

Jewish Community Foundation of San Diego

Consolidated Financial Statements and Supplemental
Information

Years Ended June 30, 2018 and 2017



JEWISH COMMUNITY FOUNDATION OF SAN DIEGO
Consolidated Financial Statements and Supplemental Information
Years Ended June 30, 2018 and 2017

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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, 2018 and 2017, and the related consolidated statements of activities and cash flows for the years then ended, and the related notes to the consolidated 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 consolidated 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, 2018 and 2017, 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.

INDEPENDENT AUDITORS' REPORT, CONTINUED

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 28 - 41 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.

Aldrich CPAs + Advisors LLP

San Diego, California

December 14, 2018

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

June 30, 2018

	Operating Fund	Foundation Funds	Donor Advised Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash	\$ 28,625	\$ -	\$ 71,702
Investments with management companies and debt instruments	1,298,302	14,847,460	214,070,070
Cash surrender value of insurance policies	-	920,735	-
Other assets	78,487	-	153,155
Interfund transfers	14,534	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 1,419,948</u>	<u>\$ 15,768,195</u>	<u>\$ 214,294,927</u>
LIABILITIES AND NET ASSETS			
Liabilities:			
Assets held for others	\$ -	\$ -	\$ -
Beneficial interests	-	-	-
Accounts payable	209,262	-	1,037
Grants payable	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>209,262</u>	<u>-</u>	<u>1,037</u>
Net Assets:			
Unrestricted	1,210,686	13,858,001	214,293,890
Temporarily restricted	-	253,324	-
Permanently restricted	-	1,656,870	-
	<u> </u>	<u> </u>	<u> </u>
Total Net Assets	<u>1,210,686</u>	<u>15,768,195</u>	<u>214,293,890</u>
Total Liabilities and Net Assets	<u>\$ 1,419,948</u>	<u>\$ 15,768,195</u>	<u>\$ 214,294,927</u>

See accompanying notes to consolidated financial statements.

<u>Supporting Foundations</u>	<u>Restricted Funds</u>	<u>Endowment Funds</u>	<u>Custodial Funds</u>	<u>Charitable Trusts and Gift Annuities</u>	<u>Total</u>
\$ 13,637	\$ 1,000,430	\$ 40,000	\$ 1,089,448	\$ -	\$ 2,243,842
39,433,044	4,694,369	23,638,299	83,734,883	1,041,490	382,757,917
-	-	-	-	-	920,735
3,443,425	206,000	-	57,804	-	3,938,871
-	-	-	-	(14,534)	-
<u>\$ 42,890,106</u>	<u>\$ 5,900,799</u>	<u>\$ 23,678,299</u>	<u>\$ 84,882,135</u>	<u>\$ 1,026,956</u>	<u>\$ 389,861,365</u>
\$ 24,169,175	\$ 108,051	\$ 1,174,954	\$ 84,882,135	\$ 532,654	\$ 110,866,969
-	-	9,259,014	-	-	9,259,014
12,343	-	-	-	494,302	716,944
90,000	230,000	-	-	-	320,000
<u>24,271,518</u>	<u>338,051</u>	<u>10,433,968</u>	<u>84,882,135</u>	<u>1,026,956</u>	<u>121,162,927</u>
-	-	(36,670)	-	-	229,325,907
18,618,588	5,562,748	1,028,067	-	-	25,462,727
-	-	12,252,934	-	-	13,909,804
<u>18,618,588</u>	<u>5,562,748</u>	<u>13,244,331</u>	<u>-</u>	<u>-</u>	<u>268,698,438</u>
<u>\$ 42,890,106</u>	<u>\$ 5,900,799</u>	<u>\$ 23,678,299</u>	<u>\$ 84,882,135</u>	<u>\$ 1,026,956</u>	<u>\$ 389,861,365</u>

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

June 30, 2017

	Operating Fund	Foundation Funds	Donor Advised Funds
ASSETS			
Cash	\$ 584,251	\$ -	\$ 1,240,954
Investments with management companies and debt instruments	518,204	13,092,221	164,069,753
Cash surrender value of insurance policies	-	765,699	-
Other assets	165,298	-	223,569
Interfund transfers	(57,807)	72,962	-
Total Assets	<u>\$ 1,209,946</u>	<u>\$ 13,930,882</u>	<u>\$ 165,534,276</u>
LIABILITIES AND NET ASSETS			
Liabilities:			
Assets held for others	\$ -	\$ -	\$ -
Beneficial interests	-	-	-
Accounts payable	152,713	-	-
Grants payable	-	-	-
Total Liabilities	<u>152,713</u>	<u>-</u>	<u>-</u>
Net Assets:			
Unrestricted	1,057,233	12,098,965	165,534,276
Temporarily restricted	-	175,046	-
Permanently restricted	-	1,656,871	-
Total Net Assets	<u>1,057,233</u>	<u>13,930,882</u>	<u>165,534,276</u>
Total Liabilities and Net Assets	<u>\$ 1,209,946</u>	<u>\$ 13,930,882</u>	<u>\$ 165,534,276</u>

See accompanying notes to consolidated financial statements.

<u>Supporting Foundations</u>	<u>Restricted Funds</u>	<u>Endowment Funds</u>	<u>Custodial Funds</u>	<u>Charitable Trusts and Gift Annuities</u>	<u>Total</u>
\$ 14,681	\$ 29,066	\$ -	\$ 431,864	\$ -	\$ 2,300,816
34,650,792	7,712,485	21,895,435	81,658,961	1,035,760	324,633,611
-	-	-	-	-	765,699
5,486,315	206,973	-	23,899	-	6,106,054
3,550	-	-	-	(18,705)	-
<u>\$ 40,155,338</u>	<u>\$ 7,948,524</u>	<u>\$ 21,895,435</u>	<u>\$ 82,114,724</u>	<u>\$ 1,017,055</u>	<u>\$ 333,806,180</u>
\$ 17,136,770	\$ 108,358	\$ 1,146,551	\$ 82,069,596	\$ 394,993	\$ 100,856,268
-	-	5,030,800	-	-	5,030,800
15,893	-	-	45,128	622,062	835,796
<u>160,000</u>	<u>960,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,120,000</u>
<u>17,312,663</u>	<u>1,068,358</u>	<u>6,177,351</u>	<u>82,114,724</u>	<u>1,017,055</u>	<u>107,842,864</u>
-	-	(245,983)	-	-	178,444,491
22,842,675	6,880,166	1,336,446	-	-	31,234,333
-	-	14,627,621	-	-	16,284,492
<u>22,842,675</u>	<u>6,880,166</u>	<u>15,718,084</u>	<u>-</u>	<u>-</u>	<u>225,963,316</u>
<u>\$ 40,155,338</u>	<u>\$ 7,948,524</u>	<u>\$ 21,895,435</u>	<u>\$ 82,114,724</u>	<u>\$ 1,017,055</u>	<u>\$ 333,806,180</u>

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

Year Ended June 30, 2018

	<u>Operating Fund</u>	<u>Foundation Funds</u>	<u>Donor Advised Funds</u>	<u>Supporting Foundations</u>
Philanthropic Activity:				
Contributions from donors	\$ 50,729	\$ 1,034,665	\$ 92,755,948	\$ 17,494,263
Contributions to (from) funds	588,938	(391,240)	20,802,737	(21,748,954)
Distributions to charitable organizations	<u>(1,600)</u>	<u>(31,880)</u>	<u>(72,729,041)</u>	<u>(937,274)</u>
Total Philanthropic Activity	<u>638,067</u>	<u>611,545</u>	<u>40,829,644</u>	<u>(5,191,965)</u>
Investment Activity:				
Interest and dividends	7,198	460,293	5,206,775	447,892
Gain on investments	-	777,745	4,771,319	813,836
Commissions on sale of investments and investment management fees	<u>(20,542)</u>	<u>(12,271)</u>	<u>(366,858)</u>	<u>(16,667)</u>
Total Investment Activity	<u>(13,344)</u>	<u>1,225,767</u>	<u>9,611,236</u>	<u>1,245,061</u>
Operating Activity:				
Administrative fees	2,348,066	-	(1,681,266)	(134,577)
Other revenues	381,926	-	-	72,713
Operating expenses	<u>(3,201,262)</u>	<u>-</u>	<u>-</u>	<u>(215,319)</u>
Total Operating Activity	<u>(471,270)</u>	<u>-</u>	<u>(1,681,266)</u>	<u>(277,183)</u>
Change in Net Assets	153,453	1,837,312	48,759,614	(4,224,087)
Net Assets Released from Restrictions	-	-	-	-
Net Assets, beginning	<u>1,057,233</u>	<u>13,930,882</u>	<u>165,534,276</u>	<u>22,842,675</u>
Net Assets, ending	<u>\$ 1,210,686</u>	<u>\$ 15,768,194</u>	<u>\$ 214,293,890</u>	<u>\$ 18,618,588</u>

See accompanying notes to consolidated financial statements.

Restricted Funds	Endowment Funds	Total	Total by Net Asset Classification		
			Total Unrestricted	Total Temporarily Restricted	Total Permanently Restricted
\$ 1,957,619	\$ 2,692,584	\$ 115,985,808	\$ 93,834,495	\$ 19,458,729	\$ 2,692,584
1,208,724	(460,205)	-	25,061,618	(19,994,346)	(5,067,272)
<u>(4,737,967)</u>	<u>(5,613,716)</u>	<u>(84,051,478)</u>	<u>(82,249,191)</u>	<u>(1,802,287)</u>	<u>-</u>
<u>(1,571,624)</u>	<u>(3,381,337)</u>	<u>31,934,330</u>	<u>36,646,922</u>	<u>(2,337,904)</u>	<u>(2,374,688)</u>
139,964	513,117	6,775,239	5,743,949	1,031,290	-
259,446	504,886	7,127,232	5,620,535	1,506,697	-
<u>(24,728)</u>	<u>(11,564)</u>	<u>(452,630)</u>	<u>(452,630)</u>	<u>-</u>	<u>-</u>
<u>374,682</u>	<u>1,006,439</u>	<u>13,449,841</u>	<u>10,911,854</u>	<u>2,537,987</u>	<u>-</u>
(120,476)	(98,854)	312,893	312,893	-	-
-	-	454,639	454,639	-	-
<u>-</u>	<u>-</u>	<u>(3,416,581)</u>	<u>(3,416,581)</u>	<u>-</u>	<u>-</u>
<u>(120,476)</u>	<u>(98,854)</u>	<u>(2,649,049)</u>	<u>(2,649,049)</u>	<u>-</u>	<u>-</u>
(1,317,418)	(2,473,752)	42,735,122	44,909,727	200,083	(2,374,688)
-	-	-	5,971,689	(5,971,689)	-
<u>6,880,166</u>	<u>15,718,084</u>	<u>225,963,316</u>	<u>178,444,491</u>	<u>31,234,333</u>	<u>16,284,492</u>
<u>\$ 5,562,748</u>	<u>\$ 13,244,332</u>	<u>\$ 268,698,438</u>	<u>\$ 229,325,907</u>	<u>\$ 25,462,727</u>	<u>\$ 13,909,804</u>

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

Year Ended June 30, 2017

	<u>Operating Fund</u>	<u>Foundation Funds</u>	<u>Donor Advised Funds</u>	<u>Supporting Foundations</u>
Philanthropic Activity:				
Contributions from donors	\$ 25,220	\$ 9,836	\$ 190,029,858	\$ 4,312,709
Contributions to (from) funds	591,957	1,046,089	1,999,983	(2,400,368)
Distributions to charitable organizations	<u>(7,880)</u>	<u>(33,202)</u>	<u>(157,730,040)</u>	<u>(1,050,429)</u>
Total Philanthropic Activity	<u>609,297</u>	<u>1,022,723</u>	<u>34,299,801</u>	<u>861,912</u>
Investment Activity:				
Interest and dividends	8,497	188,867	2,915,741	466,122
Gain (loss) on investments	-	1,175,125	7,823,603	1,229,561
Commissions on sale of investments and investment management fees	<u>(29,409)</u>	<u>(10,725)</u>	<u>(266,899)</u>	<u>(3,425)</u>
Total Investment Activity	<u>(20,912)</u>	<u>1,353,267</u>	<u>10,472,445</u>	<u>1,692,258</u>
Operating Activity:				
Administrative fees	2,041,820	1,790	(1,366,444)	(135,878)
Other revenues	92,080	-	-	16,453
Operating expenses	<u>(3,064,960)</u>	<u>-</u>	<u>-</u>	<u>(61,084)</u>
Total Operating Activity	<u>(931,060)</u>	<u>1,790</u>	<u>(1,366,444)</u>	<u>(180,509)</u>
Change in Net Assets	(342,675)	2,377,780	43,405,802	2,373,661
Net Assets Released from Restrictions	-	-	-	-
Net Assets, beginning	<u>1,399,908</u>	<u>11,553,102</u>	<u>122,128,474</u>	<u>20,469,014</u>
Net Assets, ending	<u>\$ 1,057,233</u>	<u>\$ 13,930,882</u>	<u>\$ 165,534,276</u>	<u>\$ 22,842,675</u>

See accompanying notes to consolidated financial statements.

Restricted Funds	Endowment Funds	Total	Total by Net Asset Classification		
			Total Unrestricted	Total Temporarily Restricted	Total Permanently Restricted
\$ 1,050,850	\$ 1,400,249	\$ 196,828,722	\$ 190,056,820	\$ 5,371,653	\$ 1,400,249
1,716,584	(2,954,245)	-	5,704,969	(839,088)	(4,865,881)
<u>(5,050,162)</u>	<u>(1,008,015)</u>	<u>(164,879,728)</u>	<u>(164,755,515)</u>	<u>(124,213)</u>	<u>-</u>
<u>(2,282,728)</u>	<u>(2,562,011)</u>	<u>31,948,994</u>	<u>31,006,274</u>	<u>4,408,352</u>	<u>(3,465,632)</u>
133,240	287,193	3,999,660	3,273,040	726,620	-
481,201	1,539,820	12,249,310	9,696,834	2,552,476	-
<u>(29,299)</u>	<u>(13,191)</u>	<u>(352,948)</u>	<u>(352,948)</u>	<u>-</u>	<u>-</u>
<u>585,142</u>	<u>1,813,822</u>	<u>15,896,022</u>	<u>12,616,926</u>	<u>3,279,096</u>	<u>-</u>
(138,290)	(130,204)	272,794	272,794	-	-
-	-	108,533	108,533	-	-
<u>-</u>	<u>-</u>	<u>(3,126,044)</u>	<u>(3,126,044)</u>	<u>-</u>	<u>-</u>
<u>(138,290)</u>	<u>(130,204)</u>	<u>(2,744,717)</u>	<u>(2,744,717)</u>	<u>-</u>	<u>-</u>
(1,835,876)	(878,393)	45,100,299	40,878,483	7,687,448	(3,465,632)
-	-	-	6,407,483	(6,407,483)	-
<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>
\$ <u>6,880,166</u>	\$ <u>15,718,084</u>	\$ <u>225,963,316</u>	\$ <u>178,444,491</u>	\$ <u>31,234,333</u>	\$ <u>16,284,492</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Consolidated Statements of Cash Flows

Years Ended June 30, 2018 and 2017

	<u>2018</u>	<u>2017</u>
Cash Flows from Operating Activities:		
Change in net assets	\$ 42,735,122	\$ 45,100,299
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Donation of investments	(51,191,543)	(121,480,698)
Gain on investments	(7,127,232)	(12,249,310)
Depreciation	24,320	24,320
Contributions permanently restricted	(2,692,584)	(1,400,249)
Changes in operating assets and liabilities:		
Proceeds from sales of donated investments	51,191,543	121,480,698
Cash surrender value of insurance policies	(155,036)	(8,339)
Other assets	2,142,863	(2,236,327)
Assets held for others	10,010,701	10,352,711
Beneficial interests	4,228,214	2,927,693
Accounts payable	(118,852)	48,353
Grants payable	(800,000)	(2,763,198)
Net Cash Provided by Operating Activities	48,247,516	39,795,953
Cash Flows from Investing Activities:		
Purchases of investments	(86,059,361)	(87,131,255)
Proceeds from sales of investments	35,062,287	44,439,568
Net Cash Used by Investing Activities	(50,997,074)	(42,691,687)
Cash Flows Provided by Financing Activities:		
Contributions permanently restricted	2,692,584	1,400,249
Net Decrease in Cash	(56,974)	(1,495,485)
Cash, beginning	2,300,816	3,796,301
Cash, ending	\$ <u>2,243,842</u>	\$ <u>2,300,816</u>

See accompanying notes to consolidated financial statements.

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JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2018 and 2017

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 Funds. 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, 2018 and 2017

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

Unrestricted Funds, continued

Foundation Funds

For purposes of financial reporting, the “Foundation Funds” consist 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 Funds are 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 net market value of the Marjory Kaplan Foundation Fund averaged over the 12 preceding quarters ending on the last business day of March of the preceding fiscal year, 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 net 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 Funds 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 Funds

The Donor Advised Funds consist of contributions accepted and received from donors by the Foundation and the accumulated undistributed earnings of the Funds. 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 Funds 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, develop their 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, 2018 and 2017

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, 2018 are as follows:

Years ending June 30,		
2019	\$	30,000
2020		30,000
2021		30,000
Thereafter		-
	\$	<u>90,000</u>

One Supporting Foundation also receives multi-year promises to give. As of June 30, 2018 and 2017, promises to give totaled approximately \$28,000. The promises to give 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, 2018 and 2017 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 Funds

The Foundation manages 46 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, 2018 are as follows:

Years ending June 30,		
2019	\$	230,000
Thereafter		-
	\$	<u>230,000</u>

Permanently Restricted Funds

Endowment Funds

The Foundation manages 41 donor restricted endowment funds that require the principal be held in perpetuity. The Foundation also manages 10 restricted endowment funds on behalf of charitable organizations as beneficial interests. 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.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2018 and 2017

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

Custodial Funds

The Foundation has agreements with 48 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.

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, 2018 and 2017

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 Jewish Community Foundation of San Diego 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 Jewish Community Foundation of San Diego, however, may occasionally be subject to taxes on unrelated business income. The Foundation paid approximately \$7,400 and \$1,100 in tax on unrelated business income for the years ended June 30, 2018 and 2017. 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, 2018 and 2017 and no amounts have been accrued. The Foundation files informational and income tax returns in the United States and various state and local jurisdictions.

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. As a practical expedient, certain financial instruments may be valued using net asset value (NAV) per share. NAV is the amount of net assets attributable to each share of outstanding capital stock at the end of the period.

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, 2018 and 2017, due to the relative short maturities of these instruments.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2018 and 2017

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

New Pronouncements

In August 2016, the FASB issued ASU 2016-14, “*Not-for-Profit Entities (Topic 958)*”. ASU 2016-14 requires improved presentation and disclosures to help not-for-profit entities provide more relevant information about their resources to donors, grantors, creditors, and other users. These improvements apply to qualitative and quantitative requirements in net asset classes, investment return, expenses, liquidity and availability of resources, and presentation of operating cash flows. ASU 2016-14 is effective for fiscal years beginning after December 15, 2017, and early application is permitted.

The Foundation is currently evaluating the impact of the provisions of ASU 2016-14 on the presentation of its consolidated financial statements.

Subsequent Events

The Community Foundation Charitable Real Estate Fund received a gift of units in two Limited Liability Companies (Companies), as of November 26, 2018. Based upon a preliminary review of an appraisal conducted in June 2018, the gift is expected to be valued in the range of tens of millions of dollars. The value is presently uncertain and is expected to be subject to significant volatility going forward due to the nature of the underlying Companies’ assets. The Foundation intends to seek its own independent appraisal as of the date of the gift.

The Foundation has evaluated subsequent events through December 14, 2018, which is the date the consolidated financial statements were available to be issued.

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, 2018, the Foundation’s uninsured cash balance totaled \$3,270,000. 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, 2018, the Foundation had two major contributors that accounted for approximately 41% of the Foundation’s total contributions, of which one contributor accounted for approximately 27% and one accounted for approximately 14%. During the year ended June 30, 2017, the Foundation had two major contributors that accounted for approximately 77% of the Foundation’s total contributions, of which one contributor accounted for approximately 50% and one accounted for approximately 27%. Management believes that the Foundation is not exposed to any significant concentration risk in the near term.

Note 3 – Fair Value Measurement

Investments consist of the following:

	2018	2017
Operating Fund:		
Money market funds	\$ 704,004	\$ 200,803
Certificates of deposit	594,298	317,401
	<u>\$ 1,298,302</u>	<u>\$ 518,204</u>

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

Years Ended June 30, 2018 and 2017

Note 3 – Fair Value Measurement, continued

	<u>2018</u>	<u>2017</u>
Foundation Funds:		
Money market funds	\$ 94,295	\$ 62,167
Certificates of deposit	71,815	90,522
Fixed income:		
Government bonds - international	106,133	-
Mutual funds:		
Fixed income - domestic	1,475,660	1,068,073
Fixed income - global	309,375	404,056
Large cap - domestic	2,211,866	1,188,847
Large cap - international	939,317	678,585
Mid cap - domestic	312,434	339,375
Mid cap - international	112,606	-
Small cap - domestic	347,537	395,909
Small cap - international	426,617	562,821
Global equity	4,145,772	4,353,655
Real assets	376,389	674,880
Alternative investments:		
Private equity funds	33,267	50,924
Real assets	185,023	70,786
Fixed income	93,470	67,103
Hedge funds	3,605,884	3,084,518
	<u>\$ 14,847,460</u>	<u>\$ 13,092,221</u>

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

Years Ended June 30, 2018 and 2017

Note 3 – Fair Value Measurement, continued

	2018	2017
Donor Advised Funds:		
Money market funds	\$ 23,503,532	\$ 10,680,487
Certificates of deposit	18,674,798	14,841,990
Equity securities:		
Large cap - domestic	23,729,521	15,604,844
Large cap - international	52,295	2,521,556
Mid cap - domestic	1,846,889	1,551,167
Mid cap - international	-	97,924
Small cap - domestic	11,526	245,835
Small cap - international	-	11,674
Fixed income:		
Government bonds - domestic	261,366	1,750,875
Government bonds - international	329,263	285,628
Corporate bonds - domestic	328,855	4,904,056
Corporate bonds - international	-	100,195
Mutual funds:		
Fixed income - domestic	42,789,416	32,625,683
Fixed income - global	15,374,653	15,189,415
Large cap - domestic	14,699,867	11,313,456
Large cap - international	15,006,379	10,949,649
Mid cap - domestic	3,947,603	3,377,301
Mid cap - international	167,870	-
Small cap - domestic	3,910,493	3,438,054
Small cap - international	2,832,279	2,391,652
Global equity	24,279,428	16,830,251
Real assets	3,379,316	2,926,521
Annuity	-	2,961,715
Real estate investment trust	534,784	527,488
Alternative investments:		
Mutual funds	7,490,004	3,829,234
Private equity funds	2,556,973	2,527,548
Real assets	293,789	56,796
Fixed income	147,907	53,841
Hedge funds	7,921,264	2,474,918
	<u>\$ 214,070,070</u>	<u>\$ 164,069,753</u>

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

Years Ended June 30, 2018 and 2017

Note 3 – Fair Value Measurement, continued

	<u>2018</u>	<u>2017</u>
Supporting Foundations:		
Money market funds	\$ 4,229,049	\$ 4,599,766
Certificates of deposit	23	47
Equity securities:		
Large cap - domestic	587,738	1,174,379
Large cap - international	531,556	557,466
Mid cap - domestic	-	5,924
Fixed income:		
Government bonds - domestic	3,450,747	3,582,714
Government bonds - international	12,606	8,182
Corporate bonds - domestic	1,539	1,125
Mutual funds:		
Fixed income - domestic	2,071,834	2,508,010
Fixed income - global	663,697	591,256
Large cap - domestic	3,083,939	2,974,408
Large cap - international	1,519,501	1,342,102
Mid cap - domestic	626,990	553,507
Small cap - domestic	692,912	617,501
Small cap - international	859,343	766,009
Global equity	8,229,303	5,914,436
Real assets	754,102	907,115
Alternative investments:		
Private equity funds	81,588	113,441
Real assets	349,611	93,654
Fixed income	176,618	87,823
Hedge funds	11,510,348	8,251,927
	<u>\$ 39,433,044</u>	<u>\$ 34,650,792</u>

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

Years Ended June 30, 2018 and 2017

Note 3 – Fair Value Measurement, continued

	2018	2017
Restricted Funds:		
Money market funds	\$ 683,929	\$ 1,211,637
Certificates of deposit	565,894	1,397,746
Equity securities:		
Large cap - domestic	126,027	540,796
Large cap - international	28,397	223,309
Mid cap - domestic	100,952	422,745
Fixed income:		
Government bonds - domestic	34,425	156,874
Government bonds - international	9,197	9,511
Mutual funds:		
Fixed income - domestic	818,476	1,044,660
Fixed income - global	204,383	215,078
Large cap - domestic	307,178	609,929
Large cap - international	245,590	511,220
Mid cap - domestic	49,119	30,223
Small cap - domestic	79,042	136,160
Small cap - international	69,412	45,433
Global equity	691,896	518,599
Real assets	142,602	214,128
Real estate investment trust	-	106,035
Alternative investments:		
Private equity funds	2,385	1,019
Real assets	13,263	1,416
Fixed income	263,719	254,258
Hedge funds	258,483	61,709
	<u>\$ 4,694,369</u>	<u>\$ 7,712,485</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2018 and 2017

Note 3 – Fair Value Measurement, continued

	<u>2018</u>	<u>2017</u>
Endowment Funds:		
Money market funds	\$ -	\$ 40,568
Certificates of deposit	-	51,712
Fixed income:		
Government bonds - international	7,226	11,712
Mutual funds:		
Fixed income - domestic	1,861,317	2,067,182
Fixed income - global	611,165	786,205
Large cap - domestic	2,037,934	2,011,549
Large cap - international	1,436,900	1,138,874
Mid cap - domestic	590,271	570,048
Small cap - domestic	653,998	660,269
Small cap - international	807,835	939,596
Global equity	7,782,352	7,277,104
Real assets	711,101	1,120,715
Alternative investments:		
Private equity funds	60,616	81,207
Real assets	337,121	112,881
Fixed income	170,309	107,007
Hedge funds	6,570,154	4,918,806
	<u>\$ 23,638,299</u>	<u>\$ 21,895,435</u>
	<u>2018</u>	<u>2017</u>
Custodial Funds:		
Money market funds	\$ 1,620,530	\$ 1,258,879
Certificates of deposit	1,368,005	1,963,643
Fixed income:		
Government bonds - international	168,109	184,967
Mutual funds:		
Fixed income - domestic	10,610,030	9,852,593
Fixed income - global	8,442,918	9,519,010
Large cap - domestic	5,779,559	5,854,742
Large cap - international	8,972,038	8,337,399
Mid cap - domestic	1,575,473	1,576,623
Mid cap - international	1,348	-
Small cap - domestic	1,692,602	1,764,407
Small cap - international	2,193,735	2,523,481
Global equity	25,538,026	25,016,968
Real assets	2,095,997	2,994,890
Alternative investments:		
Private equity funds	116,137	168,195
Real assets	645,912	233,796
Fixed income	326,305	221,631
Hedge funds	12,588,159	10,187,737
	<u>\$ 83,734,883</u>	<u>\$ 81,658,961</u>

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

Years Ended June 30, 2018 and 2017

Note 3 – Fair Value Measurement, continued

	<u>2018</u>	<u>2017</u>
Charitable Trusts and Gift Annuities:		
Money market funds	\$ 45,310	\$ 43,308
Equity securities:		
Large cap - domestic	134,225	125,420
Large cap - international	48,948	47,323
Mid cap - domestic	39,989	31,924
Small cap - domestic	12,185	10,236
Fixed income:		
Government bonds - domestic	228,072	222,870
Mutual funds:		
Fixed income - domestic	313,302	342,478
Fixed income - international	6,634	4,394
Fixed income - global	6,034	4,452
Large cap - domestic	142,217	134,313
Large cap - international	22,849	14,442
Mid cap - domestic	8,032	13,959
Small cap - domestic	29,853	36,870
Real estate investment trust	3,025	3,000
Alternative investments:		
Mutual funds	815	771
	<u>\$ 1,041,490</u>	<u>\$ 1,035,760</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, 2018 and 2017

Note 3 – Fair Value Measurement, continued

The fair market value of investments is categorized as follows for the year ended June 30, 2018:

Description	Level 1	Level 2	Level 3	NAV	Total
Money market funds	\$ 30,880,649	\$ -	\$ -	\$ -	\$ 30,880,649
Certificates of deposit	21,274,833	-	-	-	21,274,833
Equity securities:					
Large cap - domestic	24,577,511	-	-	-	24,577,511
Large cap - international	661,196	-	-	-	661,196
Mid cap - domestic	1,987,830	-	-	-	1,987,830
Small cap - domestic	23,711	-	-	-	23,711
Fixed income:					
Government bonds - domestic	3,974,610	-	-	-	3,974,610
Government bonds - international	-	632,534	-	-	632,534
Corporate bonds - domestic	330,394	-	-	-	330,394
Mutual funds:					
Fixed income - domestic	58,130,062	1,809,973	-	-	59,940,035
Fixed income - international	6,634	-	-	-	6,634
Fixed income - global	25,612,225	-	-	-	25,612,225
Large cap - domestic	28,262,560	-	-	-	28,262,560
Large cap - international	28,142,574	-	-	-	28,142,574
Mid cap - domestic	7,109,922	-	-	-	7,109,922
Mid cap - international	281,824	-	-	-	281,824
Small cap - domestic	7,406,437	-	-	-	7,406,437
Small cap - international	7,189,221	-	-	-	7,189,221
Global equity	65,674,488	-	-	4,992,289	70,666,777
Real assets	7,459,507	-	-	-	7,459,507
Real estate investment trust	537,809	-	-	-	537,809
Alternative investments:					
Mutual funds	3,844,797	3,646,022	-	-	7,490,819
Private equity funds	-	-	-	2,850,966	2,850,966
Real assets	-	-	-	1,824,719	1,824,719
Fixed income	-	-	-	1,178,328	1,178,328
Hedge funds	-	-	-	42,454,292	42,454,292
	<u>\$ 323,368,794</u>	<u>\$ 6,088,529</u>	<u>\$ -</u>	<u>\$ 53,300,594</u>	<u>\$ 382,757,917</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2018 and 2017

Note 3 – Fair Value Measurement, continued

The fair market value of investments is categorized as follows for the year ended June 30, 2017:

Description	Level 1	Level 2	Level 3	NAV	Total
Money market funds	\$ 18,097,615	\$ -	\$ -	\$ -	\$ 18,097,615
Certificates of deposit	18,663,061	-	-	-	18,663,061
Equity securities:					
Large cap - domestic	17,445,439	-	-	-	17,445,439
Large cap - international	3,349,654	-	-	-	3,349,654
Mid cap - domestic	2,011,760	-	-	-	2,011,760
Mid cap - international	97,924	-	-	-	97,924
Small cap - domestic	256,071	-	-	-	256,071
Small cap - international	11,674	-	-	-	11,674
Fixed income:					
Government bonds - domestic	5,713,333	-	-	-	5,713,333
Government bonds - international	-	500,000	-	-	500,000
Corporate bonds - domestic	4,905,181	-	-	-	4,905,181
Corporate bonds - international	100,195	-	-	-	100,195
Mutual funds:					
Fixed income - domestic	47,797,348	1,711,331	-	-	49,508,679
Fixed income - international	4,394	-	-	-	4,394
Fixed income - global	26,709,472	-	-	-	26,709,472
Large cap - domestic	24,087,244	-	-	-	24,087,244
Large cap - international	22,972,271	-	-	-	22,972,271
Mid cap - domestic	6,461,036	-	-	-	6,461,036
Small cap - domestic	7,049,170	-	-	-	7,049,170
Small cap - international	7,228,992	-	-	-	7,228,992
Global equity	55,337,162	-	-	4,573,851	59,911,013
Real assets	8,838,249	-	-	-	8,838,249
Annuity	2,961,715	-	-	-	2,961,715
Real estate investment trust	636,523	-	-	-	636,523
Alternative investments:					
Mutual funds	3,622,228	207,777	-	-	3,830,005
Private equity funds	-	-	-	2,942,334	2,942,334
Real assets	-	-	-	569,329	569,329
Fixed income	-	-	-	791,663	791,663
Hedge funds	-	-	-	28,979,615	28,979,615
	<u>\$ 284,357,711</u>	<u>\$ 2,419,108</u>	<u>\$ -</u>	<u>\$ 37,856,792</u>	<u>\$ 324,633,611</u>

The valuations of the global equity mutual funds and private equity funds, real assets, fixed income, and hedge funds classified as alternative investments 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 based on the 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, 2018 and 2017

Note 3 – Fair Value Measurement, continued

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

	Fair value at June 30, 2018	Unfunded commitments	Redemption frequency	Redemption notice period
Mutual funds [a]	\$ 4,992,289	none	quarterly	60 days
Private equity funds [b]	631,641	\$ 329,040	not allowed	n/a
Private equity funds [b]	2,219,325	none	quarterly	21 days
Real assets [c]	1,824,719	5,716,610	not allowed	n/a
Fixed income [d]	921,308	1,160,000	not allowed	n/a
Fixed income [d]	257,020	none	semi-annual	180 days
Hedge funds [e]	4,644,639	none	monthly	60 days
Hedge funds [e]	6,506,450	none	quarterly	65-90 days
Hedge fund of funds [f]	23,455,314	none	quarterly	65-90 days
Hedge fund of funds [f]	2,940,220	none	semi-annual	120 days
Hedge fund of funds [f]	2,532,636	none	annually	90 days
Hedge fund of funds [f]	2,375,033	none	every 3 years	90 days

[a] Represents interest in a mutual fund with no active market.

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

[c] Investments in pooled investment fund interests.

[d] Investments in alternative fixed income funds which purchase or originate debt that is not publicly-traded.

[e] Represent a variety of investment strategies including event-driven investing, long/short equity, global macro, and emerging market macro.

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

	Fair value at June 30, 2017	Unfunded commitments	Redemption frequency	Redemption notice period
Mutual funds [a]	\$ 4,573,851	none	quarterly	60 days
Private equity funds [b]	826,712	\$ 333,610	not allowed	n/a
Private equity funds [b]	2,115,622	none	quarterly	21 days
Real assets [c]	569,329	1,496,091	not allowed	n/a
Fixed income [d]	538,748	1,480,000	not allowed	n/a
Fixed income [d]	252,915	none	semi-annual	180 days
Hedge fund of funds [f]	19,244,465	none	quarterly	65 days
Hedge fund of funds [f]	5,520,188	none	semi-annual	120 days
Hedge fund of funds [f]	2,085,649	none	annually	90 days
Hedge fund of funds [f]	2,129,313	none	every 3 years	90 days

[a] Represents interest in a mutual fund with no active market.

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

[c] Investments in pooled investment fund interests.

[d] Investments in alternative fixed income funds which purchase or originate debt that is not publicly-traded.

[f] 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, 2018 and 2017

Note 4 – Other Assets

Other assets consist of the following:

	<u>2018</u>	<u>2017</u>
Notes receivable	\$ 2,546,866	\$ 260,265
Real property	978,307	4,690,449
Promises to give	233,664	234,638
Other receivables	141,527	857,874
Property and equipment, net of accumulated depreciation	<u>38,507</u>	<u>62,828</u>
	<u>\$ 3,938,871</u>	<u>\$ 6,106,054</u>

Promises to give consist of the following:

	<u>2018</u>	<u>2017</u>
Due in one year or less	\$ 174,664	\$ 168,664
Due after one year through five years	<u>59,000</u>	<u>65,974</u>
	<u>\$ 233,664</u>	<u>\$ 234,638</u>

Promises to give due after one year have not been discounted because management believes the discount is insignificant.

At June 30, 2018 and 2017, the Foundation had approximately \$2,547,000 and \$260,000 of notes receivable outstanding from local Jewish organizations and various real estate transactions, respectively. The notes bear interest at a range of 0% to 7%, 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>2018</u>	<u>2017</u>
Restricted Funds charitable distributions	\$ 4,737,967	\$ 5,050,162
Supporting Foundations charitable distributions	937,274	1,050,429
Asset management fees	255,053	274,168
Other qualifying expenses	<u>41,395</u>	<u>32,724</u>
	<u>\$ 5,971,689</u>	<u>\$ 6,407,483</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2018 and 2017

Note 6 – Administrative Fees

Administrative fees of up to 1.5% 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:

	2018	2017
Donor Advised Funds	\$ 1,681,266	\$ 1,366,444
Custodial Funds	288,382	246,186
Restricted Funds	259,579	138,290
Supporting Foundations	137,068	218,368
Endowment Funds	121,969	157,182
Charitable Gift Annuities	4,180	3,398
	<u>\$ 2,492,444</u>	<u>\$ 2,129,868</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 \$141,762 and \$140,476 for the years ended June 30, 2018 and 2017, respectively.

Note 8 – Endowments

The Foundation's endowment consists of 63 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, 2018 and 2017

Note 8 – Endowments, continued

At June 30, 2018 and 2017, the endowment was comprised of two funds, the Foundation Funds and the Endowment Funds. The net assets of the Foundation Funds are comprised of board-designated restricted funds, board-designated endowments and donor-restricted endowments. The net assets of the Endowment Funds are comprised of temporarily restricted funds and donor-restricted endowments.

The net assets of the Foundation Funds are comprised of the following at June 30, 2018:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ -	\$ 253,324	\$ 1,656,870	\$ 1,910,194
Board-designated endowment funds	13,701,113	-	-	13,701,113
Board-designated restricted funds	<u>156,888</u>	<u>-</u>	<u>-</u>	<u>156,888</u>
Total Foundation Funds	<u>\$ 13,858,001</u>	<u>\$ 253,324</u>	<u>\$ 1,656,870</u>	<u>\$ 15,768,195</u>

The net assets of the Endowment Funds are comprised of the following at June 30, 2018:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ (36,670)	\$ 585,252	\$ 12,252,934	\$ 12,801,516
Temporarily restricted funds	<u>-</u>	<u>442,815</u>	<u>-</u>	<u>442,815</u>
Total Endowment Funds	<u>\$ (36,670)</u>	<u>\$ 1,028,067</u>	<u>\$ 12,252,934</u>	<u>\$ 13,244,331</u>

At June 30, 2018, 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	\$ (36,670)	\$ 838,576	\$ 13,909,804	\$ 14,711,710
Board-designated endowment funds	<u>13,701,113</u>	<u>-</u>	<u>-</u>	<u>13,701,113</u>
Total Endowment Funds	<u>\$ 13,664,443</u>	<u>\$ 838,576</u>	<u>\$ 13,909,804</u>	<u>\$ 28,412,823</u>

Changes in endowment net assets for the year ended June 30, 2018, consisted of the following:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning	\$ 11,705,192	\$ 1,002,440	\$ 16,284,492	\$ 28,992,124
Change in endowment net assets:				
Philanthropic activity	621,983	(927,907)	(2,374,688)	(2,680,612)
Investment activity	1,377,590	841,006	-	2,218,596
Operating activity	<u>(40,322)</u>	<u>(76,963)</u>	<u>-</u>	<u>(117,285)</u>
	<u>1,959,251</u>	<u>(163,864)</u>	<u>(2,374,688)</u>	<u>(579,301)</u>
Endowment net assets, ending	<u>\$ 13,664,443</u>	<u>\$ 838,576</u>	<u>\$ 13,909,804</u>	<u>\$ 28,412,823</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2018 and 2017

Note 8 – Endowments, continued

The net assets of the Foundation Funds are comprised of the following at June 30, 2017:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ -	\$ 175,046	\$ 1,656,871	\$ 1,831,917
Board-designated endowment funds	11,951,175	-	-	11,951,175
Board-designated restricted funds	<u>147,790</u>	<u>-</u>	<u>-</u>	<u>147,790</u>
Total Foundation Funds	<u>\$ 12,098,965</u>	<u>\$ 175,046</u>	<u>\$ 1,656,871</u>	<u>\$ 13,930,882</u>

The net assets of the Endowment Funds are comprised of the following at June 30, 2017:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-restricted endowment funds	\$ (245,983)	\$ 827,394	\$ 14,627,621	\$ 15,209,032
Temporarily restricted funds	<u>-</u>	<u>509,052</u>	<u>-</u>	<u>509,052</u>
Total Endowment Funds	<u>\$ (245,983)</u>	<u>\$ 1,336,446</u>	<u>\$ 14,627,621</u>	<u>\$ 15,718,084</u>

At June 30, 2017, 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	\$ (245,983)	\$ 1,002,440	\$ 16,284,492	\$ 17,040,949
Board-designated endowment funds	<u>11,951,175</u>	<u>-</u>	<u>-</u>	<u>11,951,175</u>
Total Endowment Funds	<u>\$ 11,705,192</u>	<u>\$ 1,002,440</u>	<u>\$ 16,284,492</u>	<u>\$ 28,992,124</u>

Changes in endowment net assets for the year ended June 30, 2017, consisted of the following:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning	\$ 7,482,200	\$ 291,337	\$ 19,750,124	\$ 27,523,661
Change in endowment net assets:				
Philanthropic activity	2,107,254	(159,711)	(3,465,632)	(1,518,089)
Investment activity	2,221,189	911,815	-	3,133,004
Operating activity	<u>(105,451)</u>	<u>(41,001)</u>	<u>-</u>	<u>(146,452)</u>
	<u>4,222,992</u>	<u>711,103</u>	<u>(3,465,632)</u>	<u>1,468,463</u>
Endowment net assets, ending	<u>\$ 11,705,192</u>	<u>\$ 1,002,440</u>	<u>\$ 16,284,492</u>	<u>\$ 28,992,124</u>

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO

Notes to Consolidated Financial Statements

Years Ended June 30, 2018 and 2017

Note 8 – Endowments, continued

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 \$36,670 and \$245,983 as of June 30, 2018 and 2017, respectively. These deficiencies resulted from unfavorable market fluctuations overall since the date of the gifts.

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 2017 notes to consolidated financial statements have been reclassified to conform to current year classifications including the change in presentation of level 1, 2, and 3 investments and adding the NAV category to the investment classification. Such reclassifications had no effect on previously reported changes in net assets.

SUPPLEMENTAL INFORMATION

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO
Schedule of Consolidated Charitable Distributions to Organizations
Year Ended June 30, 2018

Organizations Serving Jewish Purposes Within San Diego:

Jewish Federation of San Diego County	\$ 6,800,599
Jewish Family Service of San Diego	2,764,579
Lawrence Family Jewish Community Center JACOBS FAMILY CAMPUS	1,315,605
Hope Village San Diego	933,043
Seacrest Foundation	662,212
Hillel of San Diego	624,043
Congregation Beth Israel	455,744
Congregation Beth El	450,325
Camp Mountain Chai	333,595
Congregation Beth Am	230,693
Temple Solel of North San Diego County	222,434
Soille San Diego Hebrew Day School	206,010
Anti-Defamation League	173,570
San Diego Jewish Academy	173,477
Congregation Adat Yeshurun	165,694
Israel Emergency Alliance (StandWithUs)	149,110
Temple Emanu-El	114,877
Esther Fischer Lion of Judah Endowment Fund of the JCF	100,000
Southern California Yeshiva High School	91,572
Torah High Schools of San Diego	90,638
Friends of Chabad Lubavitch San Diego (Chabad of San Diego)	73,760
Friendship Circle of San Diego	73,182
Chabad of Downtown San Diego	52,790
Coastal Roots Farm	48,900
Aish HaTorah San Diego	45,634
Ner Tamid Synagogue	40,967
Ken Jewish Community	37,785
Ohr Shalom Synagogue	30,335
Chabad of La Jolla Shores	28,380
Beth El Endowment Foundation	25,000
Tifereth Israel Synagogue	18,687
Jewish Gift Closet - San Diego Gmach	18,528
Chabad of University City	16,020
The Butterfly Project	14,830
San Diego Jewish Experience	13,450
Friends of Chabad Lubavitch San Diego (Chabad Hebrew Academy)	13,000
Hadassah the Womens Zionist Organization of America	12,430
Temple Adat Shalom	11,446
Friends of Chabad Lubavitch San Diego	10,210
Chabad of Carmel Valley	10,000
Temple Beth Shalom	7,536
Chabad of the College Area	7,360
Young Israel of San Diego	5,290
Other Organizations Under \$5,000	299,807
Total	16,973,147

Organizations Serving Jewish Purposes Outside of San Diego:

American Society for Technion	3,646,222
American Jewish Joint Distribution Committee	3,292,690

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**Year Ended June 30, 2018

American Committee for Tel Aviv Foundation Inc.	755,000
Jerusalem Foundation	510,750
Friends of the Israel Defense Forces	463,442
P.E.F. Israel Endowment Funds	299,981
American Israel Education Foundation	265,000
Sarasota-Manatee Jewish Federation, Inc.	250,000
Jewish Federations of North America	150,000
Centro Primo Levi	133,500
Jewish Community Centers Assoc of North America	115,000
American Friends of Tel Aviv University	100,000
Shalem Foundation	100,000
American Friends of Beit Hatfutsot	62,500
New Israel Fund	58,700
Union for Reform Judaism	52,071
Hasbara Fellowships	51,180
Hadassah Medical Relief Association	51,000
Jewish Federation of Greater Des Moines	50,300
Friends of Tel Aviv Sourasky Medical Center	50,000
Jewish Community Foundation of Los Angeles	50,000
J Street Education Fund, Inc.	46,090
American Friends of the Israel Museum	37,500
Jewish Institute for National Security Affairs	37,250
Jewish Agency for Israel - North American Council	37,000
American Jewish Committee	36,000
American Friends of Tikvot	35,000
Yashrut North America	35,000
Jewish Family and Children's Services	30,200
Central Europe Center for Research & Documentation, Inc.	30,000
Lamplighters Yeshivah	30,000
International March of the Living	28,300
Peninsula Temple Beth El	26,384
Institute for Jewish Spirituality	26,360
Hazon Inc.	26,050
Sefaria Inc.	25,000
Camp Ramah in California Inc.	24,020
Jewish National Fund	19,586
Shalom Hartman Institute of North America	18,750
American Committee for the Weizmann Institute	18,700
American Society of Yad Vashem Inc.	18,300
Hatzad Hasheni Association	18,000
American Jewish University	16,600
Israel Tennis Centers Foundation	15,705
Adopt A Family Foundation	15,060
Iyyun Inc.	15,000
Ramah in the Rockies	15,000
Hand in Hand American Friends of the Center for Jewish-Arab Education in Israel	13,886
Jewish Family Services of Silicon Valley	13,700
American Friends of Sheba Medical Center-Tel Hashomer	12,500
Heritage Pointe	12,200
Congregation Ner Tamid	12,000
World Council of Synagogues	12,000

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**Year Ended June 30, 2018

Congregation Emanu-El	11,531
Beber Camp Property Inc.	11,000
Israel Emergency Alliance (StandWithUs)	11,000
Congregation Shir Ha-Ma- Alot	10,955
Committee for Accuracy in Middle East Reporting in America	10,800
American Jewish World Service	10,780
Urban Adamah	10,500
Friends of United Hatzalah	10,360
Forward Association	10,250
BBYO	10,000
Fund For Israel's Tomorrow	10,000
Hillel at the University of Pennsylvania	10,000
JCC Global USA Inc.	10,000
Jewish Association for Services for the Aged (JASA)	10,000
MIT Hillel	10,000
Touro College	10,000
UCLA Hillel	10,000
American Friends of Magen David Adom	9,717
Jewish Federation of Portland	9,300
Calabasas Shul	8,959
Hebrew Union College- JIR	8,525
Jewish Federation of Metropolitan Chicago	8,000
Yad Yaakov	8,000
European Center for Jewish Societies	7,770
Mesivta Yeshiva Rabbi Chaim Berlin	7,500
Chabad of Boquete Inc	7,000
Birthright Israel Foundation	6,980
UJA Federation of Jewish Philanthropies of New York	6,900
Hillel the Foundation for Jewish Campus Life	6,800
Temple of the Arts	6,750
America Israel Cultural Foundation	6,700
Chabad of San Luis Obispo	6,180
American Friends of Meir Panim	6,100
Emunah of America	6,000
Shalom Institute Camp and Conference Center	6,000
University of Southern California, Shoah Foundation	6,000
Mazon Inc. A Jewish Response to Hunger	5,920
Friends of Yad Sarah Inc.	5,700
Congregation Shir Hadash	5,691
Good People Fund Inc.	5,500
Yad Yisroel Inc	5,500
Union of Orthodox Jewish Congregations of America	5,480
Jewish Community Federation of S.F. Marin Peninsula & Sonoma Cty.	5,418
HIAS Inc	5,331
Kavod	5,250
Jewish Spiritual Literacy, Inc.	5,198
American Friends of Chabad Thailand Inc.	5,000
American Support for Israel	5,000
Beit Tshuvah	5,000
Bnos Malka Academy	5,000
Chabad of Hamilton Heights	5,000

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, 2018

Chabad Student Center at UofM	5,000
Congregation Zichron Moshe Inc	5,000
Hebrew Day School of Ann Arbor	5,000
Institute for Jewish Ideas & Ideals Inc	5,000
Jewish Book Council	5,000
Jewish Community Center of Orange County	5,000
Jewish Orthodox Feminist Alliance	5,000
MSU Hillel	5,000
Mussar Institute Society-USA	5,000
Students In Israel	5,000
Tucson Jewish Community Center, Inc.	5,000
University of Michigan Hillel	5,000
Other Organizations Under \$5,000	282,720
Total	<u>12,003,542</u>

Other Organizations Primarily Serving the County of San Diego:

Salk Institute for Biological Studies	7,338,839
UCSD Foundation	6,828,331
San Diego Symphony Orchestra Association	5,985,784
La Jolla Music Society	3,336,276
Challenged Athletes Foundation	3,089,082
Francis W. Parker School	1,567,890
La Jolla Playhouse	1,500,444
Plaza de Panama Committee	1,317,000
San Diego Public Library Foundation	1,112,284
Old Globe Theatre	938,995
University of San Diego	907,300
Museum of Contemporary Art San Diego	330,475
San Diego Repertory Theatre	305,360
Campanile Foundation	302,314
Planned Parenthood of the Pacific Southwest	218,046
Teach For America	188,000
Interfaith Community Services	147,807
Jacobs & Cushman San Diego Food Bank	139,500
San Diego State University Foundation (KPBS)	138,804
Serving Seniors	132,426
Regents of the University of California at San Diego	125,639
Sanford Burnham Prebys Medical Discovery Institute	116,620
Museum of Photographic Arts	110,925
Rolf Benirschke Legacy Foundation	108,994
Father Joe's Villages	105,630
Nature and Culture International	100,000
Rady Children's Hospital Foundation	91,150
Info Line of San Diego County	84,107
Mainly Mozart Festival	83,244
San Diego Hunger Coalition	82,300
Voice of San Diego	78,700
American Civil Liberties Union Foundation	75,880
Citizens Climate Education Corp	75,000
Just in Time for Foster Youth	70,328

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**Year Ended June 30, 2018

Investigative Newsource	68,250
Junior Achievement of San Diego	67,650
San Diego Unified School District	67,545
National Conflict Resolution Center	63,250
House of Israel	61,640
JDRF International	61,450
Kitchens For Good, Inc.	60,000
Reality Changers	59,000
Sharp Healthcare Foundation	57,462
San Diego Humane Society and SPCA	55,280
National Multiple Sclerosis Society	53,957
Carlsbad Educational Foundation	51,600
Zoological Society of San Diego	49,444
Scripps Health Foundation	48,900
Voices for Children	48,688
San Diego Opera Association	47,900
Monarch School Project	47,384
North Coast Repertory Theatre	46,800
Alpha Project for the Homeless	46,330
Mount Soledad Memorial Association	45,500
Library Association of La Jolla - Athenaeum	42,750
San Diego Museum of Art	40,408
San Diego Foundation	38,625
American Cancer Society	37,171
San Diego Museum of Man	35,200
San Diego Healthcare Quality Collaborative	35,000
La Jolla Country Day School	34,600
Susan G. Komen Breast Cancer Foundation	32,901
San Diego Children's Discovery Museum	32,309
Vista Hill Foundation	31,630
Promises2Kids	30,975
Words Alive	30,332
Youth Tennis San Diego Outreach	29,500
Computers 2 SD Kids	28,500
Cygnnet Theatre Company	28,300
Boys and Girls Club of Oceanside	28,250
Cystic Fibrosis Foundation	28,103
San Diego High School Foundation	28,000
Climate Action Campaign	27,000
United Way of San Diego County	26,600
California State University, San Marcos Foundation	26,500
Kids Included Together-San Diego	26,500
Partnerships With Industry	26,100
Foundation for Grossmont and Cuyamaca Colleges	25,330
Palomar College Foundation	25,250
Gompers Preparatory Academy	25,000
Kyoto Symposium Organization	25,000
Protestant Episcopal Church in the United States of America	25,000
Samuel Lawrence Foundation	25,000
SoCal EED	25,000
Think Dignity	25,000

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**Year Ended June 30, 2018

Pro Kids Golf Academy, Inc.	24,750
Vietnam Veterans of San Diego	24,550
Intelliversity	23,986
Helen Woodward Animal Center	23,530
Feeding America San Diego	23,045
Mingei International	23,012
Horses of Tir Na Nog	22,000
Leahs Pantry Inc	21,000
Boys and Girls Clubs of Carlsbad	20,000
Support The Enlisted Project (STEP)	20,000
US - Mexico Border Philanthropy Partnership	20,000
North Coast Repertory Theatre Endowment Fund of the JCF	20,000
Mama's Kitchen	19,700
Meals on Wheels of Greater San Diego	19,260
Point Loma Community Presbyterian Church	18,500
The New Children's Museum of San Diego	17,500
Boys and Girls Clubs of Greater SD	16,500
The Roustabouts	15,638
Christ Church of San Diego	15,300
Greater San Diego City Tennis Council	15,250
Century Club of San Diego	15,000
Community Resource Center of Encinitas	15,000
Interfaith Shelter Network	15,000
North County Health Project Inc. (North County Health Services)	15,000
San Diego Hall of Champions	15,000
United Through Reading	15,000
Vista Community Clinic	15,000
Youth Tennis San Diego Foundation	15,000
San Diego Grantmakers	14,750
Patrons of the Prado	14,500
Ronald McDonald House Charities	14,376
Setting Scoliosis Straight Foundation	14,200
American Red Cross	14,000
USO	13,950
Neighborhood House Association	13,500
Playwrights Project	13,300
Access Youth Academy	13,000
Cowles Mountain Community Foundation	12,500
First United Methodist Church	12,000
Las Patronas	11,470
Home Start Inc.	11,150
Canyon Crest Academy Foundation Inc.	10,550
Centro De Salud De La Comunidad De San Ysidro Inc.	10,500
San Diego Social Venture Partners Inc.	10,250
Ion Theater	10,200
San Diego History Center	10,135
Diabetes Research Connection	10,100
Malashock Dance & Company	10,100
Cleantech Education Foundation	10,000
Elementary Institute of Science	10,000
Hausmann Quartet 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, 2018

San Diego Art Institute	10,000
Soroptimist Foundation	10,000
The Arc of San Diego	9,912
American Heart Association	9,521
Alzheimer's San Diego	9,050
San Diego Christian Foundation	9,000
High Tech High Foundation	8,700
Mercy Hospital Foundation	8,680
Charley Hoffman Foundation	8,600
San Diego Youth Symphony	8,494
Big Brothers Big Sisters of San Diego County	8,100
Home of Guiding Hands Foundation	8,100
Lionel's Legacy	8,100
Art of Elan	8,000
Fleet Science Center	8,000
ElderHelp of San Diego	7,985
Emilio Nares Foundation	7,850
Spay-Neuter Action Project	7,600
Operation Engage America Inc	7,500
Pacific Ridge School	7,500
San Diego Lesbian Gay Bisexual and Transgender Community Center	7,500
Community HousingWorks	7,000
Huntington's Disease Society of America	7,000
Photocharity, Doors of Change	7,000
Veterans Research Alliance	6,530
Cesar Chavez Service Clubs Inc.	6,500
City of Del Mar	6,500
Tierrasanta Lutheran Church	6,300
Make A Wish Foundation	6,280
Elizabeth Hospice	6,200
A Reason to Survive	6,000
Casa Cornelia Legal Services	6,000
Leap to Success Inc	6,000
San Diego Downtown Breakfast Rotary Foundation	6,000
YMCA	5,975
GenerateHope, Inc.	5,800
Foundation for Animal Care and Education	5,700
La Jolla Historical Society	5,550
Central San Diego Black Chamber of Commerce	5,500
Tender Loving Canines Assistance Dogs	5,500
Educational Enrichment Systems Inc.	5,467
Point Loma High School Pointer Association	5,450
Pawsitive Teams	5,350
Animal Rescue Resource Foundation	5,300
Frosted Faces Foundation	5,100
San Diego Natural History Museum	5,100
Torrey Pines High School Foundation	5,100
A New Path	5,000
Barrio Logan College Institute	5,000
California Center for the Arts Escondido Foundation	5,000
Chefs of San Diego Celebration	5,000

See independent auditors' report.

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

Year Ended June 30, 2018

Coronado Hospital Foundation	5,000
Del Norte High School Foundation	5,000
Girls Rising	5,000
La Jolla Christmas Parade and Holiday Festival Foundation	5,000
La Jolla Town Council Foundation Inc.	5,000
Maritime Museum Association of San Diego	5,000
Parent Institute for Quality Education Inc.	5,000
San Diego Coastkeeper	5,000
San Diego Community Land Trust	5,000
San Diego Community Ventures Inc.	5,000
Southern California Tennis Association Foundation	5,000
Special Delivery San Diego	5,000
St Andrews Lutheran Church of San Carlos Inc	5,000
Summit For Stem Cell Foundation	5,000
The American Institute of Wine and Food, San Diego Chapter	5,000
Westminster Presbyterian Church	5,000
William D Lynch Foundation for Children	5,000
Other Organizations Under \$5,000	585,113
Total	<u>40,987,897</u>

Other Organizations Outside the County of San Diego:

Cornell University	1,905,000
Massachusetts Institute of Technology	1,001,500
Ashoka	538,000
American Civil Liberties Union Foundation	513,600
New Venture Fund	500,000
UC Berkeley Foundation	475,325
Adenoid Cystic Carcinoma Research Foundation	450,000
Population Services International	428,418
Schwab Charitable Fund	424,433
Stuyvesant High School Alumni Association, Inc.	375,125
Community Foundation of Southeastern Massachusetts	360,500
Peacetech Lab	333,333
National Academy of Sciences	267,070
Indiana University Foundation	250,000
X Prize Foundation Inc	250,000
Human Rights Watch	201,200
Harvard University	169,000
Mariinsky Foundation of America	150,000
Washington Institute for Near East Policy	130,000
Tiger Woods Charity Event Corp.	126,764
Lang Lang International Music Foundation	110,000
Proteus Fund Inc	105,400
International Community Foundation	101,000
Trustees of Princeton University	100,100
Boston Latin School Association	100,000
Cornell Alumni Association	100,000
Orcas Island Community Foundation	100,000
Auburn Theological Seminary	90,835
UCLA Law School Foundation	82,467

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**Year Ended June 30, 2018

University of Southern California	79,200
Center for American Progress	75,000
New America School	72,000
Project Concern International	65,500
Cystic Fibrosis Foundation	64,500
Center for Early Education	63,000
Heifer Project International	57,680
ProPublica	55,100
Ultimate Peace Inc.	55,000
Harold Robinson Foundation	51,000
Teach for America	51,000
Everytown for Gun Safety Support Fund	50,750
Renewal of Life	50,100
Acumen Fund	50,000
Curtis Institute of Music	50,000
Foundation for the Defense of Democracies Inc.	50,000
Livestrong Foundation	50,000
University of Rochester	50,000
Southern Poverty Law Center	46,900
Protestant Episcopal Cathedral Foundation	46,000
Mathematical Sciences Research Institute	45,041
Friends of the Borrego Springs Library	45,000
BeadForLife	43,600
University of Arizona Foundation	42,000
Helping Herders Rescue	41,000
Natural Resources Defense Council Inc.	40,550
California Academy of Science	37,000
Campbell Hall Episcopal	35,400
San Francisco Foundation	35,000
Houston Food Bank	32,185
Human Development and Children Foundation	31,200
Cyber Civil Rights Initiative	30,000
Rotary Foundation of Rotary International	30,000
UNC Charlotte Foundation	28,667
East Bay Community Foundation	27,500
Texas A&M Foundation	26,000
Urban Justice Center	26,000
Academy of Urban Learning	25,000
American Corporation of the Arts	25,000
Brigham Young University	25,000
California Council on Science and Technology	25,000
Celiac Disease Foundation	25,000
Cystic Fibrosis Research Fund	25,000
Family Violence Appellate Project	25,000
Hopestart International	25,000
Institute of International Education	25,000
Marlborough School	25,000
National Death Row Assistance Network of Cure	25,000
Room to Read	25,000
Silicon Valley Community Foundation	25,000
UCSF Foundation	25,000

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**Year Ended June 30, 2018

Western Washington University Foundation	25,000
Young Adult Alliance	25,000
Community Computer Connection Inc.	24,000
Doctors Without Borders USA INC	21,780
Stanford University	21,650
Environmental Defense Fund Incorporated	20,500
The Watershed Center	20,500
Larkin Street Youth Services	20,250
Union of Concerned Scientists	20,250
Yale University	20,250
Zeta Beta Tau Foundation	20,100
City College 21st Century Foundation	20,000
Common Counsel Foundation	20,000
Free Minds Book Club & Writing Workshop	20,000
Peoples' Self-Help Housing Corp.	20,000
San Luis Obispo County Community Foundation	20,000
Tectonic Theater Project Inc.	20,000
Transformative Action Institute	20,000
Marwen Foundation	19,500
City of Hope	18,960
Museum of Contemporary Art	18,650
United States Ski Team Foundation	18,000
Books and Breakfast	17,500
American Heart Association	16,200
Lucky Ones Ranch	16,000
UCLA Foundation	15,860
Operation Respect	15,250
American Academy of Arts & Sciences	15,000
California Institute of Technology	15,000
Climate Museum	15,000
Friends of the Los Angeles Free Clinic	15,000
High Frontier	15,000
Illinois Association of Chiefs of Police Foundation	15,000
Lighthouse Nonprofit Technologies	15,000
NAACP Legal Defense and Educational Fund	15,000
Otis College of Art and Design	15,000
Resource Generation	15,000
Texas Christian University	15,000
Tostan, Inc.	15,000
USGS - Western Ecological Research Center	15,000
Second Mile Haiti	13,950
Humane League	13,800
International Rescue Committee	12,975
Alzheimers	12,900
Animal Shelter of Wood River Valley	12,500
Cottage 1886 Foundation	12,500
Institute for Energy Economics and Financial Analysis	12,500
UC Santa Barbara	12,500
Greater Houston Community Foundation	12,387
Northwestern University	12,100
Childrens Discovery Foundation	12,000

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**Year Ended June 30, 2018

Evanston Township High School District 202 Educ Foundation	11,500
ALIA	11,000
Coaching Corps	11,000
The Sentencing Project	11,000
Global Dental Relief	10,813
Wikimedia Foundation, Inc.	10,700
Students for Sensible Drug Policy Foundation	10,300
Research + Evaluation = Promoting Organizational Responsibility and Transparency	10,250
Brady Center to Prevent Gun Violence	10,200
Prager University Foundation	10,180
American Enterprise Institute for Public Policy Research	10,000
California Charter Schools Consortium	10,000
California State University Foundation	10,000
Center for American Studies and Culture	10,000
Center for Public Integrity	10,000
Clinic Ole Foundation	10,000
Cure Sanfilippo Foundation	10,000
Drexel University	10,000
Future Foundation of Sacramento	10,000
Honor Flight Central Coast California	10,000
International Humanity Foundation	10,000
Italian Scientists and Scholars in North America Foundation	10,000
Just Like My Child Foundation	10,000
Lawfare Project	10,000
MARSOC Foundation	10,000
Maui Memorial Medical Center Foundation	10,000
Miami Dade College Foundation Inc.	10,000
National Alliance on Mental Illness Utah	10,000
North American Land Trust	10,000
Pacific Council on International Policy	10,000
Sacramento Kings Foundation	10,000
Sanitation and Health Rights in India	10,000
Save A Dog Inc.	10,000
Soldiers For The Truth Foundation	10,000
Taft School Corporation	10,000
United States Naval Academy Foundation Inc.	10,000
University of Nevada Las Vegas Foundation	10,000
V Foundation	10,000
Allendale Columbia School	9,898
Planned Parenthood Federation of America	9,851
SOF Support	9,300
Collaborative for Universal Health	9,000
St. Jude Children's Research Hospital	8,730
Bear Hug Foundation	8,500
National Psoriasis Foundation	8,500
University of Miami	8,500
Appalachian Voices	8,000
Hawaii Community Foundation	8,000
Save a Childs Heart Foundation US, Inc.	7,800
Orcas Center	7,660
Cystinosis Research Foundation	7,500

See independent auditors' report.

JEWISH COMMUNITY FOUNDATION OF SAN DIEGO**Schedule of Consolidated Charitable Distributions to Organizations, continued**Year Ended June 30, 2018

Dewey Elementary School	7,500
Friends of the Los Angeles River	7,500
Villa Esperanza Services	7,500
Behring Global Educational Foundation	7,200
American Red Cross	7,000
Florida State University	6,998
Associated Alumni of the Central High School	6,836
Napa Valley Community Foundation	6,660
Cedars-Sinai Medical Center	6,500
Shepherds Canyon Retreat	6,300
Compassion and Choices - Not IRS Verified	6,250
Convoy of Hope	6,000
Farm to Consumer Legal Defense Fund Foundation	6,000
Middle East Forum	6,000
RefugeeOne	6,000
Second Harvest Food Bank of Santa Clara and San Mateo Counties	6,000
Team Rubicon	6,000
Trinity United Methodist Church	6,000
Planned Parenthood	5,700
Middle East Media and Research Institute Inc.	5,600
Wayne State University	5,600
Breast Cancer Research Foundation Inc	5,400
Cancer Research Fund of the Damon Runyon-Walter Winchell Foundation	5,200
Parents and Friends of Lesbians and Gays	5,200
Sierra Club Foundation	5,200
University of California Irvine Foundation	5,180
American Diabetes Association	5,160
The Center for Investigative Reporting	5,100
Albany Medical College	5,000
Alice's House	5,000
Aloha Ilio Rescue	5,000
American Philosophical Society	5,000
Asia Society	5,000
Bail Project Inc	5,000
Bas Bleu Theatre Company	5,000
Camp Sunshine	5,000
Carlthorp School	5,000
Central Coast Veterans Helping Veterans	5,000
City of Evanston	5,000
Compassion Without Borders	5,000
David Horowitz Freedom Center	5,000
Detroit Bike City Inc	5,000
Fidelity Charitable Gift Fund	5,000
FJC - A Foundation of Philanthropic Funds	5,000
Franklin Institute	5,000
Freedom House Inc	5,000
Friends of the Cozumel Humane Society	5,000
Golden State Opportunity Foundation	5,000
Grand Teton National Park Foundation	5,000
Hamptons International Film Festival	5,000
Humane Society of Huron Valley	5,000

See independent auditors' report.

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

Year Ended June 30, 2018

Humane Society of Napa County	5,000
Innocence Project	5,000
Institute for American Values	5,000
Iraq and Afghanistan Veterans of America	5,000
Jackson Hole Land Trust	5,000
Lafayette Partners in Education	5,000
Lakewood Church	5,000
Mexican American Legal Defense and Educational Fund	5,000
Mount Gretna School of Art	5,000
National Breast Cancer Coalition Fund	5,000
Neutral Zone	5,000
Pitman Animal Rescue Foundation	5,000
Raise A Child Incorporated	5,000
Robert W. Woodruff Arts Center	5,000
Saddleback Church	5,000
San Diego Police Officers Association Charitable Fund	5,000
Sleep Research Society Foundation	5,000
Slow Money San Luis Obispo	5,000
The TLC Foundation for Body-Focused Repetitive Behaviors	5,000
Theatre of the Emerging American Moment	5,000
Third Option Foundation	5,000
Thomas Jefferson University	5,000
Ujenzi Charitable Trust	5,000
United States Association for UNHCR	5,000
WaterWheel Foundation	5,000
William J. Brennan Jr. Center for Justice, Inc.	5,000
Women Against Gun Violence	5,000
YMCA of Southern Maine	5,000
Other Organizations Under \$5,000	473,871
Total	<u>14,086,892</u>
Total Distributions	<u>\$ 84,051,478</u>

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

Years Ended June 30, 2018 and 2017

	<u>2018</u>	<u>2017</u>
Salaries and employee benefits	\$ 2,041,083	\$ 1,796,401
Information technology	443,574	421,161
Events	162,589	104,740
Advertising and promotion	110,750	107,719
Occupancy	105,783	104,433
Insurance	75,132	72,536
Accounting	69,300	94,725
Office	68,785	57,623
Consulting	38,404	166,504
Other	25,811	27,598
Depreciation	24,320	24,320
Travel	16,524	19,473
Legal	11,836	61,042
Donor recognition	3,800	5,124
Conferences, conventions, and meetings	3,037	1,260
Taxes	534	301
	<u> </u>	<u> </u>
Total Operating Expenses	<u>\$ 3,201,262</u>	<u>\$ 3,064,960</u>