Columbus Jewish Foundation

Income Tax Basis Financial Report
June 30, 2017

Contents

RSM US LLP

Independent Auditor's Report

Board of Trustees
Columbus Jewish Foundation
Columbus, Ohio

Report on the Financial Statements
We have audited the accompanying financial statements of the Columbus Jewish Foundation (the Foundation), which comprise the statements of assets, liabilities and fund balances - income tax basis as of June 30, 2017 and 2016, the related statements of support, revenue, grants and expenses-income tax basis and changes in fund balances - income tax basis for the years then ended and the related notes to the financial statements.

Management's Responsibility for the Financial Statements
Management is responsible for the preparation and fair presentation of these financial statements in accordance with the basis of accounting the Foundation uses for income tax purposes; 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.

Auditor's 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 audits 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 auditor's 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 Foundation'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 assets, liabilities and fund balances – income tax basis of the Columbus Jewish Foundation as of June 30, 2017 and 2016, and its revenue, grants and expenses and changes in fund balances - income tax basis for the years then ended in accordance with the basis of accounting the Foundation uses for income tax purposes described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the basis of accounting the Foundation uses for income tax purposes, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

RSM US LLP

Columbus, Ohio
December 6, 2017

Columbus Jewish Foundation

Statements of Assets, Liabilities and Fund Balances
Income Tax Basis
June 30, 2017 and 2016

	2017	2016
Assets		
Cash	**$ 156,813**	$ 187,392
Prepaid expenses and other receivables	**36,753**	35,331
Interest receivable	**107,225**	86,902
Investments, at fair value	**114,755,953**	103,727,611
Agency and other notes receivable	**604,837**	463,635
Cash surrender value of life insurance	**4,197,624**	4,050,627
Property and equipment, net	**336,445**	354,683
Hillel property, net	**2,800,605**	2,904,749
Total assets	**$ 122,996,255**	$ 111,810,930
Liabilities and Fund Balances		
Custodial funds payable to agencies	**$ 23,861,579**	$ 21,763,613
Grants payable	**286,232**	494,526
Accrued expenses and other liabilities	**60,010**	53,112
	24,207,821	22,311,251
Fund balances:		
Undesignated	**6,289,496**	5,785,215
Board designated	**8,525,699**	7,770,493
Founders	**5,370,311**	4,538,598
Special purpose	**46,394,095**	41,055,073
Donor advised	**26,197,390**	24,452,860
Gift annuities	**1,477,374**	1,492,130
Life insurance policies	**4,197,624**	4,050,627
Property and equipment	**336,445**	354,683
Total fund balances	**98,788,434**	89,499,679
Total liabilities and fund balances	**$ 122,996,255**	$ 111,810,930

See notes to financial statements.

Columbus Jewish Foundation

Statements of Support, Revenue, Grants and Expenses and Changes in Fund Balances
Income Tax Basis
Years Ended June 30, 2017 and 2016

	2017	2016
Support and revenue:		
Contributions	**$ 7,826,377**	$ 7,141,062
Investment income (loss), including record keeping fees	**8,699,061**	(129,079)
Rental income	**35,962**	56,917
Other income	**-**	188,440
Change in cash surrender value of life insurance	**373,024**	(38,618)
Total support and revenue	**16,934,424**	7,218,722
Program expenses:		
Grants to agencies and others	**5,555,802**	6,254,236
Grants to Jewish Federation of Columbus	**1,022,612**	716,956
Total program expenses	**6,578,414**	6,971,192
Supporting services:		
Administration	**700,866**	726,846
Fundraising	**199,446**	112,628
Depreciation	**18,238**	18,896
Rental	**148,705**	151,140
Total supporting services	**1,067,255**	1,009,510
	7,645,669	7,980,702
Change in fund balances	**9,288,755**	(761,980)
Fund balances - beginning of year	**89,499,679**	90,261,659
Fund balances - end of year	**$ 98,788,434**	$ 89,499,679

See notes to financial statements.

Note 1. Nature of Foundation and Summary of Significant Accounting Policies

Foundation: The Columbus Jewish Foundation (the Foundation) was formed to provide methods for donors to express their philanthropic interest during lifetime and after death, to encourage Jewish organizations to establish endowment funds to be held, managed and invested by the Foundation and to provide grants to eligible charities. The Foundation is a public charity under Section 501(c)(3) of the Internal Revenue Code.

Basis of accounting: The accompanying financial statements have been prepared on the basis of accounting the Foundation uses for income tax purposes. As permitted by income tax reporting, the Foundation has not implemented certain financial accounting standards as described below.

The Foundation has not classified the difference between its assets and liabilities as unrestricted net assets, temporarily restricted net assets and permanently restricted net assets based on the existence or absence of donor-imposed restrictions as required by accounting principles generally accepted in the United States of America (GAAP). In addition, the Foundation has not reported the changes in each of those classes of net assets in the accompanying financial statements.

The Foundation has not implemented all of the financial reporting requirements of GAAP related to the transfers of assets to a not-for-profit foundation or charitable trust that raises or holds contributions for others. Accordingly, assets accepted by the Foundation that contain beneficiaries specified by the donor are recorded as contributions rather than liabilities.

The income tax basis of accounting also differs from GAAP as follows:

- Contributions are recorded as revenue when the cash or asset is received rather than when the Foundation receives an unconditional promise of a contribution from a donor
- Charitable Remainder Trusts are not recorded in the financial statements
- Charitable Lead Trusts are not recorded in the financial statements
- Life Interest in real estate is not reflected in the financial statements
- Liability for the present value of future payments due for gift annuities is not recorded in the financial statements
- Liability for the co-borrowing arrangement with the Ebner Family Foundation is not recorded in the financial statements.
- Contributions of long-lived assets, in which the Foundation retains legal title to, are not recorded as expense in the period in which the contributions are made
- Certain financial statement disclosures required by GAAP

For purposes of this financial statement presentation, the unrealized appreciation (depreciation) of investments and the change in the cash surrender value of life insurance is reported as support and revenue. For tax return reporting purposes, this activity is reported as a component of fund balance. In addition, rental income is reported net of rental expenses in the statements of support, revenue, grants and expenses and changes in fund balances. For tax return reporting purposes, this activity is reported separately as a component of revenue.

Financial statement presentation: The accounts of the Foundation are maintained in accordance with the principles of fund accounting. Under fund accounting, resources for various purposes are classified for accounting and reporting purposes into funds established according to their nature and purpose. Separate accounts are maintained for each fund; however, in the accompanying financial statements, funds that have similar characteristics have been combined into fund groups.

Note 1. Nature of Foundation and Summary of Significant Accounting Policies (Continued)

Investments: Investments are recorded at fair value based upon market values or dealer quotes, with changes in market value being recognized as gains and losses during the period in which they occur. Alternative investments and other investments, for which there is no ready market, are valued at fair value as estimated by management. To estimate fair value, management may rely on valuations reported by the Foundation's investment advisor. Because of the inherent uncertainty of valuation or in absence of readily ascertainable market values, the estimated values of those investments may differ from the values that would have been used had a ready market existed for such investments or if the investments were realized and the differences could be material. Such investments are, by their nature, generally considered to be long-term investments and are not intended to be liquidated on a short-term basis.

Purchased and donated investments are recorded at fair value. Donated real estate is recorded at appraised value and non-publicly traded equity securities are recorded at their estimated fair value based on independent valuations at the date of donation.

Property and equipment: Property and equipment is recorded at cost if purchased or estimated fair value at the date of donation. Depreciation is provided over the estimated useful lives of the assets, utilizing the straight-line method ranging from 3 to10 years for furniture and equipment and 10 to 35 years on buildings and improvements. Expenditures for repairs and maintenance are charged to operations when incurred.

Grants payable: Unconditional grants to agencies that are approved by the various community grants committees and the Board are recorded as a grant payable. Conditional grants are recognized as an expense and payable in the period in which the grantee meets the terms of the conditions. At June 30, 2017 and 2016, there were no conditional grants.

Contributed services: A substantial number of unpaid volunteers, including members of the Board of Trustees have made contributions of time to promote and administer the activities of the Foundation. The value of this contributed time is not reflected in the financial statements since it is not susceptible to objective measurement or valuation.

Income taxes: Under Section 501(c)(3) of the Internal Revenue Code, the Foundation is exempt from federal income taxes. At times, the Foundation is subject to unrelated business income from pass – through entities. The Foundation incurred tax expense amounting to $200 and $5,800 during the years ended June 30, 2017 and 2016, respectively.

Use of estimates: The preparation of financial statements in conformity with the income tax basis of accounting requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

The Foundation prepares its financial statements in conformity with methods of accounting it considers appropriate for federal income tax reporting. As with all tax presentations, these tax accounting methods are subject to review and possible adjustment by the Internal Revenue Service.

Concentrations of credit risk: The Foundation maintains its demand deposits in a financial institution located in Columbus, Ohio. The balance, at times, may exceed federally insured limits. Certain investments are insured up to $500,000 per financial institution through the Securities Investor Protection Corporation.

Note 1. Nature of Foundation and Summary of Significant Accounting Policies (Continued)

Recent accounting pronouncements: In August 2016, the FASB issued ASU 2016-14, Not-for-Profit Entities, (Topic 958) *Presentation of Financial Statements of Not-for-Profit Entities.* The objective of this statement is to improve the current net asset classification requirements and information presented in financial statements and notes about an entity's liquidity, financial performance and cash flows. The statement is effective for fiscal years beginning after December 15, 2017. Management has not yet determined the impact this statement will have on its financial statements.

Subsequent events: The Foundation has evaluated subsequent events for potential recognition and/or disclosure through December 6, 2017 the date the financial statements were available to be issued.

Note 2. Investments

Investments consist of the following at June 30:

	2017	2016
Investments held at certain financial institutions:		
Cash, certificates of deposit and money market funds	$ 1,445,669	$ 1,468,596
Government obligations	11,388,912	10,125,425
Corporate bonds	6,433,660	5,580,354
Mutual funds - equity	43,782,817	35,739,791
Mutual funds - fixed income funds	14,181,792	13,527,332
Alternative investment funds	5,134,884	4,705,963
	82,367,734	71,147,461
Miscellaneous brokerage accounts:		
Cash, certificates of deposit and money market funds	1,374,846	2,009,070
Common stock	3,028,316	4,165,064
Preferred stock	558,867	533,843
Government obligations	53,368	71,677
Corporate bonds	26,050	27,736
Mutual funds - equity	15,882,010	13,986,811
Mutual funds - fixed income funds	6,993,906	7,062,865
Mutual funds - nontraditional	972,853	1,082,773
Alternative investment funds	278,592	311,650
	29,168,808	29,251,489
Other investments:		
Real estate	819,411	489,411
Partnership interests	2,400,000	2,839,250
	$ 114,755,953	$ 103,727,611

Note 2. Investments (Continued)

Investment income (loss) consists of the following for the years ended June 30:

	2017	2016
Interest and dividends, net	$ 1,807,471	$ 2,777,679
Net realized and unrealized gain (loss)	6,673,971	(3,116,397)
Record keeping fees	217,619	209,639
	$ 8,699,061	$ (129,079)

The Foundation invests in a professionally managed portfolio that contains common shares and bonds of publicly traded companies, U.S. government obligations, mutual funds, alternative investments and money market funds. Such investments are exposed to various risks such as interest rate, market and credit. Due to the level of risk associated with such investments and the level of uncertainty related to changes in the fair value of such investments, it is reasonably possible that changes in risks in the near term would materially affect the fair value of these investments.

Certain investments were pledged as collateral in connection with bank loans, which were liabilities of various agencies. Pledged securities consist of the following at June 30:

	Approximate	
	2017	2016
Leo Yassenoff Jewish Community Center Loan balance (Pledged against Federation SEI account and Foundation SEI PACE account)	$ 295,400	$ 406,700
Shalom House Loan balance (Pledged against Shalom House SEI account)	$ 305,600	$ 351,600
Tifereth Israel Foundation Loan balance (Pledged against Tifereth Israel Foundation account)	$ 544,500	$ 595,800
Ebner Family Foundation Loan Balance * (Pledged against $300,000 of Foundation SEI Main account)	$ 1,060,500	$ 1,126,800

* In October 2014, the Columbus Jewish Foundation entered into an agreement with PNC as a co-borrower on a mortgage note with the Ebner Family Foundation, a supporting organization of Columbus Jewish Foundation. In addition, the Foundation pledged additional securities amounting to $300,000 to PNC.

Ebner Family Foundation owns the building located at 1070 College Avenue (appraised value of $1,270,000) and leases the premises to Jewish Family Services under a lease expiring December 31, 2029. Ebner Family Foundation had originally procured a loan from Huntington National Bank in 2004 that matured October 1, 2014 with a balance due of approximately $1,225,000. Of the financial institutions that were willing to refinance the indebtedness owed to Huntington National Bank, the most favorable terms were offered by PNC. However, PNC required, as a condition of making the PNC Refinance Loan to Ebner Family Foundation, that Columbus Jewish Foundation guaranty the PNC Refinance Loan by co-signing the promissory note and other loan documents.

Note 2. Investments (Continued)

In order to induce the Foundation to co-sign the PNC Refinance Loan, the Ebner Family Foundation agreed to indemnify the Foundation for any and all sums required to be paid by the Foundation to PNC Bank or any subsequent holder of the PNC Refinance Loan and agreed to grant the Foundation a mortgage on the Property to secure the aforesaid indemnity.

Note 3. Fair Value Measurements

The Foundation follows the Financial Accounting Standards Board (FASB) guidance regarding fair value measurements. The guidance applies to all financial instruments that are being measured and reported at fair value and establishes a three level hierarchy for disclosure to show the extent and the level of judgment used to estimate fair value measurements. The three categories are defined as follows:

Level 1 — Valuations for assets and liabilities traded in active exchange markets, such as the New York Stock Exchange. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

Level 2 — Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third party pricing services for identical or similar assets or liabilities.

Level 3 — Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounted cash flow models and similar techniques and not based on market exchange, dealer, or broker traded transactions. Level 3 valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets or liabilities.

For the fiscal years ended June 30, 2017 and 2016, the application of valuation techniques applied to similar assets and liabilities has been consistent. The financial assets are classified in their entirety based on the lowest level of input that is significant to the fair value measurement. The Foundation's assessment of the significance of a particular input to the fair value measurement requires judgment and may affect the valuation of fair value assets and their placement within the fair value hierarchy levels. The following is a description of the valuation methodologies used for instruments measured at fair value:

Investments: The fair values of investments, other than alternative investments, are based on quoted market prices, when available, or market prices provided by recognized broker dealers. If listed prices or quotes are not available, due to the limited market activity of the instrument, fair value is based upon externally developed models that use unobservable inputs.

The nontraditional mutual funds are mutual funds that pursue alternative strategies, subject to limitations of the Investment Company Act of 1940. They are a liquid, more highly regulated way to access strategies more commonly found in hedge funds. Because of their liquid regulated natures, nontraditional mutual funds are not able to take full advantage of some of hedge funds' primary sources of alpha – leverage, illiquid securities and security level concentration. Funds registered under the Investment Company Act of 1940 are subject to a range of asset coverage rules, depending on the types of securities used, which limit their use of leverage.

Alternative investments: These investments, for which there is no ready market, are valued at fair value from reports provided by the investment managers.

Note 3. Fair Value Measurements (Continued)

Donated real estate and LLC & Partnership Interests: These investments are recorded at fair value based on independent third-party valuations.

The following tables set forth by level within the fair value hierarchy the Foundation's financial assets that were accounted for at a fair value on a recurring basis as of June 30:

	2017			
	Total	Level 1	Level 2	Level 3
Financial assets:				
Investments:				
Cash, certificates of deposit and money market funds	$ 2,820,515	$ 2,820,515	$ -	$ -
Equity securities:				
Common stock	3,028,316	3,028,316	-	-
Preferred stock	558,867	558,867	-	-
Mutual funds - equity*	59,664,827	59,664,827	-	-
Mutual funds - nontraditional*	972,853	972,853	-	-
Fixed income securities:				
Government obligations	11,442,280	-	11,442,280	-
Corporate bonds	6,459,710	-	6,459,710	-
Mutual funds - fixed income*	21,175,698	21,175,698	-	-
Alternative investment funds	5,413,476	-	-	5,413,476
Real estate	819,411	-	819,411	-
LLC & Partnership interests	2,400,000	-	-	2,400,000
	$ 114,755,953	$ 88,221,076	$ 18,721,401	$ 7,813,476

	2016			
	Total	Level 1	Level 2	Level 3
Financial assets:				
Investments:				
Cash, certificates of deposit and money market funds	$ 3,477,666	$ 3,477,666	$ -	$ -
Equity securities:				
Common stock	4,165,064	4,165,064	-	-
Preferred stock	533,843	533,843	-	-
Mutual funds - equity*	49,726,602	49,726,602	-	-
Mutual funds - nontraditional*	1,082,773	1,082,773	-	-
Fixed income securities:				
Government obligations	10,197,102	-	10,197,102	-
Corporate bonds	5,608,090	-	5,608,090	-
Mutual funds - fixed income*	20,590,197	20,590,197	-	-
Alternative investment funds	5,017,613	-	-	5,017,613
Real estate	489,411	-	489,411	-
LLC & Partnership interests	2,839,250	-	-	2,839,250
	$ 103,727,611	$ 79,576,145	$ 16,294,603	$ 7,856,863

* Balance includes foreign and domestic funds

Note 3. Fair Value Measurements (Continued)

The changes in Level 3 assets measured at fair value on a recurring basis are summarized as follows:

	Investments
Balance, June 30, 2015	$ 3,929,900
Contribution	2,784,622
Purchases	1,027,000
Sales	(335,001)
Realized and unrealized gains	450,342
Balance, June 30, 2016	7,856,863
Purchases	-
Sales	(498,088)
Realized and unrealized gains	454,701
Balance, June 30, 2017	$ 7,813,476

Note 4. Agency and Other Notes Receivable

Agency and other notes receivable consists of the following at June 30:

	2017	2016
Various non-interest bearing notes receivable for student loans under the New American Loan Program through Jewish Family Services and the Hebrew Free Loan Fund, maturing at various dates through May 2023.	$ 330,979	$ 363,635
Promissory note receivable from Economic Community Development Institute (ECDI) matured on June 30, 2017 and and was extended to June 30, 2022, accruing interest at 4%. The note may be extended for an additional five year term, subject to the agreement of both parties.	100,000	100,000
Promissory note receivable from Columbus Torah Academy (CTA) maturing on April 15, 2022, accruing interest at 4.75%. Monthly payments are based on a ten year amortizaton and are $1,835, including principal and interest. A balloon payment amounting to $99,264 plus any past due payments will be due upon maturity. Past due amounts may be deducted from the annual income allocation payments generated from endowments held for the benefit of CTA.	173,858	-
	604,837	463,635
Current portion	153,552	409,585
Long-term portion	$ 451,285	$ 54,050

Note 5. Beneficial Interests

Gift annuities: The Foundation is the named beneficiary of various gift annuities. Gift annuities are recorded as an asset at donated value and are included in investments on the accompanying statements of assets, liabilities and fund balances – income tax basis. The fair value of the gift annuities was $1,477,374 and $1,492,130 at June 30, 2017 and 2016, respectively. At June 30, 2017 and 2016, the present value of future payments due to annuitants amounts to approximately $1,482,029 and $1,619,399, respectively. This liability is not reflected in the accompanying statements of assets, liabilities and fund balances – income tax basis. Payments to annuitants amounted to $190,565 and $189,858 for the years ended June 30, 2017 and 2016, respectively and is included in grants to agencies and others on the accompanying statements of support, revenue, grants and expenses and changes in fund balances – income tax basis.

Cash surrender value of life insurance: The Foundation is the owner and first or second-survivor beneficiary of life insurance policies with aggregate face values of approximately $31,331,067 and $31,562,345 at June 30, 2017 and 2016, respectively. The cash surrender values of the policies as of June 30, 2017 and 2016 amounted to $4,197,624 and $4,050,627, respectively. During the years ended June 30, 2017 and 2016 death benefit proceeds from one policy amounting to $226,027 and $20,635, respectively, were received.

Charitable remainder trusts: The Foundation is a named trustee and named beneficiary of certain charitable remainder trusts and a named beneficiary only of other charitable remainder trusts. At June 30, 2017 and 2016, the fair value of these trusts amounted to $2,813,753 and $2,966,920, respectively, (see Note 1).

Charitable lead trusts: The Foundation is a named trustee and named beneficiary of certain charitable lead trusts. At June 30, 2017 and 2016, the fair value of these trusts amounted to $534,438 and $546,483, respectively, (see Note 1).

Life Interest in real estate: During 2015, the Foundation was gifted a remainder interest in real property located in Santa Monica, California. The assessed value of the property was $492,000 at the time of donation. Based on actuarial calculations and an independent valuation by a qualified appraiser, it was estimated that the present value was approximately $75,000. Periodically, the Foundation may seek an updated appraisal of the interest. However, it has not deemed it necessary to do so yet.

Note 6. Property and Equipment and Hillel Property

Property and equipment consists of the following at June 30:

	2017	2016
Buildings and improvements	$ 791,887	$ 791,887
Furniture and equipment	167,031	167,031
Less: accumulated depreciation	(622,473)	(604,235)
	$ 336,445	$ 354,683

Note 6. Property and Equipment and Hillel Property (Continued)

Hillel Property consists of land and buildings which were donated to the Foundation during the year ended June 30, 2012 and are reflected on the financial statements at the Franklin County Auditor fair value (Note 7). Amounts are comprised of the following at June 30:

	2017	2016
Land	$ 373,600	$ 373,600
Buildings	2,956,400	2,956,400
Less: accumulated depreciation	(529,395)	(425,251)
	$ 2,800,605	$ 2,904,749

Hillel property depreciation expense amounted to $104,144 for each of the years ended June 30, 2017 and 2016 and is included in rental expenses on the accompanying statements of support, revenue, grants and expenses and changes in fund balances.

Note 7. Lease of Hillel Property

The Foundation entered into an agreement to lease the Hillel Property to B'nai B'rith Hillel Foundation at The Ohio State University (Hillel) in consideration for the sum of $1. The original term of the lease is 99 years commencing on May 18, 2012 and ending on May 17, 2111. Hillel has been granted the right to renew the term of the lease for up to 6 renewal terms of 99 years each. In order to renew the lease, Hillel must notify the Foundation not sooner than 5 years prior to the end of the current renewal term and deliver to the Foundation $1 renewal term rent. As disclosed in Note 1, the Foundation has not recorded an expense for the contribution of the use of the Property because the Foundation is reporting its financial activity on the Income Tax Basis as defined in Note 1. Hillel is responsible for all maintenance and repair expenses associated with the Property. Rental income amounting to $35,962 and $56,917 for 2017 and 2016, respectively, is attributable to the OSU Hillel Building Fund.

Note 8. Custodial Funds Payable

The Foundation holds and invests custodial funds for agencies. The following highlights activity for the fiscal year ended June 30:

	2017	2016
Funds payable at beginning of year:	$ 21,763,613	$ 22,025,438
Contributions and other receipts	495,651	1,611,963
Interest and dividends, net	448,923	1,014,938
Net realized and unrealized gain (loss) on investments	2,089,980	(1,104,870)
Disbursements	(936,588)	(1,783,856)
Funds payable at end of year	$ 23,861,579	$ 21,763,613

Note 8. Custodial Funds Payable (Continued)

Funds payable are due to the following agencies at June 30:

	2017	2016
Agudas Achim	$ 15,203	$ 13,941
Beth Jacob	9,842	8,946
Big Brothers Big Sisters	1,440,833	1,332,626
B'nai Torah Institutions	7,358	6,734
Christy's Fund for Impact	17,771	16,163
Columbus Community Mikvah	28,702	40,233
Columbus Jewish Historical Society	83,705	26,378
Congregation Ahavas Sholom	131,663	117,992
Congregation Beth Tikvah	56,507	48,659
Congregation Torah Emet	195,718	172,655
Jewish Family Services	606,870	539,188
Jewish Federation of Columbus	4,599,737	4,249,236
Leo Yassenoff Jewish Community Center	3,319,271	2,939,727
Marion Temple Israel	175,352	167,120
Melissa House	440,697	394,575
NCJW	281,402	244,322
New Albany Chabad Endowment	545,570	500,906
OSU Hillel	30,986	27,335
Other - Agency Held	10,436	11,024
Shalom House	1,803,448	1,633,195
Temple Beth Shalom	317,857	239,553
Temple Israel Foundation	2,604,800	2,500,464
Temple Israel Gift Annuities	116,790	115,435
Temple Israel	99,281	101,222
Tifereth Israel Foundation	6,513,772	5,944,663
Tifereth Israel	75,985	68,685
Wexner Heritage Village	332,023	302,636
	$ 23,861,579	$ 21,763,613

Note 9. Accrued Expenses and Other Liabilities

Accrued expenses and other liabilities consist of the following at June 30:

	2017	2016
Accounts payable	$ 4,398	$ 703
Accrued payroll	24,753	22,327
Accrued vacation	21,494	21,326
Accrued retirement and other	9,365	8,756
	$ 60,010	$ 53,112

Note 10. Fund Balances and Changes in Fund Balances

The following is a summary of the estimated classification of fund balances if all of the financial reporting requirements of GAAP were implemented:

	June 30, 2017					
	Liability	Temporarily Restricted	Permanently Restricted	Board Designated	Unrestricted	Total
Special purpose	46%	6%	46%	-	2%	100%
Donor advised	-	-	-	-	100%	100%
Board designated	-	-	-	100%	-	100%
Founders	-	-	98%	-	2%	100%
Undesignated	-	-	-	-	100%	100%
Gift annuities	51%	-	49%	-	-	100%
Life insurance policies	38%	-	45%	-	17%	100%
Property and equipment	-	-	-	100%	-	100%

	June 30, 2016					
	Liability	Temporarily Restricted	Permanently Restricted	Board Designated	Unrestricted	Total
Special purpose	46%	6%	46%	-	2%	100%
Donor advised	-	-	-	-	100%	100%
Board designated	-	-	-	100%	-	100%
Founders	-	-	98%	-	2%	100%
Undesignated	-	-	-	-	100%	100%
Gift annuities	51%	-	49%	-	-	100%
Life insurance policies	37%	-	46%	-	17%	100%
Property and equipment	-	-	-	100%	-	100%

Note 10. Fund Balances and Changes in Fund Balances (Continued)

The following is a summary of the estimated classification of the changes in fund balances if all of the financial reporting requirements of GAAP were implemented:

	Year Ended June 30, 2017					
	Liability	Temporarily Restricted	Permanently Restricted	Board Designated	Unrestricted	Total
Support and revenue	20%	17%	5%	7%	51%	100%
Program expenses	10%	7%	-	5%	78%	100%
Supporting services	-	-	-	-	100%	100%

	Year Ended June 30, 2016					
	Liability	Temporarily Restricted	Permanently Restricted	Board Designated	Unrestricted	Total
Support and revenue	5%	-6%	1%	0%	100%	100%
Program expenses	8%	9%	-	4%	79%	100%
Supporting services	-	-	-	-	100%	100%

Note 11. Retirement Plans

The Foundation had certain employees that were participants in the noncontributory defined benefit plan of the Jewish Federation of Columbus (Federation). In June 2006, the executive board of the Federation approved a plan to freeze the noncontributory defined benefit plan. The plan was terminated with an effective date of January 1, 2015. There was no expense related to this plan for the years ended June 30, 2017 and 2016. In September 2015, the defined benefit plan was liquidated and the Foundation received a reimbursement from the Federation for approximately $82,000 based on the Foundation’s over funded status. The write off of the accrued pension balance of $106,000 plus the reimbursement of $82,000 is included in other income in the Statement of Support, Revenue, Grants and Expenses and Changes in Fund Balances for the year ended June 30, 2016.

The Foundation maintains a defined contribution plan that covers all employees meeting certain age and service requirements. The Foundation’s expense related to this plan amounted to approximately $17,438 and $14,140 in for the years ended June 30, 2017 and 2016, respectively.

Note 12. Supporting Foundations

The Foundation performs administrative services and/or manages investments of certain supporting foundations amounting to $2,129,646 and $2,495,485 at June 30, 2017 and 2016 respectively. Legal title to these investments remains with the supporting foundations. Therefore, the Foundation has not reflected an asset or liability in the accompanying statements of assets, liabilities and fund balances – income tax basis.

Note 13. Related Parties

Certain members of the Board of Trustees of the Foundation are also trustees or officers of the various institutions which have received grants from the Foundation. The terms and conditions of grants to such institutions were made in accordance with the normal policies of the Foundation for such grants.

Certain of the Foundation's trustees are associated with enterprises which provide services, directly or indirectly, to the Foundation. The fees charged are at customary rates for such services.

Note 14. Guarantee of Third Party Indebtedness

On March 10, 2016, the Foundation entered into a loan guarantee agreement for $1,000,000 for an obligation of a Wexner Heritage Village. The guarantee agreement matured on September 30, 2017, subject to modification. In August 2017, the loan was amended and the loan and corresponding guarantee now mature in August 2018.