

# 2018 Financials

The Jewish Community Foundation of Greater Hartford has a mandate to fulfill its role in Greater Hartford by maximizing dollars available for making grants today and by ensuring that charitable dollars entrusted to it are available in perpetuity. A well-diversified investment strategy and the generosity of our donors enable the Foundation to meet these objectives.

## Investment Portfolio

The Foundation's assets are managed in a commingled investment pool. The Foundation has a long term investment horizon with relatively low liquidity needs. For these reasons, the portfolio can tolerate short and intermediate term volatility in the interest of generating higher returns over the long term.

## Financial Oversight

The Foundation's Investment Committee implements investment policy and monitors the individual investment managers and their performance. The Investment Committee is assisted by an independent consulting firm, Colonial Consulting, LLC of New York, NY.

The managed investment portfolio includes not only traditional stock and bond investments, but participation in private equity, real assets/commodities and absolute return strategies. Diversification among multiple asset classes helps to reduce the volatility of the Foundation's endowment and moderate market risk.

## Spending Policy

By using a spending policy, the Foundation helps to ensure that the charitable funds will be protected for the future while continuing to have the most impact today. The policy determines the amount that will be available for grant making and to support the Foundation's operating budget. The 2018 spending rate was 5% for all permanent charitable funds. The Foundation uses a smoothing mechanism to limit the impact of market fluctuations. Spending is equal to 5% of the previous 16-quarters average ending value of each fund, subject to a 4% floor and 5.5% ceiling.

## Audited Financial Statements

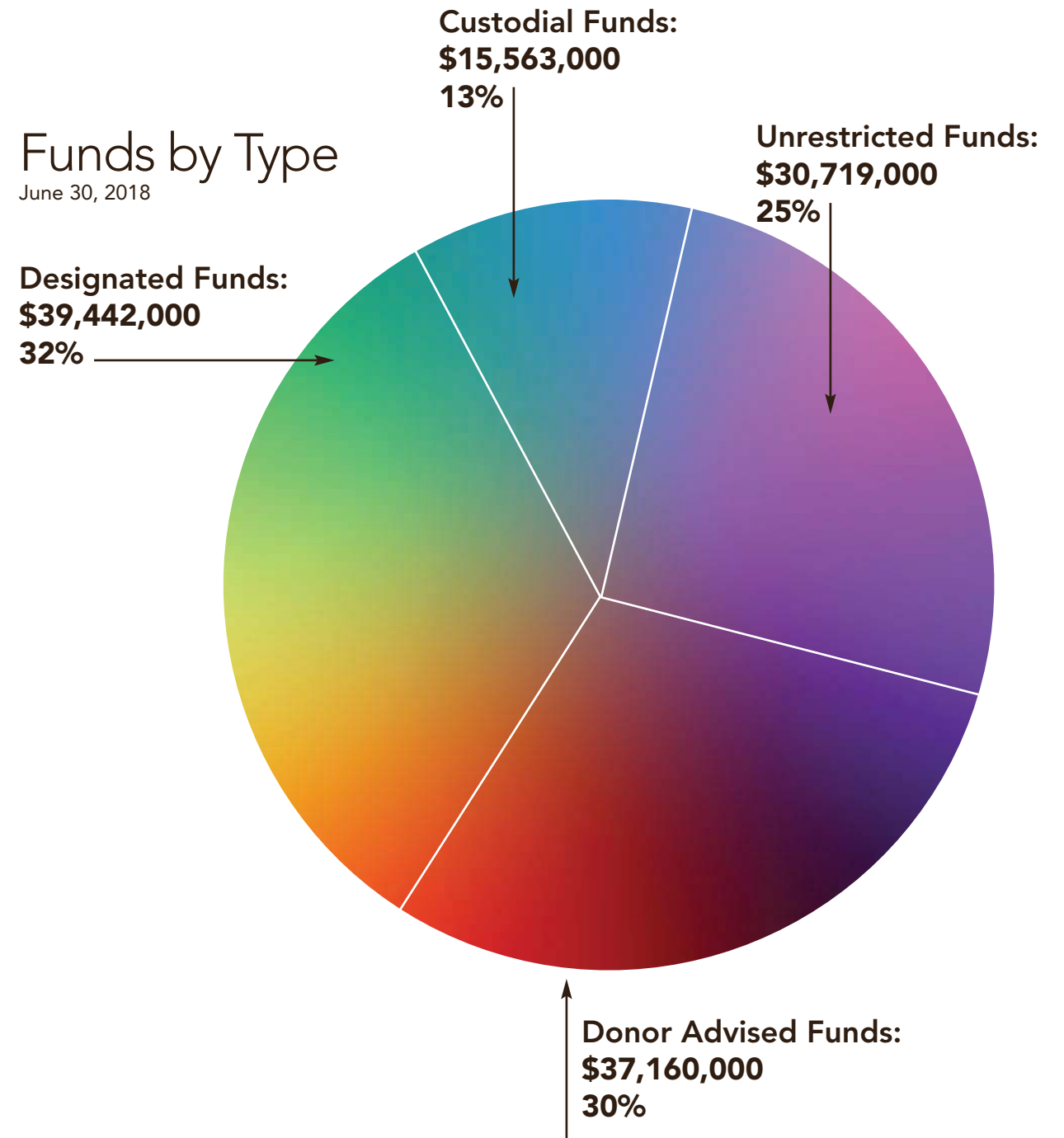
The Foundation's financial statements are prepared under the policies and procedures overseen by its Audit Committee and, ultimately, the Board of Trustees. The statements are audited by CohnReznick LLC. The Foundation's audited financial statements for the year ended June 30, 2018 are available online at [www.jcfhartford.org](http://www.jcfhartford.org).

## Expenses

The Foundation's management and Board of Trustees take careful steps to ensure that the operating expenses are kept as low as possible. The Foundation's expense to asset ratio for the year was 1.3%.

## Funds by Type

June 30, 2018



# Investment Performance

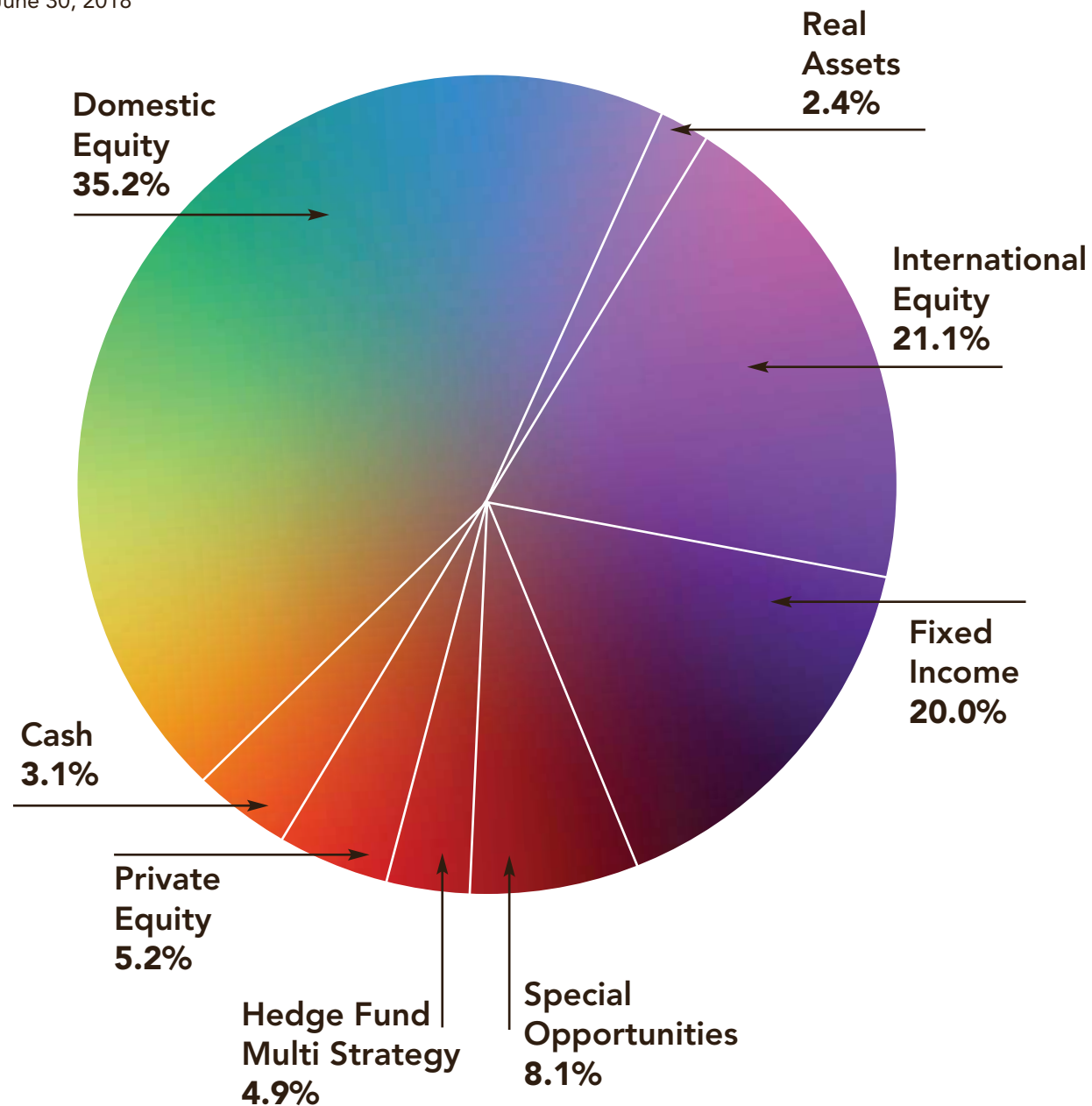
as of June 30, 2018	1 year	3 year	5 year	10 year
Total Managed Portfolio (annualized returns, net of investment fees)	9.3%	6.8%	7.5%	6.3%

## Comparison

Overall Market Benchmark	8.7%	6.7%	7.6%	6.1%
60% MSCI AC World/40% Barclays Capital Aggregate	6.2%	5.7%	6.6%	5.3%

# Asset Allocation

June 30, 2018



# 2018 Summary Financial Statements

For the Year Ended June 30, 2018

## Assets

Cash and Investments (at fair market value)	\$ 122,686,000
Contributions and Other Receivables	1,233,000
Other Assets	164,000
<b>Total Assets</b>	<b>\$ 124,083,000</b>

## Liabilities and Net Assets

Grants Payable and Other Liabilities	\$ 1,199,000
Custodial Funds Held for Other Organizations	15,563,000
<b>Total Liabilities</b>	<b>16,762,000</b>

## Net Assets:

Unrestricted Funds	30,574,000
Donor Advised Funds	37,160,000
Designated Funds	39,442,000
Assets with Donor Restrictions	145,000
<b>Total Net Assets</b>	<b>107,321,000</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 124,083,000</b>

## Public Support and Revenues

Contributions	\$ 5,164,000
Provision for Uncollectible Contributions	(825,000)
Net Investment Return	9,097,000
Other Revenues	160,000
<b>Total Revenues</b>	<b>13,596,000</b>

## Grants and Expenses

Grants and Distributions (net)	4,243,000
Operating Expenses	1,709,000
<b>Total Grants and Expenses</b>	<b>5,952,000</b>

## Increase in Net Assets

Net Assets-Beginning of Year	99,677,000
<b>Net Assets-End of Year</b>	<b>\$ 107,321,000</b>

\*The summary financial statements are based on the audited financial statements for the year ended June 30, 2018, which are available on the Foundation's website at [www.jcfhartford.org](http://www.jcfhartford.org).