

AMERICAN FRIENDS OF THE ISRAEL MUSEUM
FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION
WITH INDEPENDENT AUDITOR'S REPORT
YEAR ENDED DECEMBER 31, 2016

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AMERICAN FRIENDS OF THE ISRAEL MUSEUM

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2016

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INDEPENDENT AUDITOR'S REPORT

American Friends of the Israel Museum

We have audited the accompanying financial statements of American Friends of the Israel Museum, which comprise the statement of financial position as of December 31, 2016, and the related statements of activities and changes in net assets, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 American Friends of the Israel Museum as of December 31, 2016, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information:

We have previously audited American Friends of the Israel Museum's 2015 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 26, 2016. 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.

May 25, 2017

AMERICAN FRIENDS OF THE ISRAEL MUSEUM
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2016
(WITH COMPARATIVE TOTALS FOR 2015)

Exhibit I

ASSETS

	As of December 31, 2016					As of	
	Unrestricted		Temporarily Restricted	Permanently Restricted	Total	December 31, 2015	
	Operating	Works of Art				Total	Total
Current assets:							
Cash and cash equivalents	\$ 7,395,702		\$ 7,395,702	\$ 217,670	\$ 1,144,118	\$ 8,757,490	\$ 9,651,362
Investments	2,610,776		2,610,776	16,789,562	88,249,428	107,649,766	103,353,415
Accrued receivables	164,676		164,676			164,676	289,387
Prepaid expenses	23,773		23,773			23,773	42,067
Total current assets	10,194,927		10,194,927	17,007,232	89,393,546	116,595,705	113,336,231
Works of art		\$ 92,488,852	92,488,852			92,488,852	89,755,727
Pledge receivables - Art		2,175,000	2,175,000			2,175,000	2,175,000
Furniture and fixtures, net of accumulated depreciation of \$295,528 and \$255,076 in 2016 and 2015 respectively	136,207		136,207			136,207	21,620
Security deposit	18,317		18,317			18,317	20,858
Total assets	\$ 10,349,451	\$ 94,663,852	\$ 105,013,303	\$ 17,007,232	\$ 89,393,546	\$ 211,414,081	\$ 205,309,436
LIABILITIES AND NET ASSETS							
Current liabilities:							
Accounts payable and accrued expenses	\$ 81,375		\$ 81,375			\$ 81,375	\$ 104,229
Loans payable							13,500
Total current liabilities	81,375		81,375			81,375	117,729
Deferred compensation payable	267,740		267,740			267,740	160,000
Total liabilities	349,115		349,115			349,115	277,729
Net assets	10,000,336	\$ 94,663,852	104,664,188	\$ 17,007,232	\$ 89,393,546	211,064,966	205,031,707
Total liabilities and net assets	\$ 10,349,451	\$ 94,663,852	\$ 105,013,303	\$ 17,007,232	\$ 89,393,546	\$ 211,414,081	\$ 205,309,436

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

AMERICAN FRIENDS OF THE ISRAEL MUSEUM
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
YEAR ENDED DECEMBER 31, 2016
(WITH COMPARATIVE TOTALS FOR 2015)

Exhibit II

	Year Ended December 31, 2016					Year Ended December 31, 2015	
	Operating	Unrestricted Works of Art	Total	Temporarily Restricted	Permanently Restricted	Total	Total
Support and revenue:							
Contributions revenue	\$ 6,669,798		\$ 6,669,798	\$ 679,720	\$ 1,881,116	\$ 9,230,634	\$ 15,561,115
Special events - New York Gala (net of expenses of \$455,238.08 - 2016; \$500,614 - 2015)	1,835,375		1,835,375			1,835,375	2,308,674
Special events - other (net of expenses of \$618,523 - 2016; \$1,164,518 - 2015)	1,569,664		1,569,664			1,569,664	2,412,604
Patron and guardian membership	367,875		367,875			367,875	464,219
Investment income (net of investment expenses of \$447,158 - 2016; \$498,355 - 2015)	54,278		54,278	912,649		966,927	1,514,826
	<u>10,496,990</u>		<u>10,496,990</u>	<u>1,592,369</u>	<u>1,881,116</u>	<u>13,970,475</u>	<u>22,261,438</u>
Unrealized appreciation (depreciation) on investments	491,890		491,890	5,654,977		6,146,867	(4,258,927)
Contributed works of art		\$ 2,733,125	2,733,125			2,733,125	13,851,770
Total support and revenue	<u>10,988,880</u>	<u>2,733,125</u>	<u>13,722,005</u>	<u>7,247,346</u>	<u>1,881,116</u>	<u>22,850,467</u>	<u>31,854,281</u>
Expenses and transmissions:							
Support and expenses - Israel Museum	12,785,176		12,785,176			12,785,176	15,478,731
Administration and general	419,649		419,649			419,649	494,985
Fundraising	3,612,383		3,612,383			3,612,383	3,056,269
Total expenses and transmissions	<u>16,817,208</u>		<u>16,817,208</u>			<u>16,817,208</u>	<u>19,029,985</u>
Change before other items	<u>(5,828,328)</u>	<u>2,733,125</u>	<u>(3,095,203)</u>	<u>7,247,346</u>	<u>1,881,116</u>	<u>6,033,259</u>	<u>12,824,296</u>
Other items:							
Net assets released from restrictions	4,885,909		4,885,909	(4,885,909)			
Change in net assets	<u>(942,419)</u>	<u>2,733,125</u>	<u>1,790,706</u>	<u>2,361,437</u>	<u>1,881,116</u>	<u>6,033,259</u>	<u>12,824,296</u>
Net assets, beginning of year	<u>10,942,755</u>	<u>91,930,727</u>	<u>102,873,482</u>	<u>14,645,795</u>	<u>87,512,430</u>	<u>205,031,707</u>	<u>192,207,411</u>
Net assets, end of year	<u>\$ 10,000,336</u>	<u>\$ 94,663,852</u>	<u>\$ 104,664,188</u>	<u>\$ 17,007,232</u>	<u>\$ 89,393,546</u>	<u>\$ 211,064,966</u>	<u>\$ 205,031,707</u>

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

AMERICAN FRIENDS OF THE ISRAEL MUSEUM
STATEMENT OF CASH FLOWS
YEAR ENDED DECEMBER 31, 2016
(WITH COMPARATIVE TOTALS FOR 2015)

	<u>2016</u>	<u>2015</u>
Cash flows from operating activities:		
Change in net assets	\$ 6,033,259	\$ 12,824,296
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	40,452	10,621
Unrealized appreciation on investments	(6,146,867)	4,258,927
Change in operating assets and liabilities:		
(Increase) decrease in accrued receivables	124,711	29,158
(Increase) decrease in prepaid expenses	18,294	(26,751)
(Increase) decrease in works of art	(2,733,125)	(14,601,770)
(Increase) decrease in pledge receivables - Art		750,000
(Increase) decrease in security deposit	2,541	
Increase (decrease) in accounts payable and accrued expenses	(22,854)	37,753
Increase (decrease) in loans payable	(13,500)	
Increase (decrease) in deferred compensation payable	107,740	(242,000)
Net cash provided (used) by operating activities	<u>(2,589,349)</u>	<u>3,040,234</u>
Cash flows from investing activities:		
Acquisition of investments	1,850,516	(2,494,603)
Capital expenditures	(155,039)	(8,290)
Net cash used in investing activities	<u>1,695,477</u>	<u>(2,502,893)</u>
Net increase (decrease) in cash and cash equivalents	(893,872)	537,341
Cash and cash equivalents-beginning of year	<u>9,651,362</u>	<u>9,114,021</u>
Cash and cash equivalents-end of year	<u>\$ 8,757,490</u>	<u>\$ 9,651,362</u>

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

**AMERICAN FRIENDS OF THE ISRAEL MUSEUM
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016**

1. Description of Operations:

American Friends of the Israel Museum (the “Organization”) is a not-for-profit organization whose purpose is to foster and encourage the development of liberal arts by obtaining works of art and archaeology for the Israel Museum and by obtaining grants, contributions and loans for, and by making grants, contributions and loans to the Israel Museum.

2. Significant Accounting Policies:

The following is a summary of significant accounting policies consistently followed by the Organization in the preparation of its financial statements:

a) Cash and Cash Equivalents:

For purposes of the statement of financial position and the statement of cash flows, the Organization considers all highly liquid investments purchased with a maturity of three months or less to be cash equivalents.

b) Investments:

The Organization records its investments at fair value as described in Note 3.

c) Works of Art:

The Organization capitalizes its works of art. If purchased, they are capitalized at cost, and if donated, they are capitalized at their fair market value on the date of contribution.

d) Contributions:

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support which increases those net asset classes.

e) Endowment Funds:

The Organization's permanently restricted net assets consist of numerous endowment funds established to help fund its projects and activities. As required by generally accepted accounting principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

The Board of Directors of the Organization has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA), enacted in New York State on September 17, 2010, as requiring the preservation of the fair market value of the original gift as of the gift date of the donor-restricted endowment funds received prior to September 17, 2010, absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditures by the Organization in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the Organization considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Organization, and (7) the Organization's investment policies.

Investment Return Objectives, Risk Parameters and Strategies. The Organization has adopted investment and spending policies, approved by the Board of Directors, for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment funds while also maintaining the value of those endowment assets over the long-term. Accordingly, the investment process seeks to achieve an after-cost total real rate of return, including investment income and capital appreciation, which exceeds the annual distribution with acceptable levels of risk over the long term.

Endowment assets are invested in a well diversified asset mix, which includes equity and debt securities, that is intended to result in an inflation-protected rate of return that has sufficient liquidity to make the annual distribution, while growing the funds if possible. Actual returns in any given year may vary from this amount. Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to not expose the fund to unacceptable levels of risk.

Spending Policy. The Organization has a policy of appropriating for distribution each year 5% of its endowment funds' average fair value of the prior 20 quarters through the calendar year-end preceding the fiscal year in which the distribution is planned. In establishing this policy, the Organization considered the long-term expected return on its investment assets, the nature of the individual endowment funds, and the possible effects of inflation. The Organization expects the current spending policy to allow its endowment

funds to grow at a rate in excess of annual distributions, which is consistent with the Organization's objective to maintain the value of the endowment assets as well as to provide additional real growth through investment return.

f) Estimates:

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that 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 reporting period. Actual results could differ from those estimates.

g) Income Taxes:

The Organization has been granted tax-exempt status under section 501(c)(3) of the Internal Revenue Code.

h) Depreciation:

Depreciation of fixed assets is provided on the straight-line method over the useful lives of the assets.

i) Transmissions:

Transmissions represent money sent to the Israel Museum several times a year.

j) Prior-Year Summarized Comparative Information:

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2015, from which the summarized information was derived.

3. Fair Value of Investments:

a) Hierarchy of fair value inputs

The Organization utilizes various methods to measure the fair value of its investments on a recurring basis. GAAP establishes a hierarchy that prioritizes inputs to valuation techniques used to measure fair value. The three levels of inputs are as follows:

- Level 1. Unadjusted quoted prices in active markets for identical securities that a company has the ability to access.
- Level 2. Observable inputs other than quoted prices included in Level 1 that are observable for securities either directly or indirectly. These inputs may include quoted prices for the identical instrument on an inactive market, prices for similar

instruments, interest rates, prepayments speeds, credit risk, yield curves, default rates, and similar data.

- **Level 3.** Unobservable inputs for securities to the extent that relevant observable inputs are not available, representing the company's own assumptions about the assumptions that a market participant would use in valuing a security, and that would be based on the best information available.

b) Fair Value Measurements

The Organization's equity and debt securities and mutual funds are actively traded on a national securities exchange and are valued based on their last reported sales price as of the last business day of the year without adjustments. Accordingly, they are categorized in Level 1 of the fair value hierarchy.

The Organization's alternative investments (hedge funds) are calculated based on net asset values or capital account balances, which is the best information available. Accordingly, they are categorized in Level 3 of the fair value hierarchy.

A. Investments consist of the following:

**Financial Instruments
December 31, 2016**

<i>Categories</i>	<u><i>Level 1</i></u>	<u><i>Level 2</i></u>	<u><i>Level 3</i></u>	<u><i>Fair Value</i></u>
Equity Securities	\$ 34,355,869			\$ 34,355,869
Debt Securities	17,771,660			17,771,660
Mutual Funds	17,429,943			17,429,943
Alternative Investments			\$ 38,092,294	38,092,294
Total	<u>\$ 69,557,472</u>		<u>\$ 38,092,294</u>	<u>\$ 107,649,766</u>

**Financial Instruments
December 31, 2015**

<i>Categories</i>	<u><i>Level 1</i></u>	<u><i>Level 2</i></u>	<u><i>Level 3</i></u>	<u><i>Fair Value</i></u>
Equity Securities	\$ 31,636,534			\$ 31,636,534
Debt Securities	18,090,436			18,090,436
Mutual Funds	15,920,647			15,920,647
Alternative Investments			\$ 37,705,798	37,705,798
Total	<u>\$ 65,647,617</u>		<u>\$ 37,705,798</u>	<u>\$ 103,353,415</u>

B. Financial instruments categorized as Level 3 had the following development:

Financial Instruments- Level 3

	<u>2016</u>	<u>2015</u>
Beginning balance	\$ 37,705,798	\$ 38,842,816
Change in unrealized appreciation(depreciation)	1,903,008	(1,661,362)
Net purchases		2,805,572
Net sales/distributions	<u>(1,516,512)</u>	<u>(2,281,228)</u>
Ending Balance	<u>\$ 38,092,294</u>	<u>\$ 37,705,798</u>

C. Investment income consists of the following:

	<u>2016</u>	<u>2015</u>
Interest and dividends	\$ 1,729,986	\$ 1,794,460
Realized losses	(315,901)	218,721
Investment expenses	<u>(447,158)</u>	<u>(498,355)</u>
Total	<u>\$ 966,927</u>	<u>\$ 1,514,826</u>

4. Pension and Deferred Compensation Plans:

A. Defined Contribution Plan

The Organization maintains a tax deferred annuity plan for its employees under Section 403(b) of the Internal Revenue Code. All employees of the Organization are eligible to participate and contribute a portion of their gross salaries up to the federal limit of 25% of an employee's compensation not to exceed \$18,000 (\$24,000 if an employee is age 50 or more). In addition, the Organization made discretionary contributions to the plan of 8% of employee eligible wages plus 5.7% of employee eligible wages in excess of the Social Security wage base.

The pension expense under this plan was \$81,375 for the year ended December 31, 2016 and \$104,228 for the year ended December 31, 2015.

B. Deferred Compensation Plan

The Organization has established a Deferred Compensation Plan under Section 457(f) of the Internal Revenue Code for its former Chief Financial Officer. As of December 31, 2016, benefits accrued under the plan totaled \$267,740, with a vesting date of January 31, 2018, payable 60 days thereafter. A Deferred Compensation Plan under Section 457(f) has also been established for a consultant to the Organization. There are no benefits accrued under the plan as of December 31, 2016.

5. Commitments:

A. The Organization is obligated under a lease agreement through February, 2026. Future minimum annual rental payments under the agreement is as follows:

<u>Year Ended December 31,</u>	<u>Amount</u>
2017	\$ 175,731
2018	179,445
2019	183,243
2020	187,126
2021	200,235
Thereafter	<u>844,566</u>
	<u>\$ 1,770,346</u>

In addition, the Organization is subject to real estate tax escalation clauses.

Rent expense, including escalations, amounted to \$134,236 and \$169,090 for the years ended December 31, 2016 and 2015, respectively.

B. The Organization retains a consultant to provide curatorial advisory services, assistance with fundraising efforts, educational services and other related services. The agreement obligates the Organization to pay, through December 31, 2016, approximately \$264,000 annually plus cost-of-living escalations, and annual reimbursement for housing costs and health insurance, unless terminated pursuant to its terms. Additional compensation may be paid as determined by the Organization. Beginning January 1, 2017, the agreement obligates the Organization to pay, through December 31, 2018, \$117,208 per month plus health insurance.

The Organization has retained its former Chief Financial Officer to provide consulting services through January 31, 2018 paying \$20,000 on a monthly basis plus health insurance.

7. Concentration of Credit Risk:

As of December 31, 2016, cash and cash equivalent balances and securities with financial institutions were in excess of FDIC and SIPC insured limits.

8. Contributions:

Substantially all of the contributions to the temporarily restricted and permanently restricted funds are from past and present members of the Board of Directors.

9. Restricted Assets:

Temporarily restricted net assets are available for various programs of the Organization.

Permanently restricted net assets are restricted to investments in perpetuity, the income from which is expendable for programs.

10. Subsequent Events:

Management has evaluated subsequent events through May 25, 2017, the date the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

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**INDEPENDENT AUDITOR'S REPORT
ON SUPPLEMENTARY INFORMATION**

American Friends of the Israel Museum

We have audited the financial statements of American Friends of the Israel Museum as of December 31, 2016 and for the year then ended, and have issued our report thereon dated May 25, 2017, which contained an unmodified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole.

The supplementary information in Exhibits IV-VII is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Information for the year ended December 31, 2015 is presented for comparative purposes only and was extracted from the financial statements presented for that year on which an unmodified opinion dated May 26, 2016 was expressed.

May 25, 2017

**AMERICAN FRIENDS OF THE ISRAEL MUSEUM
SCHEDULE OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2016
(WITH COMPARATIVE TOTALS FOR 2015)**

Exhibit IV

	Year Ended December 31, 2016			Year Ended December 31, 2015	
	Program Services Support and Expenses - Israel Museum	Supporting Services		Total	Total
		Administration and General	Fundraising		
Transmissions to the Israel Museum	\$ 12,785,176			\$ 12,785,176	\$ 15,478,731
Salaries		\$ 224,297	672,891	897,188	1,174,237
Payroll taxes and employee benefits		43,239	154,545	197,784	210,649
Payroll service fees		323	970	1,293	1,488
Consultant expenses			2,212,773	2,212,773	1,447,524
Telephone and faxes		2,108	8,327	10,435	11,496
Office supplies		1,691	5,073	6,764	3,885
Computer expenses		9,033	27,099	36,132	33,312
Rent		33,559	100,677	134,236	169,091
Audit and other professional fees		6,234	40,065	46,299	33,316
Travel and entertainment		1,189	94,263	95,452	121,738
Insurance		3,611	10,984	14,595	14,140
Subscriptions		647	1,942	2,589	3,273
Printing and stationery		2,021	6,065	8,086	4,196
Postage		2,692	8,547	11,239	7,774
Repairs and maintenance		2,148	6,446	8,594	2,977
Credit card fees and bank charges		10,839	32,517	43,356	77,374
Depreciation		10,113	30,339	40,452	10,621
Pension contribution		20,344	61,031	81,375	104,228
Deferred compensation		26,935	80,805	107,740	60,000
California office expenses		14,439	43,318	57,757	55,455
Miscellaneous		4,187	13,706	17,893	4,480
Total expenses and transmissions	\$ 12,785,176	\$ 419,649	3,612,383	\$ 16,817,208	\$ 19,029,985

AMERICAN FRIENDS OF THE ISRAEL MUSEUM
SCHEDULE OF CHANGES IN PERMANENTLY RESTRICTED FUNDS
YEAR ENDED DECEMBER 31, 2016

Exhibit V

	Balance January 1, 2016	Contributions	Internal Transfers	Balance December 31, 2016
General Fund	\$ 56,198,673	\$ 781,116		\$ 56,979,789
Kolliner Prize Fund	50,000			50,000
Jesselson Judaica Fund	60,000			60,000
Bergman Visiting Artists Fund	210,000			210,000
Kaplan Book Purchase Fund	20,000			20,000
Schimmel Prize Fund	95,000			95,000
Berg Curator Fund	350,000			350,000
Rodman Youth Wing Fund	450,000			450,000
Haas Gardens Fund	375,000			375,000
Willner Endowment Fund	150,000			150,000
Warschaw Archaeology Fund	250,000			250,000
Shapiro Exhibit Fund	130,000			130,000
Fischbach Scholarship Fund	127,125			127,125
Montgomery Archaeology Fund & Genesis	139,500			139,500
Pattiz Israeli Art Fund	25,000			25,000
Harwood Flower Fund	50,471			50,471
Myden Youth Wing Fund	254,712			254,712
Skirball Judaica Fund	4,802,920			4,802,920
Weisbord Pavilion Fund	8,389,123			8,389,123
Adam Kimmel Bar Mitzvah Fund	200,000			200,000
Cummings and Kravis Building Fund	200,000			200,000
Forchheimer Ethnography Fund	1,200,000			1,200,000
Asian Art Fund	235,000			235,000
Jesselson, Littauer, Chernys Library Fund	115,775			115,775
Weiss et al. A.O.A.	1,672,543			1,672,543
Berg U.S.A. Fund	1,450,000			1,450,000
Rosen Egyptian Art Curator Fund	1,187,500			1,187,500
Krupp Shrine of the Book Fund	800,000	100,000		900,000
Madeleine Lejwa Fund	1,664,088			1,664,088
Stella Fischbach Modern Art	200,000			200,000
Abrams Library Fund	360,000			360,000
Bernard & Ella Snyder Lecture Fund	100,000			100,000
Mandel JAL Wing Fund	3,000,000	1,000,000		4,000,000
Ayala Zacks Abramov Fund	3,000,000			3,000,000
	\$ 87,512,430	\$ 1,881,116		\$ 89,393,546

AMERICAN FRIENDS OF THE ISRAEL MUSEUM
SCHEDULE OF TRANSMISSIONS AND RELATED EXPENSES
YEAR ENDED DECEMBER 31, 2016

Exhibit VI

	Net Assets Released from Restrictions	Other Operating Transmissions	Total
Contemporary Art Acquisition Fund	\$ 303,972		\$ 303,972
BEC Circle			
Bronfman Biblical & Archaeological Museum		\$ 747,910	747,910
Bezalel Art Museum Fund	234,433	6,519,335	6,753,768
Youth Wing		632,022	632,022
General Fund	2,645,350		2,645,350
Kolliner Prize Fund	2,500		2,500
Jesselson Judaica Fund	3,000		3,000
Kaplan Book Purchase Fund	3,354		3,354
Schimmel Prize Fund	4,750		4,750
Berg Curator Fund			
Willner Fund	8,500		8,500
Rodman Youth Wing Fund	32,500		32,500
Haas Gardens Funds	23,000		23,000
Fischbach Scholarship Fund	8,000		8,000
Shapiro, Montgomery and Genesis Archaeology Fund	18,000		18,000
Pattiz Israeli Art Fund	1,700		1,700
Harwood Flower Fund	3,150		3,150
Myden Youth Wing Fund	16,000		16,000
Skirball Judaica Fund	262,500		262,500
Weisbord Pavilion Fund	470,000		470,000
Adam Kimmel Bar Mitzvah Fund	12,000		12,000
Cummings and Kravis Building Fund	14,500		14,500
Forchheimer Ethnography Fund	80,000		80,000
Asian Art Fund	15,000		15,000
Jesselson, Littauer, Chernys Library Fund	6,950		6,950
Weiss et al. A.O.A.	111,500		111,500
Berg U.S.A. Fund	105,000		105,000
Rosen Egyptian Art Curator Fund	66,000		66,000
Krupp Shrine of the Book Fund	45,000		45,000
Madeleine Lejwa Fund	97,500		97,500
Stella Fischbach Modern Art	12,000		12,000
Abrams Library Fund	22,250		22,250
Bernard & Ella Snyder Lecture Fund	6,000		6,000
Mandel JAL Wing Fund	161,500		161,500
Ayala Zachs Abramov Fund	90,000		90,000
	\$ 4,885,909	\$ 7,899,267	\$ 12,785,176

AMERICAN FRIENDS OF THE ISRAEL MUSEUM
SCHEDULE OF CHANGES IN TEMPORARILY RESTRICTED FUNDS
YEAR ENDED DECEMBER 31, 2016

Exhibit VII

	Balance January 1, 2016	Contributions	Net Investment Income	Unrealized Appreciation On Investments	Net Assets Released From Restrictions Operating	Balance December 31, 2016
Contemporary Art Acquisition Fund	\$ 203,117	\$ 338,587			\$ 303,972	\$ 237,732
BCE Circle	13,139	77,500				90,639
AFIM Art Acquisition Library	561,859		\$28,093			589,952
Bezalel Art Museum Fund		29,200				29,200
General Fund		234,433			234,433	
Kolliner Prize Fund	9,485,778		563,820	\$ 3,604,505	2,645,350	11,008,753
Jesselson Judaica Fund	8,395		495	3,163	2,500	9,553
Bergman Visiting Artists Fund	10,484		594	3,796	3,000	11,874
Kaplan Book Purchase Fund	136,224		2,078	13,284		151,586
Schimmel Prize Fund	13,250		198	1,265	3,354	11,359
Berg Curator Fund	16,744		940	6,010	4,750	18,944
Willner Fund	154,951		3,463	22,141		180,555
Rodman Youth Wing Fund	24,531		1,484	9,489	8,500	27,004
Haas Gardens Funds	53,495		4,453	28,467	32,500	53,915
Warschaw Archaeology Fund	56,578		3,711	23,722	23,000	61,011
Fischbach Scholarship Fund	257,827		2,474	15,815		276,116
Shapiro, Montgomery and Genesis Archaeology Fund	19,521		1,258	8,042	8,000	20,821
Pattiz Israeli Art Fund	37,932		2,667	17,048	18,000	39,647
Harwood Flower Fund	3,123		247	1,581	1,700	3,251
Myden Youth Wing Fund	7,846		499	3,193	3,150	8,388
Skirball Judaica Fund	39,491		2,520	16,113	16,000	42,124
Weisbord Pavilion Fund	877,165		47,525	303,830	262,500	966,020
Adam Kimmel Bar Mitzvah Fund	1,392,914		83,011	530,690	470,000	1,536,615
Cummings and Kravis Building Fund	33,775		1,979	12,652	12,000	36,406
Forchheimer Ethnography Fund	24,125		1,979	12,652	14,500	24,256
Asian Art Fund	174,654		11,874	75,911	80,000	182,439
Jesselson, Littauer, Chernys Library Fund	36,036		2,325	14,866	15,000	38,227
Weiss et al. A.O.A.	16,708		1,146	7,324	6,950	18,228
Berg U.S.A. Fund	268,810		16,550	105,804	111,500	279,664
Rosen Egyptian Art Curator Fund	129,127		14,348	91,726	105,000	130,201
Krupp Shrine of the Book Fund	239,943		11,750	75,120	66,000	260,813
Madeleine Lejwa Fund	67,780		8,906	56,933	45,000	88,619
Stella Fischbach Modern Art	251,516		16,466	105,269	97,500	275,751
Abrams Library Fund	29,347		1,979	12,652	12,000	31,978
Bernard & Ella Snyder Lecture Fund	33,578		3,562	22,773	22,250	37,663
Mandel JAL Wing Fund	9,437		990	6,326	6,000	10,753
Ayla Zachs Abramov Fund	42,718		39,580	253,037	161,500	173,835
	(86,123)		29,685	189,778	90,000	43,340
	<u>\$ 14,645,795</u>	<u>\$ 679,720</u>	<u>\$ 912,649</u>	<u>\$ 5,654,977</u>	<u>\$ 4,885,909</u>	<u>\$ 17,007,232</u>