

**Return of Private Foundation
or Section 4947(a)(1) Trust Treated as Private Foundation**

2019

Department of the Treasury
Internal Revenue Service

▶ **Do not enter social security numbers on this form as it may be made public.**
▶ **Go to www.irs.gov/Form990PF for instructions and the latest information.**

Open to Public Inspection

For calendar year 2019 or tax year beginning _____, **2019, and ending** _____,

Sample Foundation
10900 NE 4th Street #1700
Bellevue, WA 98004

A	Employer identification number 12-3456789
B	Telephone number (see instructions) 425-454-4919
C	If exemption application is pending, check here. ▶ <input type="checkbox"/>
D 1	Foreign organizations, check here. ▶ <input type="checkbox"/>
D 2	Foreign organizations meeting the 85% test, check here and attach computation ▶ <input type="checkbox"/>
E	If private foundation status was terminated under section 507(b)(1)(A), check here. ▶ <input type="checkbox"/>
F	If the foundation is in a 60-month termination under section 507(b)(1)(B), check here. ▶ <input type="checkbox"/>

G Check all that apply: Initial return Initial return of a former public charity
 Final return Amended return
 Address change Name change

H Check type of organization: Section 501(c)(3) exempt private foundation
 Section 4947(a)(1) nonexempt charitable trust Other taxable private foundation

I Fair market value of all assets at end of year (from Part II, column (c), line 16)
▶ \$ 134,608,243.

J Accounting method: Cash Accrual
 Other (specify) _____
 (Part I, column (d), must be on cash basis.)

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions).)		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received (attach schedule) . . .				
	2 Check ▶ <input checked="" type="checkbox"/> if the foundation is not required to attach Sch. B				
	3 Interest on savings and temporary cash investments	2,351,511.	2,351,511.	N/A	
	4 Dividends and interest from securities.	15,790.	15,790.		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10.	5,991,789.			
	b Gross sales price for all assets on line 6a. <u>44,930,397.</u>				
	7 Capital gain net income (from Part IV, line 2)		5,991,789.		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
b Less: Cost of goods sold.					
c Gross profit or (loss) (attach schedule).					
11 Other income (attach schedule)					
See Statement 1	2,055,976.	1,787,854.			
12 Total. Add lines 1 through 11.	10,415,066.	10,146,944.			
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc.	266,170.			266,170.
	14 Other employee salaries and wages.	724,849.			713,444.
	15 Pension plans, employee benefits	224,492.			224,492.
	16a Legal fees (attach schedule) <u>See St. 2.</u>	12,119.			11,562.
	b Accounting fees (attach sch) <u>See St. 3</u>	297,771.			297,710.
	c Other professional fees (attach sch) <u>See St. 4</u>	1,167,628.	781,717.		494,788.
	17 Interest.				
	18 Taxes (attach schedule)(see instrs) <u>See Stm 5</u>	170,543.	81,378.		
	19 Depreciation (attach schedule) and depletion	21,528.			
	20 Occupancy	29,488.			29,050.
	21 Travel, conferences, and meetings.	139,028.			138,355.
	22 Printing and publications.	4,614.			4,551.
	23 Other expenses (attach schedule)				
	See Statement 6	582,374.	446,741.		19,161.
	24 Total operating and administrative expenses. Add lines 13 through 23.	3,640,604.	1,309,836.		2,199,283.
25 Contributions, gifts, grants paid. <u>Part XV</u>	3,280,075.			2,852,800.	
26 Total expenses and disbursements. Add lines 24 and 25.	6,920,679.	1,309,836.		5,052,083.	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements	3,494,387.				
b Net investment income (if negative, enter -0-)		8,837,108.			
c Adjusted net income (if negative, enter -0-)					

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only. (See instructions.)		
		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash – non-interest-bearing	600.	600.	600.
	2 Savings and temporary cash investments	4,377,766.	4,167,885.	4,167,885.
	3 Accounts receivable	3,425.		
	Less: allowance for doubtful accounts ▶	3,425.	3,425.	3,425.
	4 Pledges receivable			
	Less: allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
	7 Other notes and loans receivable (attach sch)			
	Less: allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments – U.S. and state government obligations (attach schedule)			
	b Investments – corporate stock (attach schedule) <u>Statement 7</u>	51,974,183.	55,730,446.	55,730,446.
	c Investments – corporate bonds (attach schedule) <u>Statement 8</u>	22,540,270.	23,892,686.	23,892,686.
	11 Investments – land, buildings, and equipment: basis			
Less: accumulated depreciation (attach schedule)				
12 Investments – mortgage loans				
13 Investments – other (attach schedule) <u>Statement 9</u>	48,445,131.	49,414,034.	49,414,034.	
14 Land, buildings, and equipment: basis ▶	335,971.			
Less: accumulated depreciation (attach schedule) <u>See Stmt 10</u> ▶	292,877.	64,622.	43,094.	
15 Other assets (describe ▶ <u>See Statement 11</u>)	2,079,213.	1,356,073.	1,356,073.	
16 Total assets (to be completed by all filers – see the instructions. Also, see page 1, item I)	129,485,210.	134,608,243.	134,608,243.	
Liabilities	17 Accounts payable and accrued expenses	273,381.	246,675.	
	18 Grants payable	2,030,728.	1,458,003.	
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, & other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe ▶			
	23 Total liabilities (add lines 17 through 22)	2,304,109.	1,704,678.	
Net Assets or Fund Balances	Foundations that follow FASB ASC 958, check here and complete lines 24, 25, 29, and 30. <input checked="" type="checkbox"/>			
	24 Net assets without donor restrictions	127,181,101.	132,903,565.	
	25 Net assets with donor restrictions			
	Foundations that do not follow FASB ASC 958, check here and complete lines 26 through 30. <input type="checkbox"/>			
	26 Capital stock, trust principal, or current funds			
	27 Paid-in or capital surplus, or land, bldg., and equipment fund			
	28 Retained earnings, accumulated income, endowment, or other funds			
29 Total net assets or fund balances (see instructions)	127,181,101.	132,903,565.		
30 Total liabilities and net assets/fund balances (see instructions)	129,485,210.	134,608,243.		

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year – Part II, column (a), line 29 (must agree with end-of-year figure reported on prior year's return)	1	127,181,101.
2 Enter amount from Part I, line 27a	2	3,494,387.
3 Other increases not included in line 2 (itemize) ▶ <u>See Statement 12</u>	3	2,228,077.
4 Add lines 1, 2, and 3	4	132,903,565.
5 Decreases not included in line 2 (itemize) ▶	5	
6 Total net assets or fund balances at end of year (line 4 minus line 5) – Part II, column (b), line 29	6	132,903,565.

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (for example, real estate, 2-story brick warehouse; or common stock, 200 shs. MLC Co.)	(b) How acquired P — Purchase D — Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1 a Publicly traded securities			
b Equity partnership investments	P		
c Sale of Adamas Partners	P	2/01/10	7/24/19
d Capital gain dividends			
e			

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) ((e) plus (f) minus (g))
a 42,230,386.		38,938,608.	3,291,778.
b 2,625,522.			2,625,522.
c 42,854.			42,854.
d 31,635.			31,635.
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69.

(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
a			3,291,778.
b			2,625,522.
c			42,854.
d			31,635.
e			

2 Capital gain net income or (net capital loss).	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> [If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7] </div>	2	5,991,789.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6):	<div style="border: 1px solid black; padding: 2px; display: inline-block;"> [If gain, also enter in Part I, line 8, column (c). See instructions. If (loss), enter -0- in Part I, line 8] </div>	3	0.

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income.)

If section 4940(d)(2) applies, leave this part blank.

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? Yes No
 If 'Yes,' the foundation doesn't qualify under section 4940(e). Do not complete this part.

1 Enter the appropriate amount in each column for each year; see the instructions before making any entries.

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2018	7,458,903.	128,523,572.	0.058035
2017	9,864,799.	126,526,379.	0.077966
2016	7,621,808.	118,305,473.	0.064425
2015	10,831,818.	127,452,944.	0.084987
2014	11,676,863.	157,802,159.	0.073997
2 Total of line 1, column (d).			0.359410
3 Average distribution ratio for the 5-year base period — divide the total on line 2 by 5.0, or by the number of years the foundation has been in existence if less than 5 years.			0.071882
4 Enter the net value of noncharitable-use assets for 2019 from Part X, line 5.			126,994,232.
5 Multiply line 4 by line 3.			9,128,599.
6 Enter 1% of net investment income (1% of Part I, line 27b).			88,371.
7 Add lines 5 and 6.			9,216,970.
8 Enter qualifying distributions from Part XII, line 4.			5,052,083.

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions.

Also available as part of the eCourse

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First appeared as part of the conference materials for the
38th Annual Nonprofit Organizations Institute session

"Forms 990 and 990-PF: Practical Considerations"