

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

► 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.

2019**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

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.)

A Employer identification number
12-3456789

B Telephone number (see instructions)
425-454-4919

C If exemption application is pending, check here. ► ☐

D 1 Foreign organizations, check here. ► ☐
2 Foreign organizations meeting the 85% test, check here and attach computation ► ☐

E If private foundation status was terminated under section 507(b)(1)(A), check here. ► ☐

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here. ► ☐

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 ☒ 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.	44,930,397.			
	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). See St. 2.	12,119.			11,562.
	b Accounting fees (attach sch). See St. 3.	297,771.			297,710.
	c Other professional fees (attach sch). See St. 4.	1,167,628.	781,717.		494,788.
	17 Interest.				
	18 Taxes (attach schedule)(see instrs). See Stm 5.	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. Part XV.	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 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.			(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(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	
a			3,291,778.
b			2,625,522.
c			42,854.
d			31,635.
e			

2 Capital gain net income or (net capital loss).....		2	5,991,789.
If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7			
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6):		3	0.
If gain, also enter in Part I, line 8, column (c). See instructions. If (loss), enter -0- in Part I, line 8			

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).	2	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.	3	0.071882
4 Enter the net value of noncharitable-use assets for 2019 from Part X, line 5.	4	126,994,232.
5 Multiply line 4 by line 3.	5	9,128,599.
6 Enter 1% of net investment income (1% of Part I, line 27b).	6	88,371.
7 Add lines 5 and 6.	7	9,216,970.
8 Enter qualifying distributions from Part XII, line 4.	8	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

[Hard Don't, Soft Don't: Activity-Based Issues and Pressure Points for Nonprofit Organizations](#)

First appeared as part of the conference materials for the
38th Annual Nonprofit Organizations Institute session
"Forms 990 and 990-PF: Practical Considerations"