

JEWISH COMMUNITY FOUNDATION
CONSOLIDATED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION

Years Ended June 30, 2006 and 2005 (Restated)

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JEWISH COMMUNITY FOUNDATION
DESCRIPTION OF THE FOUNDATION
June 30, 2006 and 2005

State of Incorporation	California	
Main Office	4950 Murphy Canyon Road San Diego, CA 92123	
Officers	Sheila Potiker Murray Galinson Emily Einhorn Joan Jacobs Jan Tuttleman Paul Nierman Lawrence Sherman Jane Scher Edgar Berner	Chair Vice Chair and Chair Elect Vice Chair Vice Chair Vice Chair Treasurer General Counsel Secretary Immediate Past President
Board of Directors	Elaine Chortek* Joseph Cohen* Claire Ellman Elliot Feuerstein Henry Haimsohn Gary Jacobs David Kabakoff Martin Klitzner Robert Lazarus	David Mandelbaum Kenneth Polin* Andrew Ratner Jeffrey Siberman Brian Tauber Jerome H. Turk Andrew Viterbi David Wax Eric Weitzen
Past Presidents	Carl Esenoff Victor Schulman Herbert Solomon Stanley Foster Nessim Tiano Jerome Katzin Rodney Stone	Shearn Platt Lawrence Sherman Pauline Foster Jack Schuster Andrew Viterbi Edgar Berner
Personnel	Marjory Kaplan Marissa Garfield Meryl Goldberg Sarah Hoisington Myrna Holmes Gail Littman Jeremy Pearl Charlene Seidle Traci Serrano Jamie Zander Cynthia Zena	Chief Executive Officer Program Officer Financial Analyst Receptionist Controller Director of Endowments Chief Financial Officer Associate Director Office Manager Office Associate Staff Accountant

* New board member as of July 1, 2006

JEWISH COMMUNITY FOUNDATION
DESCRIPTION OF THE FOUNDATION
June 30, 2006 and 2005

History Jewish Community Foundation of San Diego (Foundation), a nonprofit public charity, was established in 1967 and recognized by the State of California as a tax-exempt public benefit corporation in that year. In 1971 the Foundation received approval from the U.S. Internal Revenue Service as a public charity.

Mission To promote philanthropy through meaningful partnerships with donors and community organizations in achieving charitable goals; to increase current and future support for a vibrant and secure Jewish community in San Diego, Israel and around the world.

Major Programs:

Donor Advised Funds The Foundation holds 405 donor advised funds which total over \$83 million. The advisors can recommend charitable distributions from their funds to both Jewish and secular organizations.

During the 2006 fiscal year, the Foundation awarded over \$45 million in grants from the funds.

Unrestricted Fund The Unrestricted Fund now totals over \$6 million and is designated for future and emergency needs of the Jewish community. All bequests over \$25,000 to the Foundation, which are not otherwise designated, are placed into this fund.

Custodial Funds The Foundation serves as a resource to organizations in the Jewish community for their endowment building efforts. Currently, nearly \$36 million in community funds are held at the Foundation. These funds are owned by the individual organizations, but are administered by the Foundation.

Restricted Endowment Funds Nearly \$8 million in restricted endowment funds have been placed in the Foundation. These funds may be designated for a specific organization or an area of interest.

Supporting Foundations Currently the Foundation holds nearly \$89 million of assets in supporting foundations. These affiliated but separate tax-exempt entities offer alternatives for the Foundation to further its mission in the community and involve many generations in charitable giving. Each of the supporting foundations has an independent board of directors, composed of donor representatives and Foundation representatives working together to benefit the Jewish community and to promote philanthropy in general.

During the 2006 fiscal year, the supporting foundations awarded over \$3 million in grants.



INDEPENDENT AUDITORS' REPORT

Audit Committee
Jewish Community Foundation
San Diego, California

We have audited the accompanying consolidated statements of financial position of Jewish Community Foundation as of June 30, 2006 and 2005, and the related consolidated statements of activities, and cash flows for the years then ended. These consolidated financial statements are the responsibility of Jewish Community Foundation's management. 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 audits to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Jewish Community Foundation as of June 30, 2006 and 2005, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audits were performed for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The accompanying schedules of consolidated charitable distributions to organizations and consolidated operating expenses within the operating fund are presented for purposes of additional analysis and are not a required part of the basic consolidated financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic consolidated financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic consolidated financial statements taken as a whole.

Grice, Lund & Tarkington, LLP

Carlsbad, California
September 22, 2006

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JEWISH COMMUNITY FOUNDATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
June 30, 2006

	<u>Operating Fund</u>	<u>Unrestricted Fund</u>
ASSETS		
Cash	\$ 188,485	\$ -
Investments with management companies and debt instruments	506,826	4,986,298
Cash surrender value of insurance policies	-	224,142
Other accounts receivable	34,474	829,260
Other assets	<u>4,711</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 734,496</u>	<u>\$ 6,039,700</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Assets held for others	\$ -	\$ -
Accounts payable	84,348	-
Grants payable	<u>-</u>	<u>-</u>
TOTAL LIABILITIES	<u>84,348</u>	<u>-</u>
NET ASSETS		
Unrestricted	650,148	6,039,700
Temporarily restricted	-	-
Permanently restricted	<u>-</u>	<u>-</u>
TOTAL NET ASSETS	<u>650,148</u>	<u>6,039,700</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 734,496</u>	<u>\$ 6,039,700</u>

<u>Donor Advised Fund</u>	<u>Restricted Endowment Fund</u>	<u>Supporting Foundations</u>	<u>Custodial Fund</u>	<u>Charitable Trusts and Gift Annuities</u>	<u>Total</u>
\$ 647,325	\$ -	\$ 96,712	\$ (26,751)	\$ (10,348)	\$ 895,423
75,641,455	7,890,735	86,779,109	35,797,905	1,301,199	212,903,527
-	2,884	-	-	-	227,026
245,672	-	1,574,782	-	-	2,684,188
<u>7,063,401</u>	<u>-</u>	<u>250,000</u>	<u>-</u>	<u>-</u>	<u>7,318,112</u>
<u>\$ 83,597,853</u>	<u>\$ 7,893,619</u>	<u>\$ 88,700,603</u>	<u>\$ 35,771,154</u>	<u>\$ 1,290,851</u>	<u>\$ 224,028,276</u>
\$ 167,367	\$ 2,491,800	\$ 5,743,510	\$ 35,771,154	\$ 744,310	\$ 44,918,141
-	-	2,250	-	546,541	633,139
<u>33,000</u>	<u>389</u>	<u>2,152,505</u>	<u>-</u>	<u>-</u>	<u>2,185,894</u>
<u>200,367</u>	<u>2,492,189</u>	<u>7,898,265</u>	<u>35,771,154</u>	<u>1,290,851</u>	<u>47,737,174</u>
-	-	-	-	-	6,689,848
83,397,486	1,522,648	80,802,338	-	-	165,722,472
-	3,878,782	-	-	-	3,878,782
<u>83,397,486</u>	<u>5,401,430</u>	<u>80,802,338</u>	<u>-</u>	<u>-</u>	<u>176,291,102</u>
<u>\$ 83,597,853</u>	<u>\$ 7,893,619</u>	<u>\$ 88,700,603</u>	<u>\$ 35,771,154</u>	<u>\$ 1,290,851</u>	<u>\$ 224,028,276</u>

See notes to consolidated financial statements.

JEWISH COMMUNITY FOUNDATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION (RESTATED)
 June 30, 2005

	<u>Operating Fund</u>	<u>Unrestricted Fund</u>
ASSETS		
Cash	\$ 161,262	\$ -
Investments with management companies and debt instruments	444,976	4,647,498
Cash surrender value of insurance policies	-	218,299
Other accounts receivable	39,471	409,604
Property and equipment, net	12,927	-
Other assets	-	-
	<u> </u>	<u> </u>
TOTAL ASSETS	\$ <u>658,636</u>	\$ <u>5,275,401</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Assets held for others	\$ -	\$ -
Accounts payable	141,076	-
Grants payable	-	-
	<u> </u>	<u> </u>
TOTAL LIABILITIES	<u>141,076</u>	<u>-</u>
NET ASSETS		
Unrestricted	517,560	5,275,401
Temporarily restricted	-	-
Permanently restricted	-	-
	<u> </u>	<u> </u>
TOTAL NET ASSETS	<u>517,560</u>	<u>5,275,401</u>
TOTAL LIABILITIES AND NET ASSETS	\$ <u>658,636</u>	\$ <u>5,275,401</u>

<u>Donor Advised Fund</u>	<u>Restricted Endowment Fund</u>	<u>Supporting Foundations</u>	<u>Custodial Fund</u>	<u>Charitable Trusts and Gift Annuities</u>	<u>Total</u>
\$ 137,853	\$ 81	\$ 895,179	\$ (14,142)	\$ 21,343	\$ 1,201,576
75,323,700	6,360,061	78,492,867	29,224,904	1,073,565	195,567,571
-	2,884	-	-	-	221,183
295,000	-	3,841,909	-	-	4,585,984
-	-	-	-	-	12,927
<u>7,063,401</u>	<u>-</u>	<u>250,000</u>	<u>-</u>	<u>-</u>	<u>7,313,401</u>
<u>\$ 82,819,954</u>	<u>\$ 6,363,026</u>	<u>\$ 83,479,955</u>	<u>\$ 29,210,762</u>	<u>\$ 1,094,908</u>	<u>\$ 208,902,642</u>
\$ 166,023	\$ 2,376,757	\$ 7,119,103	\$ 29,210,762	\$ 1,079,018	\$ 39,951,663
-	-	2,250	-	15,890	159,216
<u>64,214</u>	<u>64,128</u>	<u>2,332,322</u>	<u>-</u>	<u>-</u>	<u>2,460,664</u>
<u>230,237</u>	<u>2,440,885</u>	<u>9,453,675</u>	<u>29,210,762</u>	<u>1,094,908</u>	<u>42,571,543</u>
-	-	-	-	-	5,792,961
82,589,717	1,329,437	74,026,280	-	-	157,945,434
-	2,592,704	-	-	-	2,592,704
<u>82,589,717</u>	<u>3,922,141</u>	<u>74,026,280</u>	<u>-</u>	<u>-</u>	<u>166,331,099</u>
<u>\$ 82,819,954</u>	<u>\$ 6,363,026</u>	<u>\$ 83,479,955</u>	<u>\$ 29,210,762</u>	<u>\$ 1,094,908</u>	<u>\$ 208,902,642</u>

See notes to consolidated financial statements.

JEWISH COMMUNITY FOUNDATION
CONSOLIDATED STATEMENT OF ACTIVITIES
Year Ended June 30, 2006

	Operating Fund	Unrestricted Fund	Donor Advised Fund	Restricted Endowment Fund
PHILANTHROPIC ACTIVITY				
Contributions from donors	\$ 10,951	\$ 404,805	\$ 40,556,290	\$ 1,111,077
Contributions (to) from funds	50,000	(146,930)	542,939	175,000
Distributions to charitable organizations	(130,000)	-	(45,557,754)	(113,085)
TOTAL PHILANTHROPIC ACTIVITY	(69,049)	257,875	(4,458,525)	1,172,992
INVESTMENT ACTIVITY				
Interest and dividends	27,337	222,853	3,459,528	187,549
Gain on investments	6,775	289,833	2,722,832	150,587
Commissions on sale of investments and investment management fees	(1,157)	(6,262)	(160,082)	(6,746)
TOTAL INVESTMENT ACTIVITY	32,955	506,424	6,022,278	331,390
OPERATING ACTIVITY				
Administrative fees	1,345,457	-	(751,284)	(25,093)
Other revenues	155,091	-	-	-
Operating expenses	(1,331,866)	-	(4,700)	-
TOTAL OPERATING ACTIVITY	168,682	-	(755,984)	(25,093)
INCREASE (DECREASE) IN NET ASSETS	132,588	764,299	807,769	1,479,289
NET ASSETS RELEASED FROM RESTRICTIONS	-	-	-	-
NET ASSETS AT BEGINNING OF YEAR	517,560	5,275,401	82,589,717	3,922,141
NET ASSETS AT END OF YEAR	\$ 650,148	\$ 6,039,700	\$ 83,397,486	\$ 5,401,430

<u>Supporting Foundations</u>	<u>Total</u>	<u>Total Unrestricted</u>	<u>Total Temporarily Restricted</u>	<u>Total Permanently Restricted</u>	<u>Total</u>
\$ 2,492,080	\$ 44,575,203	\$ 415,755	\$ 43,048,370	\$ 1,111,078	\$ 44,575,203
(621,009)	-	-	(175,000)	175,000	-
<u>(3,380,994)</u>	<u>(49,181,833)</u>	<u>(49,181,833)</u>	<u>-</u>	<u>-</u>	<u>(49,181,833)</u>
(1,509,923)	(4,606,630)	(48,766,078)	42,873,370	1,286,078	(4,606,630)
2,852,574	6,749,841	250,190	6,499,651	-	6,749,841
6,026,825	9,196,852	296,608	8,900,244	-	9,196,852
<u>(199,801)</u>	<u>(374,048)</u>	<u>(374,048)</u>	<u>-</u>	<u>-</u>	<u>(374,048)</u>
8,679,598	15,572,645	172,750	15,399,895	-	15,572,645
(385,805)	183,275	183,275	-	-	183,275
-	155,091	155,091	-	-	155,091
<u>(7,812)</u>	<u>(1,344,378)</u>	<u>(1,344,378)</u>	<u>-</u>	<u>-</u>	<u>(1,344,378)</u>
<u>(393,617)</u>	<u>(1,006,012)</u>	<u>(1,006,012)</u>	<u>-</u>	<u>-</u>	<u>(1,006,012)</u>
6,776,058	9,960,003	(49,599,340)	58,273,265	1,286,078	9,960,003
-	-	50,496,227	(50,496,227)	-	-
<u>74,026,280</u>	<u>166,331,099</u>	<u>5,792,961</u>	<u>157,945,434</u>	<u>2,592,704</u>	<u>166,331,099</u>
<u>\$ 80,802,338</u>	<u>\$ 176,291,102</u>	<u>\$ 6,689,848</u>	<u>\$ 165,722,472</u>	<u>\$ 3,878,782</u>	<u>\$ 176,291,102</u>

See notes to consolidated financial statements.

JEWISH COMMUNITY FOUNDATION
CONSOLIDATED STATEMENT OF ACTIVITIES (RESTATED)
Year Ended June 30, 2005

	Operating Fund	Unrestricted Fund	Donor Advised Fund	Restricted Endowment Fund
PHILANTHROPIC ACTIVITY				
Contributions from donors	\$ 50,876	\$ 2,654	\$ 17,660,272	\$ 1,490,480
Contributions (to) from funds	73,000	(276,400)	(16,021,419)	-
Distributions to charitable organizations	<u>(181,331)</u>	<u>(12,633)</u>	<u>(36,513,301)</u>	<u>(20,360)</u>
TOTAL PHILANTHROPIC ACTIVITY	(57,455)	(286,379)	(34,874,448)	1,470,120
INVESTMENT ACTIVITY				
Interest and dividends	27,490	193,452	3,555,069	106,203
Gain on investments	12,158	325,774	4,884,015	55,186
Commissions on sale of investments and investment management fees	<u>(1,333)</u>	<u>(3,865)</u>	<u>(115,710)</u>	<u>(3,226)</u>
TOTAL INVESTMENT ACTIVITY	38,315	515,361	8,323,374	158,163
OPERATING ACTIVITY				
Administrative fees	1,225,955	-	(741,506)	(15,748)
Other revenues	67,299	-	-	-
Operating expenses	<u>(1,242,999)</u>	<u>-</u>	<u>(4,500)</u>	<u>-</u>
TOTAL OPERATING ACTIVITY	<u>50,255</u>	<u>-</u>	<u>(746,006)</u>	<u>(15,748)</u>
INCREASE (DECREASE) IN NET ASSETS	31,115	228,982	(27,297,080)	1,612,535
NET ASSETS RELEASED FROM RESTRICTIONS	-	-	-	-
NET ASSETS AT BEGINNING OF YEAR (As Restated)	<u>486,445</u>	<u>5,046,419</u>	<u>109,886,797</u>	<u>2,309,606</u>
NET ASSETS AT END OF YEAR \$	<u>\$ 517,560</u>	<u>\$ 5,275,401</u>	<u>\$ 82,589,717</u>	<u>\$ 3,922,141</u>

<u>Supporting Foundations</u>	<u>Total</u>	<u>Total Unrestricted</u>	<u>Total Temporarily Restricted</u>	<u>Total Permanently Restricted</u>	<u>Total</u>
\$ 6,567,262	\$ 25,771,544	\$ 53,532	\$ 24,227,532	\$ 1,490,480	\$ 25,771,544
16,224,819	-	-	-	-	-
<u>(4,536,718)</u>	<u>(41,264,343)</u>	<u>(41,264,343)</u>	<u>-</u>	<u>-</u>	<u>(41,264,343)</u>
18,255,363	(15,492,799)	(41,210,811)	24,227,532	1,490,480	(15,492,799)
2,021,632	5,903,846	220,942	5,682,904	-	5,903,846
881,274	6,158,407	337,932	5,820,475	-	6,158,407
<u>(126,810)</u>	<u>(250,944)</u>	<u>(250,944)</u>	<u>-</u>	<u>-</u>	<u>(250,944)</u>
2,776,096	11,811,309	307,930	11,503,379	-	11,811,309
(338,708)	129,993	129,993	-	-	129,993
-	67,299	67,299	-	-	67,299
<u>(40,184)</u>	<u>(1,287,683)</u>	<u>(1,287,683)</u>	<u>-</u>	<u>-</u>	<u>(1,287,683)</u>
<u>(378,892)</u>	<u>(1,090,391)</u>	<u>(1,090,391)</u>	<u>-</u>	<u>-</u>	<u>(1,090,391)</u>
20,652,567	(4,771,881)	(41,993,272)	35,730,911	1,490,480	(4,771,881)
-	-	42,253,369	(42,253,369)	-	-
<u>53,373,713</u>	<u>171,102,980</u>	<u>5,532,864</u>	<u>164,467,892</u>	<u>1,102,224</u>	<u>171,102,980</u>
<u>\$ 74,026,280</u>	<u>\$ 166,331,099</u>	<u>\$ 5,792,961</u>	<u>\$ 157,945,434</u>	<u>\$ 2,592,704</u>	<u>\$ 166,331,099</u>

See notes to consolidated financial statements.

JEWISH COMMUNITY FOUNDATION
CONSOLIDATED STATEMENTS OF CASH FLOWS
Years Ended June 30, 2006 and 2005

	2006	2005 (Restated)
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (decrease) in net assets	\$ 9,960,003	\$ (4,771,881)
Adjustments to reconcile increase (decrease) in net assets to net cash used by operating activities:		
Donation of investments	(41,446,075)	(21,505,518)
Gain on investments	(9,196,852)	(6,158,407)
Depreciation	12,927	25,852
(Increase) decrease in operating assets:		
Cash surrender value of insurance policies	(5,843)	-
Other accounts receivable	1,901,796	2,409,150
Other assets	(4,711)	243,750
Increase (decrease) in operating liabilities:		
Assets held for others	4,966,478	4,555,149
Accounts payable	473,923	(12,439)
Grants payable	(274,770)	504,179
NET CASH USED BY OPERATING ACTIVITIES	(33,613,124)	(24,710,165)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments	(54,776,176)	(34,881,854)
Proceeds from sale of investments	88,083,147	60,091,200
NET CASH PROVIDED BY INVESTING ACTIVITIES	33,306,971	25,209,346
INCREASE (DECREASE) IN CASH	(306,153)	499,181
CASH AT BEGINNING OF YEAR	1,201,576	702,395
CASH AT END OF YEAR	\$ 895,423	\$ 1,201,576

See notes to consolidated financial statements.

JEWISH COMMUNITY FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2006 and 2005 (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 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 Charitable Real Estate Fund. All significant inter-entity balances and transactions have been eliminated in consolidation.

Basis of Accounting

The consolidated financial statements of the Foundation have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

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.

JEWISH COMMUNITY FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2006 and 2005 (Restated)

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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, donations specified for operations, and approved transfer of funds from the unrestricted endowment fund. This income may be utilized for the payment of reasonable and necessary operating expenses and grants of the Foundation.

Unrestricted Fund

In 1988, the Board of Directors authorized the transfer of \$1,115,000 of unrestricted funds to be used to establish an Unrestricted Fund. It is the Foundation's policy that the principal in this fund be invested in perpetuity. Investment expenses are recorded as a current operating expense in the Fund.

In 2005, the Board of Directors approved a revision to the Foundation's by-laws giving the Foundation's Board the right to use up to 5% of the market value of the Unrestricted Fund at June 30, 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 Unrestricted 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 United Jewish Federation of San Diego County's Board of Directors.

The Unrestricted Fund was determined to include (a) \$5,275,401 (the balance of the Foundation's Unrestricted Fund as of June 30, 2005) and (b) gifts during 2006 to the Unrestricted Fund including undesignated bequests, plus related interest and dividends and all accumulated appreciation. The purpose of the changes made in 2005 was to preserve the Unrestricted Fund and yield income for future Foundation operations and grants. During 2006 and 2005, the Foundation used \$263,770 and \$277,500, respectively, from the Unrestricted Fund to support the current years' grants. Net appreciation of Fund assets held by management companies totaled approximately \$290,000 and \$326,00 for the years ended June 30, 2006 and 2005, respectively.

The assets in the Unrestricted Fund are invested on a total return basis with a Board directed guideline that not more than 70% of the asset portfolio be invested in equity securities. At June 30, 2006 and 2005, the equity portion of the Fund was approximately 50% and 52%, respectively.

JEWISH COMMUNITY FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2006 and 2005 (Restated)

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Temporarily Restricted Funds

Donor Advised Fund

The Donor Advised Fund consists of contributions accepted and received from donors by the Foundation and the accumulated undistributed earning of the Fund. Such contributions generally consist of cash, securities, and real property. 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.

The Donor Advised Fund balance represents amounts retained for future distribution to qualified organizations and for qualifying expenses. Accordingly, since the timing of future distributions cannot be precisely determined, the Donor Advised Funds, by definition, have been classified as temporarily restricted net assets.

Custodial Fund

The Foundation has agreements with 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.

Supporting Foundations

In all cases but one, the Foundation holds the majority of the Board of Directors' positions for the 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 develops its mission statement, investment policies, and grant guidelines. However, as a public charity affiliated with the Foundation, the mission of the supporting foundation is to conduct and support the activities and the mission of the Foundation with at least 25% of its distributions to Jewish charities.

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

Future minimum grant obligations are as follows:

<u>Year Ending June 30,</u>	
2007	\$ 870,983
2008	658,649
2009	303,649
2010	208,649
2011	<u>110,575</u>
Total	\$ <u>2,152,505</u>

JEWISH COMMUNITY FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2006 and 2005 (Restated)

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Temporarily Restricted Funds (continued)

The Supporting Foundations also receive multi-year pledge receivables. As of June 30, 2006 and 2005, pledge receivables totaled approximately \$1.4 million and \$3.6 million, respectively. The pledges are receivable through June 30, 2009.

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, 2006 and 2005 have been consolidated with the Foundation's. 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.

Permanently Restricted Funds

Restricted Endowment Fund

The Foundation manages 38 donor restricted endowment funds. The restrictions on 32 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. Realized and unrealized gains and losses are included in the change in net assets in the consolidated statements of activities. Where fair value is not readily determinable, assets are recorded at a nominal amount until fair value can be determined.

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.

Money market and mutual funds are defined as investments due to their nature as a long-term investment.

Use of Estimates

The preparation of consolidated 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.

Other Accounts Receivable

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.

JEWISH COMMUNITY FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2006 and 2005 (Restated)

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Other Accounts Receivable (continued)

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

Income Taxes

The Foundation is generally exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701(d) of the California Revenue and Taxation Code. The Foundation may be subject to tax on income which is not related to its exempt purpose. For the years ended June 30, 2006 and 2005, no such unrelated business taxable income was reported and, therefore, no provision for income taxes has been made. The Foundation has been determined by the Internal Revenue Service not to be a private foundation within the meaning of Section 509(a) of the Internal Revenue Code.

Property and Equipment

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, the Foundation does not have variance power. When the contributor names a field of interest (e.g. children), the Foundation does have variance power. Money held without variance power is classified as a liability in the financial statements of the Foundation.

Concentrations

During 2006 and 2005 the Foundation had one major contributor that accounted for approximately 46% and 27%, respectively, of the Foundation's total contributions. Management believes that the Foundation is not exposed to any significant concentration risk in the near term.

NOTE 2. CONCENTRATION OF CREDIT RISK

At various times during the year, the Foundation maintains cash balances in bank accounts in excess of the Federal Deposit Insurance Corporation insurable limits. The Foundation manages the risk by using only high quality financial institutions.

NOTE 3. INVESTMENTS

Investments consist of the following:

Operating Fund

	2006	2005
Money market funds	\$ 431,819	\$ 283,086
Mutual funds	74,557	161,085
Fixed income obligations	450	805
	<u>\$ 506,826</u>	<u>\$ 444,976</u>

JEWISH COMMUNITY FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2006 and 2005 (Restated)

NOTE 3. INVESTMENTS (continued)

Unrestricted Fund

	<u>2006</u>	<u>2005</u>
Money market funds	\$ 11,411	\$ 2,432
Mutual funds	4,763,268	4,333,245
Fixed income obligations	<u>211,619</u>	<u>311,821</u>
	<u>\$ 4,986,298</u>	<u>\$ 4,647,498</u>

Donor Advised Fund

	<u>2006</u>	<u>2005</u>
Money market funds	\$ 11,831,753	\$ 10,263,298
Mutual funds	62,955,990	64,699,871
Fixed income obligations	772,950	140,000
Common stocks	<u>80,762</u>	<u>220,531</u>
	<u>\$ 75,641,455</u>	<u>\$ 75,323,700</u>

Restricted Endowment Fund

	<u>2006</u>	<u>2005</u>
Money market funds	\$ 1,474,786	\$ 1,429,341
Mutual funds	5,827,435	3,572,506
Fixed income obligations	<u>588,514</u>	<u>1,358,214</u>
	<u>\$ 7,890,735</u>	<u>\$ 6,360,061</u>

Supporting Foundations

	<u>2006</u>	<u>2005</u>
Money market funds	\$ 15,774,371	\$ 22,787,810
Mutual funds	12,319,628	12,117,493
Fixed income obligations	19,463,439	13,825,444
Common stocks	<u>39,221,671</u>	<u>29,762,120</u>
	<u>\$ 86,779,109</u>	<u>\$ 78,492,867</u>

Custodial Fund

	<u>2006</u>	<u>2005</u>
Money market funds	\$ 6,436,641	\$ 4,151,577
Mutual funds	27,337,405	22,685,775
Fixed income obligations	1,909,708	2,250,806
Common stocks	<u>114,151</u>	<u>136,746</u>
	<u>\$ 35,797,905</u>	<u>\$ 29,224,904</u>

JEWISH COMMUNITY FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2006 and 2005 (Restated)

NOTE 3. INVESTMENTS (continued)

Charitable Trusts and Gift Annuities

	<u>2006</u>	<u>2005</u>
Money market funds	\$ 74,927	\$ 9,381
Mutual funds	603,668	956,824
Fixed income obligations	455,706	107,360
Common stocks	<u>166,898</u>	<u>-</u>
	<u>\$ 1,301,199</u>	<u>\$ 1,073,565</u>

The Foundation is the trustee for several charitable trusts in which it has remainder interests. 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 remainderman designated by the trust agreements.

NOTE 4. OTHER ACCOUNTS RECEIVABLE

Other accounts receivable consist of the following:

	<u>2006</u>	<u>2005</u>
Pledges receivable	\$ 1,593,560	\$ 3,906,908
Bequests receivable	829,261	409,605
Other receivables	<u>261,367</u>	<u>269,471</u>
	<u>\$ 2,684,188</u>	<u>\$ 4,585,984</u>

Pledges receivable consist of the following:

	<u>2006</u>	<u>2005</u>
Due in one year or less	\$ 919,878	\$ 2,491,948
Due after one year through five years	<u>673,682</u>	<u>1,414,960</u>
	<u>\$ 1,593,560</u>	<u>\$ 3,906,908</u>

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

NOTE 5. PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

	<u>2006</u>	<u>2005</u>
Computer software	\$ 77,558	\$ 77,558
Less accumulated depreciation	<u>(77,558)</u>	<u>(64,631)</u>
	<u>\$ -</u>	<u>\$ 12,927</u>

JEWISH COMMUNITY FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2006 and 2005 (Restated)

NOTE 6. OTHER ASSETS

At June 30, 2006 and 2005, the Foundation held various assets with no readily determinable fair value. Accordingly, these assets are recorded at a nominal amount established by management. The ultimate effect of recording the value of these assets is not expected to have a material impact upon the consolidated financial statements of the Foundation. Other assets consist of the following:

	<u>2006</u>	<u>2005</u>
Note receivable	\$ 6,000,000	\$ 6,000,000
Limited partnership interests	1,313,400	1,313,400
Prepaid expenses	4,711	-
Real estate	<u>1</u>	<u>1</u>
	<u>\$ 7,318,112</u>	<u>\$ 7,313,401</u>

At June 30, 2006 and 2005, the Foundation had a \$6,000,000 note receivable outstanding from a local Jewish organization. The note bears interest at 4%, payable quarterly, through June 2009 with equal payments of principal due July 2009 through January 2014. The subordinated note is secured with a deed of trust on the related property.

The note contains certain financial and non-financial covenants. Management is unaware of any violations of the covenants.

NOTE 7. ADMINISTRATIVE FEES

Administrative fees up to 1.25% 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:

Administrative fees from:	<u>2006</u>	<u>2005</u>
Donor Advised Funds	\$ 754,195	\$ 749,137
Supporting Foundations	440,016	365,133
Custodial Funds	109,644	64,597
Restricted Endowment Funds	39,947	47,088
Charitable Gift Annuities	<u>1,655</u>	<u>-</u>
	<u>\$ 1,345,457</u>	<u>\$ 1,225,955</u>

NOTE 8. 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>2006</u>	<u>2005</u>
Donor Advised Fund charitable distributions	\$ 45,557,754	\$ 36,528,178
Supporting Foundations charitable distributions	3,380,994	4,333,318
Asset management fees	1,162,182	1,093,361
Other qualifying expenses	282,212	290,073
Restricted Endowment Fund charitable distributions	<u>113,085</u>	<u>8,439</u>
	<u>\$ 50,496,227</u>	<u>\$ 42,253,369</u>

JEWISH COMMUNITY FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2006 and 2005 (Restated)

NOTE 9. RESTATEMENT OF NET ASSETS

In prior years, the Foundation classified certain amounts as assets held for others in the statement of financial position. These amounts were presented in the Restricted Endowment Funds and included both as an asset and a corresponding liability. In prior years, the revenue and expenses related to these amounts were not included in the change in net assets, but only increased or decreased the related assets and corresponding liability. These amounts were determined to be temporarily and permanently restricted net assets of the Foundation as opposed to assets held for others. Net assets were restated at June 30, 2004 with an increase of \$497,692 as a result of this reclassification. In addition, the change in net assets was increased by \$62,184 for the year ended June 30, 2005.

SUPPLEMENTARY INFORMATION

JEWISH COMMUNITY FOUNDATION**SCHEDULE OF CONSOLIDATED CHARITABLE DISTRIBUTIONS TO ORGANIZATIONS**Year Ended June 30, 2006

Organizations Serving Jewish Purposes Within San Diego

Congregation Beth El	\$ 3,829,066
Beth El Foundation	3,826,197
United Jewish Federation of San Diego County	3,518,280
Lawrence Family JCC	1,255,698
Jewish Family Service of San Diego	924,322
Seacrest Village Retirement Communities	594,467
Hillel of San Diego	584,205
San Diego Jewish Academy	499,440
Camp Mountain Chai	326,706
Congregation Beth Israel	311,694
Agency for Jewish Education	306,616
Anti-Defamation League	94,185
Tifereth Israel Synagogue	88,271
Temple Emanu-El	82,330
Congregation Adat Yeshurun	81,246
Soille San Diego Hebrew Day School	53,910
Congregation Beth Am	31,360
Ohr Shalom Synagogue	28,610
Temple Adat Shalom	18,122
Chabad of San Diego	11,384
American Jewish Committee	10,500
Chabad of La Costa	10,000
Hadassah - San Diego Main	8,720
Ken Jewish Community	7,000
Southern California Yeshiva High School	6,610
Temple Solel of North San Diego County	6,400
Chabad San Diego - Headquarters	6,280
Other Organizations under \$5,000	213,156
Total	<u>16,734,775</u>

Organizations Serving Jewish Purposes Outside of San Diego

Jewish Community Centers Association of North America	428,036
UCLA Center for Jewish Studies	270,000
Jewish Theological Seminary of America	265,000
Simon Wiesenthal Center	260,635
Institute for Jewish and Community Research	250,000
Camp Ramah in California Inc.	126,250
Hillel: The Foundation for Jewish Campus Life	39,550
Leo Baeck Education Center Foundation	37,900
Congregation Beth Jehudah	37,500
Portland Jewish Academy	30,250
U.S. Holocaust Memorial Museum	26,500
Yavneh Day School Association	20,000
Yeshivath Torath Emeth Academy	20,000
National Foundation for Jewish Culture	16,250
Hebrew Union College	15,500
U.C.S.B. Hillel	13,000
Anti-Defamation League	12,850
Temple Beth Am	12,500
UCLA Hillel	12,500
USC Hillel Foundation	12,000

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION
SCHEDULE OF CONSOLIDATED CHARITABLE DISTRIBUTIONS TO ORGANIZATIONS
Year Ended June 30, 2006

Congregation Emanu-El	11,250
JESNA	10,000
Orange County Jewish Campus	10,000
Center for Leadership and Learning	9,570
Congregation Sherith Israel	9,000
World Jewish Congress	8,650
Jewish Reconstructionist Congregation	8,500
University of Judaism	6,300
Center for Jewish Culture & Creativity	5,900
Congregation Beth Israel	5,750
Jewish Federation of Greater Atlanta	5,400
FJC	5,100
Beth Hillel Temple	5,000
Beth Israel Sinai Congregation	5,000
Chai-Life Line	5,000
Friends of the Jewish Chapel Inc.	5,000
Hillel at Stanford	5,000
Hillel Council of Colorado	5,000
Jewish Federation of Metropolitan Chicago	5,000
Other Organizations under \$5,000	143,067
Total	2,179,708

Other Organizations Primarily Serving the County of San Diego

Children's Museum of San Diego	5,007,250
UCSD Foundation	3,620,123
Museum of Contemporary Art San Diego	3,129,565
San Diego Symphony	3,031,301
Salk Institute for Biological Studies	1,018,050
Planned Parenthood of San Diego and Riverside Counties	830,425
Library Association of La Jolla - Athenaeum	735,350
La Jolla Playhouse	525,925
Scripps Research Institute	510,000
San Diego Museum of Art	368,220
Francis W. Parker School	345,000
La Jolla Country Day School	285,090
United Way/ Chad of San Diego County	263,800
San Diego Opera Association, Inc.	223,350
Children's Hospital & Health Center	214,833
San Diego Hospice	171,350
Lyric Opera San Diego	157,643
La Jolla Music Society	152,175
Sidney Kimmel Cancer Center	136,000
San Diego Foundation	119,964
San Diego Repertory Theatre	115,610
American Red Cross	114,750
Burnham Institute	114,474
Museum of Photographic Arts	105,890
Voice of San Diego	101,000
Cystic Fibrosis Foundation	85,850
Campanile Foundation	77,633
University of San Diego	75,150
Scripps Health Foundation	69,283

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION**SCHEDULE OF CONSOLIDATED CHARITABLE DISTRIBUTIONS TO ORGANIZATIONS**

Year Ended June 30, 2006

City Club of San Diego	60,000
San Diego Hospice and Palliative Care	59,000
UCSD Cancer Center Foundation	58,650
Greater San Diego Sports Foundation	52,475
Parkinsons Disease Association of San Diego Inc.	48,480
Kids Included Together-San Diego	44,670
Juvenile Diabetes Research Foundation	41,500
Challenged Athletes Inc.	39,610
KPBS TV & Radio	38,330
American Civil Liberties Union Foundation	35,700
San Diego Unified School District	31,000
Old Globe Theatre	28,661
Child Abuse Prevention Foundation	27,000
Mainly Mozart Festival	25,030
Sharp Healthcare Foundation	25,000
First Baptist Church of Ocean Beach	24,000
Malashock Dance & Company	23,700
Monarch High School Project	23,450
Westminster Presbyterian Church	22,900
La Jolla High School Foundation	20,600
Montessori Institute of San Diego	20,000
Pacific Southwest Railway Museum	20,000
Voices for Children	19,880
Second Chance	19,565
UC Regents	18,500
MINGEI, International	18,460
Educational Enrichment Systems Inc.	18,295
Bishop's School	15,800
Home Start	15,000
The Arc of San Diego	15,000
Cygnnet Theatre Company	14,220
Words Alive	13,975
St. Vincent de Paul Village	13,830
Catholic Charities/Rachel's Women's Center	12,800
Timken Museum of Art	12,250
FAME	11,600
Big Brothers & Sisters of San Diego	11,550
Helen Woodward Animal Center	11,520
City of San Diego	11,500
Honorary Deputy Sherriffs' Association	11,000
Bayside Community Center	10,700
Youth Tennis San Diego Outreach	10,630
Make A Wish Foundation	10,250
San Diego Junior Golf Association	10,100
Family Literacy Foundation	10,000
National Gaucher Foundation Inc.	10,000
San Diego Hall of Champions	10,000
United States Advocates for Youth Foundation	10,000
Salvation Army	9,700
The Last Outpost	9,646
Alzheimer's Association	8,750
Interfaith Community Services	8,000

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION
SCHEDULE OF CONSOLIDATED CHARITABLE DISTRIBUTIONS TO ORGANIZATIONS
Year Ended June 30, 2006

Point Loma Community Presbyterian Church	8,000
Senior Community Center	7,880
Zoological Society of San Diego	7,600
La Jolla Town Council Foundation Inc.	7,500
YMCA - Copley Branch	6,800
Lightbridge Hospice Community Foundation	6,402
Community Resource Center of Encinitas	6,154
Explorer Elementary	6,000
San Diego Fire Fighters Community Responsibility Fund Local 145	6,000
Arthritis Foundation	5,855
La Jolla Country Day School Parents Association	5,560
Elizabeth Hospice	5,406
Auntie Helen Fluff N. Fold Laundry Project	5,000
Brady Center to Prevent Gun Violence	5,000
City Ballet Inc.	5,000
Culture Shock Dance Troup Inc.	5,000
Del Mar Schools Education Foundation	5,000
Elementary Institute of Science	5,000
Junior Achievement of San Diego	5,000
La Casa Center for Autism Inc.	5,000
La Jolla Rotary Foundation	5,000
NTC Foundation	5,000
Rsvp Traffic Foundation	5,000
The Angels Foster Family Agency	5,000
Other Organizations under \$5,000	173,246
Total	23,169,734

Other Organizations Outside the County of San Diego

USC School of Engineering	3,600,000
Massachusetts Institute of Technology	1,021,000
Catholic University of America	310,000
Human Rights Watch	200,000
White Nights Foundation of America Inc.	159,240
American Civil Liberties Union Foundation	100,000
Planet Cancer	100,000
American Constitution Society for Law and Policy	75,000
Prader-Willi Syndrome Association	70,000
Mathematical Sciences Research Institute	55,041
Drug Policy Alliance	50,000
Institute of Taxation and Economic Policy	50,000
Machine Science Inc.	50,000
Urban Institute	50,000
Installation Gallery	45,000
UC Berkeley Foundation	35,000
Charities Aid Foundation America	27,000
Absolute Ensemble Ltd.	25,000
Allen Temple Health & Social Services Ministries	25,000
Center on Budget and Policy Priorities	25,000
National Academy of Engineering	25,000
Prostate Cancer Foundation	23,600
Academy of Urban Learning	20,000
Bell Policy Center	20,000

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION**SCHEDULE OF CONSOLIDATED CHARITABLE DISTRIBUTIONS TO ORGANIZATIONS**

Year Ended June 30, 2006

Human Rights Campaign Foundation	20,000
New American School	20,000
Peaceworks Network Foundation	20,000
Progressnow Org	20,000
Tides Center	20,000
Habitat for Humanity	17,150
UCLA Law School Foundation	16,500
Live Oak A Learning Center For Children	16,000
Laurence School	15,500
University of Southern California	15,150
American Civil Liberties Foundation of Colorado, Inc.	15,000
Childrens Hospital Foundation	15,000
Educational Broadcasting Corp	15,000
Phillips Academy	15,000
Pomona College	15,000
University of Maryland College Park Foundation	14,600
The Aspen Institute Inc.	14,000
Women For Women International	13,000
Los Angeles Free Clinic	12,500
New Visions Foundation	12,500
UNC Charlotte Foundation	12,000
Stanford University	11,500
Best Friends Animal Society	11,000
United States Ski Team Foundation	11,000
Evanston/Skokie School District 65	10,435
Neurosciences Research Foundation	10,400
Calcutta Kids Inc.	10,100
American College of Endocrinology	10,000
Boston Latin School Association	10,000
California Council for the Humanities	10,000
Center for American Progress	10,000
City of Newport	10,000
Denver Center for the Performing Arts	10,000
Friends of the Los Angeles Free Clinic	10,000
Guglielmo Marconi International Fellowship Foundation	10,000
Inland Empire Scholarship Fund	10,000
Orcas Island Community Foundation	10,000
Pancreatic Cancer Action Network	10,000
Sarabande Books, Inc.	10,000
State of Change Inc.	10,000
Supreme Court Historical Society	10,000
UC Santa Barbara	10,000
University of Pittsburgh	10,000
Lance Armstrong Foundation	9,000
Susan G. Komen Breast Cancer Foundation, Inc.	8,650
Heifer Project International	8,500
Special Olympics Oregon Inc.	7,500
San Francisco Food Bank	6,500
The Alameda County Community Food Bank Inc.	6,500
Banner Health	6,000
Brighton Center Inc.	6,000
Baton Rouge Area Foundation	5,550

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION**SCHEDULE OF CONSOLIDATED CHARITABLE DISTRIBUTIONS TO ORGANIZATIONS**Year Ended June 30, 2006

Doctors Without Borders USA INC	5,510
Alfred E. Mann Foundation for Scientific Research	5,000
American Academy of Arts & Sciences	5,000
Camp Sunshine	5,000
Cesar Chavez Public Charter High School	5,000
Cincinnati Museum Center for Natural and Cultural History	5,000
City of Hope	5,000
Colgate University	5,000
Council on Foreign Relations Inc.	5,000
Foundation for Taxpayer and Consumer Rights	5,000
Los Angeles Conservation Corps.	5,000
Lynne Cohen Foundation for Ovarian Cancer Research	5,000
Music Associates of Aspen	5,000
National Academy of Sciences	5,000
National Health Council Inc.	5,000
Opal Community Land Trust	5,000
Orcas Island Historical Society	5,000
President & Fellows of Middlebury	5,000
Other Organizations under \$5,000	<u>223,690</u>
Total	<u>7,097,616</u>
TOTAL DISTRIBUTIONS	\$ <u>49,181,833</u>

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION
SCHEDULE OF CONSOLIDATED OPERATING EXPENSES
WITHIN THE OPERATING FUND

Years Ended June 30, 2006 and 2005

	<u>2006</u>	<u>2005</u>
Salaries and employee benefits	\$ 874,949	\$ 840,022
Services and supplies	94,609	222,414
Fund development programs	141,669	97,227
Professional services	<u>220,639</u>	<u>83,336</u>
TOTAL OPERATING EXPENSES	\$ <u>1,331,866</u>	\$ <u>1,242,999</u>

See independent auditors' report.