount.

#### **(17) Defined Contribution Profit Sharing and Retirement Savings Plans**

SWC maintains a defined contribution profit sharing plan under Section 401(k) of the Internal Revenue Code, which covers substantially all employees. Eligible employees may receive discretionary profit-sharing contributions, subject to certain limitations. SWC has accrued profit sharing contributions and incurred expenses of \$309,018 and \$425,597 in 2024 and 2023, respectively.

SWC also maintains a retirement savings plan under Section 403(b) of the Internal Revenue Code, a voluntary savings plan, open to all employees, whereby pre-tax contributions to the plan are made monthly pursuant to a salary reduction agreement between SWC and each participating employee. In addition, SWC makes nonelective contributions on behalf of certain employees, subject to certain limitations, and incurred expenses of \$152,310 and \$232,687 in 2024 and 2023, respectively.

#### **(18) Subsequent Events**

The Center remains engaged in a dispute it initiated with Credit Suisse, now a part of UBS, over the Center's investigation into Nazi assets and related events that took place during and after the Holocaust. The terms upon which this matter may be resolved are presently unknown.

The Center has actively pursued the collection of \$2,111,492 in receivables from SWC Museum Corp., a related nonprofit entity. As part of these efforts, the Center formally terminated a tolling agreement—effective June 15, 2025—that had previously suspended litigation between the parties. While the Center and SWC Museum Corp. are continuing to negotiate a resolution of the Center's claim for the receivable, the outcome is presently unknown.

The Center is actively engaged with Wells Fargo to refinance the existing note payable and to secure a new line of credit. The refinancing initiative is intended to support deferred maintenance and capital improvements. In addition, the revised loan structure is expected to reduce financing costs associated with the current debt and improve liquidity.

On April 15, 2025, the Center executed a lease extension with the Regents of the University of California for office space located at 1399 Roxbury Drive, Los Angeles, California. The extension covers a five-year term commencing on August 1, 2025, with monthly lease payments of approximately \$26,190.

Management has evaluated subsequent events through October 24, 2025, the date the financial statements were available to be issued.