



LISA & DOUGLAS GOLDMAN FUND

## **Financial Statements**

*For the Years Ended*  
*December 31, 2016 and 2015*

# LISA AND DOUGLAS GOLDMAN FUND

(A California Non-Profit Corporation)

December 31, 2016 and 2015

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### **LISA AND DOUGLAS GOLDMAN FUND**

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**REGALIA & ASSOCIATES**  
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT**

**The Board of Trustees**  
**Lisa and Douglas Goldman Fund**

We have audited the accompanying financial statements of the Lisa and Douglas Goldman Fund (a California nonprofit organization classified as a Private Foundation) which comprise the statements of financial position as of December 31, 2016 and 2015 and the related statements of activities and changes in net assets, cash flows and functional expenses 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 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.

***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 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 Lisa and Douglas Goldman Fund as of December 31, 2016 and 2015, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

***Other Matters: Prior Year Summarized Comparative Information***

The financial statements of the Lisa and Douglas Goldman Fund as of December 31, 2015 were audited by us and in our report dated October 31, 2016, we expressed an unmodified opinion on those financial statements. The prior year summarized comparative information is not intended to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2015 is consistent, in all material respects, with the audited financial statements from which it has been derived.

**October 27, 2017**  
**Danville, California**

*Regalia & Associates*

# LISA AND DOUGLAS GOLDMAN FUND

## Statements of Financial Position December 31, 2016 and 2015

### Assets

	2016	2015
Current Assets:		
Cash and cash equivalents	\$ 505,324	\$ 290,134
Investments	231,505,931	224,702,205
Other receivables	1,174,145	527,908
Prepaid expenses and other current assets	47,032	46,427
Total current assets	<u>233,232,432</u>	<u>225,566,674</u>
Other Assets:		
Security deposit	16,805	16,805
Property and equipment, net	65,952	86,190
Total assets	<u>\$ 233,315,189</u>	<u>\$ 225,669,669</u>

### Liabilities and Net Assets

Current Liabilities:		
Accounts payable and accrued liabilities	\$ 183,646	\$ 695,592
Grants payable	100,000	93,804
Deferred rent	12,425	21,795
Total current liabilities	<u>296,071</u>	<u>811,191</u>
Net Assets:		
Unrestricted	233,019,118	224,858,478
Total net assets	<u>233,019,118</u>	<u>224,858,478</u>
Total liabilities and net assets	<u>\$ 233,315,189</u>	<u>\$ 225,669,669</u>

## LISA AND DOUGLAS GOLDMAN FUND

### Statements of Activities and Changes in Net Assets For the Years Ended December 31, 2016 and 2015

	2016	2015
<i>Changes in unrestricted net assets:</i>		
Revenue and support:		
Contributions	\$ 3,209,794	\$ 402,565
Interest and dividend income	4,097,606	3,900,084
Realized investment gains	1,072,236	11,785,871
Capital gain distributions	3,935,886	3,858,275
Other Income	40,311	21,154
Total revenue and support	12,355,833	19,967,949
Expenses:		
Programs	9,402,981	10,708,863
Fundraising	-	-
General and administrative	1,843,679	2,006,848
Total expenses	11,246,660	12,715,711
Increase in unrestricted net assets	1,109,173	7,252,238
Increase in net assets before unrealized gains (losses) on investments	1,109,173	7,252,238
Unrealized investment gains (losses)	6,644,135	(22,763,003)
Tax refunds	407,332	-
Net assets at beginning of year	224,858,478	240,369,243
Net assets at end of year	\$ 233,019,118	\$ 224,858,478

# LISA AND DOUGLAS GOLDMAN FUND

## Statements of Cash Flows For the Years Ended December 31, 2016 and 2015

	2016	2015
<i>Cash flows from operating activities:</i>		
Increase (decrease) in net assets	\$ 8,160,640	\$ (15,510,765)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	29,674	30,192
Loss on disposal of property and equipment	862	-
Realized investment gains	(1,072,236)	(11,785,871)
Unrealized investment (gains) losses	(6,644,135)	22,763,003
Changes in:		
Other receivables	(646,237)	(93,225)
Prepaid expenses and other current assets	(605)	(4,292)
Accounts payable and accrued liabilities	(511,946)	444,351
Grants payable	6,196	71,554
Deferred rent	(9,370)	(6,314)
Net cash used for operating activities	(687,157)	(4,091,367)
<i>Cash flows from investing activities:</i>		
Acquisition of investments and income reinvested	(18,200,747)	(23,673,601)
Proceeds from sale/redemption of investments	19,113,392	27,646,443
Acquisition of property and equipment	(10,298)	-
Net cash provided by investing activities	902,347	3,972,842
Increase (decrease) in cash and cash equivalents	215,190	(118,525)
Cash and cash equivalents at beginning of year	290,134	408,659
Cash and cash equivalents at end of year	\$ 505,324	\$ 290,134
<i>Supplemental Disclosures:</i>		
Interest expense	\$ -	\$ -
Excise taxes paid	\$ 198,660	\$ 447,271

## LISA AND DOUGLAS GOLDMAN FUND

### Statement of Functional Expenses For the Year Ended December 31, 2016

*(with Summarized Financial Information for the Year Ended December 31, 2015)*

	Programs	Fund- raising	General and Adminis- trative	2016 Total Expenses	2015 Total Expenses
Conferences/education	\$ -	\$ -	\$ 3,898	\$ 3,898	\$ 6,651
Depreciation	-	-	29,674	29,674	30,192
Grants to organizations	8,433,600	-	-	8,433,600	9,773,354
Insurance	66,674	-	12,968	79,642	78,665
Investment fees and expenses	-	-	1,262,059	1,262,059	1,222,309
Legal and professional services	-	-	160,851	160,851	117,836
Office and administrative	217,873	-	42,375	260,248	266,498
Taxes	-	-	198,660	198,660	447,272
Salaries and related costs	684,834	-	133,194	818,028	772,934
Total expenditures	\$ 9,402,981	\$ -	\$ 1,843,679	\$ 11,246,660	\$ 12,715,711

**Notes to Financial Statements**  
**December 31, 2016 and 2015**

**1. Organization**

Established in 1992, the Lisa and Douglas Goldman Fund (the Fund) is a private foundation committed to providing support for charitable organizations that enhance society.

The Lisa and Douglas Goldman Fund's interests include programs making valuable contributions in a variety of fields: children and youth, civic affairs, civil and human rights, education, environment, health, Jewish affairs, children's literacy, and social and human services. In general, the Fund places highest priority on projects in the San Francisco area.

**2. Summary of Significant Accounting Policies**

*Basis of Accounting*

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

*Basis of Presentation*

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standards Codification (ASC) 958.205, *Presentation of Financial Statements of Not-for-Profit Entities*. Under ASC 958.205, the Fund is required to report 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. As of December 31, 2016 and 2015, there were no temporarily or permanently restricted net assets.

*Revenue Recognition*

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions in accordance with the recommendations of ASC 958.605, *Revenue Recognition of Not-for-Profit Entities*.

All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported on the statements of activities and changes in net assets as net assets released from restrictions.

*Property and Equipment*

Property and equipment purchased by the Fund will be recorded at cost or, if donated, at the approximate fair value at the date of donation. Repairs and maintenance are charged to expense as incurred. Property and equipment will be depreciated using the straight-line method over the estimated useful lives of the assets.

*Investments*

Investments include cash, cash equivalents, stocks, mutual funds, and hedge funds. Purchased investments are initially stated at cost. Investments received by gift are recorded at market value at the date of contribution. Investments in equity securities with readily determinable fair values and all investments in debt securities are reported at fair value with gains and losses included on the statement of activities and changes in net assets.



Notes to Financial Statements

2. Summary of Significant Accounting Policies *(continued)*

The Fund follows the provisions of *Accounting Standards Update (ASU) 2011-04, Fair Value Measurement (Topic 820): Amendments to Achieve Common Fair Value Measurement and Disclosure Requirements in US GAAP and IFRSs* and has estimated the fair value of its investments using available market information and other valuation methodologies. Accordingly, the estimates presented are not necessarily indicative of the amounts that the Fund could realize in a current market exchange. The use of different assumptions and/or estimation methods may have a material effect on the estimated fair value amounts. The estimates are based on pertinent information available to management as of December 31, 2016 and 2015. Although management is not aware of any factors that would significantly affect the estimated fair value amounts, current estimates of fair value may differ significantly from the statements presented.

*Income Taxes*

Financial statement presentation follows the recommendations of ASC 740, *Income Taxes*. Under ASC 740, the Fund is required to report information regarding its exposure to various tax positions taken by the Fund and requires a two-step process that separates recognition from measurement. The first step is determining whether a tax position has met the recognition threshold; the second step is measuring a tax position that meets the recognition threshold. Management believes that the Fund has adequately addressed all tax positions and that there are no unrecorded tax liabilities.

The Fund has received notification from the Internal Revenue Service and the State of California that it qualifies for tax-exempt status under Section 501(c)(3) of the Internal Revenue Code and Section 23701d of the California Revenue and Taxation Code. The exemptions are subject to periodic review by the federal and state taxing authorities and management believes that the Fund continues to satisfy all federal and state statutes in order to qualify for continued tax exemption status. Because the Fund is a Private Foundation, it must file Form 990-PF with the Internal Revenue Service and remit excise taxes on its net investment income and must also file Form 990-T for allocated unrelated business income (see Note 9).

*Contributed Services*

Several unpaid volunteers have made significant contributions of time to various departments or programs of the Fund. The value of this contributed time is not reflected in the financial statements since it is not susceptible to objective measurement or valuation.

*Functional Allocation of Expenses*

The costs of providing the Fund's various programs and other activities have been summarized on a functional basis in the statements of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

3. Cash and Cash Equivalents

Cash and cash equivalents of \$505,324 and \$290,134 at December 31, 2016 and 2015, respectively, include all funds deposited in a bank with a maturity of three months or less. Such funds have been placed in a money fund account bearing interest at an annualized rate of approximately .01% (as of December 31, 2016 and 2015). The Fund maintains its cash balances in high quality financial institutions, which at times may exceed federally insured limits. The Fund has not experienced any losses in such accounts.

# LISA AND DOUGLAS GOLDMAN FUND

## Notes to Financial Statements

### 4. Investments

Investments consist of the following at December 31, 2016 and 2015:

	2016		2015	
	Cost	Fair Value	Cost	Fair Value
Aperio	\$ 26,786,956	\$ 28,550,250	\$ 25,953,835	\$ 25,395,481
Aurora	1,731,099	598,504	7,669,680	7,079,883
Baird Short Term Bond	11,932,272	11,865,384	13,539,915	13,279,583
Borealis	649,625	630,567	651,854	628,139
Capital Guardian Mutual Funds	12,622,603	12,902,916	12,137,418	12,291,906
Delaware Investments	-	-	24,172,101	25,948,217
Dodge & Cox Global Stock	20,057,664	21,291,995	19,305,597	19,666,954
Evergreen Partners Direct III	-	-	30,231	34,862
Francisco Partners, LP	256,653	40,820	274,871	228,912
H.I.G. Brightpoint Cap	44,493	88,182	38,610	32,863
Jackson Square Partners	27,711,549	24,644,131	-	-
JP Morgan Digital Growth	1,331,874	1,499,045	1,286,587	1,597,119
JW Childs Equity Partners III	-	-	268,870	14
Koshla Venture Partners	779,638	1,036,945	821,497	1,263,645
Legacy Venture V, LLC	1,287,194	2,203,765	1,411,583	2,330,194
Lightspeed Venture Partners	180,207	91,826	169,369	93,082
Money Market/Cash Funds	2,871,624	2,871,624	6,573,187	6,573,187
Next Century Growth	3,602,458	4,005,071	3,601,801	3,988,154
Northern Trust	25,587,592	29,699,328	-	-
NT Cap International	18,953,997	20,649,912	18,469,634	20,748,510
Other stocks and equities	282,554	111,137	(48,170)	15,653
OZ Overseas Fund	6,549,245	6,549,245	6,302,335	6,302,335
Pzena Large Cap	23,667,485	29,925,636	27,055,325	28,044,571
Prenza Small Cap	4,533,969	5,890,503	-	-
Raven Asset Based Opportunity Fund II	2,500,000	2,500,000	3,600,000	3,600,000
Silver Creek - Hedge Funds	971,673	1,292,430	1,410,211	1,752,265
Stevenson Street	649,704	158,848	882,205	328,841
Two Sigma	5,157,056	5,292,556	-	-
U.S. Venture Partners	124,209	132,033	135,122	158,961
Vantage Point	936,269	313,315	1,140,066	542,924
Wells Fargo Mutual Funds and Equities	16,097,910	15,907,273	41,168,727	42,599,151
Wylan Energy Partners Fund II	762,690	762,690	176,799	176,799
<b>Total investments</b>	<b>\$ 218,620,262</b>	<b>\$ 231,505,931</b>	<b>\$ 218,199,260</b>	<b>\$ 224,702,205</b>

Investment income (interest, dividends, and capital gain distributions) amounted to \$8,033,492 and \$7,758,359 for the years ended December 31, 2016 and 2015, respectively. Investment fees and expenses reflected on the statement of functional expenses amounted to \$1,262,059 and \$1,222,309 for the years ended December 31, 2016 and 2015, respectively. Included in investment fees and expenses for both years are pro-bono advisory services estimated by management to have a fair value of \$343,000 and \$335,000 for the years ended December 31, 2016 and 2015, respectively. *(continued)*

# LISA AND DOUGLAS GOLDMAN FUND

## Notes to Financial Statements

### 4. Investments *(continued)*

Net realized investment gains amounted to \$1,072,236 and \$11,785,871 for the years ended December 31, 2016 and 2015, respectively. Net unrealized investment gains (losses) amounted to \$6,644,135 and (\$22,763,003) for the years ended December 31, 2016 and 2015, respectively.

Fair value measurements establish a fair value hierarchy that prioritizes the input used to measure fair value. This hierarchy consists of three broad levels: (a) Level 1 measurement reflects the value of the investments at quoted prices in active markets for identical assets, generally without any adjustments, (b) Level 2 assets and liabilities are valued based on "observable inputs" other than quoted active market prices, including quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in inactive markets, and interest rates and yield curves, and (c) Level 3 assets and liabilities are valued based on "unobservable inputs," such as a company's own estimates and pricing models. Composition of investments utilizing fair value measurements at December 31, 2016 is as follows:

	Totals	Level 1	Level 2	Level 3
Aperio	\$ 28,550,250	\$ 28,550,250	\$ -	\$ -
Aurora	598,504	-	-	598,504
Baird Short Term Bond	11,865,384	-	11,865,384	-
Borealis	630,567	-	-	630,567
Capital Guardian Mutual Funds	12,902,916	12,902,916	-	-
Dodge & Cox Global Stock	21,291,995	21,291,995	-	-
Francisco Partners, LP	40,820	-	-	40,820
H.I.G. Brightpoint Cap	88,182	-	-	88,182
Jackson Square Partners	24,644,131	24,644,131	-	-
JP Morgan Digital Growth	1,499,045	-	-	1,499,045
Koshla Venture Partners	1,036,945	-	-	1,036,945
Legacy Venture V, LLC	2,203,765	-	-	2,203,765
Lightspeed Venture Partners	91,826	-	-	91,826
Money Market/Cash Funds	2,871,624	2,871,624	-	-
Next Century Growth	4,005,071	4,005,071	-	-
Northern Trust	29,699,328	29,699,328	-	-
NT Cap International	20,649,912	20,649,912	-	-
Other stocks and equities	111,137	111,137	-	-
OZ Overseas Fund	6,549,245	-	-	6,549,245
Pzena Large Cap	29,925,636	29,925,636	-	-
Pzena Small Cap	5,890,503	5,890,503	-	-
Raven Asset Based Opportunity Fund II	2,500,000	-	-	2,500,000
Silver Creek - Hedge Funds	1,292,430	-	-	1,292,430
Stevenson Street	158,848	-	-	158,848
Two Sigma	5,292,556	-	-	5,292,556
U.S. Venture Partners	132,033	-	-	132,033
Vantage Point	313,315	-	-	313,315
Wells Fargo Mutual Funds and Equities	15,907,273	15,907,273	-	-
Wylan Energy Partners Fund II	762,690	-	-	762,690
Totals	\$ 231,505,931	\$ 196,449,776	\$ 11,865,384	\$ 23,190,771

*(continued)*

# LISA AND DOUGLAS GOLDMAN FUND

## Notes to Financial Statements

### 4. Investments *(continued)*

Composition of investments utilizing fair value measurements at December 31, 2015 is as follows:

	Totals	Level 1	Level 2	Level 3
Aperio	\$ 25,395,481	\$ 25,395,481	\$ -	\$ -
Aurora	7,079,883	-	-	7,079,883
Baird Short Term Bond	13,279,583	-	13,279,583	-
Borealis	628,139	-	-	628,139
Capital Guardian Mutual Funds	12,291,906	12,291,906	-	-
Delaware Investments	25,948,217	25,948,217	-	-
Dodge & Cox Global Stock	19,666,954	19,666,954	-	-
Evergreen Partners Direct III	34,862	-	-	34,862
Francisco Partners, LP	228,912	-	-	228,912
H.I.G. Brightpoint Cap	32,863	-	-	32,863
JP Morgan Digital Growth	1,597,119	-	-	1,597,119
JW Childs Equity Partners III	14	-	-	14
Koshla Venture Partners	1,263,645	-	-	1,263,645
Legacy Venture V, LLC	2,330,194	-	-	2,330,194
Lightspeed Venture Partners	93,082	-	-	93,082
Money Market/Cash Funds	6,573,187	6,573,187	-	-
Next Century Growth	3,988,154	3,988,154	-	-
NT Cap International	20,748,510	20,748,510	-	-
Other stocks and equities	15,653	15,653	-	-
OZ Overseas Fund	6,302,335	-	-	6,302,335
Pzena	28,044,571	28,044,571	-	-
Raven Asset Based Opportunity Fund II	3,600,000	-	-	3,600,000
Silver Creek - Hedge Funds	1,752,265	-	-	1,752,265
Stevenson Street	328,841	-	-	328,841
U.S. Venture Partners	158,961	-	-	158,961
Vantage Point	542,924	-	-	542,924
Wells Fargo Mutual Funds and Equities	42,599,151	42,599,151	-	-
Wylan Energy Partners Fund II	176,799	-	-	176,799
<b>Totals</b>	<b>\$ 224,702,205</b>	<b>\$ 185,271,784</b>	<b>\$ 13,279,583</b>	<b>\$ 26,150,838</b>

#### Assets Classified as Level 3

The significant unobservable inputs used in the fair value measurement of the entity's asset-backed securities are the probability of default and loss severity in the event of default. Significant increases or decreases in either of those inputs in isolation would result in a significantly lower or higher fair value measurement. In general, a change in the assumption of the probability of default is accompanied by a directionally similar change in the assumption used for the loss severity in an event of default.

The Fund has a Finance Committee which has the responsibility for establishing the Fund's return objectives (generally lower rates of return associated with more stable and safer investments) and to define the risk parameters (generally low risk securities, certificates of deposit and mutual funds). The committee routinely oversees investment performances and reviews cash flows necessary to sustain the Fund's operating activities.

# LISA AND DOUGLAS GOLDMAN FUND

## Notes to Financial Statements

### 5. Receivables

Receivables of \$1,174,145 and \$527,908 at December 31, 2016 and 2015, respectively, consist of interest and dividends receivable, pending trade sales, and other receivables. Management has evaluated the fair value of all receivables at December 31, 2016 and 2015 and determined amounts are fully collectible and a reserve for bad debts is not necessary.

### 6. Property and Equipment

A summary of property, equipment and improvements is as follows at December 31, 2016 and 2015:

	<u>2016</u>	<u>2015</u>
Furniture and equipment	\$ 118,275	\$ 121,357
Leasehold improvements	70,406	70,406
Software and website	13,493	18,174
Subtotal	<u>202,174</u>	<u>209,937</u>
Less accumulated depreciation	<u>(136,222)</u>	<u>(123,747)</u>
Total property and equipment (net)	<u>\$ 65,952</u>	<u>\$ 86,190</u>

Total depreciation expense for the years ended December 31, 2016 and 2015 amounted to \$29,674 and \$30,192, respectively, and is included on the statement of functional expenses. During the year ended December 31, 2016, the Fund disposed of certain property and equipment with original capitalized costs of \$18,061 and accumulated depreciation of \$17,199, resulting in a realized loss of \$862 which is a component of Other Income on the Statement of Activities and Changes in Net Assets. There were no disposals during the year ended December 31, 2015.

### 7. Net Assets

Unrestricted net assets of \$233,019,118 and \$224,858,478 as of December 31, 2016 and 2015, respectively, represent the cumulative net surpluses since the inception of the Fund.

### 8. Related Party Transactions

The Lisa and Douglas E. Goldman Philanthropic Fund is a donor-advised fund at the Jewish Community Federation of San Francisco. It was established with a contribution from Lisa and Douglas Goldman. Although grants are recommended by the Lisa and Douglas Goldman Fund Board for funding, they are subject to the approval of the Federation's board of directors. In April 2007, the Board of Directors of the Fund agreed to continue to pay grants to various charities from the Philanthropic Fund until the balance in the Philanthropic Fund was reduced to \$100,000, at which time all future grants were to be paid out from the Lisa and Douglas Goldman Fund.

# LISA AND DOUGLAS GOLDMAN FUND

## Notes to Financial Statements

### 9. Excise Taxes and Unrelated Business Income Tax (UBIT)

**Excise Taxes:** The Fund is classified as a private foundation under the provisions of Internal Revenue Code Section 501(c)(3), and as such, is taxed on its net investment earnings. During the year ended December 31, 2016, the Fund remitted \$172,156 in estimated tax payments which, along with an overpayment of \$158,941 from 2015, were applied to a Federal income tax liability of \$156,478, resulting in an overpayment of \$174,619. During the year ended December 31, 2015, the Fund remitted \$420,000 in estimated tax payments which, along with an overpayment of \$80,000 from 2014, were applied to a Federal income tax liability of \$341,059, resulting in an overpayment of \$158,941.

**Unrelated Business Income Taxes (UBIT):** The Fund is liable for income taxes on unrelated business income allocated on Schedules K-1 from various investments. During the years ended December 31, 2016 and 2015, the Fund incurred UBIT of \$14,706 and \$12,252, respectively.

### 10. Grant Expenses

During the years ended December 31, 2016 and 2015, the Fund agreed to pay certain grant requests as follows:

	2016	2015
<i>Individual grants of \$10,000 or more during the combined last two years:</i>		
826 Valencia-The Writing Center	\$ 30,000	\$ -
Aim High For High School	-	25,000
Alzheimer's Disease & Related Disorders	40,000	-
American Civil Liberties Union Foundation Inc	10,000	135,000
American Friends of Tel-Aviv University	-	20,000
American Friends of The Israel Dem Inst	-	50,000
American Friends of the Israel Museum	12,000	13,000
American Jewish Joint Distribution Communication, Inc.	30,000	-
American Jewish World Service	25,000	10,000
Americans For Responsible Solutions Fdtn	50,000	50,000
Americans United for Sep Church and State	5,000	52,500
As You Sow	25,000	-
Atherton Now	20,000	-
Baykeeper	25,000	25,000
Beyond Type 1	10,000	-
Booker T. Washington Community Svc. Ctr.	25,000	25,000
Breast Cancer Fund	-	25,000
Bus Federation Civic Fund	50,000	-
Cal Men's Golf - UCB	-	93,804
California Historical Society	-	10,000

*(continued)*

## LISA AND DOUGLAS GOLDMAN FUND

### Notes to Financial Statements

#### 10. Grant Expenses *(continued)*

	<u>2016</u>	<u>2015</u>
California Pacific Medical Center Foundation	\$ 15,000	\$ 15,000
Cardea Services	-	30,000
Center For Biological Diversity	50,000	-
Center for Reproductive Rights	-	50,000
Challah For Hunger	15,000	-
Chico Feminist Womens Health Center	65,000	-
Civic Nation	50,000	-
Clean Water Fund	-	20,000
College Spring Inc	-	15,000
Common Cause Education Fund	-	125,000
Commonwealth Club of San Francisco	-	43,000
Community Foundation of Greater Flint	50,000	-
Community Heath Charities of California	5,000	5,000
Community Initiatives	-	30,000
Compassion and Choices	-	35,000
Congregation Emanu-El	37,500	87,500
Contemporary Jewish Museum	14,500	4,500
Corporate Accountability International	50,000	50,000
Corporation for Enterprise Development	-	40,000
Corporation of the Fine Arts Museums	225,600	230,500
Council on Foundations	-	-
Crohn's and Colitis Foundation of America	25,000	25,000
Cultural Landscape Foundation	6,000	-
Demos A Network For Ideas And Action Ltd	50,000	-
Dogwood Alliance	30,000	-
DripDrop Foundation	-	10,000
Earthjustice	27,000	-
Earthworks	-	50,000
East Bay Zoological Society	-	130,000
Economic Inequality Video Project	30,000	-
Education Outside	-	25,000
Educational Fund To Stop Gun Violence	60,000	-
Ellis Marsalis Center for Music Inc.	30,000	-
Environment California Research and Policy Center	15,000	-
Environmental Grantmakers Association	6,000	5,000
Environmental Protection Info Center Inc	25,000	25,000
Every Voice Center	35,000	-
Feminist Majority Foundation	-	50,000

*(continued)*

# LISA AND DOUGLAS GOLDMAN FUND

## Notes to Financial Statements

### 10. Grant Expenses *(continued)*

	<u>2016</u>	<u>2015</u>
ForestEthics	\$ -	\$ 20,000
Foundation Center	5,000	5,000
Foundation for Louisiana	25,000	-
Friends of the San Francisco Public Library	6,000	6,000
Friends of the River Foundation	25,000	-
Friends of the Urban Forest	10,000	10,500
Girls On the Run of the Bay Area Inc	5,000	15,000
Glide Foundation	-	7,500
Global Alliance for Incinerator Alternatives	30,000	30,000
Global Philanthropy Partnership	35,000	-
Golden Gate National Parks Conservancy	255,000	30,000
Green America	50,000	-
Greenbelt Alliance	35,000	35,000
Guttmacher Institute	-	50,000
Harper for Kids	5,000	15,000
Hazon Inc	-	30,000
Health Care Without Harm	50,000	50,000
HealthRight 360	50,000	-
Healthy Building Network	50,000	-
Hillel The Foundation for Jewish Campus Life	121,000	91,000
Hopewell Fund	100,000	-
Ibis Reproductive Health Inc	-	35,000
Illuminate the Arts	-	175,000
Immune Deficiency Foundation	15,000	15,000
J Street Education Fund Inc.	25,000	25,000
Jewish Agency For Israel-North American Council	60,000	-
Jewish Community Center of San Francisco	66,000	142,500
Jewish Community Federation	25,000	163,500
Jewish Community Relations Council	33,000	184,000
Jewish Home and Senior Living Foundation	-	72,000
Jewish Learning Works	-	47,000
Jimena Inc.	10,000	-
Joshua Venture Philanthropies	25,000	-
Kevah	-	25,000
Kitchen Slow Down Jew Up	40,000	80,000
KQED Inc.	12,500	12,500
Larkin Street Youth Services	-	15,000
Lawyers Committee-Civil Rights Under Law	-	125,000

*(continued)*



## LISA AND DOUGLAS GOLDMAN FUND

### Notes to Financial Statements

#### 10. Grant Expenses *(continued)*

	<u>2016</u>	<u>2015</u>
Legal Community Against Violence	\$ -	\$ 50,000
MapLight	35,000	-
Marine Mammal Center	55,000	57,500
MDP Foundation	5,500	5,500
Media Matters	-	50,000
Medical Students For Choice	32,500	2,500
Moishe Foundation	70,000	70,000
MomsRising Education Fund	-	50,000
My New Red Shoes	5,000	5,000
NARAL Pro-Choice America Foundation	15,000	5,000
National Abortion Federation	90,000	90,000
National Center for Family Philanthropy	5,000	-
NatureBridge	75,000	-
NCGA Foundation	45,000	45,000
New Israel Fund	40,000	40,000
Northern California Golf Association Foundation	10,000	10,000
Northern California Grantmakers	5,000	15,000
Parents for Public Schools of San Francisco	30,000	-
Partnership for Haas Preeminence	2,000,000	2,000,000
Patient Assistance Foundation	-	15,000
Pesticide Action Network	-	25,000
Planned Parenthood Federation of America	100,000	175,000
Planned Parenthood Shasta Diablo Inc	80,600	80,500
Playworks Education Energized	5,000	30,000
Project Vote	-	125,000
Public EEs for Environmental Responsibility	-	25,000
Rainforest Action Network	-	32,000
Rainforest Connection	10,000	45,000
Raising A Reader	40,000	-
Randall Museum Friends	51,000	51,000
Reach Out and Read	35,000	35,000
Reboot Inc	-	41,500
Reproductive Health Access Project	-	40,000
Roots and Branches Conservancy	5,000	-
Rose Foundation for Communities and Environment	50,000	40,000
San Francisco Architectural Heritage	50,000	50,000
San Francisco Ballet	8,500	8,500
San Francisco Chronicle Season of Sharing Fund	60,000	60,000

*(continued)*

# LISA AND DOUGLAS GOLDMAN FUND

## Notes to Financial Statements

### 10. Grant Expenses *(continued)*

	2016	2015
San Francisco Food Bank	\$ 15,000	\$ 32,500
San Francisco Foundation	60,000	-
San Francisco General Hospital Foundation	202,500	202,500
San Francisco Jewish Community Publications	117,500	75,000
San Francisco Jewish Film Festival	-	40,000
San Francisco Museum of Modern Art	181,000	236,000
San Francisco Parks Alliance	301,000	1,000
San Francisco Symphony	38,000	44,500
San Francisco Travel Foundation	-	25,000
San Francisco Unified School District	-	75,000
Search for the Cause	-	30,000
Siskiyou Land Conservancy	-	25,000
Smith River Alliance Inc	35,000	35,000
Social and Environmental Entrepreneurs	50,000	30,000
Southern Poverty Law Center	110,350	-
Spark SF Public Schools	75,000	15,000
Stand	40,000	-
Stanford University	26,000	35,000
Stern Grove Festival Association	355,100	344,050
Taproot Foundation	-	25,000
Tawonga Jewish Community Corporation	-	60,000
Teach for America	12,500	-
The Battery Foundation	-	50,000
The Campaign To Keep Guns Off Campus	20,000	-
The Exploratorium	100,000	100,500
The Story of Stuff Project	-	35,000
Tides Foundation	-	51,800
Tony Hawk Foundation	10,000	-
Transform California	-	40,000
Trust For Conservation Innovation	35,000	-
Tuolumne River Trust	25,000	25,000
UC Berkeley Regents	-	210,000
UC Berkeley Foundation	457,500	720,000
UCSF Foundation	20,000	20,000
United States Fund for UNICEF	12,000	27,000
United Way of the Bay Area	10,000	10,000
University of Southern California	95,000	128,000
Upstream Policy Institute Inc.	50,000	50,000

*(continued)*

# LISA AND DOUGLAS GOLDMAN FUND

## Notes to Financial Statements

### 10. Grant Expenses *(continued)*

	2016	2015
Urban Adamah	\$ 75,000	\$ 75,000
USC Marshall School of Business	150,000	-
Violence Policy Center	35,000	35,000
Western Rivers Conservancy	50,000	-
Wilderness Torah	-	40,000
William J. Brennan Jr Center for Justice Inc.	50,000	50,000
Women's Community Clinic	-	75,000
Women's Voices for the Earth	25,000	25,000
Yerba Buena Community Benefit District	-	10,000
Youth Tennis Advantage	10,000	10,000
	8,303,650	9,640,154
 <i>Individual grants less than \$10,000 during the combined last two years:</i>		
Various charitable organizations	129,950	133,200
Total grants expense	\$ 8,433,600	\$ 9,773,354

### 11. Financial Commitments

**Office Lease:** The Fund is obligated under a multi-year operating lease agreement in San Francisco through January 31, 2018. The Fund is required to tender monthly rent payments of \$16,550 as of December 31, 2016. Rental rates are subject to adjustment in accordance with the terms of the lease but generally increase at the rate of about 1.6% each February 1st. Rent expense amounted to \$194,625 and \$201,565 for the years ended December 31, 2016 and 2015, respectively, and is included in office and administrative expense on the statement of functional expenses. The Fund is also obligated under an office equipment lease which expires October 31, 2018. Future minimum rental payments under all leases are as follows: **Year ending December 31, 2017: \$205,362** and **Year ending December 31, 2018: \$37,120.**

**Grant Allocations:** The Fund's Board of Directors has agreed to commit the organization to future grant allocations totaling \$19,980,482 which have been scheduled as follows: **Year ending December 31, 2017: \$4,753,362; Year ending December 31, 2018: \$4,497,120; Year ending December 31, 2019: \$3,210,000; Year ending December 31, 2020: \$2,900,000; and Year ending December 31, 2021 and beyond: \$4,620,000.** These grant commitments have not been recorded in the financial statements because they are conditional and subject to donee organizations satisfying certain requirements set forth by the Fund.

### 12. Reclassifications

Certain reclassifications have been made to the 2015 financial statements in order to conform to the presentation used in 2016.

Notes to Financial Statements

**13. Compensation Commitments**

**Compensated Absences:** Financial statement presentation follows the recommendations of ASC 710.25, *Compensated Absences*. Under ASC 710.25, the Fund is required to record a liability for the estimated amounts of compensation for future absences. Employees are permitted to accrue a specific number of hours of vacation which is payable upon termination of the employee. Sick leave is not paid upon termination. Annual leave accruals are recorded in the financial statements as an accrued liability on the statement of financial position based on hourly rates in effect at the end of the fiscal year and amounted to \$27,478 and \$31,153 at December 31, 2016 and 2015, respectively.

**403(b) Retirement Plan:** During the year ended December 31, 2009, the Fund adopted a 403(b) Plan. Employees are eligible to contribute as of their date of hire. The company, in its sole discretion, may make non-elective contributions on employees' behalf. Employees must meet certain eligibility criteria in order to receive contributions by the Fund. Employer contributions for the years ended December 31, 2016 and 2015 amounted to \$101,086 and \$94,268, respectively. Distributions from the 403(b) plan can only be made pursuant to all applicable laws and regulations.

**14. Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Accordingly, actual results could differ from those estimates.

**15. Contingencies**

In the normal course of business there are outstanding various commitments and contingent liabilities, such as commitments to enter into contracts related to ongoing operational activities, which are not reflected in the financial statements. Such commitments and contingencies also include risks associated with various economic and operating factors, which include (a) Contractual restrictions and donor conditions which obligate the Fund to fulfill certain requirements as set forth in legal instruments, (b) Investment income and cash flow levels which vary based on factors beyond the Fund's control, such as general economic conditions, (c) Employment contracts and service agreements with outside contractors, and (d) Financial risks associated with funds on deposit in accounts at financial and brokerage institutions. Management believes that such commitments or contingencies have been properly addressed, appropriate amounts have been accrued (where necessary), and there will not be any resolution with a material adverse effect on the financial statements.

**16. Subsequent Events**

In compliance with ASC 855, *Subsequent Events*, the Fund has evaluated subsequent events through October 27, 2017, the date the financial statements were available to be issued. In the opinion of management, there are no subsequent events which need to be disclosed.