OUR FUND
A FOUNDATION CONNECTING THE LGBT COMMUNITY

Financial Statements

June 30, 2015 and 2016

Our Fund, Inc.
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Independent Auditor Report

To the Audit Commitee
Our Fund, Inc.

I have audited the accompanying financial statements of Our Fund, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2015 and 2016, and the related statements of activities and cash flows 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

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I 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 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Our Fund, Inc. as of June 30, 2015 and 2016, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Marc Labossiere PA

Fort Lauderdale, Florida
November 7, 2016

Our Fund, Inc.
Statements of Financial Position

	June 30, 2015	June 30,2016
ASSETS		
Cash and Cash Equivalents	$ 48,977	$ 27,303
Investments	1,871,739	2,389,428
Pledges and Accounts Receivable	161,390	432,901
Prepaid Expenses	5,358	5,921
Equipment and Improvements, Net	10,753	7,886
TOTAL ASSETS	$ 2,098,217	$ 2,863,439
LIABILITIES AND NET ASSETS		
Grants and Accounts Payable	$ 11,237	$ 890
Funds Held for Benefits of Agencies		98,075
Total Liabilities	11,237	98,965
Net Assets –Unrestricted	2,086,980	2,764,474
TOTAL LIABILITIES AND NET ASSETS	$ 2,098,217	$ 2,863,439

The accompanying notes to financial statements are an integral part of these statements

Our Fund, Inc.
Statements of Activities

	Unrestricted	
	Year ended June 30, 2015	Year ended June 30, 2016
REVENUES		
Contributions	$1,588,190	$2,025,562
Dividends and Interest, Net	36,533	32,329
Realized Gains	6,514	7,573
Unrealized Gains (Losses)	(45,140)	(11,562)
TOTAL REVENUES	1,586,097	2,053,902
GRANTS AND EXPENSES		
Grants and Programs	1,234,989	1,239,339
Administrative	44,123	48,120
Donor Development	59,794	88,949
TOTAL GRANTS AND EXPENSES	1,338,906	1,376,408
CHANGES IN NET ASSETS	247,190	677,494
NET ASSETS BEGINNING OF THE YEAR	1,839,790	2,086,980
NET ASSETS END OF THE YEAR	$2,086,980	$2,764,474

The accompanying notes to financial statements are an integral part of these statements

Our Fund, Inc.
Statements of Cash Flows

	For the year ended June 30, 2015	For the Year ended June 30,2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in net assets	$ 247,190	$ 677,494
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and Amortization	2,867	2,867
Change in assets and liabilities:		
(Increase) decrease in Pledges Receivable	55,303	(271,511)
(Increase) decrease in Prepaid Expenses	(42)	(563)
Increase (decrease) in Grants and Accounts Payable	9,710	(10,347)
Increase (decrease) in Funds Held for Others		98,075
Net cash provided by operating activities	315,028	496,015
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from the Sale of Investments	1,370,795	1,792,614
Purchase of Investments	(1,693,403)	(2,310,303)
Net cash used in investment activities	(322,608)	(517,689)
Net increase (decrease) in cash	(7,580)	(21,674)
CASH AND CASH EQUIVALENTS, beginning of year	56,557	48,977
CASH AND CASH EQUIVALENTS, end of year	$ 48,977	$ 27,303
Interest paid	$ -	$ -

The accompanying notes to financial statements are an integral part of these statements

NOTE 1 – ORGANIZATION AND OPERATIONS

Our Fund, Inc. (the "Foundation") was incorporated on January 29, 2011, under the laws of the State of Florida as a non-profit organization and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and as a publicly supported charitable organization under Section 509(a)(1) and 170(b)(1)(A)(vi). The Foundation is an autonomous, publicly supported, independent philanthropic institution working to support non-profit organizations primarily serving the lesbian, gay, bisexual and transgender (LGBT) community in South Florida and solicits contributions from individuals, foundations and non-profit organizations.

A long-term goal of the Foundation is to build endowed, named Funds established by many donors to carry out their charitable interests. Grant distributions, typically as recommended by donors from such endowed Funds, will be made by the Foundation based on a spending rate with the long-term objective to preserve the original gift indefinitely as explained in Note 2. The Foundation also holds non-endowed, named Funds each of whose donors may recommend grants up to the balance of his/her named Fund.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation: The financial statements have been prepared using the accrual basis of accounting under the guidance of Financial Accounting Standards Board in its Accounting Standards Codification (ASC) No. 958, *Not-for-Profit Entities*.

Pledges Receivable: The Foundation records unconditional promises as pledges receivable at date when the promise is received. These pledges receivable are reduced by an allowance for uncollectible pledges, if deemed necessary, and are discounted to the present value of their expected future cash flows if due in more than one year.

Net Assets: The Foundation reports information regarding its financial position and activities according to three classes of net assets: unrestricted (with no conditions imposed by the donor), temporarily restricted (subject to timing or other restrictions imposed by the donor) and permanently restricted (subject to donor-imposed restrictions that the principal of the contributions be maintained in perpetuity).

In accordance with U.S. Treasury Regulations and the Foundation bylaws, all Fund agreements include a variance provision that permits the Board of Directors to modify conditions or restrictions attached to particular gifts if the Board judges the restrictions to be incapable of fulfillment, unnecessary or inconsistent with the charitable goals of the Foundation. Based on this variance provision, all of the Foundation's net assets, including endowed funds, were classified as unrestricted at all times during the years ended June 30, 2015 and 2016.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Use of Estimates in the Preparation of Financial Statements: The Foundation makes estimates and assumptions that affect certain reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Investments: Investments are in the custody of a nationally recognized investment firm which manages them in accordance with policies approved by the Board of Directors. The Foundation has established two investment pools, a diversified asset pool investing in publicly traded stocks, bonds, mutual funds, money market funds and cash, and a fixed income pool investing in publicly traded bonds, mutual funds, money market funds and cash. Donors establishing named Funds at the Foundation have the option of recommending that their gift be invested in either the diversified asset or fixed income pool.

Investments in common stocks (equities) are carried at market value, as quoted on major stock exchanges. Money market funds are maintained at a constant net asset value of $1 per share. U.S. government and agency obligations and corporate bonds are carried at quoted market prices. Mutual funds are carried at fair values, which are equal to net asset values. Investments received as contributions are recorded at the quoted market value or estimated fair value at the date of receipt. Realized and unrealized investment gains and losses are determined by comparison of specific costs of acquisition to proceeds at the time of disposal or market value at the statement of financial position date. Because all assets are considered unrestricted, realized and unrealized gains and losses and other investment income are reflected in the statement of activities as unrestricted.

The Finance and Investment Committee of the Board of Directors evaluates the spending rate of grants from endowed Funds periodically in light of total estimated long-term results from investments, fees, expenses and the effects of inflation. The current spending rate is 5% of the rolling twelve-quarter average fair value of the applicable Funds.

The Foundation segregates all of its Funds into the diversified asset or the fixed income pool in order to obtain greater investment advantage and more efficient administration. The objective of investment management of both pools is to maximize the growth consistent with minimizing exposure to risks of capital losses and attainment of the desired level of grant making. The Foundation’s investment policy is to invest initial contributions and subsequent additions to pooled Funds based on allocations determined by the Investment Committee and approved by the Board of Directors. The Foundation allocates net investment income or loss from pooled investments monthly based on the ratio of the previous month’s average share of each Fund’s fair value to the total of the pool in which it is included.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

Functional Allocation of Expenses: The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among Grants and Programs, Administrative and Donor Development.

Foundation Management Fees: The Foundation assesses an annual administrative fee ranging from .5% to 1.2% of the fair market value of the assets in the Fund. The Foundation also assesses an administrative fee of 1% on gifts received from estates. The administrative fee is used to support the operations of the Foundation. Administrative fees amounted to $ 23,567 for the year ended June 30, 2015 and $ 30,546 for the year ended June 30, 2016.

Equipment and Improvements: Equipment and Improvements are reported in the statement of financial position at cost, if purchased, and at fair value at the date of the donation, if donated. Equipment and Improvements are capitalized if they have a useful life when acquired of more than 1 year. Repairs and maintenance that do not significantly increase the life of the asset are expensed as incurred. Depreciation expense amounted to $ 2,867 for the year ended June 30, 2015 and $ 2,867 for the year ended June 30, 2016. Depreciation is computed using the straight-line method as follow:

Equipment	5 Years
Improvements	5 Years

Date of Management Review: Subsequent events were evaluated by management through November 7, 2016, which is the date the financial statements were issued.

NOTE 3 – CREDIT RISK AND CONCENTRATIONS

As of June 30, 2016, pledges receivable of $425,186 were due from various donors. As of June 30, 2015, pledges receivable of $161,147 were due from various donors. Management has determined that a reserve of $5,815 was appropriate at June 30, 2015 and $5,815 at June 30, 2016. Since the Foundation's inception, $15,835 in pledges have been written off.

The Foundation maintains cash accounts at a local branch of a national financial institution. At times, the balances may be in excess of the FDIC-insured limit; however, the Foundation has not experienced any losses.

NOTE 4 - INVESTMENTS

As of June 30, 2015 and 2016, investments of all non-endowed and endowed Funds consisted of the following at their fair value:

NOTE 4 – INVESTMENTS - continued

	June 30, 2015	June 30,2016
Equities and equity funds	$ 685,423	$ 805,272
Corporate bonds/fixed income funds	627,170	986,789
Money market funds	357,119	501,486
Commodities investment trusts	44,640	39,525
U.S. government and agency obligations funds	49,438	-0-
U.S. government and agency obligations	60,070	-0-
Real estate investment trusts	47,879	56,356
Total	$ 1,871,739	$ 2,389,428

	June 30,2015	June 30,2016
Non-Endowed Funds	$ 1,303,760	$ 1,647,783
Endowed Funds	567,978	741,645
Total	$ 1,871,738	$ 2,389,428

Investment expenses paid directly to the management firm for the fiscal years 2015 and 2016 were $4,628 and $5,157 respectively and are netted against interest and dividends in the statement of operations. In addition, a substantial portion of the Foundation's investments are in mutual funds operated by the management firm, and fees paid to the management firm by the mutual funds reduce the amount of dividends received from them.

Fair Value Measurements: The Foundation follows the guidance of ASC No. 820, *Fair Value Measurement and Disclosures,* with respect to its investments. At June 30, 2016 and at June 30, 2015 and throughout the years then ended, the valuation of all the investments was based on quoted market prices (unadjusted) in active markets for identical investments that the Foundation has the ability to access (Level 1 under ASC 820). Other types of inputs may possibly be required in future valuations: inputs which are observable for the investment, either directly or indirectly (Level 2), and any significant other inputs (Level 3). The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The Foundation did not acquire any investments commonly known as alternative investments defined as products other than the traditional investments of stocks, bonds, mutual or money market funds and cash.

NOTE 5 – GRANTS PAYABLE

The Foundation had an unconditional promise to provide funding to a non-profit organization for $9,905 as of June 30, 2015. In July 2015, the organization was paid in full. There were no unconditional promises to provide funding to other organizations as of June 30, 2016.

NOTE 6 – GRANTS AND PROGRAMS

Grants and Programs includes grants of $1,040,738 made directly to non-profit organizations during fiscal year ended June 30, 2015 and $1,056,928 during fiscal year ended June 30, 2016.

The Foundation had conducted during fiscal year ended June 30, 2015 a “matching grants” program in which it had received contributions from donors with a recommendation by the donor that the Foundation make a grant not greater than the equivalent amount to a specific non-profit organization. The Foundation had complied with those grant recommendations and had made additional grants matching those of the contributions which meet stipulated criteria. Included in Grants and Programs and in Contributions are $129,176 for the fiscal year ended June 30, 2015, which equal the contributions received from donors under this program.

NOTE 7 – COMMITMENTS

During the fiscal year ended June 30, 2015, the Foundation entered into a new three-year agreement with a software company for accounting and data management services. The agreement expires on March 31, 2018 and provides for monthly payments of $667.

During the fiscal year ended June 30, 2014, the Foundation entered into a five-year lease agreement for office space. The agreement expires on February 28, 2019 and provides for monthly payments during the first 12 months of $ 2,045 plus annual increases of 5% per year after the first year.

Future minimum payments for both agreements are as follows:

Year Ending June 30,	Software	Office Space	Total
2017	8,113	29,876	37,989
2018	5,409	31,370	36,779
2019		19,887	19,887
Total	$ 13,522	$ 81,133	$ 94,655

NOTE 8 - FUNDS HELD FOR THE BENEFIT OF AGENCIES

Our Fund accounts for Funds Held for the Benefit of Agencies in accordance with FAS 136 – *Transfers of Assets to a Not-for-Profit Organization or Charitable Trust That Raises or Holds Contributions for Others*. This Statement establishes standards for transactions in which a community foundation accepts a contribution from a donor and agrees to transfer those assets, the return on investments of those assets or both to another entity that is specified by the donor. The FAS specifically requires that if a not-for-profit organization establishes a fund at a community foundation with its own funds and specifies itself as the beneficiary of that fund, the community foundation must account for the transfer of such asset as a liability. Our Fund refers to such funds as Funds Held for the Benefit of Agencies in the accompanying Statements of Financial Position. Our Fund maintains variance power and legal ownership of certain Funds Held for the Benefit of Agencies and as such, continues to report the funds as assets of Our Fund. However, a liability has been established for the fair value of the funds.

Our Fund maintains Funds Held for the Benefit of Agencies as a component part of its investment funds. These funds are pooled and managed in the same manner as all other investments held by Our Fund. These funds and the corresponding liability totaled $98,075 as of June 30, 2016. The following is a summary of the activity for the year ended June 30, 2016:

Contributions to funds held for the benefit of Agencies	$97,291
Investment income	2,036
Realized and unrealized gain (loss) on investments	(679)
Foundation fees paid	(573)

The amounts reflected in the statements of activities for the year ended June 30, 2016 are presented net of the activity summarized above related to the funds held for the benefit of agencies.

NOTE 9 - CONTRIBUTIONS – LEGACY

Our Fund received its first legacy bequest in March of 2016 in the amount of $395,953. The gift is reflected in the financial statements in Contributions for year ended June 30, 2016. The legacy gift received was unrestricted, and as such the Board of Directors of Our Fund is designating the proceeds to further the mission of the organization, including increasing philanthropy, encouraging agencies to build endowed funds for their organizations by providing matching funds, and to educate individuals on the importance and opportunity of establishing legacy gifts.