



**JEWISH COMMUNITY FOUNDATION OF
SAN DIEGO**

**Consolidated Financial Statements and Supplemental
Information**

Years Ended June 30, 2016 and 2015



JEWISH COMMUNITY FOUNDATION OF SAN DIEGO
Consolidated Financial Statements and Supplemental Information
Years Ended June 30, 2016 and 2015, As Restated

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INDEPENDENT AUDITORS' REPORT

To the Audit Committee
of Jewish Community Foundation of San Diego

Report on Financial Statements

We have audited the accompanying consolidated financial statements of Jewish Community Foundation of San Diego (Organization), which comprise the consolidated statements of financial position as of June 30, 2016 and 2015, and the related consolidated statements of activities and cash flows for the years 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 consolidated 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 financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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.

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Jewish Community Foundation of San Diego as of June 30, 2016 and 2015, and the changes in their net assets and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Prior Period Adjustment

As discussed in Note 10 to the consolidated financial statements, certain misstatements resulting in the understatement of amounts previously reported as liabilities and overstatement of amounts previously reported as contributions and net assets as of and for the year ended June 30, 2014, as well as previous years, were discovered during the current year. Accordingly, amounts reported as liabilities, contributions, and net assets have been restated in the 2015 consolidated financial statements now presented. Our opinion is not modified with respect to the matter.

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AKT LLP

INDEPENDENT AUDITORS' REPORT

Other Matters

Our audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The supplementary information included on pages 29 - 42 is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

AKT LLP

San Diego, California
January 4, 2017

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Consolidated Statement of Financial Position**

June 30, 2016

	Operating Fund	Foundation Fund	Donor Advised Fund
ASSETS			
Cash	\$ 227,805	\$ -	\$ 3,303,164
Investments with management companies and debt instruments	1,260,284	10,698,460	118,095,608
Cash surrender value of insurance policies	-	757,360	-
Other assets	143,588	-	594,702
Interfund transfers	(31,673)	97,282	135,000
Total Assets	<u>\$ 1,600,004</u>	<u>\$ 11,553,102</u>	<u>\$ 122,128,474</u>
LIABILITIES AND NET ASSETS			
Liabilities:			
Assets held for others	\$ -	\$ -	\$ -
Beneficial interests	-	-	-
Accounts payable	200,096	-	-
Grants payable	-	-	-
Total Liabilities	<u>200,096</u>	<u>-</u>	<u>-</u>
Net Assets:			
Unrestricted	1,399,908	10,334,078	122,128,474
Temporarily restricted	-	72,722	-
Permanently restricted	-	1,146,302	-
Total Net Assets	<u>1,399,908</u>	<u>11,553,102</u>	<u>122,128,474</u>
Total Liabilities and Net Assets	<u>\$ 1,600,004</u>	<u>\$ 11,553,102</u>	<u>\$ 122,128,474</u>

See accompanying notes to consolidated financial statements.

<u>Supporting Foundations</u>	<u>Restricted Fund</u>	<u>Endowment Fund</u>	<u>Custodial Fund</u>	<u>Charitable Trusts and Gift Annuities</u>	<u>Total</u>
\$ 17,429	\$ 4,358	\$ -	\$ 243,545	\$ -	\$ 3,796,301
29,229,754	10,331,277	19,938,327	79,241,026	897,878	269,692,614
-	-	-	-	-	757,360
2,952,883	178,973	-	23,901	-	3,894,047
<u>(32,333)</u>	<u>-</u>	<u>(150,000)</u>	<u>-</u>	<u>(18,276)</u>	<u>-</u>
<u>\$ 32,167,733</u>	<u>\$ 10,514,608</u>	<u>\$ 19,788,327</u>	<u>\$ 79,508,472</u>	<u>\$ 879,602</u>	<u>\$ 278,140,322</u>
\$ 9,484,498	\$ 108,566	\$ 1,088,743	\$ 79,503,219	\$ 318,531	\$ 90,503,557
-	-	2,103,107	-	-	2,103,107
21,023	-	-	5,253	561,071	787,443
<u>2,193,198</u>	<u>1,690,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,883,198</u>
<u>11,698,719</u>	<u>1,798,566</u>	<u>3,191,850</u>	<u>79,508,472</u>	<u>879,602</u>	<u>97,277,305</u>
-	-	(2,703,935)	-	-	131,158,525
20,469,014	8,716,042	696,590	-	-	29,954,368
<u>-</u>	<u>-</u>	<u>18,603,822</u>	<u>-</u>	<u>-</u>	<u>19,750,124</u>
<u>20,469,014</u>	<u>8,716,042</u>	<u>16,596,477</u>	<u>-</u>	<u>-</u>	<u>180,863,017</u>
<u>\$ 32,167,733</u>	<u>\$ 10,514,608</u>	<u>\$ 19,788,327</u>	<u>\$ 79,508,472</u>	<u>\$ 879,602</u>	<u>\$ 278,140,322</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Consolidated Statement of Financial Position**

June 30, 2015, As Restated

	Operating Fund	Foundation Fund	Donor Advised Fund
ASSETS			
Cash	\$ 635,069	\$ 121,603	\$ 1,152,184
Investments with management companies and debt instruments	653,802	10,520,899	124,780,631
Cash surrender value of insurance policies	-	720,292	-
Other assets	127,919	-	309,591
Total Assets	<u>\$ 1,416,790</u>	<u>\$ 11,362,794</u>	<u>\$ 126,242,406</u>
LIABILITIES AND NET ASSETS			
Liabilities:			
Assets held for others	\$ -	\$ -	\$ -
Beneficial interests	-	-	-
Accounts payable	140,803	-	41,548
Grants payable	-	-	-
Total Liabilities	<u>140,803</u>	<u>-</u>	<u>41,548</u>
Net Assets:			
Unrestricted	1,275,987	10,114,508	126,200,858
Temporarily restricted	-	148,286	-
Permanently restricted	-	1,100,000	-
Total Net Assets	<u>1,275,987</u>	<u>11,362,794</u>	<u>126,200,858</u>
Total Liabilities and Net Assets	<u>\$ 1,416,790</u>	<u>\$ 11,362,794</u>	<u>\$ 126,242,406</u>

See accompanying notes to consolidated financial statements.

<u>Supporting Foundations</u>	<u>Restricted Fund</u>	<u>Endowment Fund</u>	<u>Custodial Fund</u>	<u>Charitable Trusts and Gift Annuities</u>	<u>Total</u>
\$ 21,770	\$ 2,148	\$ 3,326	\$ 171,744	\$ (17,268)	\$ 2,090,576
50,078,397	14,572,911	19,296,104	79,780,951	908,137	300,591,832
-	-	-	-	-	720,292
<u>829,845</u>	<u>168,973</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,436,328</u>
<u>\$ 50,930,012</u>	<u>\$ 14,744,032</u>	<u>\$ 19,299,430</u>	<u>\$ 79,952,695</u>	<u>\$ 890,869</u>	<u>\$ 304,839,028</u>
\$ 9,903,846	\$ 111,131	\$ 1,177,979	\$ 79,824,489	\$ 398,803	\$ 91,416,248
-	-	2,128,767	-	-	2,128,767
20,893	-	-	128,206	492,066	823,516
<u>3,784,516</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,784,516</u>
<u>13,709,255</u>	<u>111,131</u>	<u>3,306,746</u>	<u>79,952,695</u>	<u>890,869</u>	<u>98,153,047</u>
-	-	(189,481)	-	-	137,401,872
37,220,757	14,632,901	1,221,736	-	-	53,223,680
-	-	14,960,429	-	-	16,060,429
<u>37,220,757</u>	<u>14,632,901</u>	<u>15,992,684</u>	<u>-</u>	<u>-</u>	<u>206,685,981</u>
<u>\$ 50,930,012</u>	<u>\$ 14,744,032</u>	<u>\$ 19,299,430</u>	<u>\$ 79,952,695</u>	<u>\$ 890,869</u>	<u>\$ 304,839,028</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Consolidated Statement of Activities**

Year Ended June 30, 2016

	<u>Operating Fund</u>	<u>Foundation Fund</u>	<u>Donor Advised Fund</u>	<u>Supporting Foundations</u>
Philanthropic Activity:				
Contributions from donors	\$ 49,016	\$ 100,378	\$ 82,436,390	\$ 2,972,294
Contributions (to) from funds	621,519	232,150	13,777,615	(18,375,371)
Distributions to charitable organizations	<u>(180)</u>	<u>(47,238)</u>	<u>(99,328,659)</u>	<u>(279,289)</u>
Total Philanthropic Activity	<u>670,355</u>	<u>285,290</u>	<u>(3,114,654)</u>	<u>(15,682,366)</u>
Investment Activity:				
Interest and dividends	2,732	267,194	2,556,134	1,035,764
Gain (Loss) on investments	2	(352,265)	(2,058,030)	(1,860,367)
Commissions on sale of investments and investment management fees	<u>(19,664)</u>	<u>(8,827)</u>	<u>(191,919)</u>	<u>(58,084)</u>
Total Investment Activity	<u>(16,930)</u>	<u>(93,898)</u>	<u>306,185</u>	<u>(882,687)</u>
Operating Activity:				
Administrative fees	1,968,036	(1,084)	(1,263,915)	(187,977)
Other revenues	237,370	-	-	7,435
Operating expenses	<u>(2,734,910)</u>	<u>-</u>	<u>-</u>	<u>(6,148)</u>
Total Operating Activity	<u>(529,504)</u>	<u>(1,084)</u>	<u>(1,263,915)</u>	<u>(186,690)</u>
Change in Net Assets	123,921	190,308	(4,072,384)	(16,751,743)
Net Assets Released from Restrictions	-	-	-	-
Net Assets, beginning	<u>1,275,987</u>	<u>11,362,794</u>	<u>126,200,858</u>	<u>37,220,757</u>
Net Assets, ending	<u>\$ 1,399,908</u>	<u>\$ 11,553,102</u>	<u>\$ 122,128,474</u>	<u>\$ 20,469,014</u>

See accompanying notes to consolidated financial statements.

Restricted Fund	Endowment Fund	Total	Total by Net Asset Classification		
			Total Unrestricted	Total Temporarily Restricted	Total Permanently Restricted
\$ 2,421,511	\$ 1,180,936	\$ 89,160,525	\$ 82,585,784	\$ 5,393,805	\$ 1,180,936
2,961,630	782,457	-	12,992,582	(15,501,341)	2,508,759
<u>(10,847,540)</u>	<u>(1,097,540)</u>	<u>(111,600,446)</u>	<u>(111,511,243)</u>	<u>(89,203)</u>	<u>-</u>
<u>(5,464,399)</u>	<u>865,853</u>	<u>(22,439,921)</u>	<u>(15,932,877)</u>	<u>(10,196,739)</u>	<u>3,689,695</u>
239,060	469,048	4,569,932	2,012,147	2,557,785	-
(483,718)	(601,786)	(5,356,164)	(1,306,497)	(4,049,667)	-
<u>(49,754)</u>	<u>(11,394)</u>	<u>(339,642)</u>	<u>(339,642)</u>	<u>-</u>	<u>-</u>
<u>(294,412)</u>	<u>(144,132)</u>	<u>(1,125,874)</u>	<u>366,008</u>	<u>(1,491,882)</u>	<u>-</u>
(158,048)	(117,928)	239,084	239,084	-	-
-	-	244,805	244,805	-	-
<u>-</u>	<u>-</u>	<u>(2,741,058)</u>	<u>(2,741,058)</u>	<u>-</u>	<u>-</u>
<u>(158,048)</u>	<u>(117,928)</u>	<u>(2,257,169)</u>	<u>(2,257,169)</u>	<u>-</u>	<u>-</u>
(5,916,859)	603,793	(25,822,964)	(17,824,038)	(11,688,621)	3,689,695
-	-	-	11,580,691	(11,580,691)	-
<u>14,632,901</u>	<u>15,992,684</u>	<u>206,685,981</u>	<u>137,401,872</u>	<u>53,223,680</u>	<u>16,060,429</u>
<u>\$ 8,716,042</u>	<u>\$ 16,596,477</u>	<u>\$ 180,863,017</u>	<u>\$ 131,158,525</u>	<u>\$ 29,954,368</u>	<u>\$ 19,750,124</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Consolidated Statement of Activities**

Year Ended June 30, 2015, As Restated

	Operating Fund	Foundation Fund	Donor Advised Fund	Supporting Foundations
Philanthropic Activity:				
Contributions from donors	\$ 154,391	\$ 469,970	\$ 98,416,543	\$ 2,199,905
Contributions (to) from funds	571,983	1,908,844	(1,684,765)	(3,215,000)
Distributions to charitable organizations	<u>-</u>	<u>(38,677)</u>	<u>(109,842,933)</u>	<u>(2,383,235)</u>
Total Philanthropic Activity	<u>726,374</u>	<u>2,340,137</u>	<u>(13,111,155)</u>	<u>(3,398,330)</u>
Investment Activity:				
Interest and dividends	636	237,475	3,407,036	1,599,836
Loss on investments	(58)	(97,353)	(2,618,760)	(388,343)
Commissions on sale of investments and investment management fees	<u>(9,298)</u>	<u>(9,140)</u>	<u>(165,785)</u>	<u>(121,144)</u>
Total Investment Activity	<u>(8,720)</u>	<u>130,982</u>	<u>622,491</u>	<u>1,090,349</u>
Operating Activity:				
Administrative fees	2,115,850	(607)	(1,223,156)	(295,401)
Other revenues	140,532	-	-	-
Operating expenses	<u>(2,878,758)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating Activity	<u>(622,376)</u>	<u>(607)</u>	<u>(1,223,156)</u>	<u>(295,401)</u>
Change in Net Assets	95,278	2,470,512	(13,711,820)	(2,603,382)
Net Assets Released from Restrictions	-	-	-	-
Net Assets, beginning (as originally stated)	1,180,709	8,892,282	139,912,678	39,824,139
Prior Period Restatement	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Assets, beginning (as restated)	<u>1,180,709</u>	<u>8,892,282</u>	<u>139,912,678</u>	<u>39,824,139</u>
Net Assets, ending	<u>\$ 1,275,987</u>	<u>\$ 11,362,794</u>	<u>\$ 126,200,858</u>	<u>\$ 37,220,757</u>

See accompanying notes to consolidated financial statements.

Restricted Fund	Endowment Fund	Total	Total by Net Asset Classification		
			Total Unrestricted	Total Temporarily Restricted	Total Permanently Restricted
\$ 1,434,861	\$ 367,973	\$ 103,043,643	\$ 99,040,904	\$ 3,634,766	\$ 367,973
175,566	2,243,372	-	829,410	(3,263,246)	2,433,836
<u>(3,741,432)</u>	<u>(778,509)</u>	<u>(116,784,786)</u>	<u>(116,187,913)</u>	<u>(446,873)</u>	<u>(150,000)</u>
<u>(2,131,005)</u>	<u>1,832,836</u>	<u>(13,741,143)</u>	<u>(16,317,599)</u>	<u>(75,353)</u>	<u>2,651,809</u>
395,809	412,509	6,053,301	3,888,968	2,164,333	-
(345,018)	(58,419)	(3,507,951)	(2,896,983)	(610,968)	-
<u>(71,865)</u>	<u>(11,578)</u>	<u>(388,810)</u>	<u>(186,499)</u>	<u>(202,311)</u>	<u>-</u>
<u>(21,074)</u>	<u>342,512</u>	<u>2,156,540</u>	<u>805,486</u>	<u>1,351,054</u>	<u>-</u>
(172,315)	(117,266)	307,105	307,105	-	-
-	-	140,532	140,532	-	-
<u>-</u>	<u>-</u>	<u>(2,878,758)</u>	<u>(2,878,758)</u>	<u>-</u>	<u>-</u>
<u>(172,315)</u>	<u>(117,266)</u>	<u>(2,431,121)</u>	<u>(2,431,121)</u>	<u>-</u>	<u>-</u>
(2,324,394)	2,058,082	(14,015,724)	(17,943,234)	1,275,701	2,651,809
-	-	-	6,685,563	(6,685,563)	-
16,957,295	14,056,576	220,823,679	8,746,865	198,559,862	13,516,952
<u>-</u>	<u>(121,974)</u>	<u>(121,974)</u>	<u>139,912,678</u>	<u>(139,926,320)</u>	<u>(108,332)</u>
<u>16,957,295</u>	<u>13,934,602</u>	<u>220,701,705</u>	<u>148,659,543</u>	<u>58,633,542</u>	<u>13,408,620</u>
<u>\$ 14,632,901</u>	<u>\$ 15,992,684</u>	<u>\$ 206,685,981</u>	<u>\$ 137,401,872</u>	<u>\$ 53,223,680</u>	<u>\$ 16,060,429</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Consolidated Statements of Cash Flows

Years Ended June 30, 2016 and 2015, As Restated

	<u>2016</u>	<u>2015</u> <u>As Restated</u>
Cash Flows from Operating Activities:		
Change in net assets	\$ (25,822,964)	\$ (14,015,724)
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Donation of investments	(45,202,521)	(78,984,480)
Loss on investments	5,356,164	3,510,693
Depreciation	24,320	24,320
Contributions permanently restricted	(1,180,936)	(367,973)
Changes in operating assets and liabilities:		
Proceeds from sales of donated investments	45,202,521	78,984,480
Cash surrender value of insurance policies	(37,068)	77,974
Other assets	(2,482,039)	(342,147)
Assets held for others	(912,691)	196,761
Beneficial interests	(25,660)	2,006,792
Accounts payable	(36,073)	42,134
Grants payable	98,682	(121,151)
Net Cash Used by Operating Activities	(25,018,265)	(8,988,321)
Cash Flows from Investing Activities:		
Purchases of investments	(45,606,595)	(31,136,061)
Proceeds from sales of investments	71,149,649	40,699,681
Net Cash Used by Investing Activities	25,543,054	9,563,620
Cash Flows Provided by Financing Activities:		
Contributions permanently restricted	1,180,936	367,973
Net Increase in Cash	1,705,725	943,272
Cash, beginning	2,090,576	1,147,304
Cash, ending	\$ <u>3,796,301</u>	\$ <u>2,090,576</u>

See accompanying notes to consolidated financial statements.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2016 and 2015, As Restated

Note 1 – Organization and Summary of Significant Accounting Policies

Nature of Activities

Jewish Community Foundation of San Diego (Foundation) is a California nonprofit charitable organization whose primary purpose is to promote philanthropy through meaningful partnerships with donors and community organizations in achieving charitable goals and to increase current and future support for a vibrant and secure Jewish and general community in San Diego, Israel, and around the world. The Foundation's activities are conducted by a chief executive officer and supporting staff.

Basis of Consolidation

The consolidated financial statements include the accounts of the Foundation, seven supporting foundations, and the Community Foundation Charitable Real Estate Fund. All significant inter-entity balances and transactions have been eliminated in consolidation.

Fund Accounting

To ensure observance of limitations and restrictions placed on the use of resources available to the Foundation, the accounts are maintained in accordance with the principles of fund accounting. Resources are classified for accounting and recording purposes into funds established according to their nature and purpose. Separate accounts are maintained for each fund. In the consolidated financial statements, funds that have similar characteristics have been combined into fund groups.

Financial Statement Presentation

The Foundation reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

- Unrestricted net assets represent expendable funds available for operations, which are not otherwise limited by donor restrictions.
- Temporarily restricted net assets consist of contributed funds subject to donor-imposed restrictions contingent upon specific performance of a future event or a specific passage of time before the Foundation may spend the funds.
- Permanently restricted net assets are subject to irrevocable donor restrictions requiring that the assets be maintained in perpetuity usually for the purpose of generating investment income to fund current operations.

Classification of Funds

The assets, liabilities, and net assets of the Foundation are reported in self-balancing fund groups as follows:

Unrestricted Funds

Operating Fund

The Operating Fund consists of revenues and expenses related to the operations of the Foundation. Each fiscal year, the Board of Directors approves the operating budget, which outlines the projected revenues and expenses for the following fiscal year.

Income from operations is generated from administrative fees on managed funds, consulting fees, donations specified for operations, and approved transfer of funds from the Foundation Fund. This income may be utilized for the payment of reasonable and necessary operating expenses and grants of the Foundation.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2016 and 2015, As Restated

Note 1 – Organization and Summary of Significant Accounting Policies, continued

Unrestricted Funds, continued

Foundation Fund

For purposes of financial reporting, the “Foundation Fund” consists of board-designated restricted funds, board-designated endowments (including the Marjory Kaplan Foundation Fund which incorporates the former Unrestricted Fund) and donor-restricted endowments. The Fund is established to support the operations and infrastructure of the Foundation or support specific programs.

The Board of Directors approved a motion giving the Foundation’s Board the right to use up to 5% of the market value of the Marjory Kaplan Foundation Fund at December 31, in connection with the purpose of the Foundation, including operating expenses and grants for the following year. The use of more than 5% of such market value requires the affirmative vote of two-thirds of the Directors then in office. In the event the amount so authorized would cause the Foundation Fund to drop below \$1.5 million, then such use would require the affirmative vote of two-thirds of the Board of Directors of the Foundation then in office and the approval of the Jewish Federation of San Diego County’s Board of Directors.

Donor Advised Fund

The Donor Advised Fund consists of contributions accepted and received from donors by the Foundation and the accumulated undistributed earnings of the Fund. Such contributions generally consist of cash and securities. The donor may make a nonbinding recommendation of an organization to which distributions are to be made if such recommendation is consistent with the specific charitable goals of the Foundation.

Earnings, gains, and losses attributable to assets contributed to and held in the Donor Advised Fund are credited or charged to the specific accounts.

Temporarily Restricted Funds

Supporting Foundations

The Foundation maintains control over all supporting foundations. Therefore, the supporting foundations’ statements of financial position and activities have been consolidated with the Foundation’s. Each of the seven supporting foundations, as well the Community Foundation Charitable Real Estate Fund, develops its mission statement, investment policies, and grant guidelines. However, as a public charity affiliated with the Foundation, the mission of each supporting foundation is to conduct and support the activities and the mission of the Foundation.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2016 and 2015, As Restated

Note 1 – Organization and Summary of Significant Accounting Policies, continued

Temporarily Restricted Funds, continued

Supporting Foundations, continued

Multi-year grants are made from several of the supporting foundations.

Future minimum grant obligations as of June 30, 2016 are as follows:

<u>Years ending June 30,</u>		
2017	\$	2,133,198
2018		60,000
Thereafter		-
	\$	<u>2,193,198</u>

One Supporting Foundation also receives multi-year pledge receivables. As of June 30, 2016 and 2015, pledges receivable totaled approximately \$36,000. The pledges are receivable through June 30, 2019.

Included in this category is the Charitable Real Estate Fund. The Foundation is the sole voting member of the Charitable Real Estate Fund. Accordingly, the Fund's statements of financial position and activities as of and for the years ended June 30, 2016 and 2015 have been consolidated with the Foundation. The principal purpose of the Fund is to serve as an integral part of the charitable program of the Foundation by accepting title to and managing certain assets, such as contributed real estate, pending sale or liquidation of such assets.

Restricted Fund

The Foundation manages 41 donor restricted funds restricted for time and/or use. These funds will be released to unrestricted funds upon expiration of the donor-imposed restrictions. The income generated by these funds is to be used exclusively for the payment of designated distributions and expenses in administering these programs.

Multi-year grants are made from one of the restricted funds.

Future minimum grant obligations as of June 30, 2016 are as follows:

<u>Years ending June 30,</u>		
2017	\$	730,000
2018		730,000
2019		230,000
Thereafter		-
	\$	<u>1,690,000</u>

Custodial Fund

The Foundation has agreements with 44 charitable organizations whereby the Foundation receives assets from the organizations, invests them, and distributes them in accordance with the organizations' directives. To facilitate accounting for these assets, separate funds have been created within the Foundation.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2016 and 2015, As Restated

Note 1 – Organization and Summary of Significant Accounting Policies, continued

Permanently Restricted Funds

Endowment Fund

The Foundation manages 64 donor restricted funds. The restrictions on 61 of these funds require the principal be held in perpetuity. The remaining funds will be released to unrestricted funds upon expiration of the donor-imposed restrictions. The income generated by these funds is to be used exclusively for the payment of designated distributions and expenses in administering these programs.

Investments

The Foundation carries investments in marketable securities with readily determinable fair values and all investments in debt securities at fair values in the consolidated statements of financial position. Investments acquired by gift are recorded at their fair market value at the date of the gift. Alternative investments, for which quoted market prices are not readily available, are valued at fair value by the investment manager based on factors deemed relevant by the manager including, but not limited to, market conditions, purchase price, estimated liquidation value, restrictions on transfer and meaningful third party transactions in the private market. Because of the inherent uncertainty of valuations, the estimated fair values may differ significantly from the values that would have been used had a ready market for such investments existed or had such investments been liquidated, and those differences could be material. Realized and unrealized gains and losses are included in the changes in net assets in the consolidated statements of activities.

Investment return on restricted assets is reported as an increase in unrestricted net assets if the asset restriction expires in the reporting period in which the income is recognized. All other restricted investment return is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction.

Cash Surrender Value of Insurance Policies

The Foundation owns life insurance policies on the lives of donors who have directed contributions to the Foundation to pay policy premiums. During the donor's lifetime, the Foundation maintains an unrestricted interest in the net cash surrender value of the policies. After the donor's lifetime, the net death benefit is directed to the Foundation.

Other Assets

Capital campaign pledges for the benefit of a local Jewish organization are recorded as receivables at the time the pledge is received. Pledges that are expected to be collected within one year are recorded at their net realizable value. Pledges that are expected to be collected in future years are discounted (when material) to their estimated net present value. The pledges plus bequests and other receivables are included in other accounts receivable in the consolidated statements of financial position.

An allowance for uncollectible pledges, bequests, and other receivables are provided based upon management's estimate of the collectability. Management believes all of these amounts outstanding are collectible and, therefore, no allowance has been recorded.

Acquisitions of property and equipment of \$20,000 or more are capitalized. Property and equipment acquisitions are recorded at cost. Donated property and equipment are recorded at fair value at the date of the gift. Depreciation is computed using the straight-line method over the estimated useful life of the assets.

Assets Held for Others

The Foundation receives and holds resources which the Foundation does not have the unilateral (variance) power to redirect the use of the money without the approval of the resource provider. Upon donation, a contributor can designate a specific agency or a field of interest. When a contributor names a specific agency, generally the Foundation does not have variance power. When the contributor names a field of interest (e.g. children), the Foundation has variance power. Money held without variance power is classified as a liability in the consolidated statements of financial position of the Foundation.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2016 and 2015, As Restated

Note 1 – Organization and Summary of Significant Accounting Policies, continued

Beneficial Interests

The Foundation receives and holds resources in an endowment fund from other nonprofit organizations, which have specified itself or its affiliate as a beneficiary of the income of that fund, even if they have transferred variance power. Although these are reciprocal transactions, the value of future distributions to the beneficiaries will not equal the value of the assets transferred to the Foundation because the liability is recorded as an approximation of the present value of the income expected to be distributed to the beneficiaries. The Foundation is only obligated to pay income on the fund in accordance with its spending policy, not transfer the assets, since it retains legal control of the assets in perpetuity.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Income Tax Status

The Foundation is a qualified nonprofit organization that is exempt from income taxes under Section 501(c)(3) Organization under the Federal Internal Revenue Code and Section 23701d of the California Revenue and Taxation Code. The Foundation, however, may occasionally be subject to taxes on unrelated business income. The Foundation paid approximately \$1,100 in tax on unrelated business income for the year ended June 30, 2015. No tax was paid for the year ended June 30, 2016. The Foundation is not a private foundation.

The Foundation follows accounting standards generally accepted in the United States of America related to the recognition of uncertain tax positions. The Foundation recognizes accrued interest and penalties associated with uncertain tax positions as part of the consolidated statement of activities, when applicable. Management has determined that the Foundation has no uncertain tax positions at June 30, 2016 and 2015 and no amounts have been accrued. The Foundation files informational and income tax returns in the United States and various state and local jurisdictions. State and local jurisdictions have statutes of limitations that generally range from three to five years.

Fair Value Measurements

The Foundation defines fair value as the exchange price that would be received for an asset or paid for a liability in the principal or most advantageous market. The Foundation applies fair value measurements to assets and liabilities that are required to be recorded at fair value under generally accepted accounting principles. Fair value measurement techniques maximize the use of observable inputs and minimize the use of unobservable inputs, and are categorized in a fair value hierarchy based on the transparency of inputs. The three levels are defined as follows:

Level 1 - Inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in active markets.

Level 2 - Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the same term of the financial instrument.

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

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

The carrying value of cash, receivables, and payables approximates fair value as of June 30, 2016 and 2015, due to the relative short maturities of these instruments.

Subsequent Events

The Foundation has evaluated subsequent events through January 4, 2017, which is the date the consolidated financial statements were available to be issued. No subsequent events have been identified.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2016 and 2015, As Restated

Note 2 – Concentrations

Cash

The Foundation maintains their cash balances in several financial institutions. The balances are insured by the Federal Deposit Insurance Corporation up to a limit of \$250,000 per institution. At June 30, 2016, the Foundation's uninsured cash balance totaled \$3,925,074. The Foundation has not experienced any losses in its bank deposit accounts and believes it is not exposed to any significant credit risk on cash. In addition, the Foundation has deposited cash in money market funds. Money market funds are carried at fair value and are invested in government securities.

Contributions

During the year ended June 30, 2016, the Foundation had one major contributor that accounted for approximately 51% of the Foundation's total contributions. During the year ended June 30, 2015, the Foundation had one major contributor that accounted for approximately 61% of the Foundation's total contributions. Management believes that the Foundation is not exposed to any significant concentration risk in the near term.

Note 3 – Investments

Investments consist of the following:

	2016	2015
Operating Fund:		
Money market funds	\$ 575,785	\$ 303,702
Certificates of deposit	684,499	350,100
	<u>\$ 1,260,284</u>	<u>\$ 653,802</u>
Foundation Fund:		
Money market funds	\$ 75,777	\$ 108,618
Certificates of deposit	80,352	78,150
Mutual funds:		
Fixed income - domestic	799,437	492,939
Fixed income - global	267,593	598,979
Large cap - domestic	927,529	888,903
Large cap - international	532,082	513,182
Mid cap - domestic	267,322	255,283
Small cap - domestic	267,793	253,121
Small cap - international	393,762	380,546
Global equity	3,443,799	3,311,299
Commodities and real assets	516,896	541,248
Alternative investments:		
Private equity funds	125,316	80,582
Hedge fund of funds	3,000,802	3,018,049
	<u>\$ 10,698,460</u>	<u>\$ 10,520,899</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Notes to Consolidated Financial Statements**

Years Ended June 30, 2016 and 2015, As Restated

Note 3 – Investments, continued

	<u>2016</u>	<u>2015</u>
Donor Advised Fund:		
Money market funds	\$ 13,979,268	\$ 12,206,503
Certificates of deposit	12,882,467	13,367,421
Equity securities:		
Large cap - domestic	11,404,441	803,129
Large cap - international	2,692,033	463,053
Mid cap - domestic	1,453,576	260,372
Mid cap - international	40,560	5,854
Small cap - domestic	316,872	128,308
Fixed income:		
Government bonds - domestic	2,359,513	668,537
Government bonds - international	265,688	273,380
Corporate bonds - domestic	4,495,436	59,067
Corporate bonds - international	100,753	-
Mutual funds:		
Fixed income - domestic	18,912,671	13,770,801
Fixed income - international	-	114,121
Fixed income - global	13,165,394	24,266,879
Large cap - domestic	5,687,929	5,433,769
Large cap - international	3,491,335	14,253,621
Mid cap - domestic	871,270	1,142,667
Mid cap - international	-	11,416
Small cap - domestic	906,098	1,097,254
Small cap - international	1,157,125	1,465,692
Global equity	14,025,998	25,740,689
Real estate	58,018	66,861
Commodities and real assets	2,815,855	3,078,011
Annuity	2,779,689	3,158,189
Real estate investment trust	566,170	1,501
Alternative investments:		
Private equity funds	706,291	154,540
Special purpose vehicle	60,101	-
Hedge fund of funds	2,901,057	2,788,996
	<u>\$ 118,095,608</u>	<u>\$ 124,780,631</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Notes to Consolidated Financial Statements**

Years Ended June 30, 2016 and 2015, As Restated

Note 3 – Investments, continued

	<u>2016</u>		<u>2015</u>
Supporting Foundations:			
Money market funds	\$ 5,430,500	\$	5,233,949
Certificates of deposit	1,120,923		1,114,052
Equity securities:			
Large cap - domestic	1,275,401		5,747,344
Large cap - international	349,136		3,110,178
Mid cap - domestic	26,480		664,953
Mid cap - international	-		17,341
Small cap - domestic	-		249,065
Fixed income:			
Government bonds - domestic	4,570,009		8,494,760
Government bonds - international	9,688		238,188
Corporate bonds - domestic	2,000		3,199,059
Corporate bonds - international	-		490,478
Mutual funds:			
Fixed income - domestic	1,778,511		2,868,498
Fixed income - global	371,573		1,585,518
Large cap - domestic	2,127,934		2,516,189
Large cap - international	846,055		1,056,898
Mid cap - domestic	332,183		396,449
Small cap - domestic	321,053		359,377
Small cap - international	371,395		441,921
Global equity	3,212,786		3,505,605
Commodities and real assets	472,355		473,622
Real estate investment trust	1,011		5,069
Alternative investments:			
Private equity funds	170,165		1,177,841
Hedge fund of funds	6,440,596		7,132,043
	<u>\$ 29,229,754</u>	<u>\$</u>	<u>50,078,397</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Notes to Consolidated Financial Statements**

Years Ended June 30, 2016 and 2015, As Restated

Note 3 – Investments, continued

	<u>2016</u>	<u>2015</u>
Restricted Fund:		
Money market funds	\$ 2,871,750	\$ 575,287
Certificates of deposit	1,818,910	436,782
Equity securities:		
Large cap - domestic	326,064	1,207,424
Large cap - international	252,336	668,152
Mid cap - domestic	139,345	598,631
Mid cap - international	-	42,177
Fixed income:		
Government bonds - international	16,124	11,050
Mutual funds:		
Fixed income - domestic	1,351,117	2,697,052
Fixed income - international	-	822,298
Fixed income - global	457,714	803,078
Large cap - domestic	831,356	2,377,704
Large cap - international	558,224	1,445,179
Mid cap - domestic	244,003	712,244
Mid cap - international	-	82,258
Small cap - domestic	222,576	585,994
Small cap - international	57,736	58,566
Global equity	671,638	835,352
Real estate	183,315	481,771
Commodities and real assets	75,844	74,803
Alternative investments:		
Private equity funds	2,539	1,485
Special purpose vehicle	189,899	-
Hedge fund of funds	60,787	55,624
	<u>\$ 10,331,277</u>	<u>\$ 14,572,911</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2016 and 2015, As Restated

Note 3 – Investments, continued

	<u>2016</u>	<u>2015</u>
Endowment Fund:		
Money market funds	\$ 61,049	\$ 113,704
Certificates of deposit	48,717	151,688
Equity securities:		
Large cap - domestic	952,058	924,013
Fixed income:		
Government bonds - domestic	237,816	229,028
Government bonds - international	10,657	6,716
Corporate bonds - domestic	447,100	554,235
Mutual funds:		
Fixed income - domestic	1,766,394	1,237,818
Fixed income - global	637,973	1,158,292
Large cap - domestic	1,587,128	1,475,991
Large cap - international	901,656	843,591
Mid cap - domestic	453,144	419,999
Small cap - domestic	454,045	416,439
Small cap - international	666,568	625,386
Global equity	5,815,028	5,422,230
Commodities and real assets	868,165	879,849
Alternative investments:		
Private equity funds	201,669	125,793
Hedge fund of funds	4,829,160	4,711,332
	<u>\$ 19,938,327</u>	<u>\$ 19,296,104</u>
	<u>2016</u>	<u>2015</u>
Custodial Fund:		
Money market funds	\$ 2,083,051	\$ 2,682,153
Certificates of deposit	2,138,244	2,842,354
Fixed income		
Government bonds - international	197,842	177,580
Mutual funds:		
Fixed income - domestic	7,275,197	6,949,176
Fixed income - global	9,156,032	8,358,137
Large cap - domestic	5,721,465	6,656,025
Large cap - international	7,177,968	3,682,560
Mid cap - domestic	1,567,612	1,841,265
Small cap - domestic	1,572,283	1,825,591
Small cap - international	2,292,220	2,726,211
Global equity	23,822,324	23,036,341
Commodities and real assets	2,885,989	3,551,099
Alternative investments:		
Private equity funds	535,190	401,851
Hedge fund of funds	12,815,609	15,050,608
	<u>\$ 79,241,026</u>	<u>\$ 79,780,951</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Notes to Consolidated Financial Statements**

Years Ended June 30, 2016 and 2015, As Restated

Note 3 – Investments, continued

	<u>2016</u>	<u>2015</u>
Charitable Trusts and Gift Annuities:		
Money market funds	\$ 36,960	\$ 17,792
Equity securities:		
Large cap - domestic	108,498	144,943
Large cap - international	17,078	24,550
Mid cap - domestic	34,656	11,248
Small cap - domestic	8,483	8,605
Fixed income:		
Government bonds - domestic	111,475	166,033
Mutual funds:		
Fixed income - domestic	397,027	389,601
Fixed income - international	23,473	16,010
Fixed income - global	50,046	13,887
Large cap - domestic	34,465	36,211
Large cap - international	23,412	27,912
Mid cap - domestic	17,777	18,583
Small cap - domestic	12,217	12,742
Global equity	5,607	5,794
Multi-strategy	2,492	3,190
Commodities and real assets	2,838	5,733
Real estate investment trust	11,374	5,303
	<u>\$ 897,878</u>	<u>\$ 908,137</u>

Union Bank acts as the trustee for charitable remainder trusts in which the Foundation has remainder interests, following the expiration of the trust. The trusts provide payments, as defined, to named beneficiaries during the beneficiaries' lifetimes. Upon termination of the trusts, the trustee will distribute the remaining principal and income to the remainder designated by the trust agreements.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2016 and 2015, As Restated

Note 3 – Investments, continued

The fair market value of investments is categorized as follows for the year ended June 30, 2016:

Description	Level 1	Level 2	Level 3	Total
Money market funds	\$ 25,114,140	\$ -	\$ -	\$ 25,114,140
Certificates of deposit	18,774,112	-	-	18,774,112
Equity securities:				
Large cap - domestic	14,066,462	-	-	14,066,462
Large cap - international	3,310,583	-	-	3,310,583
Mid cap - domestic	1,654,057	-	-	1,654,057
Mid cap - international	40,560	-	-	40,560
Small cap - domestic	325,355	-	-	325,355
Fixed income:				
Government bonds - domestic	7,278,813	-	-	7,278,813
Government bonds - international	-	499,999	-	499,999
Corporate bonds - domestic	4,944,536	-	-	4,944,536
Corporate bonds - international	100,753	-	-	100,753
Mutual funds:				
Fixed income - domestic	32,178,954	101,400	-	32,280,354
Fixed income - international	23,473	-	-	23,473
Fixed income - global	24,106,325	-	-	24,106,325
Large cap - domestic	16,917,806	-	-	16,917,806
Large cap - international	13,530,732	-	-	13,530,732
Mid cap - domestic	3,753,311	-	-	3,753,311
Small cap - domestic	3,637,390	118,675	-	3,756,065
Small cap - international	4,938,806	-	-	4,938,806
Global equity	46,637,042	4,360,138	-	50,997,180
Multi-strategy	2,492	-	-	2,492
Real estate	241,333	-	-	241,333
Commodities and real assets	7,637,942	-	-	7,637,942
Annuity	2,779,689	-	-	2,779,689
Real estate investment trust	567,406	-	11,149	578,555
Alternative investments:				
Private equity funds	-	-	1,741,170	1,741,170
Special purpose vehicle	-	250,000	-	250,000
Hedge fund of funds	-	-	30,048,011	30,048,011
	<u>\$ 232,562,072</u>	<u>\$ 5,330,212</u>	<u>\$ 31,800,330</u>	<u>\$ 269,692,614</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2016 and 2015, As Restated

Note 3 – Investments, continued

The fair market value of investments is categorized as follows for the year ended June 30, 2015:

Description	Level 1	Level 2	Level 3	Total
Money market funds	\$ 21,241,708	\$ -	\$ -	\$ 21,241,708
Certificates of Deposit	18,340,547	-	-	18,340,547
Equity securities:				
Large cap - domestic	8,826,853	-	-	8,826,853
Large cap - international	4,265,933	-	-	4,265,933
Mid cap - domestic	1,535,204	-	-	1,535,204
Mid cap - international	65,372	-	-	65,372
Small cap - domestic	385,978	-	-	385,978
Fixed income:				
Government bonds - domestic	9,558,358	-	-	9,558,358
Government bonds - international	218,254	488,660	-	706,914
Corporate bonds - domestic	3,812,361	-	-	3,812,361
Corporate bonds - international	490,478	-	-	490,478
Mutual funds:				
Fixed income - domestic	28,304,285	101,600	-	28,405,885
Fixed income - international	952,429	-	-	952,429
Fixed income - global	36,784,770	-	-	36,784,770
Large cap - domestic	19,384,792	-	-	19,384,792
Large cap - international	21,822,943	-	-	21,822,943
Mid cap - domestic	4,786,490	-	-	4,786,490
Mid cap - international	93,674	-	-	93,674
Small cap - domestic	4,227,839	322,679	-	4,550,518
Small cap - international	5,698,322	-	-	5,698,322
Global equity	57,186,189	4,671,121	-	61,857,310
Multi-strategy	3,190	-	-	3,190
Real estate	548,632	-	-	548,632
Commodities and real assets	8,604,365	-	-	8,604,365
Annuity	3,158,189	-	-	3,158,189
Real estate investment trust	9,361	-	2,512	11,873
Alternative investments:				
Private equity funds	-	-	1,909,280	1,909,280
Hedge fund of funds	-	-	32,789,464	32,789,464
	\$ 260,306,516	\$ 5,584,060	\$ 34,701,256	\$ 300,591,832

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2016 and 2015, As Restated

Note 3 – Investments, continued

Changes in the fair value of level 3 investments are as follows at June 30, 2016:

	Real estate investment trust	Private equity funds	Hedge fund of funds	Total
Fair value, beginning	\$ 2,512	\$ 1,909,280	\$ 32,789,464	\$ 34,701,256
Purchases	38,384	522,750	-	561,134
Investment gains (losses)	1,056	24,198	(708,629)	(683,375)
Capital distributions	-	(715,058)	(2,032,824)	(2,747,882)
Sales	(30,803)	-	-	(30,803)
Fair value, ending	<u>\$ 11,149</u>	<u>\$ 1,741,170</u>	<u>\$ 30,048,011</u>	<u>\$ 31,800,330</u>

Changes in the fair value of level 3 investments are as follows at June 30, 2015:

	Fixed income - government bonds - international	Mutual funds - global equity	Real estate investment trust	Private equity funds	Hedge fund of funds	Total
Fair value, beginning	\$ 500,000	\$ 4,333,735	\$ 29,438	\$ 2,302,711	\$ 35,074,275	\$ 42,240,159
Purchases	-	-	14,320	31,137	-	45,457
Investment gains (losses)	(11,340)	334,189	84	211,864	1,544,573	2,079,370
Capital distributions	-	-	-	(636,432)	(3,829,384)	(4,465,816)
Sales	-	-	(41,330)	-	-	(41,330)
Transfers to level 2	(488,660)	(4,667,924)	-	-	-	(5,156,584)
Fair value, ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,512</u>	<u>\$ 1,909,280</u>	<u>\$ 32,789,464</u>	<u>\$ 34,701,256</u>

The valuations of the global equity mutual funds, private equity funds, and hedge fund of funds are reflected at fair value, which is determined by the fund managers and defined as the price agreed to in an orderly transaction between market participants to sell an asset or transfer a liability. The fair value of the funds is generally based on the Net Asset Value (NAV) of the underlying funds. The NAV of each underlying fund is calculated by an independent administrator as of a specific valuation date, which is done at a minimum quarterly. The valuation techniques used by the administrators include, but are not limited to, the market approach, sales-comparison approach, and income approach.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Notes to Consolidated Financial Statements**

Years Ended June 30, 2016 and 2015, As Restated

Note 3 – Investments, continued

Commitments and redemption schedule for those investments valued based on net asset values are as follows:

	<u>Fair value at June 30, 2016</u>	<u>Unfunded commitments</u>	<u>Redemption frequency</u>	<u>Redemption notice period</u>
Mutual funds [a]	\$ 4,580,213	none	monthly	n/a
Private equity funds [b]	1,741,170	568,274	not allowed	n/a
Hedge fund of funds [c]	19,096,966	none	quarterly	30 - 95 days
Hedge fund of funds [c]	7,112,939	none	semi-annually	120 days
Hedge fund of funds [c]	1,901,059	none	annually	60 - 90 days
Hedge fund of funds [c]	1,937,047	none	every 3 years	90 days
Special purpose vehicle	250,000	none	semi-annually	180 days

[a] Represents interest in a mutual fund with no active market. Fair value is determined based on quoted market prices which are valued on a daily or monthly basis.

[b] Investments in funds organized as limited partnerships which invest in diversified private equities.

[c] The hedge fund of funds employ a variety of strategies including absolute return, diversified arbitrage, investment in distress strategies, and various long/short strategies.

	<u>Fair value at June 30, 2015</u>	<u>Unfunded commitments</u>	<u>Redemption frequency</u>	<u>Redemption notice period</u>
Mutual funds [a]	\$ 5,095,400	none	monthly	n/a
Private equity funds [b]	1,909,280	364,401	not allowed	n/a
Hedge fund of funds [c]	20,037,329	none	quarterly	30 - 95 days
Hedge fund of funds [c]	8,478,064	none	semi-annually	120 days
Hedge fund of funds [c]	2,119,172	none	annually	60 - 90 days
Hedge fund of funds [c]	2,154,899	none	every 3 years	90 days

[a] Represents interest in a mutual fund with no active market. Fair value is determined based on quoted market prices which are valued on a daily or monthly basis.

[b] Investments in funds organized as limited partnerships which invest in diversified private equities.

[c] The hedge fund of funds employ a variety of strategies including absolute return, diversified arbitrage, investment in distress strategies, and various long/short strategies.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Notes to Consolidated Financial Statements**

Years Ended June 30, 2016 and 2015, As Restated

Note 4 – Other Assets

Other assets consist of the following:

	<u>2016</u>	<u>2015</u>
Real property	\$ 1,888,620	\$ -
Other receivables	1,330,612	692,498
Notes receivable	372,479	427,174
Pledges receivable	215,188	205,188
Property and equipment, net of accumulated depreciation	<u>87,148</u>	<u>111,468</u>
	<u>\$ 3,894,047</u>	<u>\$ 1,436,328</u>

Pledges receivable consist of the following:

	<u>2016</u>	<u>2015</u>
Due in one year or less	\$ 103,214	\$ 100,188
Due after one year through five years	<u>111,974</u>	<u>105,000</u>
	<u>\$ 215,188</u>	<u>\$ 205,188</u>

Pledges receivable due after one year have not been discounted because management believes the discount is insignificant.

At June 30, 2016, the Foundation had approximately \$372,000 of notes receivable outstanding from local Jewish organizations. The notes bear interest at a range of 0% to 1.2%, through March 2019. The notes are secured with a deed of trust. The notes contain certain financial and non-financial covenants. Management is unaware of any violations of the covenants.

Note 5 – Net Assets Released from Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors as follows:

	<u>2016</u>	<u>2015</u>
Restricted Fund charitable distributions	\$ 10,847,540	\$ 3,741,432
Asset management fees	346,024	367,885
Supporting Foundations charitable distributions	279,289	2,383,235
Other qualifying expenses	<u>107,838</u>	<u>193,011</u>
	<u>\$ 11,580,691</u>	<u>\$ 6,685,563</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2016 and 2015, As Restated

Note 6 – Administrative Fees

Administrative fees of up to 1.25% of invested assets are allocated from donor accounts on an annual basis. Fees are used to fund the Foundation's operating budget. Allocations to the Operating Fund consist of the following:

	2016	2015
Donor Advised Fund	\$ 1,256,478	\$ 1,223,156
Supporting Foundations	260,920	422,869
Endowment Fund	137,248	118,478
Restricted Fund	158,047	185,404
Custodial Fund	226,334	230,214
Charitable Gift Annuities	1,008	2,727
	<u>\$ 2,040,035</u>	<u>\$ 2,182,848</u>

Note 7 – Retirement Plans

The Foundation provides a Defined Contribution Plan and a 403(b) Thrift Plan (Plans), both of which are administered by Mutual of America. The Plans cover substantially all of the Foundation's full time employees. The Foundation makes contributions equal to 7% of compensation up to \$30,000 and an additional 4.3% of compensation in excess of \$30,000 to the Defined Contribution Plan. The Foundation also makes contributions to the 403(b) Thrift Plan for eligible employees equal to the lesser of 50% of the participants' contributions during the plan year or 1.5% of the participants' eligible compensation.

Retirement plan expense was \$112,087 and \$152,176 for the years ended June 30, 2016 and 2015, respectively.

Note 8 – Endowments

The Foundation's endowment consists of 61 individual funds established for a variety of purposes. Its endowment includes both donor-restricted endowment funds and funds designated by the Board to function as endowments. As required by generally accepted accounting principles, net assets associated with endowment funds, including funds designated by the Board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of the Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary, unless approved by the Board with full consideration of the seven guidelines identified below. As a result of this interpretation, the Foundation classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Foundation in a manner that is consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- 1) The duration and preservation of the fund
- 2) The purposes of the Foundation and the donor-restricted endowment fund
- 3) General economic conditions
- 4) The possible effect of inflation and deflation
- 5) The expected total return from income and the appreciation of investments
- 6) Other resources of the Foundation
- 7) The investment policies of the Foundation

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2016 and 2015, As Restated

Note 8 – Endowments, continued

At June 30, 2016 and 2015, the endowment was comprised of two funds, the Foundation Fund and the Endowment Fund. The net assets of the Foundation Fund are comprised of board-designated restricted funds, board-designated endowments and donor-restricted endowments. The net assets of the Endowment Fund are comprised of temporarily restricted funds and donor-restricted endowments.

The net assets of the Foundation Fund funds are comprised of the following at June 30, 2016:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ (2,130)	\$ 72,722	\$ 1,146,302	\$ 1,216,894
Board-designated endowment funds	10,188,265	-	-	10,188,265
Board-designated restricted funds	<u>147,943</u>	<u>-</u>	<u>-</u>	<u>147,943</u>
Total Foundation Fund	<u>\$ 10,334,078</u>	<u>\$ 72,722</u>	<u>\$ 1,146,302</u>	<u>\$ 11,553,102</u>

The net assets of the Endowment Fund funds are comprised of the following at June 30, 2016:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ (2,703,935)	\$ 218,615	\$ 18,603,822	\$ 16,118,502
Temporarily restricted funds	<u>-</u>	<u>477,975</u>	<u>-</u>	<u>477,975</u>
Total Endowment Fund	<u>\$ (2,703,935)</u>	<u>\$ 696,590</u>	<u>\$ 18,603,822</u>	<u>\$ 16,596,477</u>

At June 30, 2016, the endowment net assets composition by type of fund consisted of the following:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ (2,706,065)	\$ 291,337	\$ 19,750,124	\$ 17,335,396
Board-designated endowment funds	<u>10,188,265</u>	<u>-</u>	<u>-</u>	<u>10,188,265</u>
Total endowment funds	<u>\$ 7,482,200</u>	<u>\$ 291,337</u>	<u>\$ 19,750,124</u>	<u>\$ 27,523,661</u>

Changes in endowment net assets for the year ended June 30, 2016, consisted of the following:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning	\$ 9,779,081	\$ 864,095	\$ 16,060,429	\$ 26,703,605
Change in endowment net assets:				
Philanthropic activity	(2,394,391)	(128,630)	3,689,695	1,166,674
Investment activity	204,367	(417,592)	-	(213,225)
Operating activity	<u>(106,857)</u>	<u>(26,536)</u>	<u>-</u>	<u>(133,393)</u>
	<u>(2,296,881)</u>	<u>(572,758)</u>	<u>3,689,695</u>	<u>820,056</u>
Endowment net assets, ending	<u>\$ 7,482,200</u>	<u>\$ 291,337</u>	<u>\$ 19,750,124</u>	<u>\$ 27,523,661</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Notes to Consolidated Financial Statements**

Years Ended June 30, 2016 and 2015, As Restated

Note 8 – Endowments, continued

The net assets of the Foundation Fund funds are comprised of the following at June 30, 2015:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ (312)	\$ 148,286	\$ 1,100,000	\$ 1,247,974
Board-designated endowment funds	9,968,874	-	-	9,968,874
Board-designated restricted funds	<u>145,946</u>	<u>-</u>	<u>-</u>	<u>145,946</u>
Total Foundation Fund	<u>\$ 10,114,508</u>	<u>\$ 148,286</u>	<u>\$ 1,100,000</u>	<u>\$ 11,362,794</u>

The net assets of the Endowment Fund funds are comprised of the following at June 30, 2015:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ (189,481)	\$ 715,809	\$ 14,960,429	\$ 15,486,757
Temporarily restricted funds	<u>-</u>	<u>505,927</u>	<u>-</u>	<u>505,927</u>
Total Endowment Fund	<u>\$ (189,481)</u>	<u>\$ 1,221,736</u>	<u>\$ 14,960,429</u>	<u>\$ 15,992,684</u>

At June 30, 2015, the endowment net assets composition by type of fund consisted of the following:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ (189,793)	\$ 864,095	\$ 16,060,429	\$ 16,734,731
Board-designated endowment funds	<u>9,968,874</u>	<u>-</u>	<u>-</u>	<u>9,968,874</u>
Total endowment funds	<u>\$ 9,779,081</u>	<u>\$ 864,095</u>	<u>\$ 16,060,429</u>	<u>\$ 26,703,605</u>

Changes in endowment net assets for the year ended June 30, 2015, consisted of the following:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning	\$ 7,416,935	\$ 1,321,738	\$ 13,408,620	\$ 22,147,293
Change in endowment net assets:				
Philanthropic activity	2,195,189	(645,436)	2,651,809	4,201,562
Investment activity	202,744	284,579	-	487,323
Operating activity	<u>(35,787)</u>	<u>(96,786)</u>	<u>-</u>	<u>(132,573)</u>
	<u>2,362,146</u>	<u>(457,643)</u>	<u>2,651,809</u>	<u>4,556,312</u>
Endowment net assets, ending	<u>\$ 9,779,081</u>	<u>\$ 864,095</u>	<u>\$ 16,060,429</u>	<u>\$ 26,703,605</u>

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the Foundation to retain as a fund of perpetual duration. In accordance with generally accepted accounting principles, deficiencies of this nature, which are reported in unrestricted net assets, were \$2,706,065 and \$189,793 as of June 30, 2016 and 2015, respectively. These deficiencies resulted from unfavorable market fluctuations.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2016 and 2015, As Restated

Note 8 – Endowments, continued

Return Objectives and Risk Parameters

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide funding for the operating expenses of programs supported by its endowments and increase the value of the original contributed capital by an amount not less than the annual increase in the Consumer Price Index (CPI). In order to meet this objective, the permanently restricted endowment asset portfolio is structured to achieve a compounded annual return, net of investment management expenses, of 5% plus the annual rate of inflation (Target Return) over ten years.

Investment Strategy

The investment strategy of the Foundation is designed to meet a number of objectives through the use of five common investment pools and select outside managers. The Foundation recognizes that risk (the uncertainty of future events), volatility (the potential for variability of asset values), and the potential of loss in purchasing power (due to inflation) are present to some degree with all types of investment vehicles. The assumption of risk consistent with investment objectives is warranted and encouraged in order to allow the Foundation and its investment managers the opportunity to achieve satisfactory results consistent with the objectives and the fiduciary character of the Foundation over a full market cycle.

Spending Policy

The Foundation has a policy of appropriating for distribution each year an amount equal to 5% of the average ending balance of the previous 12 quarters beginning with the end of the prior calendar year of the assets associated with the endowments. In establishing this policy, the Foundation considered the long-term expected return on its endowment. Accordingly, over the long-term, the Foundation expects the current spending policy to allow its endowment to grow at the average annual rate of inflation over ten years. This is consistent with the Foundation's objective to maintain the purchasing power of the endowment assets held in perpetuity as well as to provide additional real growth through new gifts and investment return.

Note 9 – Reclassifications

Certain items in the 2015 consolidated financial statements have been reclassified to conform to current year classifications. Such reclassifications had no effect on previously reported changes in net assets.

Note 10 – Prior Period Restatement

Due to a change in interpretation based on additional review of accounting standards made during the year, the Foundation reclassified all Donor Advised Funds in the amount of \$139,912,678 as of June 30, 2014 from temporarily restricted net assets to unrestricted net assets.

Additionally, as part of a review of the Endowment Fund, several funds were identified that should have been previously recorded as beneficial interests. The Foundation holds funds for community organizations who have previously contributed funds to establish an endowment. In the endowment agreement, the community organizations have named themselves the beneficiary of the distributions of the income earned on those endowment funds. In accordance with revenue recognition standards, those amounts received should have been recorded as an asset and beneficial interests when received and all associated income/loss on the funds are those of the community organizations. The Foundation previously recorded the funds as contributions received and recorded all activity of the funds in the consolidated statement of activities.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Notes to Consolidated Financial Statements**Years Ended June 30, 2016 and 2015, As Restated

Note 10 – Prior Period Restatement, continued

The following is a summary of the restatement made to the June 30, 2015 consolidated financial statements:

Liabilities at June 30, 2015 (as originally stated)	\$	96,024,281
Restatement		<u>2,128,766</u>
Liabilities at June 30, 2015 (as restated)	\$	<u><u>98,153,047</u></u>
Permanently restricted net assets at June 30, 2014 (as originally stated)	\$	13,516,952
Restatement		<u>(108,332)</u>
Permanently restricted net assets at June 30, 2014 (as restated)	\$	<u><u>13,408,620</u></u>
Contributions from donors for the year ended June 30, 2015 (as originally stated)	\$	105,053,643
Restatement		<u>(2,010,000)</u>
Contributions from donors for the year ended June 30, 2015 (as restated)	\$	<u><u>103,043,643</u></u>

SUPPLEMENTAL INFORMATION

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO
Schedule of Consolidated Charitable Distributions to Organizations
Year Ended June 30, 2016

Organizations Serving Jewish Purposes Within San Diego:

Jewish Family Service of San Diego	\$ 4,173,067
Jewish Federation of San Diego County	3,312,043
Lawrence Family Jewish Community Center JACOBS FAMILY CAMPUS	1,149,997
Congregation Beth Israel	638,771
Hillel of San Diego	522,203
Anti-Defamation League	430,330
San Diego Jewish Academy	402,510
Congregation Beth El	365,604
Hope Village San Diego	289,540
Congregation Beth Am	279,824
Seacrest Foundation	271,728
Seacrest Village Retirement Communities	217,231
Soille San Diego Hebrew Day School	203,445
Camp Mountain Chai	150,043
Temple Emanu-El	134,004
Ken Jewish Community	113,007
Coastal Roots Farm	101,302
Temple Solel of North San Diego County	90,729
Congregation Adat Yeshurun	77,244
Ohr Shalom Synagogue	76,697
Tifereth Israel Synagogue	72,065
Israel Emergency Alliance (StandWithUs)	62,183
Southern California Yeshiva High School	60,685
Torah High Schools of San Diego	55,838
Friends of Chabad Lubavitch San Diego (Chabad of San Diego)	55,040
Hadassah the Womens Zionist Organization of America	49,510
Chabad of La Costa	39,020
Temple Adat Shalom	28,644
Friends of Chabad Lubavitch San Diego (Chabad Hebrew Academy)	27,203
Ner Tamid Synagogue	22,054
Jewish Gift Closet - San Diego Gmach	16,783
San Diego Jewish Experience	14,030
Friendship Circle of San Diego	13,000
Jewish Collaborative of San Diego	13,000
Temple Beth Sholom	9,700
Chabad of Poway	8,200
Kehillat Israel-Jewish Congregation of Pacific Palisades	7,882
Chabad of Carmel Valley	7,880
Chabad of La Jolla Shores	7,112
Chabad of Downtown San Diego	5,750
Other Organizations Under \$5,000	76,504
Total	13,651,402

Organizations Serving Jewish Purposes Outside of San Diego:

American Society for Technion	25,071,902
American Jewish Joint Distribution Committee	848,491
Hadassah, The Women's Zionist Organization of America, Inc.	601,630
Sarasota-Manatee Jewish Federation, Inc.	500,000
American Israel Education Foundation	432,700

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**Year Ended June 30, 2016

American Friends of Tel Aviv University	300,550
Friends of the Israel Defense Forces	288,810
Jewish Agency for Israel - North American Council	259,500
Hadassah Medical Relief Association	201,000
American Friends of the Association for the Adv of Commmunity Centers in Israel	200,000
Friends of Tel Aviv Sourasky Medical Center	200,000
Hasbara Fellowships	125,000
Jerusalem Foundation	116,250
P.E.F. Israel Endowment Funds	115,180
Friends of Yemin Orde, Inc.	107,480
Centro Primo Levi	97,129
J Street Education Fund, Inc.	93,085
New Israel Fund	83,600
Congregation Shir Hadash	75,054
Jewish National Fund	66,135
American Committee for Tel Aviv Foundation Inc.	65,000
Jewish Community Centers Assoc of North America	61,200
Jewish Federation of Greater Des Moines	50,100
American Friends of the Israel Free Loan Association, Inc.	38,000
Wilshire Boulevard Temple	33,597
Israel Venture Network	33,000
Hand in Hand American Friends of the Center for Jewish-Arab Education in Israel	30,600
Central Europe Center for Research & Documentation, Inc.	30,000
Jews for Racial and Economic Justice	30,000
American Friends of the Israel Museum	28,625
Mazon Inc. A Jewish Response to Hunger	27,190
Israel Tennis Centers Foundation Inc.	25,600
American Friends of Sheba Medical Center-Tel Hashomer	25,000
American Friends of the Open University of Israel	25,000
Jewish Community High School of the Bay	25,000
Lubavitch Center Aventura South	25,000
Maccabi World Union	25,000
Sefaria Inc.	25,000
Shalem Foundation	25,000
Institute for Jewish Spirituality	23,940
Jewish Family and Children's Services	22,800
Hillel the Foundation for Jewish Campus Life	21,870
Chai Lifeline	21,280
American Friends of the Shalom Hartman Institute	21,275
American Friends of Magen David Adom	20,537
Friends of United Hatzalah	20,350
Scheck Hillel Community School Inc.	20,000
U.S. Holocaust Memorial Museum	19,268
Jewish Federation of Silicon Valley	16,875
American Jewish Committee	16,350
American Jewish World Service	13,560
Jewish Community Relations Council of San Francisco Marin & Peninsula	13,000
Lamplighters Yeshivah	13,000
Union for Reform Judaism	12,853
American Jewish University	12,600
Los Angeles Museum of the Holocaust	12,500

See independent auditors' report.

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JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**

Year Ended June 30, 2016

Moishe Foundation	12,500
American Pardes Foundation Inc.	12,280
Bais Yaakov School for Girls	12,000
Jewish Community Federation of SF Marin Peninsula & Sonoma Counties	12,000
Jewish Federation of Palm Springs and Desert Area	12,000
Jewish Community Federation of S.F. Marin Peninsula & Sonoma Cty.	11,925
Peninsula Temple Beth El	11,800
Congregation Bais Tzvi Yosef	11,000
University of Southern California - Shoah Foundation Institute	11,000
American Friends of Leket Israel Inc.	10,925
American Society of Yad Vashem Inc.	10,600
Jewish Institute for National Security Affairs	10,430
Congregation Emanu-El	10,275
UCLA Hillel	10,036
E.L.E.M. Youth in Distress, Inc.	10,018
American Society of the University of Haifa	10,000
Beber Camp Property Inc.	10,000
Bnai Torah Congregation	10,000
Chabad of Hamilton Heights	10,000
Hillel at the University of Pennsylvania	10,000
Kiryat Shemona Foundation	10,000
Touro College	9,500
Birthright Israel Foundation	8,800
America Israel Cultural Foundation	8,200
Temple of the Arts	8,000
Committee for Accuracy in Middle East Reporting in America	7,860
Good People Fund Inc.	7,180
Hebrew Immigrant Aid Society	6,700
Central Fund For Israel	6,600
American Friends of Yeshivat Ohr Yerushalayim	6,000
KAM Isaiah Israel Congregation	5,850
Congregation Bais Torah	5,500
Yad Yisroel Inc	5,500
World Jewish Congress American Section	5,350
Congregation Beth Sholom	5,172
American Friends of Meir Panim	5,100
ALEPH Society	5,018
Abraham Fund Inc.	5,000
American Friends of Chabad Thailand Inc.	5,000
Boulder Jewish Community Center	5,000
Calabasas Shul	5,000
Congregation Beth Emek	5,000
Fund For Israel's Tomorrow	5,000
Heritage Pointe	5,000
Jewish Book Council	5,000
Jewish Community Center of Orange County	5,000
Jewish Federation Council of Greater Los Angeles	5,000
Machon Maayan	5,000
MEOR-Heritage Retreats Foundation, Inc.	5,000
Rabbinical Organization - Chabad Lubavitch	5,000
Schechter Institute of Jewish Studies Inc.	5,000

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**

Year Ended June 30, 2016

Sholom Foundation	5,000
Tribe Media	5,000
Tucson Jewish Community Center, Inc.	5,000
Yad Aharon Inc.	5,000
Other Organizations Under \$5,000	227,420
Total	<u>31,366,005</u>

Other Organizations Primarily Serving the County of San Diego:

UCSD Foundation	14,349,742
Salk Institute for Biological Studies	7,817,975
San Diego Symphony	7,235,926
Campanile Foundation	3,671,006
Turk Family Foundation	1,894,920
University of San Diego	1,350,302
San Diego Public Library Foundation	1,230,415
La Jolla Playhouse	1,217,104
San Diego State University Foundation (KPBS)	773,739
Museum of Contemporary Art San Diego	710,100
San Diego Natural History Museum	307,350
Francis W. Parker School	296,490
Nature and Culture International	250,000
Old Globe Theatre	243,503
La Jolla Music Society	228,200
Sanford Burnham Prebys Medical Discovery Institute	222,200
Voice of San Diego	203,550
San Marcos Promise	189,724
San Diego Opera Association	188,600
San Diego Repertory Theatre	188,030
Mission Edge San Diego	159,050
Scripps Health Foundation	156,430
San Diego Foundation	154,534
Teach For America	150,000
Citizens Climate Education Corp	125,000
Matthew and Iris Strauss Family Foundation Inc.	125,000
San Diego Museum of Man	120,250
Mainly Mozart Festival	118,500
Museum of Photographic Arts	109,300
Planned Parenthood of the Pacific Southwest	107,645
Voices for Children	100,664
Serving Seniors	100,554
Integra Center	100,000
Jacobs & Cushman San Diego Food Bank	92,275
Alzheimer's San Diego	89,963
Junior Achievement of San Diego	86,200
La Jolla Institute for Allergy and Immunology	83,334
Interfaith Community Services	80,504
Challenged Athletes Foundation	74,310
Rady Childrens Hospital & Health Center	73,660
Info Line of San Diego County	70,802
San Diego Children's Discovery Museum	69,500

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**Year Ended June 30, 2016

American Civil Liberties Union Foundation	69,100
San Diego Humane Society and SPCA	65,465
Library Association of La Jolla - Athenaeum	63,740
A Reason to Survive	62,100
San Diego Unified School District	61,306
Force Sports Foundation	60,000
United Way of San Diego County	58,800
Investigative Newsource	57,400
Nine Girls Ask	57,050
National Conflict Resolution Center	54,850
Neighborhood House Association	52,500
Kitchens For Good, Inc.	48,000
Cygnnet Theatre Company	47,661
Reuben H. Fleet Space Theater and Science Center	47,330
Pro Kids Golf Academy, Inc.	46,820
USO	45,700
Just in Time for Foster Youth	43,350
Reality Changers	42,270
Zoological Society of San Diego	41,553
Cystic Fibrosis Foundation	40,950
Partnerships With Industry	40,736
San Diego Museum of Art	40,698
Playwrights Project	39,150
Words Alive	38,979
Helen Woodward Animal Center	37,530
Computers 2 SD Kids	36,500
Rolf Benirschke Legacy Foundation	36,500
San Diego Botanical-Garden Foundation Inc	36,161
Monarch School Project	36,150
Youth Tennis San Diego Outreach	35,900
Second Chance	33,725
Malashock Dance & Company	33,700
Barrio Logan College Institute	33,100
Carlsbad Educational Foundation	33,000
Community Resource Center of Encinitas	32,545
National Multiple Sclerosis Society	32,360
American Cancer Society	32,000
Gompers Preparatory Academy	30,500
La Jolla Country Day School	30,500
Lux Art Institute	30,500
International Bipolar Foundation	30,000
Encinitas Educational Foundation	29,000
Interfaith Shelter Network	29,000
Sharp Healthcare Foundation	27,617
Vista Hill Foundation	27,450
Feeding America San Diego	27,100
Meals on Wheels	26,690
Kyoto Symposium Organization	26,000
San Diego High School Foundation	24,750
Elementary Institute of Science	24,100

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**

Year Ended June 30, 2016

Intelliversity	23,979
Boys and Girls Clubs of Greater SD	23,500
San Diego Grantmakers	22,975
Patrons of the Prado	22,500
WITKIDS Inc.	22,500
ElderHelp of San Diego	22,254
Century Club of San Diego	21,475
Kids Included Together-San Diego	21,100
Alpha Project for the Homeless	20,750
YMCA of San Diego County	20,410
Horses of Tir Na Nog	20,000
La Maestra Family Clinic	20,000
Palomar College Foundation	20,000
We Are Coaches	20,000
Big Brothers Big Sisters of San Diego County	19,800
Mama's Kitchen	19,450
Casa Cornelia Legal Services	19,000
Vietnam Veterans of San Diego	18,600
STAR/PAL	18,500
North Coast Repertory Theatre	18,418
Access Youth Academy	18,400
San Diego Social Venture Partners Inc.	18,000
Support The Enlisted Project (STEP)	18,000
Centro De Salud De La Comunidad De San Ysidro Inc.	17,500
Pacific Ridge School	17,150
San Diego Hunger Coalition	17,000
USS Midway Museum	16,925
YMCA - Copley-Price Family Branch	16,500
The American Institute of Wine and Food, San Diego Chapter	16,475
Center On Policy Initiatives	16,250
California State University, San Marcos Foundation	16,000
Casa De Amistad Centro De Ensenanza	16,000
Christ Church of San Diego	15,600
San Diego County Medical Society Foundation	15,200
1to1 Movement	15,000
J. Craig Venter Institute	15,000
North County Health Project Inc. (North County Health Services)	15,000
Sage Patient Advocates	15,000
Vista Community Clinic	15,000
Westminster Presbyterian Church	15,000
Emilio Nares Foundation	14,250
Boys and Girls Club of Oceanside	14,110
Interfaith Center for Worker Justice of San Diego County	14,050
Boys and Girls Club of Vista	14,000
Brother Benno Foundation	14,000
Childrens Initiative	14,000
Dress For Success San Diego	14,000
GenerateHope, Inc.	14,000
Girls Think Tank	14,000
Kids Turn San Diego	14,000
Oceanside Ivey Ranch Park Association	14,000

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**Year Ended June 30, 2016

Outdoor Outreach	14,000
Reading Legacies	14,000
Somali Family Service of San Diego	14,000
Survivors of Torture International	14,000
The Aja Project	14,000
The Angel's Depot	14,000
Travelers Aid Society of San Diego Inc.	14,000
Phoenix Foods USA	13,896
San Diego Council on Literacy	13,750
Educational Enrichment Systems Inc.	13,655
Karen Organization of San Diego	13,500
Mind Treasures	13,500
Nonprofit Management Solutions	13,500
Regional Task Force on the Homeless	13,500
San Diego Organizing Project	13,500
US - Mexico Border Philanthropy Partnership	13,500
Mingei International	13,386
Groundwork San Diego Chollas Creek	13,000
Horn of Africa Community in North America	13,000
Little Saigon San Diego Foundation	13,000
National Assistance League	13,000
San Diego Housing Federation	13,000
San Diego Mana	13,000
SPORTS for Exceptional Athletes	13,000
Unitarian Universalist Refugee and Immigrant Services and Education	13,000
Susan G. Komen Breast Cancer Foundation	12,808
Tender Loving Canines Assistance Dogs	12,750
Make A Wish Foundation	12,545
Classics for Kids	12,500
PsychArmor Institute	12,500
Las Patronas	12,200
Del Mar Foundation	12,112
Pedal the Cause	12,050
San Diego Rescue Mission	11,200
Boys and Girls Clubs of Carlsbad	11,000
Point Loma Community Presbyterian Church	11,000
United Through Reading	10,800
Natural High Foundation	10,740
Greater San Diego City Tennis Council	10,500
The New Children's Museum of San Diego	10,300
Regents of the University of California at San Diego	10,250
Boys To Men	10,200
International Rescue Committee	10,172
Maritime Museum Association of San Diego	10,100
Accion San Diego	10,000
Coronado Promenade Concerts	10,000
Musicians For Education	10,000
Parent Institute for Quality Education Inc.	10,000
San Diego Air and Space Museum	10,000
San Diego Hall of Champions	10,000
Soroptimist Foundation	10,000

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**

Year Ended June 30, 2016

Elizabeth Hospice	9,750
North County Lifeline	9,000
Casa de Amparo	8,800
Promises2Kids	8,750
Ion Theater	8,650
Charley Hoffman Foundation	8,600
The Arc of San Diego	8,600
Training and Education About the Middle East	7,952
Mercy Hospital Foundation	7,700
A New Path	7,000
Center for Community Solutions	7,000
Huntington's Disease Society of America	7,000
Salvation Army	6,930
Foundation for Animal Care and Education	6,750
Juvenile Diabetes Research Foundation	6,500
San Diego History Center	6,475
San Diego Dental Health Foundation	6,288
American Heart Association	6,250
Community HousingWorks	6,250
Tierrasanta Lutheran Church	6,150
HomeAid San Diego	6,000
Lamb's Players Theatre	6,000
Point Loma High School Pointer Association	6,000
Special Delivery San Diego	6,000
Torrey Pines Elementary School Foundation	6,000
Home Start Inc.	5,850
Spay-Neuter Action Project	5,850
Rancho Coastal Humane Society	5,800
Seany Foundation	5,600
PTA California Congress of Parents Teachers and Students Inc.	5,478
Scripps Research Institute	5,450
San Diego Youth Symphony	5,350
Culture Shock Dance Troup Inc.	5,250
Art FORM	5,100
Hemlock Society of San Diego	5,100
Injured Marine Semper Fi Fund	5,100
The Angels Foster Family Agency	5,100
YMCA	5,100
Associated Students of San Diego State University	5,000
Friends of Balboa Park	5,000
Home of Guiding Hands Foundation	5,000
La Jolla Christmas Parade and Holiday Festival Foundation	5,000
Ocean Discovery Institute	5,000
Plaza de Panama Committee	5,000
Other Organizations Under \$5,000	452,585
Total	<u>49,205,380</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**Year Ended June 30, 2016

Other Organizations Outside the County of San Diego:

Cornell University	4,905,000
Community Foundation of Southeastern Massachusetts	1,045,000
Massachusetts Institute of Technology	1,019,250
American Civil Liberties Union Foundation	1,012,000
Friends of Tsinghua Sem Inc.	1,000,000
Give2Asia	580,000
Human Rights Watch	525,500
Napa Valley Wine Auction	474,200
Ashoka	437,642
University of Manitoba Foundation USA Inc.	355,874
Adenoid Cystic Carcinoma Research Foundation	250,000
Cedars-Sinai Medical Center	184,442
Aruna Partnership, Inc.	161,250
Orcas Island Community Foundation	150,000
Childrens Hospital Foundation	135,856
ConnectEd: The California Center for College and Career	112,000
Anu Family Services	100,000
Oklahoma State University Alumni Association	100,000
United Against Illegal Guns Support Fund	100,000
Heifer Project International	93,350
UCSF Foundation	91,018
Third Way Institute	85,000
Center for Early Education	80,000
Lang Lang International Music Foundation	80,000
Tiger Woods Charity Event Corp.	75,764
Curtis Institute of Music	75,000
Cystic Fibrosis Foundation	71,500
Americans for the Arts	68,280
Protestant Episcopal Cathedral Foundation	65,000
Just Like My Child Foundation	63,750
Trustees of Princeton University	60,100
Americans for Prosperity Foundation	60,000
Jorge M. Pérez Art Museum Miami of Dade County, Inc.	60,000
New American School	60,000
Natural Resources Defense Council	56,100
National Multiple Sclerosis Society	55,600
Audre Lorde Project	55,000
Harold Robinson Foundation	53,000
Museum of Contemporary Art	52,306
Room to Read	50,500
California Council on Science and Technology	50,000
Center for American Progress	50,000
International Community Foundation	50,000
ProPublica	50,000
San Francisco Foundation	50,000
San Luis Obispo County Community Foundation	50,000
Teach for America	50,000
Young Adult Alliance	50,000
Stanford University	49,650

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**Year Ended June 30, 2016

International Rescue Committee	38,500
San Francisco University High School	36,000
Campbell Hall Episcopal	35,610
Southern Poverty Law Center	35,450
Peaceworks Network Foundation	35,000
Columbia University	33,000
Human Development and Children Foundation	31,200
Acumen Fund	30,000
Denton County Cowboy Church	30,000
Friends of Imagine1day	30,000
IEEE Foundation	30,000
PALS Programs	30,000
FJC - A Foundation of Philanthropic Funds	28,250
Project Concern International	26,550
University of Southern California	25,499
Bay Street Theatre Festival	25,000
Brigham Young University	25,000
Canopy Canopy Canopy Inc.	25,000
Cyber Civil Rights Initiative	25,000
Family Violence Appellate Project	25,000
Foundation for the Defense of Democracies Inc.	25,000
Institute for Energy Economics and Financial Analysis	25,000
Inter-American Dialogue	25,000
NAACP Legal Defense and Educational Fund	25,000
SENS Foundation	25,000
University of Arizona Foundation	25,000
UCLA Law School Foundation	22,610
Bonobo Project	22,000
Museum of Mathematics	21,000
Save a Childs Heart Foundation US, Inc.	20,780
American Corporation of the Arts	20,000
Lindsey Vonn Foundation	20,000
Metta Earth Institute	20,000
Physicians Committee for Responsible Medicine	20,000
Yale University	20,000
Zeta Beta Tau Foundation	20,000
Democracy Council	18,425
Brady Center to Prevent Gun Violence	18,309
Boston Latin School Association	18,000
Global Dental Relief	17,954
Doctors Without Borders USA INC	17,525
Faces of Courage Foundation	17,372
UC Berkeley Foundation	17,274
Operation Respect	16,900
BeadForLife	16,700
Northwestern University	16,500
UCLA Foundation	16,062
Johns Hopkins University	16,018
Marwen Foundation	16,000
Humane Society of Yuma Inc.	15,300

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**

Year Ended June 30, 2016

American Academy of Arts & Sciences	15,000
California Charter Schools Consortium	15,000
Conservation Colorado Education Fund	15,000
Cooperation Jackson of Mississippi	15,000
Goodcity	15,000
National Death Row Assistance Network of Cure	15,000
Tectonic Theater Project Inc.	15,000
Women With A Vision	15,000
Serenity Trauma Foundation	14,250
Arts for A Better Tomorrow	14,000
Turning Point USA	14,000
Alzheimer's Association	13,300
Wounded Warrior Project	12,880
Common Cause Education Fund	12,543
National Psoriasis Foundation	12,500
University of Illinois Foundation	12,400
Harvard University	11,500
Juvenile Diabetes Research Foundation	11,200
Middle East Forum	11,000
Core Educational Services	10,950
Women's Foundation of California	10,950
Wikimedia Foundation, Inc.	10,350
Mercy for Animals	10,200
Evanston/Skokie School District 65	10,125
Parents and Friends of Lesbians and Gays	10,100
Academy of Urban Learning	10,000
Bas Bleu Theatre Company	10,000
Bella Abzug Leadership Institute	10,000
Boston University Trustees of Boston University	10,000
California Polytechnic State University Foundation	10,000
Carnegie Hall Society Inc.	10,000
Chemical Heritage Foundation	10,000
Corporate Accountability International	10,000
Diabetes Media Foundation	10,000
Disabled American Veterans Charitable Service Trust	10,000
Drexel University	10,000
Drug Policy Alliance	10,000
Feeding America	10,000
Future Foundation of Sacramento	10,000
International Humanity Foundation	10,000
Lawfare Project	10,000
Lighthouse Nonprofit Technologies	10,000
Mama Foundation for the Arts	10,000
Mariinsky Foundation of America	10,000
Maui Memorial Medical Center Foundation	10,000
Pacific Council on International Policy	10,000
Resource Generation	10,000
Sacramento Kings Foundation	10,000
Santa Monica Museum of Art	10,000
SLO Noor Foundation	10,000
Social Justice Center of Albany	10,000

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**

Year Ended June 30, 2016

Southampton Animal Shelter Foundation	10,000
St. Mary's Health Wagon	10,000
Texas Cowboys Against Cancer	10,000
United States Ski Team Foundation	10,000
University of Miami	10,000
University of Nevada Las Vegas Foundation	10,000
USTA Foundation	10,000
V Foundation	10,000
Villa Esperanza Services	10,000
UNC Charlotte Foundation	9,333
UNICEF	9,100
Unstoppable Foundation	8,880
Regents of the University of California at Berkeley	8,500
Mount Gretna School of Art	8,400
Via International	8,108
Equine Wellbeing Rescue	8,000
Planned Parenthood Federation of America	7,625
Archbishop Williams High School	7,500
Aspen Swim Club	7,500
Chicago Council on Global Affairs	7,500
World Wildlife Fund	7,500
Middle East Media and Research Institute Inc.	7,480
Humane League	7,200
San Francisco Film Society	7,018
Bear Hug Foundation	7,000
City College Fund	7,000
Shepherds Canyon Retreat	6,775
Victory Academy	6,620
UC Riverside Foundation	6,328
YMCA of Greater Seattle	6,200
American Cancer Society	6,130
Elkhart General Hospital Foundation	6,000
Great Neck Public Schools	6,000
Tides Center	6,000
Wellness Foundation	6,000
St. Jude Children's Research Hospital	5,715
American Society for the Prevention of Cruelty to Animals	5,700
Fractured Atlas	5,500
San Carlos School District	5,500
Breast Cancer Research Foundation Inc	5,400
American Philosophical Society	5,000
America's Mighty Warriors	5,000
Angel Flight West, Inc.	5,000
Animal Legal Defense Fund	5,000
Animal Welfare Institute	5,000
Asia Society	5,000
Association of Community Employment Programs for the Homeless	5,000
Black Organizing Project	5,000
Camp Sunshine	5,000
Cancer Research Fund of the Damon Runyon-Walter Winchell Foundation	5,000
Capital Area Animal Welfare Society	5,000

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**

Year Ended June 30, 2016

Carlthorp School	5,000
Chapman University	5,000
Chemotherapy Foundation Inc.	5,000
Compassion and Choices	5,000
Computer History Museum	5,000
David Horowitz Freedom Center	5,000
Eastern Congo Initiative	5,000
Franklin Institute	5,000
Fred Hutchinson Cancer Research Center	5,000
Freedom Fund	5,000
Greenpeace Fund Inc.	5,000
Grupo Cleofas	5,000
Hamptons International Film Festival	5,000
Harvard Business School Fund	5,000
Holy Family Ministries	5,000
Hope Animal Rescue	5,000
Intercambio De Comunidades	5,000
Italian Scientists and Scholars in North America Foundation	5,000
Jackson Hole Land Trust	5,000
Larkin Street Youth Services	5,000
Larry H. Miller Charities	5,000
Lehigh University	5,000
Lung Cancer Foundation of America	5,000
Miami Dade College Foundation Inc.	5,000
Ovarian Cancer Research Fund	5,000
PeopleForBikes Foundation	5,000
Pepperdine University	5,000
Pomona College	5,000
Research + Evaluation = Promoting Organizational Responsibility and Transparency	5,000
Robert W. Woodruff Arts Center	5,000
Rocky Mountain Planned Parenthood	5,000
San Carlos Educational Foundation	5,000
Sharing Foundation	5,000
Spirit in Action	5,000
The Defiant Requiem Foundation	5,000
Thousand Smiles Foundation	5,000
University of Florida Foundation	5,000
University of Notre Dame Du Lac	5,000
Westside Shepherd Rescue of Los Angeles	5,000
World of Children	5,000
YMCA of Southern Maine	5,000
Youth Organization Umbrella, Inc.	5,000
Other Organizations Under \$5,000	519,179
Total	<u>17,377,659</u>
Total Distributions	<u>\$ 111,600,446</u>

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Operating Expenses Within the Operating Fund**

Years Ended June 30, 2016 and 2015, As Restated

	<u>2016</u>	<u>2015</u>
Salaries and employee benefits	\$ 1,709,601	\$ 1,964,483
Information technology	402,407	268,809
Consulting	103,555	63,909
Occupancy	101,501	99,991
Office	80,183	76,462
Accounting	67,000	83,404
Events	65,853	90,629
Insurance	57,727	54,570
Legal	48,412	48,377
Other	25,362	34,170
Advertising and promotion	32,001	30,900
Depreciation	24,320	24,320
Travel	10,302	26,530
Donor recognition	3,698	2,782
Conferences, conventions, and meetings	2,988	8,189
Taxes	-	1,233
	<u> </u>	<u> </u>
Total Operating Expenses	\$ <u>2,734,910</u>	\$ <u>2,878,758</u>