

THE JEWISH FOUNDATION OF
GREATER NEW HAVEN, INC.

FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITOR'S REPORT

DECEMBER 31, 2015

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees of
The Jewish Foundation of Greater New Haven, Inc.
360 Amity Road
Woodbridge, CT 06525

We have audited the accompanying financial statements of The Jewish Foundation of Greater New Haven, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2015, and the related statements of activities and cash flows for the short year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the 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 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 financial statements referred to above present fairly, in all material respects, the financial position of The Jewish Foundation of Greater New Haven, Inc. as of December 31, 2015, and the changes in its net assets and its cash flows for the short year then ended in accordance with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink, appearing to read "Teplitzky & Company, P.C.", written in a cursive style.

Woodbridge, Connecticut

October 20, 2016

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

STATEMENT OF FINANCIAL POSITION

DECEMBER 31, 2015 (SHORT YEAR)

ASSETS

	<u>2015</u>
Assets	
Cash and Cash Equivalents	\$ 64,802
Unconditional Promises to Give, Net of Allowances for Unredeemed Promises of \$10,000	88,642
Grant and Other Receivables	40,282
Note Receivable	1,306,493
Prepaid Expenses	36,205
Cash Surrender Value of Life Insurance	143,709
Investments	48,802,706
Property and Equipment, Net	<u>11,671</u>
Total Assets	<u>\$ 50,494,510</u>

LIABILITIES AND NET ASSETS

	<u>2015</u>
Liabilities	
Accounts Payable	\$ 90,220
Accrued Liabilities and Allocations	183,093
Liabilities Under Split Interest Agreements	1,954,827
Custodial Accounts	<u>12,537,828</u>
Total Liabilities	<u>14,765,968</u>
Net Assets:	
Unrestricted	2,942,653
Board Designated	121,669
Temporarily Restricted	8,147,196
Permanently Restricted	<u>24,517,024</u>
Total Net Assets	<u>35,728,542</u>
Total Liabilities and Net Assets	<u>\$ 50,494,510</u>

See accompanying notes and independent auditors' report.

Exhibit: A - Page 3 Teplitzky & Company, P.C. - Certified Public Accountants

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

FOR THE PERIOD FROM AUGUST 1, 2015 TO DECEMBER 31, 2015

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Revenue and Support				
Contributions	\$ 1,155	\$ 252,738	\$ 682,331	\$ 936,224
Investment Return, Net	(139,971)	(1,446,036)	-	(1,586,007)
Other Grants and Contributions	30,213	-	-	30,213
Present Value Adjustment to Split-Interest Agreements	(2,380)	(96,114)	-	(98,494)
Net Assets Released from Restrictions	<u>556,452</u>	<u>(556,452)</u>	-	-
Total Revenue and Support	<u>445,469</u>	<u>(1,845,864)</u>	<u>682,331</u>	<u>(718,064)</u>
Expenses				
Grants and Charitable Distributions				
Grants from Unrestricted Funds	63,823	-	-	63,823
Charitable Distributions from Restricted Funds	301,922	-	-	301,922
Charitable Distributions from Charitable Lead Trusts	31,460	-	-	31,460
Grants from Donor Advised Funds	427,828	-	-	427,828
Other Fund Distributions	<u>80,346</u>	-	-	<u>80,346</u>
Total Grants and Charitable Distributions	<u>905,379</u>	<u>-</u>	<u>-</u>	<u>905,379</u>
Foundation Programs				
Wages Taxes & Fringes	4,960	-	-	4,960
Program Expenses	-	-	-	-
Marketing	815	-	-	815
Professional Fees	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Foundation Programs	<u>5,775</u>	<u>-</u>	<u>-</u>	<u>5,775</u>

See accompanying notes and independent auditors' report.

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

FOR THE PERIOD FROM AUGUST 1, 2015 TO DECEMBER 31, 2015

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Management and General				
Wages Taxes & Fringes	40,657	-	-	40,657
Program Expenses	22,214	-	-	22,214
Utilities	5,128	-	-	5,128
Bank and Payroll Fees	1,240	-	-	1,240
Marketing	18,069	-	-	18,069
Administrative Fees	34,706	-	-	34,706
Professional Fees	28,985	-	-	28,985
Depreciation	439	-	-	439
Total Management and General	<u>151,438</u>	<u>-</u>	<u>-</u>	<u>151,438</u>
Fundraising				
Wages Taxes & Fringes	46,152	-	-	46,152
Program Expenses	4,786	-	-	4,786
Utilities	912	-	-	912
Marketing	14,915	-	-	14,915
Professional Fees	3,191	-	-	3,191
Bad Debt Expense	10,000	-	-	10,000
Total Fundraising	<u>79,956</u>	<u>-</u>	<u>-</u>	<u>79,956</u>
Total Expenses	<u>1,142,548</u>	<u>-</u>	<u>-</u>	<u>1,142,548</u>
Transfer of Funds	-	3,001,028	(3,001,028)	-
Change in Net Assets From Operations	(697,079)	1,155,164	(2,318,697)	(1,860,612)
Net Assets - Beginning of Year	<u>3,761,401</u>	<u>6,992,032</u>	<u>26,835,721</u>	<u>37,589,154</u>
Net Assets - End of Year	<u><u>\$ 3,064,322</u></u>	<u><u>\$ 8,147,196</u></u>	<u><u>\$24,517,024</u></u>	<u><u>\$35,728,542</u></u>

See accompanying notes and independent auditors' report.

Exhibit: B - Page 5

Teplitzky & Company, P.C. - Certified Public Accountants

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

STATEMENT OF CASH FLOWS

FOR THE PERIOD FROM AUGUST 1, 2015 TO DECEMBER 31, 2015

	<u>2015</u>
Cash Flows from Operating Activities:	
Change in Net Assets	\$ (1,860,612)
Adjustments to Reconcile Change in Net Assets to Net Cash Used in Operating Activities:	
Depreciation and Amortization	439
Increase in Allowance for Uncollectible Promises to Give	10,000
Net Realized and Unrealized Gains/Losses on Investments	2,326,901
Non Cash Gifts Received	(175,018)
Net Decrease in Cash Surrender Value of Life Insurance	96,701
Contributions Restricted to Long-Term Investments	(682,331)
Decrease (Increase) in Assets:	
Grant and Other Receivables	128,064
Unconditional Promises to Give	(30,415)
Prepaid Expenses	(9,315)
Increase (Decrease) in Liabilities	
Accounts Payable	46,982
Accrued Liabilities and Allocations	(90,229)
Net Cash Used in Operating Activities	<u>(238,833)</u>
Cash Flows from Investing Activities:	
Decrease in Note Receivable	-
Purchases of Long-Term Investments	(7,478,700)
Proceeds from Sales of Long-Term Investments	7,310,306
Net Cash Used in Investing Activities	<u>(168,394)</u>
Cash Flows from Financing Activities:	
Decrease in Custodial Accounts	(224,548)
Decrease in Split Interest Agreements	(98,494)
Proceeds from Contributions Restricted for Investment in Endowment	682,331
Net Cash Provided by Financing Activities	<u>359,289</u>
Net Decrease in Cash and Cash Equivalents	(47,938)
Cash and Cash Equivalents - Beginning of Year	<u>112,740</u>
Cash and Cash Equivalents - End of Year	<u>\$ 64,802</u>

See accompanying notes and independent auditors' report.

Exhibit: C - Page 6

Teplitzky & Company, P.C. - Certified Public Accountants

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Jewish Foundation of Greater New Haven, Inc. (the Foundation) is a nonprofit charitable organization described in Internal Revenue code Section 501(c)(3). The Foundation is a Type 1 supporting organization to The Jewish Federation of Greater New Haven, Inc. Located at 360 Amity Road in Woodbridge, Connecticut, the Foundation is supported by donor contributions and bequests.

Basis of Accounting

The Foundation prepares its financial statements in accordance with U.S. generally accepted accounting principles, which involves the application of accrual accounting; consequently, revenues and gains are recognized when earned, and expenses and losses are recognized when incurred.

Net Asset Classification

Accounting standards provide guidance on the net asset classification of donor-restricted endowment funds for a not-for-profit organization that is subject to an enacted version of the Uniform Prudent Management of Institutional Funds Act of 2006 (“UPMIFA”). The accounting standards also improve disclosures about an organization’s endowment funds, both donor restricted endowment funds and board designated endowment funds, whether or not the organization is subject to UPMIFA. On October 1, 2007, UPMIFA became a law in Connecticut.

The Foundation’s net assets and related revenues and support are classified based upon the existence or absence of donor-imposed stipulations, as follows:

Unrestricted Net Assets

Net assets include expendable resources of The Foundation that are used for carrying on The Foundation’s mission.

Temporarily Restricted Net Assets

Net assets whose use by The Foundation is limited by Donor-imposed stipulations that either expire with the passage of time or can be fulfilled and removed by the actions of The Foundation pursuant to these stipulations.

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Net Asset Classification (Continued)

Permanently Restricted Net Assets

Net assets whose use by The Foundation is limited by donor-imposed stipulations requiring such resources to be maintained in perpetuity, and the income there from utilized for operating or other donor-restricted purposes.

The Foundation receives gifts of cash and other assets with donor stipulations that limit the use of the donated assets. For those donor-restricted cash contributions whose restrictions are met in the same fiscal year as the receipts, the contributions are reported as unrestricted contributions. Donor-restricted contributions, whose restrictions are not met in the same fiscal year, are recorded as temporarily restricted. When the donor-restriction expires, that is when a stipulated time restriction ends or a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the accompanying consolidated statement of activities as net assets released from restrictions.

Contributed Services

A substantial number of volunteers, approximately 100 each year, donate their time and perform a variety of tasks that assist the Foundation. These services do not meet the criteria for recording as contributions under U.S. generally accepted accounting principles. During the short year ended December 31, 2015, the value of contributed services, meeting the requirements for recognition, in the financial statements is deemed not material and has not been recorded.

Promises to Give

Contributions are recognized when the donor makes an unconditional promise to give. Contributions that are restricted by the donor, that are released from restrictions within the fiscal year in which the contributions are recognized, are reported as increases in unrestricted net assets. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a restriction expires, restricted net assets are reclassified to unrestricted net assets.

The allowance method is used to determine uncollectible unconditional promise receivables. The allowance is based on prior years' experience and management's analysis of specific promises made.

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Contributions

Contributions received are recorded as unrestricted, temporarily restricted or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

Investments

The Foundation's investments are stated at fair value. The Foundation's investments in mutual funds are valued at the net asset fair value of shares held. In addition, these funds have daily or monthly liquidity with trades settling between one to three days. Investments in common stock are valued using quoted market prices reported on the active market upon which the individual securities are traded. The fair values of the fixed income securities are determined based on valuations provided by an independent pricing service.

Dividend and interest income, as well as gains or losses on investments, are reported in the statement of activities as either increases or decreases in unrestricted net assets unless their use is temporarily restricted by donor stipulations or by law.

The Foundation's investments are monitored by the Foundation's Investment Committee and are executed in a manner consistent with policies and guidelines established by the Investment Committee and approved by the Board of Trustees. In addition to market risks, the Foundation is also exposed to credit losses up to the amount of the investments in the event of nonperformance by other parties to the investment transactions. However, nonperformance by the counterparties is not anticipated.

When an investment is received as a donation or bequest, the fair value is recorded as the cost of the investment. Net Investment returns are recorded in unrestricted net assets unless otherwise restricted by the contributors.

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Custodial Accounts

The Foundation acts as an agent for other organizations for the purpose of being able to utilize the Foundation's investment expertise. The assets and the return on investment of those assets are to be used on behalf of the other organizations.

Functional Allocation of Expenses

Direct expenses are allocated, in total, to their respective programs. Indirect expenses are allocated to programs based on various equitable formula methods.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Foundation considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the accompanying financial statements and related notes. Actual results could differ from those estimates.

Federal Income Tax

The Foundation is a not-for-profit organization exempt from taxation under Internal Revenue Code section 501(c)(3) and is not considered a private foundation. The Foundation is required to file Federal Form 990 annually.

The Foundation believes that it has appropriate support for income tax positions taken. Therefore, management has not identified any uncertain income tax positions. Generally, income tax returns related to the years ended July 31, 2013 through July 31, 2015 remain open for examination by taxing authorities.

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015

NOTE 2 – UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give, are summarized as follows as of December 31:

Unconditional Promises Expected to be Collected in:	2015
Less Than One Year	\$ 18,899
One to Five Years	79,743
Less Allowance for Unredeemed Promises	<u>(10,000)</u>
Unconditional Promises to Give	<u>\$ 88,642</u>

NOTE 3 – GRANT AND OTHER RECEIVABLES

Grants, miscellaneous and interest income receivables have been reviewed with management and are determined to be collectible as of December 31, 2015.

NOTE 4 – NOTE RECEIVABLE

Note receivable on December 31 is summarized as follows:

Camp Laurelwood

In March 2007, the Foundation granted Camp Laurelwood a line of credit of \$1,500,000. In January 2012, the Foundation converted the line of credit into a term loan using a variable interest rate linked to either; the Foundation's spending policy (4.00% for the year ended December 31, 2015) or the Wall Street Journal's prime rate (3.50% as of December 31, 2015), whichever is greater. The outstanding balance on this note as of December 31, 2015 is \$1,306,493. The note is secured by a mortgage on the property owned by Camp Laurelwood. Future principal and interest payments on the outstanding balance are amortized until the year 2036. On December 15, 2015 the Foundation's Board of Trustees approved a modification to the Camp Laurelwood Note Receivable. The modification consists of no payments until February 1, 2016, then beginning February 1, 2016 to January 31, 2017 interest only payments at half the spending policy of the Jewish Foundation of Greater New Haven, Inc. for the prior fiscal year, then February 1, 2017 to January 2025 interest only increases to the full spending policy, adjustable annually, and then on February 1, 2025 the Note Receivable will be amortized on a 30 year schedule, adjustable annually, with an interest rate equal to the spending policy.

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015

NOTE 4 – NOTE RECEIVABLE (CONTINUED)

The aggregate annual maturities of the Note Receivable as of December 31, 2015 are as follows:

<u>Year</u>	<u>Amount</u>
2016	\$ -
2017	-
2018	-
2019	-
2020	-
Thereafter	<u>1,306,493</u>
Total	<u>\$ 1,306,493</u>

NOTE 5 – LONG-TERM INVESTMENTS AND FAIR VALUE MEASUREMENTS

The investments of the Foundation consist primarily of cash and cash equivalents, mutual funds, hedge funds, limited partnerships and fixed income securities. In accordance with its approved investment practices and policies, investments held by the Foundation are to be conservative and diversified in order to preserve capital, achieve the proper liquidity requirement of the Foundation and avoid inappropriate concentration of credit and interest rate risk, while striving to maximize returns.

The Foundation reports its equity and fixed income investments at fair market value. Unrealized gains and losses are included as a component of investment return, net in the accompanying statements of activities.

Cost and market values of investments as of December 31, 2015 are summarized as follows:

	<u>Cost</u>	<u>Market</u>
Cash and Cash Equivalents	\$ 650,527	\$ 650,527
Mutual Funds	19,296,500	22,437,372
Hedge Funds	11,439,216	12,231,890
Limited Partnerships	6,741,749	6,769,425
Fixed Income Securities	<u>7,299,196</u>	<u>6,713,492</u>
Total Investments	<u>\$ 45,427,188</u>	<u>\$ 48,802,706</u>

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015

NOTE 5 – LONG-TERM INVESTMENTS AND FAIR VALUE MEASUREMENTS
(CONTINUED)

ASC 820, *Fair Value Measurements and Disclosures*, establishes a framework for measuring fair value, which provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value, and expands disclosures about fair value measurements. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). An asset's or a liability's classification is based on the lowest level input that is significant to this measurement. For example, a Level 3 fair value measurement may include inputs that are both observable (Levels 1 and 2) and unobservable (Level 3).

The Foundation follows a valuation hierarchy that prioritizes observable and unobservable inputs used to measure fair value into three broad levels, which are described below:

Level 1: Quoted prices (unadjusted) in active markets that are accessible at the measurement date for identical assets or liabilities. The fair value hierarchy gives the highest priority to Level 1 inputs.

Level 2: Observable inputs that are based on inputs not quoted in active markets, but corroborated by market data.

Level 3: Unobservable inputs are used when little or no market data is available. The fair value hierarchy gives the lowest priority to Level 3 inputs. The Foundation does not have any Level 3 assets as of December 31, 2015.

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. In determining fair value, the Foundation uses valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs to the extent possible and considers nonperformance risk in its assessment of fair value.

The following is a description of the Foundation's valuation methodologies for assets measured at fair value. Fair value for Level 1 is based upon quoted market prices. Fair value for Level 2 is based on quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active and model-based valuation techniques for which all significant assumptions are observable in the market or can be corroborated by observable market data for substantially the full term of the assets. Inputs are obtained from various sources including market participants, dealers and brokers.

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015

NOTE 5 – LONG-TERM INVESTMENTS AND FAIR VALUE MEASUREMENTS
(CONTINUED)

Investment assets at fair value as of December 31, 2015:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Cash & Cash Equivalents	\$ 650,527	\$ -	\$ -	\$ 650,527
Mutual Funds	22,437,372	-	-	22,437,372
Hedge Funds	-	12,231,890	-	12,231,890
Limited Partnerships	-	6,769,425	-	6,769,425
Fixed Income Securities	<u>6,713,492</u>	<u>-</u>	<u>-</u>	<u>6,713,492</u>
Total	<u>\$29,801,391</u>	<u>\$19,001,315</u>	<u>\$ -</u>	<u>\$48,802,706</u>

The availability of observable market data is monitored to assess the appropriate classification of financial instruments within the fair value hierarchy. Changes in economic conditions or model-based valuation techniques may require the transfer of financial instruments from one fair value level to another. In such instances, the transfer is reported at the beginning of the reporting period. The Foundation evaluates the significance of transfers between levels based upon the nature of the financial instrument and size of the transfer relative to total net assets available for benefits.

Interest and investment income, net, is comprised of the following for the short year ended December 31, 2015:

	<u>Total</u>
Dividend and Interest Income, Net	\$ 248,388
Foundation Administration Fee	121,190
Net decrease in the fair value of investments	<u>(1,834,395)</u>
Subtotal	(1,464,817)
Less: Foundation Administration Fee	<u>(121,190)</u>
Total	<u>\$ (1,586,007)</u>

Realized gains and losses on investments represent the change in market value from the balance sheet date to the date of sale. Changes in market value for investments held by the Foundation are reflected as a net increase or decrease in the fair value of investments, a component of investment return in the accompanying statements of activities.

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015

NOTE 5 – LONG-TERM INVESTMENTS AND FAIR VALUE MEASUREMENTS
(CONTINUED)

Net investment revenues are netted against management investment expenses, including custodial fees and investment advisory fees paid which amounted to \$40,303 for the short year ended December 31, 2015.

Below is the investment liquidity schedule as of December 31, 2015:

<u>Investments</u>	<u>Inception</u>	<u>Subscriptions</u>	<u>Daily</u>	<u>Monthly</u>	<u>Semi Liquid</u>	<u>Illiquid</u>
<u>Global Equity</u>						
Vanguard Total Stock Index Admiral Fund	Feb-11	Daily	\$ 8,237,970	\$ -	\$ -	\$ -
Artisan Midcap Instl Fund	Dec-99	Daily	1,685,870	-	-	-
Wedge Midcap Value Account	Feb-15	Monthly	-	1,777,146	-	-
Dodge & Cox Intl Stock Fund	Aug-05	Daily	2,444,985	-	-	-
Sanderson Intl Value Tobacco-Free Fund	Aug-04	Monthly	-	2,351,404	-	-
Artisan International Instl Fund	Dec-01	Daily	2,652,732	-	-	-
Parametric Tax-Mgd Emg Mkts Instl Fund	Nov-07	Daily	1,576,880	-	-	-
<u>Private Equity</u>						
Private Equity	Aug-08	Illiquid	-	-	-	1,252,713
<u>Flexible Capital</u>						
Flexible Capital	Feb-04	Semi-Liquid	-	-	11,143,874	-
<u>Real Assets</u>						
Vanguard Inflation-Protected Sec Adm Fund	Feb-09	Daily	1,240,864	-	-	-
AEW Global property Securities Fund LP	Aug-09	Monthly	-	2,814,778	-	-
RS Global Natural Resources Fund	Jul-13	Daily	191,313	-	-	-
The TAP Fund LTD Class USD (T-BILL)	Aug-09	Monthly	-	556,501	-	-
Private Real Assets	Sep-08	Illiquid	-	-	-	937,835
<u>Global Fixed Income</u>						
IR&M Core Bond Fund II	Dec-03	Monthly	-	1,939,667	-	-
Metro Wet Total Ret I Fund	Sep-14	Daily	1,917,262	-	-	-
Vanguard Interm-Term Treasury Adm Fd	Dec-08	Daily	1,872,763	-	-	-
Templeton Global Bond R6 Fund	Oct-10	Daily	1,784,316	-	-	-
<u>Liquid Capital</u>						
Total Liquid Capital	Dec-97	Daily	1,591,500	-	-	-
Total (\$)			\$25,196,455	\$9,439,496	\$11,143,874	\$2,190,548
Total (%)			52.5%	19.7%	23.2%	4.6%

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015

NOTE 5 – LONG-TERM INVESTMENTS AND FAIR VALUE MEASUREMENTS
(CONTINUED)

The following table summarizes and discloses the flexible capital detail of semi-liquid investments:

Investment	Tranche	Subscription Frequency	Subscription Date	Market Value	Redemption Frequency	Notice Period (Days)	Redemption Notice Deadline	Next Possible Redemption Date
Forester Diversified CI A, Ltd.	A2-5/15/15	Quarterly		\$ 614,084	Annual	95	3/27/16	6/30/16
Forester Diversified CI A, Ltd.	A2-6/1/13	Quarterly		1,072,401	Annual	95	3/27/16	6/30/16
Forester Diversified CI A, Ltd.	A2-8/1/10	Quarterly	Aug-07	2,269,252	Annual	95	8/28/16	8/31/16
Forester Diversified CI A, Ltd.	A2-4/1/12	Quarterly		822,242	Annual	95	12/26/16	3/31/17
Archstone Offshore Fund, Ltd.	N/A	Monthly	Jul-06	3,852,057	Quarterly	90	4/01/16	6/30/16
Crestwood Capital International CI A, Ltd.	A1	Monthly	Sep-11	1,531,234	Quarterly	60	1/31/16	3/31/16
Anchorage Capital Partners Offshore	D	Monthly	Sep-15	982,604	Annual	90	7/02/16	9/30/16
Total				<u>\$11,143,874</u>				

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015

NOTE 5 – LONG-TERM INVESTMENTS AND FAIR VALUE MEASUREMENTS
(CONTINUED)

Fair value and other restrictions, as well as unfunded commitments related to illiquid private equity and private real asset investments are summarized and disclosed in the following table:

	<u>Fair Value</u>	<u>Remaining Commitment</u>	<u>Redemption Frequency</u>	<u>Redemption Notice Period</u>
Global Private Equity				
Landmark Equity Partners XIV	\$ 552,359	\$ 79,806	N/A	N/A
Park Street Capital Private Equity Fund	402,608	150,000	N/A	N/A
Landmark Equity Partners XV	297,746	672,876	N/A	N/A
Total Global Private Equity	<u>\$ 1,252,713</u>	<u>\$ 902,682</u>		
Non-Marketable Real Assets				
Common fund Natural Resources	\$ 343,716	\$ 66,250	N/A	N/A
Park Street Capital Natural Resources	302,564	103,750	N/A	N/A
VIA Energy Fund	291,555	740,000	N/A	N/A
Total Non-Marketable Real Assets	<u>\$ 937,835</u>	<u>\$ 910,000</u>		
Total Illiquid	<u>\$ 2,190,548</u>	<u>\$ 1,812,682</u>		

NOTE 6 – PROPERTY AND EQUIPMENT

Property and equipment are recorded at cost. Depreciation is being provided by use of the straight-line method over the assets' estimated useful lives as follows:

	<u>Estimated Life in Years</u>	<u>2015</u>
Furniture, Fixtures and Equipment	5-15 Years	\$ 71,615
Less: Accumulated Depreciation		<u>(59,944)</u>
Total		<u>\$ 11,671</u>

Depreciation expense for the five month short year ended December 31, 2015 is \$439.

THE JEWISH FOUNDATION OF GREATER NEW HAVEN, INC.

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2015

NOTE 7 – SPLIT-INTEREST AGREEMENTS

The Foundation's split-interest agreements with donors consist of charitable gift annuities, charitable lead trusts and irrevocable charitable remainder trusts for which the Foundation serves as trustee. Assets are invested and payments are made to donors and/or other beneficiaries in accordance to the respective donor agreements. Contribution revenues for charitable gift annuities, charitable remainder trusts, and charitable lead trusts are recognized on the date the agreements are established after recording liabilities for the present value of the estimated future payments to be made to the respective donors and/or other beneficiaries. Assets held in split-interest agreements totaled \$2,120,804 on December 31, 2015 and are reported at fair market value in the Foundation's statement of financial position. On an annual basis, the Foundation revalues the liabilities to make distributions to the designated beneficiaries based on actuarial assumptions. The present value of the estimated future payments are \$1,954,827 at December 31, 2015 calculated using discount rates and applicable mortality tables.

NOTE 8 - NET ASSETS

Unrestricted net assets of \$3,064,322 for the short year ended December 31, 2015 include those net assets whose use is not restricted by donors, even though their use may be limited in other respects, such as board designations. Board designated, unrestricted net assets, totaled \$121,669 for the short year ended December 31, 2015.

Temporarily restricted net assets of \$8,147,196 consist of the following:

	<u>2015</u>
Philanthropic Funds	\$ 4,269,965
Charitable Remainder Trusts	1,553,438
Charitable Gift Annuities	567,366
Tzedakah Funds	212,231
Miscellaneous Funds	<u>1,544,196</u>
Total	<u>\$ 8,147,196</u>

Permanently restricted net assets of \$24,517,024 for the short year ended December 31, 2015 are restricted to investment in perpetuity, such as Pace Funds of \$10,922,351 for the short year ended December 31, 2015 and many other various donor restricted funds, the income from which is expendable to support programs services.

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NOTE 9 – CONCENTRATION OF CREDIT RISK DEBT

Credit Risk

The Foundation maintains demand deposits and money market funds at financial institutions. At times, certain balances held within these accounts may not be fully guaranteed or insured by the U.S. Government. The uninsured portions of cash and money market accounts are backed solely by the assets of the underlying institution. Consequently, the failure of an institution could result in financial loss. However, the Foundation has not experienced any losses on these accounts in the past, and management believes the risk of loss, if any, to be minimal.

Market Risk

The Foundation invests in a diverse professionally managed portfolio of investments. Such investments are exposed to potential market volatility. Therefore, the Foundation's investments may be subject to significant fluctuations in fair value. Consequently, the investment amounts reported in the accompanying financial statements may not be reflective of the portfolio's fair value during subsequent periods.

NOTE 10 – STATEMENTS OF CASH FLOWS

Supplemental disclosure of cash flow information:

	<u>2015</u>
Cash paid during the short year for:	
Interest	\$ -
Non Cash Gifts received	\$ 175,018

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NOTES TO FINANCIAL STATEMENTS

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NOTE 11 – CHANGE IN FISCAL YEAR-END

The Foundation changed their year-end from July 31st to December 31st. This change is effective for the five month short year ended December 31, 2015.

NOTE 12 – SUBSEQUENT EVENTS

The Foundation evaluates the impact of subsequent events, which are events that occur after the balance sheet date but before the financial statements are issued for potential recognition in the financial statements. As of the balance sheet date, for the short year ended December 31, 2015, the Foundation evaluated subsequent events through October 20, 2016 which is the date the financial statements were issued. No events occurred that require disclosure or adjustment to the financial statements.