

The Japanese Educational Institute of New York

Statements of Financial Position

	March 31	
	2023	2022
Assets		
Cash and cash equivalents	\$ 2,009,871	\$ 1,993,227
Time deposits	7,461,188	8,920,968
Subsidies receivable	1,120,434	1,394,232
Prepaid expenses and other assets	356,223	260,791
Property and equipment, net (Note 4)	5,028,444	4,278,051
Intangible assets, net (Note 5)	102,199	128,782
Operating lease right-of-use assets (Note 8)	8,802,444	-
Security deposits	201,972	201,972
Total assets	\$ 25,082,775	\$ 17,178,023
Liabilities and Net Assets		
Liabilities:		
Accounts payable and accrued expenses	\$ 242,782	\$ 882,118
Advance receipts from students and other supports	787,888	581,036
Operating lease liabilities (Note 8)	9,319,970	-
Deferred rent payable	-	478,138
Total liabilities	10,350,640	1,941,292
Net assets:		
Without donor restrictions	14,702,135	15,206,731
With donor restrictions	30,000	30,000
Total net assets	14,732,135	15,236,731
Total liabilities and net assets	\$ 25,082,775	\$ 17,178,023

See accompanying notes.

The Japanese Educational Institute of New York

Statements of Activities

	Year Ended March 31					
	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With donor Restrictions	Total
Operating activities:						
Operating revenues:						
Tuition and scholarship	\$ 4,646,331	\$ 30,000	\$ 4,676,331	\$ 4,434,917	\$ 30,000	\$ 4,464,917
Entrance fees	190,200	—	190,200	192,350	—	192,350
Textbooks	242,427	—	242,427	246,141	—	246,141
School bus	604,262	—	604,262	660,047	—	660,047
Interest income	200,229	—	200,229	24,638	—	24,638
Subsidies	1,655,271	—	1,655,271	1,750,073	—	1,750,073
Contributions	216,843	—	216,843	209,890	—	209,890
Others	65,694	—	65,694	56,255	—	56,255
Donated services received (Note 6)	2,629,790	—	2,629,790	3,147,470	—	3,147,470
Net assets released from restrictions	30,000	(30,000)	—	30,000	(30,000)	—
Total operating revenues	10,481,047	—	10,481,047	10,751,781	—	10,751,781
Operating expenses (Note 9):						
Program services:						
All-Day and Weekend programs	7,030,168	—	7,030,168	7,056,911	—	7,056,911
Donated services expensed (Note 6)	2,629,790	—	2,629,790	3,147,470	—	3,147,470
Total program services	9,659,958	—	9,659,958	10,204,381	—	10,204,381
Supporting services:						
Shingikai:						
Administrative expenses	1,180,565	—	1,180,565	1,514,635	—	1,514,635
Consulting expenses	133,079	—	133,079	139,321	—	139,321
Fund-raising expenses	12,041	—	12,041	13,040	—	13,040
Total supporting services	1,325,685	—	1,325,685	1,666,996	—	1,666,996
Total operating expenses	10,985,643	—	10,985,643	11,871,377	—	11,871,377
Deficiency of operating revenues over operating expenses	(504,596)	—	(504,596)	(1,119,596)	—	(1,119,596)
Decrease in net assets	(504,596)	—	(504,596)	(1,119,596)	—	(1,119,596)
Net assets at beginning of year	15,206,731	30,000	15,236,731	16,326,327	30,000	16,356,327
Net assets at end of year	\$ 14,702,135	\$ 30,000	\$ 14,732,135	\$ 15,206,731	\$ 30,000	\$ 15,236,731

See accompanying notes.

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Statements of Cash Flows

	Year Ended March 31	
	2023	2022
Cash flows from operating activities		
Decrease in net assets	\$ (504,596)	\$ (1,119,596)
Adjustments to reconcile decrease in net assets to net cash used in operating activities:		
Depreciation and amortization	350,010	131,329
Deferred rent payable	—	49,498
Loss on disposal of property and equipment	22,627	—
Non-cash lease expenses	(598,979)	—
Changes in operating assets and liabilities:		
Subsidies receivable	273,798	210,496
Prepaid expenses and other assets	(95,432)	(115,531)
Accounts payable and accrued expenses	(639,336)	529,958
Advance receipts		
from students and other supports	206,852	22,369
Operating lease liabilities	638,367	—
Net cash used in by operating activities	(346,689)	(291,477)
Cash flows from investing activities		
Time deposits, net	1,459,780	4,491,277
Capital expenditures	(1,096,447)	(4,001,898)
Security deposits	—	2,324
Net cash provided by investing activities	363,333	491,703
Net increase in cash and cash equivalents	16,644	200,226
Cash and cash equivalents at beginning of year	1,993,227	1,793,001
Cash and cash equivalents at end of year	\$ 2,009,871	\$ 1,993,227

Supplemental disclosure of non-cash operating activities:

Pursuant to the adoption of Financial Accounting Standards Board's (the "FASB") Accounting Standards Codification ("ASC") 842 "Leases," the School recorded on April 1, 2022, an operating lease right-of-use asset of approximately \$8,203,000 and operating lease liability of approximately \$8,653,000 in the balance sheet. The adoption of FASB ASC 842 was further discussed in Note 2 and Note 8.

See accompanying notes.