

# WALTER AND ELISE HAAS FUND

DECEMBER 31, 2020 AND 2019



INDEPENDENT AUDITORS' REPORT,

FINANCIAL STATEMENTS

AND

SUPPLEMENTAL INFORMATION

# Walter and Elise Haas Fund

## Independent Auditors' Report, Financial Statements and Supplemental Information

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## **Independent Auditors' Report**

THE BOARD OF TRUSTEES  
WALTER AND ELISE HAAS FUND  
San Francisco, California

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the **WALTER AND ELISE HAAS FUND (the Fund)**, which comprise the statements of financial position as of December 31, 2020 and 2019, the related statements of changes in net assets, 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.

### **Auditors' 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 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 the Walter and Elise Haas Fund as of December 31, 2020 and 2019, and the changes in net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

### **Other Matters - Supplemental Information**

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary information 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 audits 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.

*Hood & Strong LLP*

San Francisco, California  
September 20, 2021

# Walter and Elise Haas Fund

## Statements of Financial Position

<i>December 31,</i>	2020	2019
<b>Assets</b>		
Cash	\$ 1,621,500	\$ 1,069,432
Receivables:		
Investments in transit	3,483,013	2,594,118
Investments, at fair value	257,633,178	233,571,835
Property and equipment, net	462,304	538,097
Other assets	101,621	210,848
Total assets	\$ 263,301,616	\$ 237,984,330
<b>Liabilities and Net Assets</b>		
<b>Liabilities:</b>		
Accounts payable and accrued expenses	\$ 617,385	\$ 519,192
Deferred taxes	1,104,523	1,103,830
Total liabilities	1,721,908	1,623,022
<b>Net Assets Without Donor Restriction</b>	261,579,708	236,361,308
Total liabilities and net assets	\$ 263,301,616	\$ 237,984,330

The accompanying notes are an integral part of this statement.

# Walter and Elise Haas Fund

## Statements of Changes in Net Assets

<i>December 31,</i>	2020	2019
<b>Net Investment Income:</b>		
Dividends, interest and partnership income	\$ 960,106	\$ 2,268,968
Net gain on investments:		
Realized	17,072,281	5,302,284
Unrealized	24,270,579	32,586,831
Other income	2,868	76,345
Investment management and related fees	(681,215)	(772,590)
	41,624,619	39,461,838
Net investment income before excise and income tax expenses	41,624,619	39,461,838
Federal excise and income tax expense	(247,874)	(1,007,004)
	41,376,745	38,454,834
Net investment income	41,376,745	38,454,834
<b>Expenses:</b>		
Grant activities:		
Grants	13,088,245	10,682,973
Salaries, benefits and taxes	1,523,789	1,381,000
Occupancy costs	324,373	390,450
Professional services	149,090	125,708
Depreciation	58,683	58,700
Direct charitable expense	28,904	16,148
	15,173,084	12,654,979
Management and general:		
Salaries, benefits and taxes	481,197	436,105
Occupancy costs	114,068	103,582
Professional services	372,886	314,154
Depreciation	17,110	17,115
	985,261	870,956
Total expenses	16,158,345	13,525,935
<b>Change in Net Assets</b>	25,218,400	24,928,899
<b>Net Assets Without Donor Restriction, beginning of year</b>	236,361,308	211,432,409
<b>Net Assets Without Donor Restriction, end of year</b>	\$ 261,579,708	\$ 236,361,308

The accompanying notes are an integral part of this statement.

# Walter and Elise Haas Fund

## Statements of Cash Flows

<i>December 31,</i>	2020	2019
<b>Cash Flows from Operating Activities:</b>		
Change in net assets	\$ 25,218,400	\$ 24,928,899
Adjustment to reconcile change in net assets to net cash used by operating activities:		
Depreciation and amortization	75,793	75,815
Realized gain on investments	(17,072,281)	(5,302,284)
Unrealized gain on investments	(24,270,579)	(32,586,831)
Deferred taxes	693	877,783
Changes in operating assets and liabilities:		
Other assets	109,227	(237,898)
Accounts payable and accrued expenses	98,193	39,310
Net cash used by operating activities	(15,840,554)	(12,205,206)
<b>Cash Flows from Investing Activities:</b>		
Sales of investments	27,376,123	21,962,061
Purchases of investments	(10,094,606)	(10,334,468)
Investments in transit	(888,895)	7,897
Purchases of property and equipment	-	(8,871)
Net cash provided by investing activities	16,392,622	11,626,619
<b>Net Increase (Decrease) in Cash</b>	552,068	(578,587)
<b>Cash - Beginning of Year</b>	1,069,432	1,648,019
<b>Cash - End of Year</b>	\$ 1,621,500	\$ 1,069,432
<b>Supplemental Disclosures:</b>		
Cash paid for federal excise taxes	\$ 84,000	\$ 100,000

The accompanying notes are an integral part of this statement.

# Walter and Elise Haas Fund

## Notes to Financial Statements

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### Note 1 - Organization:

The Walter and Elise Haas Fund (the Fund) is a private foundation established in 1952. The Fund makes contributions to organizations involved in the arts, economic security, Jewish life, public education and other grantmaking interests. Only organizations that are exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code or certain governmental agencies are considered for support.

#### *Grantmaking Areas:*

##### Arts

The Fund's arts grantmaking helps Bay Area residents to appreciate and benefit from art's full potential to build cross-cultural understanding, explore ideas, and enrich their lives. Grantmaking reflects the Fund's beliefs that arts education is essential, that the arts build resilient communities, and that artists engage us through collaboration.

##### Economic Security

The purpose of the Fund's grantmaking in economic security is to help low-income adults and families achieve economic security and upward mobility. Grantmaking reflects the Fund's beliefs that quality employment is essential, that assets fuel mobility, and that policy must expand opportunity.

##### Jewish Life

The purpose of the Fund's grantmaking in Jewish life is to support a vibrant, inclusive Jewish community that is meaningful, compelling, and responsive to contemporary concerns. Grantmaking reflects the Fund's beliefs that diversity is a strength, social justice is a mandate, and innovation is imperative.

##### Education

The purpose of the Fund's grantmaking in education is to support the preparation of all Oakland and San Francisco public school students - especially those furthest from opportunity - for college, career, and civic life.

##### Other Grantmaking Interests

The Fund is also engaged in capital, safety net and disaster preparedness grants, as well as certain legacy and mission-related special grantmaking. Legacy grantmaking encompasses several programs, each of which has a direct relationship to the Fund's founders, Walter and Elise Haas. Mission-related special grantmaking provides the Fund flexibility to respond to emerging and changing community needs, and to address key areas of interest that cut across or otherwise support the Fund's overall mission and categorical programs.



# Walter and Elise Haas Fund

## Notes to Financial Statements

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### Note 2 - Summary of Significant Accounting Policies:

#### a. Basis of Accounting and Presentation

The financial statements of the Fund have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP) applicable to not-for-profit organizations.

Net assets, revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Net assets without donor restrictions are those that are not restricted by donor-imposed stipulations. There are no net assets with donor restrictions as of December 31, 2020 and 2019.

#### b. Cash

For purposes of reporting cash flows, cash includes the Fund's operating checking account.

#### c. Investments

Investments are reported at fair value. Changes in fair values as well as realized gains and losses are reflected in the statements of changes in net assets. Dividend and interest income are accrued when earned. The fair value of equity and fixed income funds are based on their quoted prices. The fair value of alternative investments is determined using the Net Asset Value (NAV) per share as determined by investment managers under the so-called "practical expedient." The practical expedient allows NAV per share to represent fair value for reporting purposes when the criteria for using this method are met.

#### d. Fair Value Measurements

The Fund carries certain assets and liabilities at fair value. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Fair value measurement standards also require the Fund to classify these financial instruments into a three-level hierarchy. The Fund classifies its financial assets and liabilities according to three levels and maximizes the use of observable inputs and minimizes the use of unobservable inputs when measuring fair value.

Level 1 - Quoted market prices (unadjusted) in active markets for identical assets or liabilities that the entity has the ability to access at the measurement date.

Level 2 - Observable inputs other than quoted prices included within Level 1 for the asset or liability, either directly or indirectly.

Level 3 - Unobservable inputs for the asset or liability that are not corroborated by market data.

# Walter and Elise Haas Fund

## Notes to Financial Statements

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e. Property and Equipment

Equipment and furnishings are stated at cost and depreciated over five to seven years using the straight-line method. Leasehold improvements are stated at cost and are amortized using the straight-line method over the remaining life of the lease.

f. Grants

Grants awarded with an unconditional promise to give are accrued as a liability and expensed when approved. Grant cancellations or unspent funds are recorded in the year cancelled or when the funds are returned.

g. Creative Work Fund

The Fund is participating in and administering the Creative Work Fund, a collaborative funding initiative with other organizations that supports the creation of new work in the Bay Area by artists and exempt organizations. Only 501(c)(3) organizations are eligible for grants. The Fund records amounts received and paid on behalf of the other participating foundations as agency transactions. Therefore, no revenue or expense is recorded for the amounts received from the other participating foundations or for their share of the grants.

Administrative expenses are shared by participating foundations, based on each foundation's proportionate rate of contributions.

h. Federal Excise Taxes

The Fund is a private foundation and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and from California franchise and/or income taxes under Section 23701(d) of the California Revenue and Taxation Code.

The Fund is subject to federal excise tax on its investment income. A provision for federal excise tax is accrued. Deferred excise taxes arise primarily from unrealized tax basis gains on investments and are calculated at the effective rate expected to be paid by the Fund. In addition, the Fund may be subject to tax on unrelated business income, if any, generated by its investments.

The Fund follows the guidance of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 740 for accounting for uncertainty in income taxes. As of December 31, 2020, and 2019, management evaluated the Fund's tax positions and concluded that the Fund had maintained its tax-exempt status and had taken no uncertain tax positions that require adjustment to the financial statements.

# Walter and Elise Haas Fund

## Notes to Financial Statements

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i. Use of Estimates

The preparation of financial statements in accordance with U.S. GAAP requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of 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.

j. Functional Expenses

The financial statements report certain categories of expenses that are attributable to one or more program or management services of the Fund. Those expenses include salaries, benefits and taxes, occupancy costs, professional services, depreciation and direct charitable expense. Salaries, benefits and taxes are allocated based on amount of time spent per the job descriptions detailing where efforts are made. Occupancy costs and depreciation are allocated based on a square footage basis. Professional service expenses and direct charitable expense are allocated based on a cost study of specific services used.

k. Reclassifications

Certain activities in the 2019 financial statements have been reclassified for comparative purposes to conform with the presentation in the 2020 financial statements. These reclassifications had no impact on the financial position or changes in net assets of the Fund.

l. Subsequent Events

The management of the Fund has reviewed the changes in its net assets for the period from December 31, 2020 through September 20, 2021, the date the financial statements were available to be issued and has determined that no adjustments are necessary to the amounts reported in the accompanying financial statements and no subsequent events have occurred which would require disclosure, except as discussed in Note 12.

# Walter and Elise Haas Fund

## Notes to Financial Statements

### Note 3 - Liquidity and Availability:

Financial assets are considered unavailable when illiquid or not convertible to cash within one year. The Fund's goal is to maintain financial assets to meet all grant and operating needs. As financial obligations become due, investments are liquidated. None of the Fund's financial assets are subject to donor restrictions that make them unavailable for general expenditure within one year of the date of financial statements.

Financial Assets as of December 31	2020	2019
Cash	\$ 1,621,500	\$ 1,069,432
Investment in transit	3,483,013	2,594,118
Investments, at fair value	257,633,178	233,571,835
Total financial assets	262,737,691	237,235,385
Amount not available to be used within one year:		
Investments with liquidity restrictions	(113,157,625)	(104,050,296)
Financial assets available to meet general expenditures over the next twelve months	\$ 149,580,066	\$ 133,185,089

Investments with liquidity restrictions include a portion of the pooled fund investments. See Note 5(e) for details and multi-strategy, equity/debt securities, real assets, and private equity investments.

# Walter and Elise Haas Fund

## Notes to Financial Statements

### Note 4 - Investments and Fair Value Measurements:

#### *Investments:*

At December 31, 2020 and 2019 investments consists of the following:

	2020	2019
Investments measured at fair value:		
Money market accounts	\$ 120,073	\$ 139,935
Global equity fund	12,931,482	11,482,681
Intermediate-term bond fund	6,633,299	5,984,501
Subtotal investments measured at fair value	19,684,854	17,607,117
Alternative investments measured at net asset value:		
Absolute return/market neutral:		
Multi-strategy	1,017,873	1,663,219
Equity/debt securities		2,438
Real assets	2,536,790	3,046,600
Private equity	20,520,060	19,086,456
Pooled funds	213,873,601	192,166,005
Subtotal alternative investments measured at net asset value	237,948,324	215,964,718
Total	\$ 257,633,178	\$ 233,571,835

#### *Fair Value Measurements:*

Investments that were valued using level 1 measurement include money market funds, a global equity fund and an intermediate-term bond fund with a total fair value of \$19,684,854 and \$17,607,117 at December 31, 2020 and 2019, respectively. There are no investments classified using level 2 or 3 measurements. In accordance with Subtopic 820-10, the alternative investments held by the Fund are valued using the Net Asset Value (NAV) per share (or its equivalent) practical expedient.

# Walter and Elise Haas Fund

## Notes to Financial Statements

### Note 5 - Net Asset Value Disclosure:

The following table lists those investments by major category which are reported at NAV as of December 31:

Strategies	2020		2019		Redemption Frequency	Notice Period
	# of Funds	Valuation	# of Funds	Valuation		
<b>Absolute return/ market neutral (a):</b>						
Multi-strategy: Redeemable	1	\$ 1,017,873	3	\$ 1,663,219	Bi-annually - Annually	45 – 60 days
Equity/debt securities: Non-redeemable			1	2,438		
<b>Real assets (b):</b>						
Natural resources: Non-redeemable	6	2,289,029	6	2,787,405		
Real Estate	3	247,761	3	259,195		
<b>Private equity (c):</b>						
Venture capital funds	9	19,348,225	11	17,756,424		
Closed-end	6	1,171,835	6	1,330,032		
<b>Pooled funds:</b>						
Multi-hedge fund (d)	1	35,707,798	1	31,666,444	Quarterly	75 days
Multi-hedge fund (e)	1	178,165,803	1	160,499,561	Quarterly	75 days
Total	27	\$ 237,948,324	32	\$ 215,964,718		

- a) The strategy of the Absolute Return and Market Neutral portfolio is to provide diversification benefits to the overall portfolio through lower correlation to other traditional asset classes (e.g. Equity and Fixed Income) and to provide a buffer during equity market declines. The Absolute Return/Market Neutral investment includes several funds with varying strategies, including Multi-strategy and Equity/Debt funds.

Multi-strategy managers invest in a wide variety of securities, typically rotating between equity, bank debt, convertible bonds, and other fixed income securities depending on the manager's view on relative attractiveness, with the objective of exploiting arbitrage opportunities or identifying undervalued assets without incurring systemic market risk.

# Walter and Elise Haas Fund

## Notes to Financial Statements

The Equity and Debt strategy takes positions in securities the manager finds attractive and anticipates will appreciate in value and short portions in securities the manager believes will underperform. The fund is not redeemable during the lock-up period. Additionally, the fund does not hold non-redeemable securities nor does the fund invest in side pockets.

- b) This strategy invests in real estate and natural resources, both domestic and international. Natural resource funds invest primarily in crude oil, natural gas production and timberland. These funds generally cannot be redeemed, and liquidity is expected in the form of distributions from the funds when the underlying assets are sold over the life of the partnerships, which is estimated to be over two to 17 years. Unfunded commitments were \$533,670 and \$563,670 at December 31, 2020 and 2019, respectively.
- c) Private equity funds are comprised of domestic and international venture capital investments with the objective of long-term growth of capital. The partnerships typically have a remaining legal life span of one to 13 years with no redemption rights for the limited partners. The funds also include non-redeemable closed-end opportunistic funds invested over a projected two-year to five-year holding period for real estate related and other debt and equity securities. Unfunded commitments were \$760,033 and \$1,103,533 at December 31, 2020 and 2019, respectively.
- d) The multi-hedge fund (Centerstone Fund) employs strategies including unrestricted access to hedge funds and less-liquid marketable equity managers, but no private investments. The Centerstone Fund is subject to quarterly liquidity with 75 days' notice with no side pockets.
- e) The multi-hedge fund (Keystone Fund) employs strategies including hedge fund strategies, private equity strategies, private real estate strategies and other resource strategies. The Keystone Fund is subject to quarterly redemption with a 75-day redemption notice period. Purchases are subject to a one year lock up period. At least 50% (and up to 100%) of any amount withdrawn will be paid within 30 days. The remaining amount will be paid as soon as possible, but no later than three years from the redemption date.

### Note 6 - Summary of Fund Operations:

A summary of the Fund's operations since inception, April 27, 1952, is as follows:

Contributions to the Fund	\$ 126,620,588
Increase in net assets, excluding grants	499,641,078
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Less: Grants	(364,681,958)
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Net assets, December 31, 2020	\$ 261,579,708

# Walter and Elise Haas Fund

## Notes to Financial Statements

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### Note 7 - Commitments:

#### c. Grants

Multi-year grants are made on a conditional basis and are not recorded until the condition has been met. The conditional grants are subject to review and approval of program and financial reports and a work plan and budget for the ensuing year(s) of the grant.

Conditional grant commitments outstanding were \$1,212,000 and \$1,550,000 as of December 31, 2020 and 2019, respectively.

#### b. Operating Lease

The Fund leases its office space through November 2026. Under the lease, the Fund shares office space with another entity, with the Fund utilizing approximately 50% of the space. Additionally, the Fund has equipment leases through July 2023. The future minimum lease payments under the above leases (at the Fund's estimated share) are approximately as follows:

Year Ended December 31,	
2021	\$ 210,500
2022	212,200
2023	217,100
2024	223,100
2025	229,700
Thereafter	196,500
	<hr/>
	\$ 1,289,100

Rent expense totaled \$210,615 and \$228,223 for the years ended December 31, 2020 and 2019, respectively.

#### c. Investments

The Fund has capital commitments totaling \$1,293,703 and \$1,667,203 as of December 31, 2020 and 2019, respectively.



# Walter and Elise Haas Fund

## Notes to Financial Statements

### Note 8 - Excise Taxes:

In accordance with applicable Treasury regulations, the Fund is classified as a private foundation and is subject to an excise tax on net investment income, including realized gains. The tax rate for the current excise tax provision is 1.39 percent for 2020 and 2.00 percent for 2019. In December 2019, tax legislation was amended which changed the tax rate for private foundations to a flat rate of 1.39 percent. The Fund used the previous rate of 2.00 percent on its unrealized appreciation on investments to calculate deferred excise tax at December 31, 2019.

The provisions for current and deferred excise taxes were as follows for the years ended December 31,

	2020	2019
Current excise tax	\$ 247,181	\$ 129,221
Deferred excise tax	693	877,783
Total	\$ 247,874	\$ 1,007,004

The Fund is required by the Internal Revenue Code to make a minimum distribution of its net assets for charitable purposes. The Fund has complied with these distribution requirements through December 31, 2020.

### Note 9 - Retirement Plan:

The Fund has a 403(b) retirement plan covering all eligible employees whereby the Fund contributes 15 percent of compensation for all eligible employees. Fund contributions to the plan amounted to \$200,690 and \$195,347 for the years ended December 31, 2020 and 2019, respectively.

### Note 10 - Concentrations of Risk:

Investments in general are exposed to various risks, such as interest rate, credit and overall market volatility. The alternative investments include additional risks such as limited liquidity, absence of oversight, non-marketable investments and dependence on key individuals. To address the risk of investments, the Fund maintains a formal investment policy that sets out performance criteria, investment guidelines, asset allocation guidelines and requires regular review of the investment performance.

# Walter and Elise Haas Fund

## Notes to Financial Statements

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As of December 31, 2020 and 2019, two investments in the Pooled Funds Strategy represented 83% and 82%, respectively, of total investments. However, these investments are diversified.

In addition to investments, concentrations of market and credit risk exist for cash.

### **Note 11 - Related Party Transaction:**

The Fund contracts with Argonaut Securities Company (Argonaut) for accounting and tax services. One member of the Fund's Board owns a portion of the stock of Argonaut and two other shareholders are family members to the one Board member. The remainder of the stock is owned by individuals unrelated to the Fund. The fees for accounting services performed by Argonaut were approximately \$255,000 and \$252,000 for the years ended December 31, 2020 and 2019, respectively.

### **Note 12 - Impact of the Pandemic:**

In December 2019, a novel strain of coronavirus (COVID-19) was identified, and subsequent to yearend, the World Health Organization declared the outbreak to constitute a "Public Health Emergency of International Concern." The COVID-19 pandemic caused business disruption through mandated and voluntary closings of multiple businesses and organizations, although partial re-openings have since occurred.

The domestic and global investment markets initially experienced significant declines in value subsequent to December 31, 2019, resulting from uncertainty caused by the COVID-19 pandemic. The Fund continues to monitor market events and conditions as they unfold and has established strategies to respond accordingly to increased market volatility.

In response to COVID-19, the Fund made grants in 2020 to support basic needs, workers, small businesses, artists and arts nonprofits, and continuity of learning and care for Bay Area youth. Per existing policy, grantmaking included supplemental rapid response grants to provide direct benefit to local communities within six months of the award. With policy approval by trustees, the Fund was authorized to take additional measures: conversion of current project support grants to general operating support, accelerated payments of current multi-year grants, and early renewal of current grants slated for expiration in the latter part of 2020.

# **Walter and Elise Haas Fund**

## **Notes to Financial Statements**

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In 2020 trustees adopted a 2021 budget that authorized continued pandemic response funding from the corpus in the amount of \$3M to address the immediate needs of Bay Area families and communities hardest hit by the pandemic, while building the voices and movements that can guide us toward a stronger, more inclusive society going forward. Building on the Fund's 2020 response, the 2021 COVID-19 focus areas support continued relief as well as rebuilding efforts as follows:

- Human needs: ensuring families and individuals severely impacted by the pandemic have access to food, income and housing support, and other resources to keep them stable and healthy.
- Policy and systems improvements that strengthen the safety net and worker protections.
- Adaptation grants that support grantees in adjusting programs for pandemic and post-pandemic success.
- Racial and gender justice

# Walter and Elise Haas Fund

## Schedule 1 Investments (See Independent Auditors' Report)

Year Ended December 31, 2020										Schedule 1
Investment Manager	Cost	Fair Value	Cumulative Unrealized Gain (Loss)	Change in Unrealized Gain (Loss)	Investment Management and Related Fees	Investment Income			Total	
						Dividends, Interest and Partnership Income (Loss)	Realized Gain (Loss)			
<b><u>Equities, Bonds and General</u></b>										
Mutual Funds - equities, bonds (excluding Perry Partner Int'l Fund)	\$ 17,113,280	\$ 19,684,854	\$ 2,571,574	\$ 1,187,678	\$ 9,573	\$ 373,849	\$ 986,067	\$ 1,359,916		
First Republic Bank						2,101		2,101		
<b><u>Pooled Funds</u></b>										
TIFF KeyStone Fund	117,985,334	178,165,803	60,180,469	15,275,649	502,152	(438,560)	12,410,349	11,971,789		
TIFF CenterStone Fund	27,893,799	35,707,798	7,813,999	4,726,142	96,962	599,483	617,865	1,217,348		
<b><u>Absolute Return/Market Neutral</u></b>										
Farallon Capital Institutional Partners	2,117,435	1,017,873	(1,099,562)	(50,620)		21,259	(238,074)	(216,815)		
Highfields Capital IV				366,777		(552)	(366,267)	(366,819)		
OZ Overseas Fund				14,589		2,768	(16,318)	(13,550)		
Perry Partners International Fund				(7,714)			5,084	5,084		
<b><u>Real Assets</u></b>										
Lonestar Real Estate	184,698	114,348	(70,350)	(2,123)	47	(168)	(472)	(640)		
Lonestar Real Estate II	41,881	40,530	(1,351)	(25,640)		130,988	(109,040)	21,948		
Metropolitan Real Estate Partners Global II	128,050	92,883	(35,167)	26,859		(4,116)	(25,980)	(30,096)		
Park Street Capital Natural Resource Fund II	572,965	152,325	(420,640)	2,760	1,313	71,537	(105,510)	(33,973)		
Park Street Capital Natural Resource Fund II AIV	214,611	44,080	(170,531)	2,529	180	1,815	(304)	1,511		
Park Street Capital Natural Resource Fund II AIV II	107,713	10,985	(96,728)	(4,726)	85	(1,260)		(1,260)		
Park Street Capital Natural Resource Fund III	751,279	561,342	(189,937)	(33,593)	1,062	58,984	(103,402)	(44,418)		
Park Street Capital Natural Resource Fund III Investment Corp	8,520	8,518	(2)	1,216	70	(741)	(3,989)	(4,730)		
Park Street Capital Natural Resource Fund V	1,881,080	1,511,779	(369,301)	(277,375)	15,000	(22,515)	8,908	(13,607)		
<b><u>Private Equity</u></b>										
Commonfund Capital International Partners V	179,525	165,653	(13,872)	28,411	496	(324)	1,295	971		
Commonfund Capital International Partners VI	767,824	580,540	(187,284)	(36,742)	2,020	(7,052)	101,007	93,955		
Commonfund Capital Private Equity Partners VI	243,181	304,932	61,751	56,577	896	323	(4,500)	(4,177)		
Commonfund Capital Private Equity Partners VII	752,913	1,574,114	821,201	168,421	4,725	(9,167)	138,822	129,655		
Commonfund Capital Venture Partners VIII	769,835	2,103,217	1,333,382	207,943	6,090	(5,790)	600,794	595,004		
Endowment Private Equity Partners IV				(12,701)	5	(555)	11,845	11,290		
Endowment Venture Partners V	57,242	48,154	(9,088)	12,114		(251)	(4,943)	(5,194)		
Legacy Venture III				(408,810)		(15,295)	242,460	227,165		
Legacy Venture IV	955,456	2,098,105	1,142,649	(308,711)	3,000	14,526	826,673	841,199		
Legacy Venture V (QP)	1,545,129	4,442,419	2,897,290	870,550	15,000	(27,725)	727,770	700,045		
Legacy Venture VI (QP)	1,836,658	8,031,091	6,194,433	2,562,571	22,500	(33,291)	1,368,781	1,335,490		
Lonestar Fund IV	653,737	13,165	(640,572)	897		(372)	24	(348)		
Lonestar Fund V	396,004	441,624	45,620	14,101		51,182	(5,343)	45,839		
Lonestar Fund VI	509,204	389,008	(120,196)	(20,094)		123,978	5,042	129,020		
Lonestar Europe Holding (US)	208,930	116,009	(92,921)	(27,171)	39	(393)	(282)	(675)		
Lonestar Fund VII	16,159	6,733	(9,426)	(12,614)		13,263	559	13,822		
Lonestar US Investment	278,658	205,296	(73,362)	(26,571)		62,177	3,360	65,537		
Total	\$ 178,171,100	\$ 257,633,178	\$ 79,462,078	\$ 24,270,579	\$ 681,215	\$ 960,106	\$ 17,072,281	\$ 18,032,387		

# Walter and Elise Haas Fund

## Schedule 1 Investments (See Independent Auditors' Report)

As of and for the Year Ended December 31, 2019

Investment Manager	Cost	Fair Value	Cumulative Unrealized Gain (Loss)	Change in Unrealized Gain (Loss)	Investment Management and Related Fees	Investment Income		Total	
						Dividends, Interest and Partnership Income (Loss)	Realized Gain (Loss)		
<b><u>Equities, Bonds and General:</u></b>									
Mutual Funds - equities, bonds (excluding Perry Partner Int'l Fund)	\$ 16,223,220	\$ 17,607,117	\$ 1,383,896	\$ (2,362,229)	\$ 10,869	\$ 464,541	\$ 307,771	\$ 772,312	
First Republic Bank						4,467		4,467	
<b><u>Pooled Funds:</u></b>									
TIFF KeyStone Fund	115,594,741	160,499,561	44,904,820	(23,584,698)	507,965	1,295,451	3,277,619	4,573,070	
TIFF CenterStone Fund	28,578,587	31,666,444	3,087,857	(5,501,998)	146,559	192,382	251,844	444,226	
<b><u>Absolute Return/Market Neutral:</u></b>									
Farallon Capital Institutional Partners	2,700,955	1,652,013	(1,048,942)	(41,921)	13,054	24,070	(15,085)	8,985	
Highfields Capital IV	367,695	918	(366,777)	(3,199)		343	(2,852)	(2,509)	
OZ Overseas Fund	17,027	2,438	(14,589)	(48,064)	3	(480)	(50,821)	(51,301)	
Perry Partners International Fund	2,574	10,288	7,714	(1,587)					
<b><u>Real Assets:</u></b>									
Lonestar Real Estate	185,385	117,158	(68,227)	3,000	39	1,092	(1,238)	(146)	
Lonestar Real Estate II	21,628	45,917	24,289	20,399	73	40,344	(13,986)	26,358	
Metropolitan Real Estate Partners Global II	158,146	96,120	(62,026)	19,141		244	10,758	11,002	
Park Street Capital Natural Resource Fund II	608,251	184,851	(423,400)	(58,210)	1,313	35,784	(113,975)	(78,191)	
Park Street Capital Natural Resource Fund II AIV	213,280	40,220	(173,060)	9,290	180	(11,601)	(430)	(12,031)	
Park Street Capital Natural Resource Fund II AIV II	109,058	17,056	(92,002)	683	89	(893)	(237)	(1,130)	
Park Street Capital Natural Resource Fund III	826,759	670,415	(156,344)	(245)	1,150	(18,754)	(119,281)	(138,035)	
Park Street Capital Natural Resource Fund III Investment Corp	13,320	12,102	(1,218)	(1,794)	76	(822)	(3,709)	(4,531)	
Park Street Capital Natural Resource Fund V	1,954,687	1,862,761	(91,926)	166,058	15,000	25,507	(29,537)	(4,030)	
<b><u>Private Equity:</u></b>									
Commonfund Capital International Partners V	207,861	165,578	(42,283)	(4,901)	535	(2,348)	14,659	12,311	
Commonfund Capital International Partners VI	824,129	673,587	(150,542)	69,978	3,977	7,054	138,409	145,463	
Commonfund Capital Private Equity Partners VI	293,557	298,731	5,174	37,886	1,194	3,183	42,281	45,464	
Commonfund Capital Private Equity Partners VII	922,748	1,575,528	652,780	111,935	19,524	15,508	331,180	346,688	
Commonfund Capital Venture Partners VIII	904,683	2,030,122	1,125,439	(33,349)	7,173	(15,631)	475,275	459,644	
Endowment Private Equity Partners IV		12,701	12,701	31,561	281	(277)	27,959	27,682	
Endowment Venture Partners V	66,069	44,867	(21,202)	2,283	2	(284)	(4,460)	(4,744)	
Legacy Venture III	624,309	1,033,119	408,810	(56,150)		(6,575)	47,311	40,736	
Legacy Venture IV	872,833	2,324,193	1,451,360	(140,888)	6,000	12,512	201,879	214,391	
Legacy Venture V (QP)	1,837,734	3,864,474	2,026,740	(100,457)	15,000	(47,778)	437,825	390,047	
Legacy Venture VI (QP)	2,101,662	5,733,524	3,631,862	(725,072)	22,500	(58,971)	745,415	686,444	
Lonestar Europe Holding (US)	230,273	164,523	(65,750)	(5,342)	34	(6,814)	76,255	69,441	
Lonestar Fund IV	654,085	12,616	(641,469)	(6,030)		(5,994)		(5,994)	
Lonestar Fund V	408,080	439,599	31,519	13,633		35,532	(51,382)	(15,850)	
Lonestar Fund VI	547,089	446,987	(100,102)	(246,286)		151,820	(400,758)	(248,938)	
Lonestar Fund VII	2,337	5,525	3,188	(8,643)		59,162	(71,227)	(12,065)	
Lonestar US Investment	307,573	260,782	(46,791)	(141,615)		77,194	(205,178)	(127,984)	
Total	\$ 178,380,335	\$ 233,571,835	\$ 55,191,499	\$ (32,586,831)	\$ 772,590	\$ 2,268,968	\$ 5,302,284	\$ 7,571,252	

# Walter and Elise Haas Foundation

## Schedule 2 Supplemental Schedule of Grant Expense by Sector (See Independent Auditors' Report)

<i>Years Ended December 31,</i>	2020	2019
<b>Program Area Grants</b>		
Arts	\$ 1,748,106	\$ 1,707,500
Economic security	1,970,000	2,120,000
Jewish life	1,236,250	970,000
Education	1,920,000	1,975,000
Program area grants total	6,874,356	6,772,500
<b>Other Grantmaking Interests</b>		
Legacy:		
Annual grants	457,000	457,000
Descendant grants	190,000	200,000
Capital	400,000	700,000
Mission related:		
Civic engagement and leadership	594,544	437,500
Philanthropy	200,600	243,425
Racial justice	275,000	
Epacenter Arts	40,000	
COVID-19 response	2,247,871	
Safety net grants	1,150,000	1,150,000
Disaster preparedness and relief	250,000	259,000
Board awarded	1,000	10,000
Employee matching grants	33,852	17,068
Other grantmaking interests total	5,839,867	3,473,993
<b>Creative Work Fund</b>	374,022	436,480
<b>Grand Total</b>	\$ 13,088,245	\$ 10,682,973