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Form **990**Department of the Treasury  
Internal Revenue Service**Return of Organization Exempt From Income Tax**

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

▶ The organization may have to use a copy of this return to satisfy state reporting requirements.

OMB No 1545-0047

**2012****Open to Public Inspection****A For the 2012 calendar year, or tax year beginning 07/01/12, and ending 06/30/13****B** Check if applicable☐ Address change☐ Name change☐ Initial return☐ Terminated☐ Amended return☐ Application pending**C** Name of organization**OREGON TECH FOUNDATION**

Doing Business As

Number and street (or P.O. box if mail is not delivered to street address)

**3201 CAMPUS DRIVE**

City, town or post office, state, and ZIP code

**KLAMATH FALLS****OR 97601****F** Name and address of principal officer**KRISTA DARRAH****3201 CAMPUS DRIVE****KLAMATH FALLS****OR 97601****D** Employer identification number**23-7056213****E** Telephone number**541-885-1134****G** Gross receipts \$ **8,821,927****H(a)** Is this a group return for affiliates? ☐ Yes ☒ No**H(b)** Are all affiliates included? ☐ Yes ☐ No

If "No," attach a list (see instructions)

**I** Tax-exempt status ☒ 501(c)(3) ☐ 501(c) ( ) (insert no ) ☐ 4947(a)(1) or ☐ 527**J** Website: **WWW.OIT.EDU/FOUNDATION****H(c)** Group exemption number ▶**K** Form of organization ☒ Corporation ☐ Trust ☐ Association ☐ Other ▶**L** Year of formation **1969****M** State of legal domicile **OR****Part I Summary****1** Briefly describe the organization's mission or most significant activities.**THE MISSION OF THE OREGON TECH FOUNDATION IS TO PROMOTE EDUCATIONAL, CULTURAL, CHARITABLE, AND SERVICE FUNCTIONS OF THE OREGON INSTITUTE OF TECHNOLOGY.****2** Check this box ☐ if the organization discontinued its operations or disposed of more than 25% of its net assets.**3** Number of voting members of the governing body (Part VI, line 1a)**3** **19****4** Number of independent voting members of the governing body (Part VI, line 1b)**4** **19****5** Total number of individuals employed in calendar year 2012 (Part V, line 2a)**5** **0****6** Total number of volunteers (estimate if necessary)**6** **0****7a** Total unrelated business revenue from Part VIII, column (C), line 12**7a** **-298,813****b** Net unrelated business taxable income from Form 990-T, line 34**7b** **-298,813****8** Contributions and grants (Part VIII, line 1h)**Prior Year****1,238,438****Current Year****2,588,603****9** Program service revenue (Part VIII, line 2g)**5,580****124,300****10** Investment income (Part VIII, column (A), lines 3, 4, and 7d)**-419,029****1,439,670****11** Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)**1,771,126****-296,083****12** Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)**2,596,115****3,856,490****13** Grants and similar amounts paid (Part IX, column (A), lines 1-3)**0****14** Benefits paid to or for members (Part IX, column (A), line 4)**0****15** Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)**0****16a** Professional fundraising fees (Part IX, column (A), line 11e)**0****b** Total fundraising expenses (Part IX, column (D), line 25) ▶ **0****17** Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e)**1,630,761****1,696,172****18** Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)**1,630,761****1,696,172****19** Revenue less expenses. Subtract line 18 from line 12**965,354****2,160,318****Net Assets or Fund Balances****20** Total assets (Part X, line 16)**Beginning of Current Year****21,196,844****End of Year****22,864,894****21** Total liabilities (Part X, line 26)**4,053,998****2,558,960****22** Net assets or fund balances. Subtract line 21 from line 20**17,142,846****20,305,934****Part II Signature Block**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

**Sign Here**

Signature of officer

Date

**KRISTA DARRAH****EXECUTIVE DIRECTOR**

Type or print name and title

Print/Type preparer's name

Preparer's signature

Date

Check ☐ if self-employed

PTIN

**DIANNE E. SPIRES****01/06/14****P00064002****Paid****Preparer****Use Only**Firm's name ▶ **RUTH, SPIRES & PULLEY, LLP**

Firm's EIN ▶

Firm's address ▶ **422 S FIFTH ST****KLAMATH FALLS, OR 97601-6110**

Phone no

**541-882-6630**

May the IRS discuss this return with the preparer shown above? (see instructions)

☐ Yes ☐ No

For Paperwork Reduction Act Notice, see the separate instructions.

DAA

Form **990** (2012)

16 a18

**Part III Statement of Program Service Accomplishments**

Check if Schedule O contains a response to any question in this Part III

☒**1** Briefly describe the organization's mission:

**THE MISSION OF THE OREGON TECH FOUNDATION IS TO PROMOTE EDUCATIONAL, CULTURAL, CHARITABLE, AND SERVICE FUNCTIONS OF THE OREGON INSTITUTE OF TECHNOLOGY.**

**2** Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? ☐ Yes ☒ No

If "Yes," describe these new services on Schedule O.

**3** Did the organization cease conducting, or make significant changes in how it conducts, any program services? ☐ Yes ☒ No

If "Yes," describe these changes on Schedule O.

**4** Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

**4a** (Code: ) (Expenses \$ **385,763** including grants of \$ ) (Revenue \$ )  
**TO PROVIDE SCHOLARSHIPS TO STUDENTS OF OREGON INSTITUTE OF TECHNOLOGY. STUDENTS RECEIVED SCHOLARSHIPS BASED ON MERIT, NEED AND OTHER FACTORS.**

**4b** (Code: ) (Expenses \$ **207,745** including grants of \$ ) (Revenue \$ )  
**CAPITAL STRUCTURES (NEW HEALTH PROFESSIONS EDUCATION BUILDING) (WILSONVILLE CAMPUS)**

**4c** (Code: ) (Expenses \$ **222,620** including grants of \$ ) (Revenue \$ )  
**ACADEMICS, ATHLETICS AND STUDENT ACTIVITIES**

**4d** Other program services. (Describe in Schedule O.)(Expenses \$ **253,604** including grants of \$ ) (Revenue \$ )**4e** Total program service expenses **1,069,732**

**Part IV Checklist of Required Schedules**

	Yes	No
<b>1</b> Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? If "Yes," complete Schedule A	<b>X</b>	
<b>2</b> Is the organization required to complete Schedule B, Schedule of Contributors (see instructions)?	<b>X</b>	
<b>3</b> Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? If "Yes," complete Schedule C, Part I		<b>X</b>
<b>4 Section 501(c)(3) organizations.</b> Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? If "Yes," complete Schedule C, Part II		<b>X</b>
<b>5</b> Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? If "Yes," complete Schedule C, Part III		<b>X</b>
<b>6</b> Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? If "Yes," complete Schedule D, Part I		<b>X</b>
<b>7</b> Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? If "Yes," complete Schedule D, Part II		<b>X</b>
<b>8</b> Did the organization maintain collections of works of art, historical treasures, or other similar assets? If "Yes," complete Schedule D, Part III	<b>X</b>	
<b>9</b> Did the organization report an amount in Part X, line 21, for escrow or custodial account liability, serve as a custodian for amounts not listed in Part X, or provide credit counseling, debt management, credit repair, or debt negotiation services? If "Yes," complete Schedule D, Part IV	<b>X</b>	
<b>10</b> Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? If "Yes," complete Schedule D, Part V	<b>X</b>	
<b>11</b> If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable.		
<b>a</b> Did the organization report an amount for land, buildings, and equipment in Part X, line 10? If "Yes," complete Schedule D, Part VI	<b>X</b>	
<b>b</b> Did the organization report an amount for investments—other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VII	<b>X</b>	
<b>c</b> Did the organization report an amount for investments—program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VIII		<b>X</b>
<b>d</b> Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part IX		<b>X</b>
<b>e</b> Did the organization report an amount for other liabilities in Part X, line 25? If "Yes," complete Schedule D, Part X	<b>X</b>	
<b>f</b> Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? If "Yes," complete Schedule D, Part X		<b>X</b>
<b>12a</b> Did the organization obtain separate, independent audited financial statements for the tax year? If "Yes," complete Schedule D, Parts XI and XII	<b>X</b>	
<b>b</b> Was the organization included in consolidated, independent audited financial statements for the tax year? If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI and XII is optional		<b>X</b>
<b>13</b> Is the organization a school described in section 170(b)(1)(A)(ii)? If "Yes," complete Schedule E		<b>X</b>
<b>14a</b> Did the organization maintain an office, employees, or agents outside of the United States?		<b>X</b>
<b>b</b> Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? If "Yes," complete Schedule F, Parts I and IV		<b>X</b>
<b>15</b> Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? If "Yes," complete Schedule F, Parts II and IV		<b>X</b>
<b>16</b> Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? If "Yes," complete Schedule F, Parts III and IV		<b>X</b>
<b>17</b> Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? If "Yes," complete Schedule G, Part I (see instructions)		<b>X</b>
<b>18</b> Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? If "Yes," complete Schedule G, Part II	<b>X</b>	
<b>19</b> Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? If "Yes," complete Schedule G, Part III		<b>X</b>
<b>20a</b> Did the organization operate one or more hospital facilities? If "Yes," complete Schedule H		<b>X</b>
<b>b</b> If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to this return?		

**Part IV Checklist of Required Schedules (continued)**

	Yes	No
<b>21</b> Did the organization report more than \$5,000 of grants and other assistance to any government or organization in the United States on Part IX, column (A), line 1? If "Yes," complete Schedule I, Parts I and II		<b>X</b>
<b>22</b> Did the organization report more than \$5,000 of grants and other assistance to individuals in the United States on Part IX, column (A), line 2? If "Yes," complete Schedule I, Parts I and III		<b>X</b>
<b>23</b> Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? If "Yes," complete Schedule J		<b>X</b>
<b>24a</b> Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25		<b>X</b>
<b>b</b> Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?		
<b>c</b> Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?		
<b>d</b> Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?		
<b>25a Section 501(c)(3) and 501(c)(4) organizations.</b> Did the organization engage in an excess benefit transaction with a disqualified person during the year? If "Yes," complete Schedule L, Part I		<b>X</b>
<b>b</b> Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? If "Yes," complete Schedule L, Part I		<b>X</b>
<b>26</b> Was a loan to or by a current or former officer, director, trustee, key employee, highest compensated employee, or disqualified person outstanding as of the end of the organization's tax year? If "Yes," complete Schedule L, Part II		<b>X</b>
<b>27</b> Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? If "Yes," complete Schedule L, Part III		<b>X</b>
<b>28</b> Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):		
<b>a</b> A current or former officer, director, trustee, or key employee? If "Yes," complete Schedule L, Part IV		<b>X</b>
<b>b</b> A family member of a current or former officer, director, trustee, or key employee? If "Yes," complete Schedule L, Part IV		<b>X</b>
<b>c</b> An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? If "Yes," complete Schedule L, Part IV	<b>X</b>	
<b>29</b> Did the organization receive more than \$25,000 in non-cash contributions? If "Yes," complete Schedule M	<b>X</b>	
<b>30</b> Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? If "Yes," complete Schedule M		<b>X</b>
<b>31</b> Did the organization liquidate, terminate, or dissolve and cease operations? If "Yes," complete Schedule N, Part I		<b>X</b>
<b>32</b> Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? If "Yes," complete Schedule N, Part II		<b>X</b>
<b>33</b> Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? If "Yes," complete Schedule R, Part I		<b>X</b>
<b>34</b> Was the organization related to any tax-exempt or taxable entity? If "Yes," complete Schedule R, Parts II, III, or IV, and Part V, line 1		<b>X</b>
<b>35a</b> Did the organization have a controlled entity within the meaning of section 512(b)(13)?		<b>X</b>
<b>b</b> If "Yes" to line 35a, did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Schedule R, Part V, line 2		
<b>36 Section 501(c)(3) organizations.</b> Did the organization make any transfers to an exempt non-charitable related organization? If "Yes," complete Schedule R, Part V, line 2		<b>X</b>
<b>37</b> Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? If "Yes," complete Schedule R, Part VI		<b>X</b>
<b>38</b> Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11b and 19? <b>Note.</b> All Form 990 filers are required to complete Schedule O	<b>X</b>	

**Part V Statements Regarding Other IRS Filings and Tax Compliance**Check if Schedule O contains a response to any question in this Part V ☐

		Yes	No
<b>1a</b> Enter the number reported in Box 3 of Form 1096. Enter -0- if not applicable	<b>1a</b> 13		
<b>b</b> Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable	<b>1b</b> 0		
<b>c</b> Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?	<b>1c</b>	X	
<b>2a</b> Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return	<b>2a</b> 0		
<b>b</b> If at least one is reported on line 2a, did the organization file all required federal employment tax returns? <b>Note.</b> If the sum of lines 1a and 2a is greater than 250, you may be required to e-file (see instructions)	<b>2b</b>		
<b>3a</b> Did the organization have unrelated business gross income of \$1,000 or more during the year?	<b>3a</b>		X
<b>b</b> If "Yes," has it filed a Form 990-T for this year? If "No," provide an explanation in Schedule O	<b>3b</b>		
<b>4a</b> At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?	<b>4a</b>	X	
<b>b</b> If "Yes," enter the name of the foreign country: <b>NETHERLANDS</b> See instructions for filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts			
<b>5a</b> Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?	<b>5a</b>		X
<b>b</b> Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?	<b>5b</b>		X
<b>c</b> If "Yes" to line 5a or 5b, did the organization file Form 8886-T?	<b>5c</b>		
<b>6a</b> Does the organization have annual gross receipts that are normally greater than \$100,000, and did the organization solicit any contributions that were not tax deductible as charitable contributions?	<b>6a</b>		X
<b>b</b> If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	<b>6b</b>		
<b>7 Organizations that may receive deductible contributions under section 170(c).</b>			
<b>a</b> Did the organization receive a payment in excess of \$75 made partly as a contribution and partly for goods and services provided to the payor?	<b>7a</b>		X
<b>b</b> If "Yes," did the organization notify the donor of the value of the goods or services provided?	<b>7b</b>		
<b>c</b> Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?	<b>7c</b>	X	
<b>d</b> If "Yes," indicate the number of Forms 8282 filed during the year	<b>7d</b> 1		
<b>e</b> Did the organization receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	<b>7e</b>		X
<b>f</b> Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	<b>7f</b>		X
<b>g</b> If the organization received a contribution of qualified intellectual property, did the organization file Form 8899 as required?	<b>7g</b>		X
<b>h</b> If the organization received a contribution of cars, boats, airplanes, or other vehicles, did the organization file a Form 1098-C?	<b>7h</b>		X
<b>8 Sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations.</b> Did the supporting organization, or a donor advised fund maintained by a sponsoring organization, have excess business holdings at any time during the year?	<b>8</b>		
<b>9 Sponsoring organizations maintaining donor advised funds.</b>			
<b>a</b> Did the organization make any taxable distributions under section 4966?	<b>9a</b>		
<b>b</b> Did the organization make a distribution to a donor, donor advisor, or related person?	<b>9b</b>		
<b>10 Section 501(c)(7) organizations.</b> Enter:			
<b>a</b> Initiation fees and capital contributions included on Part VIII, line 12	<b>10a</b>		
<b>b</b> Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities	<b>10b</b>		
<b>11 Section 501(c)(12) organizations.</b> Enter:			
<b>a</b> Gross income from members or shareholders	<b>11a</b>		
<b>b</b> Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)	<b>11b</b>		
<b>12a Section 4947(a)(1) non-exempt charitable trusts.</b> Is the organization filing Form 990 in lieu of Form 1041?	<b>12a</b>		
<b>b</b> If "Yes," enter the amount of tax-exempt interest received or accrued during the year	<b>12b</b>		
<b>13 Section 501(c)(29) qualified nonprofit health insurance issuers.</b>			
<b>a</b> Is the organization licensed to issue qualified health plans in more than one state? <b>Note.</b> See the instructions for additional information the organization must report on Schedule O.	<b>13a</b>		
<b>b</b> Enter the amount of reserves the organization is required to maintain by the states in which the organization is licensed to issue qualified health plans	<b>13b</b>		
<b>c</b> Enter the amount of reserves on hand	<b>13c</b>		
<b>14a</b> Did the organization receive any payments for indoor tanning services during the tax year?	<b>14a</b>		X
<b>b</b> If "Yes," has it filed a Form 720 to report these payments? If "No," provide an explanation in Schedule O	<b>14b</b>		

**Part VI Governance, Management, and Disclosure** For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions. Check if Schedule O contains a response to any question in this Part VI ☒

**Section A. Governing Body and Management**

		Yes	No
<b>1a</b> Enter the number of voting members of the governing body at the end of the tax year If there are material differences in voting rights among members of the governing body, or if the governing body delegated broad authority to an executive committee or similar committee, explain in Schedule O	<b>1a</b>	<b>19</b>	
<b>b</b> Enter the number of voting members included in line 1a, above, who are independent	<b>1b</b>	<b>19</b>	
<b>2</b> Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?	<b>2</b>		<b>X</b>
<b>3</b> Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors, or trustees, or key employees to a management company or other person?	<b>3</b>		<b>X</b>
<b>4</b> Did the organization make any significant changes to its governing documents since the prior Form 990 was filed?	<b>4</b>		<b>X</b>
<b>5</b> Did the organization become aware during the year of a significant diversion of the organization's assets?	<b>5</b>		<b>X</b>
<b>6</b> Did the organization have members or stockholders?	<b>6</b>		<b>X</b>
<b>7a</b> Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body?	<b>7a</b>		<b>X</b>
<b>b</b> Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body?	<b>7b</b>		<b>X</b>
<b>8</b> Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:			
<b>a</b> The governing body?	<b>8a</b>	<b>X</b>	
<b>b</b> Each committee with authority to act on behalf of the governing body?	<b>8b</b>	<b>X</b>	
<b>9</b> Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O	<b>9</b>		<b>X</b>

**Section B. Policies** (This Section B requests information about policies not required by the Internal Revenue Code.)

	Yes	No
<b>10a</b> Did the organization have local chapters, branches, or affiliates?	<b>10a</b>	<b>X</b>
<b>b</b> If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes?	<b>10b</b>	<b>X</b>
<b>11a</b> Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form?	<b>11a</b>	<b>X</b>
<b>b</b> Describe in Schedule O the process, if any, used by the organization to review this Form 990		
<b>12a</b> Did the organization have a written conflict of interest policy? If "No," go to line 13	<b>12a</b>	<b>X</b>
<b>b</b> Were officers, directors, or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	<b>12b</b>	<b>X</b>
<b>c</b> Did the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this was done	<b>12c</b>	<b>X</b>
<b>13</b> Did the organization have a written whistleblower policy?	<b>13</b>	<b>X</b>
<b>14</b> Did the organization have a written document retention and destruction policy?	<b>14</b>	<b>X</b>
<b>15</b> Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?		
<b>a</b> The organization's CEO, Executive Director, or top management official	<b>15a</b>	<b>X</b>
<b>b</b> Other officers or key employees of the organization If "Yes" to line 15a or 15b, describe the process in Schedule O (see instructions).	<b>15b</b>	<b>X</b>
<b>16a</b> Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?	<b>16a</b>	<b>X</b>
<b>b</b> If "Yes," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take steps to safeguard the organization's exempt status with respect to such arrangements?	<b>16b</b>	

**Section C. Disclosure**

- 17** List the states with which a copy of this Form 990 is required to be filed ► **OR, CA**
- 18** Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (Section 501(c)(3)s only) available for public inspection. Indicate how you made these available. Check all that apply  
☐ Own website ☐ Another's website ☒ Upon request ☐ Other (explain in Schedule O)
- 19** Describe in Schedule O whether (and if so, how), the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year
- 20** State the name, physical address, and telephone number of the person who possesses the books and records of the organization. ► **KRISTA DARRAH**  
**3201 CAMPUS DRIVE**  
**KLAMATH FALLS** **OR 97601** **541-885-1134**

**Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors**Check if Schedule O contains a response to any question in this Part VII ☐**Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees****1a** Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
  - List all of the organization's **current** key employees, if any. See instructions for definition of "key employee."
  - List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.
  - List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
  - List all of the organization's **former** directors or trustees that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.
- List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

☒ Check this box if neither the organization nor any related organizations compensated any current officer, director, or trustee

(A) Name and Title	(B) Average hours per week (list any hours for related organizations below dotted line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(1) ANDREW E. PETERSON										
TREASURER	1.00 0.00	X						0	0	0
(2) DONALD A. BOYD										
DIRECTOR	1.00 0.00	X						0	0	0
(3) GERALD J. FRESCHI										
DIRECTOR	1.00 0.00	X						0	0	0
(4) GERDA V. HYDE										
DIRECTOR, COMM CHAIR	1.00 0.00	X						0	0	0
(5) DOUGLAS P. KINTZINGER										
DIRECTOR	1.00 0.00	X						0	0	0
(6) RONALD LOVENESS										
DIRECTOR, COMM CHAIR	1.00 0.00	X						0	0	0
(7) RICHARD E. SIEMENS										
PARLIAMENTARIAN	1.00 0.00	X						0	0	0
(8) GARY L. JOHNSTON										
DIRECTOR	1.00 0.00	X						0	0	0
(9) LOIS A. STILWELL										
DIRECTOR	1.00 0.00	X						0	0	0
(10) THEODORE E. THOM										
DIRECTOR	1.00 0.00	X						0	0	0
(11) DIEDRA THOMPSON										
DIRECTOR	1.00 0.00	X						0	0	0



**Part VII Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)**

(A) Name and title	(B) Average hours per week (list any hours for related organizations below dotted line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(12) JON WAYLAND	1.00									
DIRECTOR	0.00	X						0	0	0
(13) JIM BLAIR	1.00									
DIRECTOR	0.00	X						0	0	0
(14) KATHLEEN MITCHELL	1.00									
DIRECTOR	0.00	X						0	0	0
(15) DON VANLUVANEE	1.00									
DIRECTOR	0.00	X						0	0	0
(16) KRISTA DARRAH	30.00									
EX-OFFICIO DIRECTOR	0.00	X						0	0	0
(17) CHRIS MAPLES	1.00									
EX-OFFICIO DIRECTOR	0.00	X						0	0	0
(18) MARY ANN ZEMKE	1.00									
EX-OFFICIO DIRECTOR	0.00	X						0	0	0
(19) JAMES DEHOOG	1.00									
EX-OFFICIO DIRECTOR	0.00	X						0	0	0
1b Sub-total										
c Total from continuation sheets to Part VII, Section A										
d Total (add lines 1b and 1c)										

2 Total number of individuals (including but not limited to those listed above) who received more than \$100,000 in reportable compensation from the organization **0**

- 3 Did the organization list any **former** officer, director, or trustee, key employee, or highest compensated employee on line 1a? If "Yes," complete Schedule J for such individual
- 4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If "Yes," complete Schedule J for such individual
- 5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? If "Yes," complete Schedule J for such person

	Yes	No
3		X
4		X
5		X

**Section B. Independent Contractors**

1 Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year

(A) Name and business address	(B) Description of services	(C) Compensation

2 Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 of compensation from the organization **0**

**Part VII Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees** (continued)

(A) Name and title	(B) Average hours per week (list any hours for related organizations below dotted line)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(12) STEVE KANDRA	1.00									
EX-OFFICIO	0.00	X						0	0	0
(13) MARK W. BANSEMER	1.00									
VICE PRESIDENT	0.00			X				0	0	0
(14) LANCE J. BISHOP	1.00									
PRESIDENT	0.00			X				0	0	0
(15) GREGORY BULKLEY	1.00									
DIRECTOR	0.00			X				0	0	0
(16) KRISTI L. REDD	1.00									
SECRETARY	0.00			X				0	0	0
(17)										
(18)										
(19)										
<b>1b Sub-total</b>										
<b>c Total from continuation sheets to Part VII, Section A</b>										
<b>d Total (add lines 1b and 1c)</b>										

**2** Total number of individuals (including but not limited to those listed above) who received more than \$100,000 in reportable compensation from the organization

- 3** Did the organization list any **former** officer, director, or trustee, key employee, or highest compensated employee on line 1a? If "Yes," complete Schedule J for such individual
- 4** For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If "Yes," complete Schedule J for such individual
- 5** Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? If "Yes," complete Schedule J for such person

	Yes	No
3		
4		
5		

**Section B. Independent Contractors**

**1** Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year

(A) Name and business address	(B) Description of services	(C) Compensation

**2** Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 of compensation from the organization

**Part VIII Statement of Revenue**Check if Schedule O contains a response to any question in this Part VIII. ☐

			(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514
<b>Contributions, Gifts, Grants and Other Similar Amounts</b>	<b>1a</b> Federated campaigns	<b>1a</b>				
	<b>b</b> Membership dues	<b>1b</b>				
	<b>c</b> Fundraising events	<b>1c</b> 30,150				
	<b>d</b> Related organizations	<b>1d</b>				
	<b>e</b> Government grants (contributions)	<b>1e</b>				
	<b>f</b> All other contributions, gifts, grants, and similar amounts not included above	<b>1f</b> 2,558,453				
	<b>g</b> Noncash contributions included in lines 1a-1f	\$ 842,677				
	<b>h</b> Total. Add lines 1a-1f		2,588,603			
<b>Program Service Revenue</b>		<b>Busn. Code</b>				
	<b>2a</b> MISCELLANEOUS REVENUE - UNRES		68,697	68,697		
	<b>b</b> CONTRIBUTIONS GIFT FEE		34,227	34,227		
	<b>c</b> SALES INCOME		21,376	21,376		
	<b>d</b>					
	<b>e</b>					
	<b>f</b> All other program service revenue					
	<b>g</b> Total. Add lines 2a-2f		124,300			
<b>Other Revenue</b>	<b>3</b> Investment income (including dividends, interest, and other similar amounts)		453,348	453,139		209
	<b>4</b> Income from investment of tax-exempt bond proceeds					
	<b>5</b> Royalties		5,475			5,475
	<b>6a</b> Gross rents	(i) Real (ii) Personal				
	<b>b</b> Less rental exps					
	<b>c</b> Rental inc or (loss)					
	<b>d</b> Net rental income or (loss)					
	<b>7a</b> Gross amount from sales of assets other than inventory	(i) Securities (ii) Other				
		5,932,288				
	<b>b</b> Less cost or other basis & sales exps		4,945,966			
	<b>c</b> Gain or (loss)		986,322			
	<b>d</b> Net gain or (loss)		986,322	986,322		
	<b>8a</b> Gross income from fundraising events (not including \$ 30,150 of contributions reported on line 1c) See Part IV, line 18	<b>a</b> 16,726				
	<b>b</b> Less direct expenses	<b>b</b> 19,471				
	<b>c</b> Net income or (loss) from fundraising events		-2,745			
	<b>9a</b> Gross income from gaming activities See Part IV, line 19	<b>a</b>				
	<b>b</b> Less direct expenses	<b>b</b>				
	<b>c</b> Net income or (loss) from gaming activities					
	<b>10a</b> Gross sales of inventory, less returns and allowances	<b>a</b>				
	<b>b</b> Less cost of goods sold	<b>b</b>				
	<b>c</b> Net income or (loss) from sales of inventory					
	<b>Miscellaneous Revenue</b>		<b>Busn. Code</b>			
<b>11a</b> PARTNERSHIP LOSS	110000	-298,813		-298,813		
<b>b</b>						
<b>c</b>						
<b>d</b> All other revenue						
<b>e</b> Total. Add lines 11a-11d		-298,813				
<b>12</b> Total revenue. See instructions.		3,856,490	1,563,761	-298,813	5,684	

**Part IX Statement of Functional Expenses**

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A)

Check if Schedule O contains a response to any question in this Part IX ☐

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the U S See Part IV, line 21				
2 Grants and other assistance to individuals in the U S See Part IV, line 22				
3 Grants and other assistance to governments, organizations, and individuals outside the U S See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees				
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
7 Other salaries and wages				
8 Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)				
9 Other employee benefits				
10 Payroll taxes				
11 Fees for services (non-employees)				
a Management	442,452		442,452	
b Legal	2,634		2,634	
c Accounting	20,600		20,600	
d Lobbying				
e Professional fundraising services See Part IV, line 17				
f Investment management fees	23,660		23,660	
g Other (If line 11g amount exceeds 10% of line 25, column (A) amount, list line 11g expenses on Schedule O )	19,593		19,593	
12 Advertising and promotion	4,757		4,757	
13 Office expenses	30,430		30,430	
14 Information technology	20,547		20,547	
15 Royalties				
16 Occupancy				
17 Travel	37,279		37,279	
18 Payments of travel or entertainment expenses for any federal, state, or local public officials				
19 Conferences, conventions, and meetings	13,982		13,982	
20 Interest	120,921	120,921		
21 Payments to affiliates				
22 Depreciation, depletion, and amortization				
23 Insurance	3,568		3,568	
24 Other expenses Itemize expenses not covered above (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O )				
a PROGRAM EXP - SCHOLARSHIPS	385,763	385,763		
b PROGRAM EXPENS - STUDENTS	222,620	222,620		
c PROGRAM EXP - CAPITAL	207,745	207,745		
d OTHER PROGRAM EXPENSES	132,683	132,683		
e All other expenses	6,938		6,938	
25 Total functional expenses Add lines 1 through 24e	1,696,172	1,069,732	626,440	0
26 Joint costs. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation. Check here <input type="checkbox"/> if following SOP 98-2 (ASC 958-720)				

**Part X Balance Sheet**Check if Schedule O contains a response to any question in this Part X ☐

		(A) Beginning of year		(B) End of year
<b>Assets</b>	<b>1</b> Cash—non-interest bearing	<b>68</b>	<b>1</b>	
	<b>2</b> Savings and temporary cash investments	<b>213,625</b>	<b>2</b>	<b>466,053</b>
	<b>3</b> Pledges and grants receivable, net	<b>2,148,036</b>	<b>3</b>	<b>2,772,214</b>
	<b>4</b> Accounts receivable, net	<b>249,833</b>	<b>4</b>	<b>7,000</b>
	<b>5</b> Loans and other receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L		<b>5</b>	
	<b>6</b> Loans and other receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instructions). Complete Part II of Schedule L		<b>6</b>	
	<b>7</b> Notes and loans receivable, net		<b>7</b>	
	<b>8</b> Inventories for sale or use		<b>8</b>	
	<b>9</b> Prepaid expenses and deferred charges	<b>23,347</b>	<b>9</b>	<b>25,681</b>
	<b>10a</b> Land, buildings, and equipment cost or other basis. Complete Part VI of Schedule D	<b>10a</b> <b>205,000</b>		
	<b>b</b> Less accumulated depreciation	<b>10b</b>	<b>10c</b>	
	<b>11</b> Investments—publicly traded securities	<b>13,330,654</b>	<b>11</b>	<b>14,206,189</b>
	<b>12</b> Investments—other securities See Part IV, line 11	<b>4,876,901</b>	<b>12</b>	<b>5,033,377</b>
	<b>13</b> Investments—program-related. See Part IV, line 11		<b>13</b>	
	<b>14</b> Intangible assets		<b>14</b>	
	<b>15</b> Other assets See Part IV, line 11	<b>149,380</b>	<b>15</b>	<b>149,380</b>
<b>16</b> <b>Total assets.</b> Add lines 1 through 15 (must equal line 34)	<b>21,196,844</b>	<b>16</b>	<b>22,864,894</b>	
<b>Liabilities</b>	<b>17</b> Accounts payable and accrued expenses	<b>99,308</b>	<b>17</b>	<b>179,645</b>
	<b>18</b> Grants payable		<b>18</b>	
	<b>19</b> Deferred revenue		<b>19</b>	
	<b>20</b> Tax-exempt bond liabilities		<b>20</b>	
	<b>21</b> Escrow or custodial account liability Complete Part IV of Schedule D	<b>1,112,785</b>	<b>21</b>	<b>820,970</b>
	<b>22</b> Loans and other payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons Complete Part II of Schedule L		<b>22</b>	
	<b>23</b> Secured mortgages and notes payable to unrelated third parties		<b>23</b>	
	<b>24</b> Unsecured notes and loans payable to unrelated third parties	<b>2,719,000</b>	<b>24</b>	<b>1,231,419</b>
	<b>25</b> Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24) Complete Part X of Schedule D	<b>122,905</b>	<b>25</b>	<b>326,926</b>
	<b>26</b> <b>Total liabilities.</b> Add lines 17 through 25	<b>4,053,998</b>	<b>26</b>	<b>2,558,960</b>
<b>Net Assets or Fund Balances</b>	<b>Organizations that follow SFAS 117 (ASC 958), check here</b> <input checked="" type="checkbox"/> <b>and complete lines 27 through 29, and lines 33 and 34.</b>			
	<b>27</b> Unrestricted net assets	<b>8,380,514</b>	<b>27</b>	<b>8,745,331</b>
	<b>28</b> Temporarily restricted net assets	<b>3,163,574</b>	<b>28</b>	<b>3,893,278</b>
	<b>29</b> Permanently restricted net assets	<b>5,598,758</b>	<b>29</b>	<b>7,667,325</b>
	<b>Organizations that do not follow SFAS 117 (ASC 958), check here</b> <input type="checkbox"/> <b>and complete lines 30 through 34.</b>			
	<b>30</b> Capital stock or trust principal, or current funds		<b>30</b>	
	<b>31</b> Paid-in or capital surplus, or land, building, or equipment fund		<b>31</b>	
	<b>32</b> Retained earnings, endowment, accumulated income, or other funds		<b>32</b>	
	<b>33</b> <b>Total net assets or fund balances</b>	<b>17,142,846</b>	<b>33</b>	<b>20,305,934</b>
	<b>34</b> <b>Total liabilities and net assets/fund balances</b>	<b>21,196,844</b>	<b>34</b>	<b>22,864,894</b>

**Part XI Reconciliation of Net Assets**Check if Schedule O contains a response to any question in this Part XI ☐

<b>1</b>	Total revenue (must equal Part VIII, column (A), line 12)	<b>1</b>	<b>3,856,490</b>
<b>2</b>	Total expenses (must equal Part IX, column (A), line 25)	<b>2</b>	<b>1,696,172</b>
<b>3</b>	Revenue less expenses. Subtract line 2 from line 1	<b>3</b>	<b>2,160,318</b>
<b>4</b>	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))	<b>4</b>	<b>17,142,846</b>
<b>5</b>	Net unrealized gains (losses) on investments	<b>5</b>	<b>721,577</b>
<b>6</b>	Donated services and use of facilities	<b>6</b>	
<b>7</b>	Investment expenses	<b>7</b>	<b>-17,411</b>
<b>8</b>	Prior period adjustments	<b>8</b>	
<b>9</b>	Other changes in net assets or fund balances (explain in Schedule O)	<b>9</b>	<b>298,604</b>
<b>10</b>	Net assets or fund balances at end of year. Combine lines 3 through 9 (must equal Part X, line 33, column (B))	<b>10</b>	<b>20,305,934</b>

**Part XII Financial Statements and Reporting**Check if Schedule O contains a response to any question in this Part XII ☐

- 1** Accounting method used to prepare the Form 990: ☐ Cash ☒ Accrual ☐ Other \_\_\_\_\_  
If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O
- 2a** Were the organization's financial statements compiled or reviewed by an independent accountant?  
If "Yes," check a box below to indicate whether the financial statements for the year were compiled or reviewed on a separate basis, consolidated basis, or both  
☐ Separate basis ☐ Consolidated basis ☐ Both consolidated and separate basis
- b** Were the organization's financial statements audited by an independent accountant?  
If "Yes," check a box below to indicate whether the financial statements for the year were audited on a separate basis, consolidated basis, or both:  
☒ Separate basis ☐ Consolidated basis ☐ Both consolidated and separate basis
- c** If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant?  
If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O
- 3a** As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?
- b** If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits

	Yes	No
<b>2a</b>		<b>X</b>
<b>2b</b>	<b>X</b>	
<b>2c</b>	<b>X</b>	
<b>3a</b>		<b>X</b>
<b>3b</b>		

**SCHEDULE A**  
**(Form 990 or 990-EZ)**Department of the Treasury  
Internal Revenue Service**Public Charity Status and Public Support**

Complete if the organization is a section 501(c)(3) organization or a section 4947(a)(1) nonexempt charitable trust.

▶ Attach to Form 990 or Form 990-EZ. ▶ See separate instructions.

OMB No 1545-0047

**2012****Open to Public  
Inspection**

Name of the organization

**OREGON TECH FOUNDATION**

Employer identification number

**23-7056213****Part I Reason for Public Charity Status** (All organizations must complete this part.) See instructions.

The organization is not a private foundation because it is (For lines 1 through 11, check only one box.)

- 1 ☐ A church, convention of churches, or association of churches described in **section 170(b)(1)(A)(i).**
- 2 ☐ A school described in **section 170(b)(1)(A)(ii).** (Attach Schedule E.)
- 3 ☐ A hospital or a cooperative hospital service organization described in **section 170(b)(1)(A)(iii).**
- 4 ☐ A medical research organization operated in conjunction with a hospital described in **section 170(b)(1)(A)(iii).** Enter the hospital's name, city, and state
- 5 ☐ An organization operated for the benefit of a college or university owned or operated by a governmental unit described in **section 170(b)(1)(A)(iv).** (Complete Part II.)
- 6 ☐ A federal, state, or local government or governmental unit described in **section 170(b)(1)(A)(v).**
- 7 ☒ An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in **section 170(b)(1)(A)(vi).** (Complete Part II.)
- 8 ☐ A community trust described in **section 170(b)(1)(A)(vi).** (Complete Part II.)
- 9 ☐ An organization that normally receives (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its exempt functions—subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975. See **section 509(a)(2).** (Complete Part III.)
- 10 ☐ An organization organized and operated exclusively to test for public safety. See **section 509(a)(4).**
- 11 ☐ An organization organized and operated exclusively for the benefit of, to perform the functions of, or to carry out the purposes of one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2). See **section 509(a)(3).** Check the box that describes the type of supporting organization and complete lines 11e through 11h
- a ☐ Type I    b ☐ Type II    c ☐ Type III—Functionally integrated    d ☐ Type III—Non-functionally integrated
- e ☐ By checking this box, I certify that the organization is not controlled directly or indirectly by one or more disqualified persons other than foundation managers and other than one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2).
- f If the organization received a written determination from the IRS that it is a Type I, Type II, or Type III supporting organization, check this box ☐
- g Since August 17, 2006, has the organization accepted any gift or contribution from any of the following persons?
- (i) A person who directly or indirectly controls, either alone or together with persons described in (ii) and (iii) below, the governing body of the supported organization?
- (ii) A family member of a person described in (i) above?
- (iii) A 35% controlled entity of a person described in (i) or (ii) above?
- h Provide the following information about the supported organization(s)

	Yes	No
11g(i)		
11g(ii)		
11g(iii)		

(i) Name of supported organization	(ii) EIN	(iii) Type of organization (described on lines 1–9 above or IRC section (see instructions))	(iv) Is the organization in col (i) listed in your governing document?		(v) Did you notify the organization in col (i) of your support?		(vi) Is the organization in col (i) organized in the U.S.?		(vii) Amount of monetary support
			Yes	No	Yes	No	Yes	No	
(A)									
(B)									
(C)									
(D)									
(E)									
<b>Total</b>									

For Paperwork Reduction Act Notice, see the Instructions for Form 990 or 990-EZ.

Schedule A (Form 990 or 990-EZ) 2012

**Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)**

(Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

**Section A. Public Support**

Calendar year (or fiscal year beginning in)▶	(a) 2008	(b) 2009	(c) 2010	(d) 2011	(e) 2012	(f) Total
<b>1</b> Gifts, grants, contributions, and membership fees received. (Do not include any "unusual grants.")	971,026	1,039,640	1,960,153	3,329,678	2,588,603	9,889,100
<b>2</b> Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
<b>3</b> The value of services or facilities furnished by a governmental unit to the organization without charge						
<b>4</b> <b>Total.</b> Add lines 1 through 3	971,026	1,039,640	1,960,153	3,329,678	2,588,603	9,889,100
<b>5</b> The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f)						
<b>6</b> <b>Public support.</b> Subtract line 5 from line 4						9,889,100

**Section B. Total Support**

Calendar year (or fiscal year beginning in)▶	(a) 2008	(b) 2009	(c) 2010	(d) 2011	(e) 2012	(f) Total
<b>7</b> Amounts from line 4	971,026	1,039,640	1,960,153	3,329,678	2,588,603	9,889,100
<b>8</b> Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources	473,699	372,938	489,771	321,955	458,823	2,117,186
<b>9</b> Net income from unrelated business activities, whether or not the business is regularly carried on						
<b>10</b> Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)	39,095	2,264	8,980	11,290	121,555	183,184
<b>11</b> <b>Total support.</b> Add lines 7 through 10						12,189,470
<b>12</b> Gross receipts from related activities, etc. (see instructions)					12	2,358,642

**13** **First five years.** If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and **stop here** ▶ ☐

**Section C. Computation of Public Support Percentage**

<b>14</b> Public support percentage for 2012 (line 6, column (f) divided by line 11, column (f))	<b>14</b>	81.13 %
<b>15</b> Public support percentage from 2011 Schedule A, Part II, line 14	<b>15</b>	84.82 %
<b>16a</b> <b>33 1/3% support test—2012.</b> If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and <b>stop here.</b> The organization qualifies as a publicly supported organization ▶ <input checked="" type="checkbox"/>		
<b>b</b> <b>33 1/3% support test—2011.</b> If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and <b>stop here.</b> The organization qualifies as a publicly supported organization ▶ <input type="checkbox"/>		
<b>17a</b> <b>10%-facts-and-circumstances test—2012.</b> If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and <b>stop here.</b> Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization ▶ <input type="checkbox"/>		
<b>b</b> <b>10%-facts-and-circumstances test—2011.</b> If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and <b>stop here.</b> Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization ▶ <input type="checkbox"/>		
<b>18</b> <b>Private foundation.</b> If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions ▶ <input type="checkbox"/>		



**Part III Support Schedule for Organizations Described in Section 509(a)(2)**

(Complete only if you checked the box on line 9 of Part I or if the organization failed to qualify under Part II.

If the organization fails to qualify under the tests listed below, please complete Part II.)

**Section A. Public Support**

Calendar year (or fiscal year beginning in)▶	(a) 2008	(b) 2009	(c) 2010	(d) 2011	(e) 2012	(f) Total
<b>1</b> Gifts, grants, contributions, and membership fees received (Do not include any "unusual grants.")						
<b>2</b> Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose						
<b>3</b> Gross receipts from activities that are not an unrelated trade or business under section 513						
<b>4</b> Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
<b>5</b> The value of services or facilities furnished by a governmental unit to the organization without charge						
<b>6</b> <b>Total.</b> Add lines 1 through 5						
<b>7a</b> Amounts included on lines 1, 2, and 3 received from disqualified persons						
<b>b</b> Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year						
<b>c</b> Add lines 7a and 7b						
<b>8</b> <b>Public support.</b> (Subtract line 7c from line 6)						

**Section B. Total Support**

Calendar year (or fiscal year beginning in)▶	(a) 2008	(b) 2009	(c) 2010	(d) 2011	(e) 2012	(f) Total
<b>9</b> Amounts from line 6						
<b>10a</b> Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
<b>b</b> Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975						
<b>c</b> Add lines 10a and 10b						
<b>11</b> Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on						
<b>12</b> Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						
<b>13</b> <b>Total support.</b> (Add lines 9, 10c, 11, and 12.)						

**14** **First five years.** If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and **stop here** ▶ ☐

**Section C. Computation of Public Support Percentage**

<b>15</b> Public support percentage for 2012 (line 8, column (f) divided by line 13, column (f))	<b>15</b>	%
<b>16</b> Public support percentage from 2011 Schedule A, Part III, line 15	<b>16</b>	%

**Section D. Computation of Investment Income Percentage**

<b>17</b> Investment income percentage for 2012 (line 10c, column (f) divided by line 13, column (f))	<b>17</b>	%
<b>18</b> Investment income percentage from 2011 Schedule A, Part III, line 17	<b>18</b>	%

**19a** **33 1/3% support tests—2012.** If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and **stop here**. The organization qualifies as a publicly supported organization ▶ ☐

**b** **33 1/3% support tests—2011.** If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3%, and line 18 is not more than 33 1/3%, check this box and **stop here**. The organization qualifies as a publicly supported organization ▶ ☐

**20** **Private foundation.** If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions ▶ ☐

**Part IV** **Supplemental Information.** Complete this part to provide the explanations required by Part II, line 10; Part II, line 17a or 17b; and Part III, line 12. Also complete this part for any additional information. (See instructions).

**PART II, LINE 10 - OTHER INCOME DETAIL**

MISCELLANEOUS INCOME \$ 183,184

**SCHEDULE D  
(Form 990)**Department of the Treasury  
Internal Revenue Service**Supplemental Financial Statements**

► Complete if the organization answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b.  
 ► Attach to Form 990. ► See separate instructions.

OMB No 1545-0047

**2012****Open to Public  
Inspection**

Name of the organization

Employer identification number

**OREGON TECH FOUNDATION****23-7056213****Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts.** Complete if the organization answered "Yes" to Form 990, Part IV, line 6.

	(a) Donor advised funds	(b) Funds and other accounts
1 Total number at end of year		
2 Aggregate contributions to (during year)		
3 Aggregate grants from (during year)		
4 Aggregate value at end of year		
5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control?		<input type="checkbox"/> Yes <input type="checkbox"/> No
6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds can be used only for charitable purposes and not for the benefit of the donor or donor advisor, or for any other purpose conferring impermissible private benefit?		<input type="checkbox"/> Yes <input type="checkbox"/> No

**Part II Conservation Easements.** Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

1 Purpose(s) of conservation easements held by the organization (check all that apply).

<input type="checkbox"/> Preservation of land for public use (e.g., recreation or education)	<input type="checkbox"/> Preservation of an historically important land area
<input type="checkbox"/> Protection of natural habitat	<input type="checkbox"/> Preservation of a certified historic structure
<input type="checkbox"/> Preservation of open space	

2 Complete lines 2a through 2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year

	Held at the End of the Tax Year
a Total number of conservation easements	2a
b Total acreage restricted by conservation easements	2b
c Number of conservation easements on a certified historic structure included in (a)	2c
d Number of conservation easements included in (c) acquired after 8/17/06, and not on a historic structure listed in the National Register	2d

3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the tax year ►

4 Number of states where property subject to conservation easement is located ►

5 Does the organization have a written policy regarding the periodic monitoring, inspection, handling of violations, and enforcement of the conservation easements it holds? ☐ Yes ☐ No

6 Staff and volunteer hours devoted to monitoring, inspecting, and enforcing conservation easements during the year ►

7 Amount of expenses incurred in monitoring, inspecting, and enforcing conservation easements during the year ► \$

8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)? ☐ Yes ☐ No

9 In Part XIII, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

**Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.** Complete if the organization answered "Yes" to Form 990, Part IV, line 8.

1a If the organization elected, as permitted under SFAS 116 (ASC 958), not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIII, the text of the footnote to its financial statements that describes these items

b If the organization elected, as permitted under SFAS 116 (ASC 958), to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items:

(i) Revenues included in Form 990, Part VIII, line 1	► \$	
(ii) Assets included in Form 990, Part X	► \$	<b>149,380</b>

2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 (ASC 958) relating to these items:

a Revenues included in Form 990, Part VIII, line 1	► \$	
b Assets included in Form 990, Part X	► \$	

**Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets** (continued)

3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply)

- a ☒ Public exhibition  
 b ☒ Scholarly research  
 c ☒ Preservation for future generations  
 d ☐ Loan or exchange programs  
 e ☐ Other

4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIII

5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection?

☐ Yes ☒ No

**Part IV Escrow and Custodial Arrangements.** Complete if the organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21

1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X?

☐ Yes ☒ No

b If "Yes," explain the arrangement in Part XIII and complete the following table:

- c Beginning balance  
 d Additions during the year  
 e Distributions during the year  
 f Ending balance

	Amount
1c	
1d	
1e	
1f	

2a Did the organization include an amount on Form 990, Part X, line 21?

☒ Yes ☐ No

b If "Yes," explain the arrangement in Part XIII. Check here if the explanation has been provided in Part XIII

☒

**Part V Endowment Funds.** Complete if the organization answered "Yes" to Form 990, Part IV, line 10.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance	13,593,500	13,942,015	5,104,721	4,878,680	
b Contributions	1,990,173	493,096	85,908	83,436	
c Net investment earnings, gains, and losses	2,046,472	-323,719	111,102	98,855	
d Grants or scholarships					
e Other expenditures for facilities and programs	1,573,145	567,717	-10,895		
f Administrative expenses					
g End of year balance	16,057,000	13,543,675	5,312,626	5,060,971	

2 Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as:

- a Board designated or quasi-endowment ▶ 40.00 %  
 b Permanent endowment ▶ 42.00 %  
 c Temporarily restricted endowment ▶ 18.00 %

The percentages in lines 2a, 2b, and 2c should equal 100%

3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by

- (i) unrelated organizations  
 (ii) related organizations

	Yes	No
3a(i)		<input checked="" type="checkbox"/>
3a(ii)		<input checked="" type="checkbox"/>
3b		

b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R?

4 Describe in Part XIII the intended uses of the organization's endowment funds

**Part VI Land, Buildings, and Equipment.** See Form 990, Part X, line 10.

Description of property	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1a Land		60,000		60,000
b Buildings				
c Leasehold improvements				
d Equipment				
e Other		145,000		145,000
<b>Total.</b> Add lines 1a through 1e (Column (d) must equal Form 990, Part X, column (B), line 10(c).)				205,000

**Part VII Investments—Other Securities.** See Form 990, Part X, line 12.

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation Cost or end-of-year market value
(1) Financial derivatives		
(2) Closely-held equity interests		
(3) Other <b>INVESTMENT PARTNERSHIP</b>	<b>1,816,500</b>	<b>MARKET</b>
(A) <b>ALTERNATIVE INVESTMENTS</b>	<b>1,203,151</b>	<b>MARKET</b>
(B) <b>SPLIT INTEREST AGREEMENTS</b>	<b>1,166,647</b>	<b>MARKET</b>
(C) <b>INVESTMENTS - PRIVATE STOCK</b>	<b>547,626</b>	<b>MARKET</b>
(D) <b>LIFE INSURANCE POLICIES</b>	<b>299,453</b>	<b>MARKET</b>
(E)		
(F)		
(G)		
(H)		
(I)		
<b>Total.</b> (Column (b) must equal Form 990, Part X, col. (B) line 12.)	<b>5,033,377</b>	

**Part VIII Investments—Program Related.** See Form 990, Part X, line 13.

(a) Description of investment type	(b) Book value	(c) Method of valuation Cost or end-of-year market value
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		
<b>Total.</b> (Column (b) must equal Form 990, Part X, col. (B) line 13 )		

**Part IX Other Assets.** See Form 990, Part X, line 15

(a) Description	(b) Book value
(1)	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	
<b>Total.</b> (Column (b) must equal Form 990, Part X, col. (B) line 15 )	

**Part X Other Liabilities.** See Form 990, Part X, line 25.

1. (a) Description of liability	(b) Book value
(1) Federal income taxes	
(2) <b>LIABILITY FOR SPLIT INTEREST AGREEM</b>	<b>326,926</b>
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	
(11)	
<b>Total.</b> (Column (b) must equal Form 990, Part X, col. (B) line 25.)	<b>326,926</b>

2. FIN 48 (ASC 740) Footnote In Part XIII, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48 (ASC 740). Check here if the text of the footnote has been provided in Part XIII ☐

**Part XI Reconciliation of Revenue per Audited Financial Statements With Revenue per Return**

1	Total revenue, gains, and other support per audited financial statements		1	4,878,731
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12			
a	Net unrealized gains on investments	2a	721,577	
b	Donated services and use of facilities	2b		
c	Recoveries of prior year grants	2c		
d	Other (Describe in Part XIII)	2d		
e	Add lines 2a through 2d		2e	721,577
3	Subtract line 2e from line 1		3	4,157,154
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1:			
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a	17,411	
b	Other (Describe in Part XIII)	4b	-318,075	
c	Add lines 4a and 4b		4c	-300,664
5	Total revenue. Add lines 3 and 4c. (This must equal Form 990, Part I, line 12.)		5	3,856,490

**Part XII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return**

1	Total expenses and losses per audited financial statements		1	1,715,643
2	Amounts included on line 1 but not on Form 990, Part IX, line 25			
a	Donated services and use of facilities	2a		
b	Prior year adjustments	2b		
c	Other losses	2c		
d	Other (Describe in Part XIII)	2d	19,471	
e	Add lines 2a through 2d		2e	19,471
3	Subtract line 2e from line 1		3	1,696,172
4	Amounts included on Form 990, Part IX, line 25, but not on line 1:			
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a		
b	Other (Describe in Part XIII)	4b		
c	Add lines 4a and 4b		4c	
5	Total expenses. Add lines 3 and 4c. (This must equal Form 990, Part I, line 18.)		5	1,696,172

**Part XIII Supplemental Information**

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X, line 2; Part XI, lines 2d and 4b, and Part XII, lines 2d and 4b. Also complete this part to provide any additional information.

**PART III, LINE 4 - COLLECTIONS AND RELATION TO EXEMPT PURPOSE**

THERE ARE OVER 20 COLLECTIONS AND NUMEROUS BOOKS, PHOTOS, ARTWORK AND PAPERS FROM THE LAND OF LAKES REGION, THE MODOC WAR, AND THE WEST USED FOR SCHOLARLY RESEARCH.

**PART IV, LINE 2B - ESCROW LIABILITY ARRANGEMENT EXPLANATION**

A NOT-FOR-PROFIT ORGANIZATION CONTRIBUTED FUNDS TO THE FOUNDATION FOR THE PURPOSE OF HOLDING AND DISTRIBUTING THOSE FUNDS TO THE INTENDED BENEFICIARIES, OR FOR LATER TRANSFER TO ANOTHER QUALIFIED ORGANIZATION.

**PART V, LINE 4 - INTENDED USES FOR ENDOWMENT FUNDS**

THE ENDOWMENT FUNDS SUPPORT SCHOLARSHIPS FOR STUDENTS AT OREGON TECH, THE SHAW HISTORICAL LIBRARY LIBRARIAN, OREGON RENEWABLE ENERGY CENTER (OREC), AND THE OPERATION OF THE FOUNDATION AMONG OTHER THINGS.

**Part XIII** Supplemental Information (continued)

## PART XI, LINE 4B - REVENUE AMOUNTS INCLUDED ON RETURN - OTHER

PARTNERSHIP LOSS	\$	-298,604
------------------	----	----------

EVENT EXPENSES	\$	-19,471
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## PART XII, LINE 2D - EXPENSE AMOUNTS INCLUDED IN FINANCIALS - OTHER

EVENT EXPENSES	\$	19,471
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**SCHEDULE G**  
**(Form 990 or 990-EZ)**Department of the Treasury  
Internal Revenue Service**Supplemental Information Regarding**  
**Fundraising or Gaming Activities**Complete if the organization answered "Yes" to Form 990, Part IV, lines 17, 18, or 19, or if the  
organization entered more than \$15,000 on Form 990-EZ, line 6a  
▶ Attach to Form 990 or Form 990-EZ ▶ See separate instructions.

OMB No 1545-0047

**2012**Open to Public  
Inspection

Name of the organization

**OREGON TECH FOUNDATION**

Employer identification number

**23-7056213****Part I****Fundraising Activities.** Complete if the organization answered "Yes" to Form 990, Part IV, line 17  
Form 990-EZ filers are not required to complete this part.**1** Indicate whether the organization raised funds through any of the following activities. Check all that apply.

- a** ☐ Mail solicitations **e** ☐ Solicitation of non-government grants
- b** ☐ Internet and email solicitations **f** ☐ Solicitation of government grants
- c** ☐ Phone solicitations **g** ☐ Special fundraising events
- d** ☐ In-person solicitations

**2a** Did the organization have a written or oral agreement with any individual (including officers, directors, trustees  
or key employees listed in Form 990, Part VII) or entity in connection with professional fundraising services?☐ Yes ☐ No**b** If "Yes," list the ten highest paid individuals or entities (fundraisers) pursuant to agreements under which the fundraiser is to be  
compensated at least \$5,000 by the organization

(i) Name and address of individual or entity (fundraiser)	(ii) Activity	(iii) Did fundraiser have custody or control of contributions?		(iv) Gross receipts from activity	(v) Amount paid to (or retained by) fundraiser listed in col (i)	(vi) Amount paid to (or retained by) organization
		Yes	No			
1						
2						
3						
4						
5						
6						
7						
8						
9						
10						
<b>Total</b>						

**3** List all states in which the organization is registered or licensed to solicit contributions or has been notified it is exempt from  
registration or licensing



**Part II Fundraising Events.** Complete if the organization answered "Yes" to Form 990, Part IV, line 18, or reported more than \$15,000 of fundraising event contributions and gross income on Form 990-EZ, lines 1 and 6b. List events with gross receipts greater than \$5,000.

events with gross receipts greater than \$5,000.				
Revenue	(a) Event #1	(b) Event #2	(c) Other events	(d) Total events
	<u>EVENTS TO SUPPO</u>		<u>NONE</u>	(add col (a) through
	(event type)	(event type)	(total number)	col (c))
1 Gross receipts	46,876			46,876
2 Less Contributions	30,150			30,150
3 Gross income (line 1 minus line 2)	16,726			16,726
Direct Expenses	4 Cash prizes			
	5 Noncash prizes			
	6 Rent/facility costs			
	7 Food and beverages			
	8 Entertainment			
	9 Other direct expenses	19,471		19,471
	10 Direct expense summary Add lines 4 through 9 in column (d)			19,471
11 Net income summary Combine line 3, column (d), and line 10			-2,745	

**Part III Gaming.** Complete if the organization answered "Yes" to Form 990, Part IV, line 19, or reported more than \$15,000 on Form 990-EZ, line 6a.

Revenue		(a) Bingo	(b) Pull tabs/instant bingo/progressive bingo	(c) Other gaming	(d) Total gaming (add col (a) through col (c))
1	Gross revenue				
Direct Expenses	2 Cash prizes				
	3 Noncash prizes				
	4 Rent/facility costs				
	5 Other direct expenses				
	6 Volunteer labor	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Yes <input type="checkbox"/> No	<input type="checkbox"/> Yes <input type="checkbox"/> No	
7	Direct expense summary. Add lines 2 through 5 in column (d)				▶
8	Net gaming income summary. Combine line 1, column d, and line 7				▶

**9** Enter the state(s) in which the organization operates gaming activities.

a. Is the organization licensed to operate gaming activities in each of these states?

☐ Yes ☐ No

**b** If "No," explain

**10a** Were any of the organization's gaming licenses revoked, suspended or terminated during the tax year?

☐ Yes ☐ No

**b** If "Yes," explain:

- 11 Does the organization operate gaming activities with nonmembers? ☐ Yes ☐ No
- 12 Is the organization a grantor, beneficiary or trustee of a trust or a member of a partnership or other entity formed to administer charitable gaming? ☐ Yes ☐ No
- 13 Indicate the percentage of gaming activity operated in:
- |                               |     |   |
|-------------------------------|-----|---|
| a The organization's facility | 13a | % |
| b An outside facility         | 13b | % |
- 14 Enter the name and address of the person who prepares the organization's gaming/special events books and records.

Name ►

Address ►

- 15a Does the organization have a contract with a third party from whom the organization receives gaming revenue? ☐ Yes ☐ No
- b If "Yes," enter the amount of gaming revenue received by the organization ► \$ and the amount of gaming revenue retained by the third party ► \$
- c If "Yes," enter name and address of the third party

Name ►

Address ►

## 16 Gaming manager information

Name ►

Gaming manager compensation ► \$

Description of services provided ►

☐ Director/officer
 ☐ Employee
 ☐ Independent contractor

## 17 Mandatory distributions:

- a Is the organization required under state law to make charitable distributions from the gaming proceeds to retain the state gaming license? ☐ Yes ☐ No
- b Enter the amount of distributions required under state law to be distributed to other exempt organizations or spent in the organization's own exempt activities during the tax year ► \$

**Part IV Supplemental Information.** Complete this part to provide the explanations required by Part I, line 2b, columns (iii) and (v), and Part III, lines 9, 9b, 10b, 15b, 15c, 16, and 17b, as applicable. Also complete this part to provide any additional information (see instructions).

**SCHEDULE L**  
**(Form 990 or 990-EZ)**Department of the Treasury  
Internal Revenue Service**Transactions With Interested Persons**

▶ **Complete if the organization answered**  
**"Yes" on Form 990, Part IV, line 25a, 25b, 26, 27, 28a, 28b, or 28c,**  
**or Form 990-EZ, Part V, line 38a or 40b.**  
 ▶ **Attach to Form 990 or Form 990-EZ.** ▶ **See separate instructions**

OMB No 1545-0047

**2012**Open To Public  
Inspection

Name of the organization

OREGON TECH FOUNDATION

Employer identification number

23-7056213

**Part I Excess Benefit Transactions** (section 501(c)(3) and section 501(c)(4) organizations only).

Complete if the organization answered "Yes" on Form 990, Part IV, line 25a or 25b, or Form 990-EZ, Part V, line 40b

1	(a) Name of disqualified person	(b) Relationship between disqualified person and organization	(c) Description of transaction	(d) Corrected?	
				Yes	No
(1)					
(2)					
(3)					
(4)					
(5)					
(6)					

2 Enter the amount of tax incurred by the organization managers or disqualified persons during the year under section 4958

▶ \$ \_\_\_\_\_

3 Enter the amount of tax, if any, on line 2, above, reimbursed by the organization

▶ \$ \_\_\_\_\_

**Part II Loans to and/or From Interested Persons.**

Complete if the organization answered "Yes" on Form 990-EZ, Part V, line 38a or Form 990, Part IV, line 26, or if the organization reported an amount on Form 990, Part X, line 5, 6, or 22

(a) Name of interested person	(b) Relationship with organization	(c) Purpose of loan	(d) Loan to or from the org?		(e) Original principal amount	(f) Balance due	(g) In default?		(h) Approved by board or committee?		(i) Written agreement?	
			To	From			Yes	No	Yes	No	Yes	No
(1)												
(2)												
(3)												
(4)												
(5)												
(6)												
(7)												
(8)												
(9)												
(10)												
<b>Total</b>							▶ \$					

**Part III Grants or Assistance Benefiting Interested Persons.**

Complete if the organization answered "Yes" on Form 990, Part IV, line 27

(a) Name of interested person	(b) Relationship between interested person and the organization	(c) Amount of assistance	(d) Type of assistance	(e) Purpose of assistance
(1)				
(2)				
(3)				
(4)				
(5)				
(6)				
(7)				
(8)				
(9)				
(10)				

**Part IV Business Transactions Involving Interested Persons.**

Complete if the organization answered "Yes" on Form 990, Part IV, line 28a, 28b, or 28c

(a) Name of interested person	(b) Relationship between interested person and the organization	(c) Amount of transaction	(d) Description of transaction	(e) Sharing of org revenues?	
				Yes	No
(1) DOUG KINTZINGER	EMPLOYEE		IMS CAPITAL		X
(2)					
(3)					
(4)					
(5)					
(6)					
(7)					
(8)					
(9)					
(10)					

**Part V Supplemental Information**

Complete this part to provide additional information for responses to questions on Schedule L (see instructions)

**SCHEDULE L, PART V - ADDITIONAL INFORMATION**

ALL DIRECTORS IDENTIFIED AS HAVING A CONFLICT OF INTEREST, INCLUDING BEING A RELATED PARTY, ABSTAIN FROM DISCUSSIONS AND VOTING IN WHICH THE CONFLICT IS PRESENT.

**SCHEDULE M**  
**(Form 990)****Noncash Contributions**

OMB No 1545-0047

**2012****Open To Public  
Inspection**Department of the Treasury  
Internal Revenue Service▶ Complete if the organizations answered "Yes" on Form  
990, Part IV, lines 29 or 30  
▶ Attach to Form 990.

Name of the organization

**OREGON TECH FOUNDATION**

Employer identification number

**23-7056213****Part I** **Types of Property**

	(a) Check if applicable	(b) Number of contributions or items contributed	(c) Noncash contribution amounts reported on Form 990, Part VIII, line 1g	(d) Method of determining noncash contribution amounts
1 Art—Works of art				
2 Art—Historical treasures				
3 Art—Fractional interests				
4 Books and publications				
5 Clothing and household goods				
6 Cars and other vehicles				
7 Boats and planes				
8 Intellectual property				
9 Securities—Publicly traded	<b>X</b>	<b>23</b>	<b>796,894</b>	<b>FAIR MARKET VALUE</b>
10 Securities—Closely held stock				
11 Securities—Partnership, LLC, or trust interests				
12 Securities—Miscellaneous				
13 Qualified conservation contribution—Historic structures				
14 Qualified conservation contribution—Other				
15 Real estate—Residential				
16 Real estate—Commercial				
17 Real estate—Other				
18 Collectibles				
19 Food inventory				
20 Drugs and medical supplies				
21 Taxidermy				
22 Historical artifacts				
23 Scientific specimens				
24 Archeological artifacts				
25 Other ▶ ( <b>EQUIPMENT</b> )	<b>X</b>	<b>5</b>	<b>45,783</b>	<b>FAIR MARKET VALUE</b>
26 Other ▶ ( )				
27 Other ▶ ( )				
28 Other ▶ ( )				

29 Number of Forms 8283 received by the organization during the tax year for contributions for  
which the organization completed Form 8283, Part IV, Donee Acknowledgement**29**30a During the year, did the organization receive by contribution any property reported in Part I, lines 1–28 that  
it must hold for at least three years from the date of the initial contribution, and which is not required to be  
used for exempt purposes for the entire holding period?

b If "Yes," describe the arrangement in Part II

31 Does the organization have a gift acceptance policy that requires the review of any non-standard  
contributions?32a Does the organization hire or use third parties or related organizations to solicit, process, or sell noncash  
contributions?

b If "Yes," describe in Part II.

33 If the organization did not report an amount in column (c) for a type of property for which column (a) is checked,  
describe in Part II.

Yes No

30a		<b>X</b>
31	<b>X</b>	
32a		<b>X</b>

**Part II** **Supplemental Information.** Complete this part to provide the information required by Part I, lines 30b, 32b, and 33, and whether the organization is reporting in Part I, column (b), the number of contributions, the number of items received, or a combination of both. Also complete this part for any additional information.

---

**SCHEDULE O**  
**(Form 990 or 990-EZ)**Department of the Treasury  
Internal Revenue Service

Name of the organization

**Supplemental Information to Form 990 or 990-EZ**Complete to provide information for responses to specific questions on  
Form 990 or 990-EZ or to provide any additional information.

▶ Attach to Form 990 or 990-EZ.

OMB No 1545-0047

**2012****Open to Public  
Inspection****OREGON TECH FOUNDATION**

Employer identification number

**23-7056213****FORM 990, PART III, LINE 4D - ALL OTHER ACCOMPLISHMENT****TO PROVIDE SUPPORT FOR OTHER CAMPUS OPERATIONS****FORM 990, PART V, LINE 4B - FINANCIAL ACCOUNTS IN FOREIGN COUNTRIES****NETHERLANDS****FORM 990, PART VI, LINE 11B - ORGANIZATION'S PROCESS TO REVIEW FORM 990****THE 990 RETURN IS REVIEWED BY THE ACCOUNTING MANAGER/EXECUTIVE DIRECTOR.****AFTER REVIEW AND APPROVAL, A COPY OF THE RETURN IS PROVIDED TO THE MEMBERS****OF THE GOVERNING BOARD FOR REVIEW AND ACCEPTED INTO THE MINUTES OF THE****MEETING.****FORM 990, PART VI, LINE 12C - ENFORCEMENT OF CONFLICTS POLICY****ANNUALLY PROVIDES THE CONFLICT OF INTEREST POLICY AND CERTIFICATION,****REVIEWED BY THE EXECUTIVE DIRECTOR, AS WELL AS PRACTICING ABSTENTIONS****DURING VOTING.****FORM 990, PART VI, LINE 19 - GOVERNING DOCUMENTS DISCLOSURE EXPLANATION****THE ORGANIZATION MAKES ITS GOVERNING DOCUMENTS AND FINANCIAL STATEMENTS****AVAILABLE AT ITS BUSINESS OFFICE LOCATED AT 3201 CAMPUS DRIVE BY REQUEST.****FORM 990, PART XI, LINE 9 - RECONCILIATION OF CHANGES - OTHER****PARTNERSHIP LOSS** \$ **298,604****EVENT EXPENSES** \$ **19,471****EVENT EXPENSES** \$ **-19,471**

OREGON TECH FOUNDATON

Financial Statements and Independent Auditors' Report

June 30, 2013 and 2012



OREGON TECH FOUNDATION  
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June 30, 2013 and 2012

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
Oregon Tech Foundation

We have audited the accompanying financial statements of Oregon Tech Foundation (a nonprofit organization), which comprise the statements of financial position as of June 30, 2013 and 2012, and the related statements of activities and 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.

### **Auditor's 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 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, 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 Oregon Tech Foundation as of June 30, 2013 and 2012, 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.

### **Other Matter**

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of management and general expenses on page 28 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.

RUSTH, SPIRES & PULLEY, LLP

September 19, 2013

OREGON TECH FOUNDATION  
STATEMENTS OF FINANCIAL POSITION  
June 30

ASSETS	<u>2013</u>	<u>2012</u>
CASH AND CASH EQUIVALENTS	\$ 340,805	\$ 213,692
OTHER CURRENT ASSETS		
Accounts receivable	7,000	2,809
Accounts receivable - due from university		247,024
Prepaid expenses	<u>25,681</u>	<u>23,347</u>
	<u>32,681</u>	<u>273,180</u>
INVESTMENTS		
Money market funds - restricted	125,248	134,943
Corporate equity securities	14,206,190	13,195,711
Alternative investments	1,203,151	1,331,446
Investment in privately held stock	547,626	547,626
Investment in partnership	<u>1,816,500</u>	<u>1,816,500</u>
	<u>17,898,715</u>	<u>17,026,226</u>
SPLIT-INTEREST AGREEMENTS		
Charitable remainder unitrusts	1,006,482	944,030
Charitable gift annuities	<u>160,165</u>	<u>140,968</u>
	<u>1,166,647</u>	<u>1,084,998</u>
CASH SURRENDER VALUE OF LIFE INSURANCE	<u>299,453</u>	<u>305,065</u>
UNCONDITIONAL PROMISES TO GIVE, net	<u>2,772,214</u>	<u>2,148,036</u>
OTHER ASSETS		
Real Property, non-depreciable	205,000	205,000
Collections	<u>149,380</u>	<u>149,380</u>
	<u>354,380</u>	<u>354,380</u>
TOTAL ASSETS	<u>\$ 22,864,895</u>	<u>\$ 21,405,577</u>

## LIABILITIES AND NET ASSETS

	<u>2013</u>	<u>2012</u>
<b>LIABILITIES</b>		
Accounts payable	\$ 19,904	\$ 18,480
Accounts payable - due to university	144,347	80,677
Accrued interest payable	15,245	
Income taxes payable	150	150
Liabilities under split-interest agreements	326,926	331,639
Funds held for distribution	820,970	1,112,785
Term loan	<u>1,231,419</u>	<u>2,719,000</u>
	<u>2,558,961</u>	<u>4,262,731</u>
 <b>NET ASSETS</b>		
Unrestricted	8,745,331	8,522,712
Temporarily restricted	3,893,278	2,878,135
Permanently restricted	<u>7,667,325</u>	<u>5,741,999</u>
	<u>20,305,934</u>	<u>17,142,846</u>
 <b>TOTAL LIABILITIES AND NET ASSETS</b>	 <u><u>\$ 22,864,895</u></u>	 <u><u>\$ 21,405,577</u></u>

See accompanying notes to financial statements

OREGON TECH FOUNDATION  
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS  
Years ended June 30

	2013			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<b>Support</b>				
Contributions and grants, net	\$ 79,991	\$ 470,349	\$ 1,992,480	\$ 2,542,820
In-kind donation	175	45,608		45,783
Investment income (loss)	986,701	1,080,214		2,066,915
Change in value of split-interest agreements			76,712	76,712
Other	118,688	27,814		146,502
	<u>1,185,555</u>	<u>1,623,985</u>	<u>2,069,192</u>	<u>4,878,732</u>
Net assets released from restrictions	894,906	(894,281)	(625)	
	<u>2,080,461</u>	<u>729,704</u>	<u>2,068,567</u>	<u>4,878,732</u>
<b>Expenses</b>				
Program services				
Capital	207,745			207,745
Scholarships	385,763			385,763
Operations	67,617			67,617
Athletics	52,903			52,903
Miscellaneous	65,067			65,067
Academic	155,775			155,775
Student clubs	13,942			13,942
Interest expense	120,921			120,921
Equipment lease, net				
Support services				
Management and general	631,538			631,538
Fundraising	14,373			14,373
	<u>1,715,644</u>			<u>1,715,644</u>
Change in net assets	<u>364,817</u>	<u>729,704</u>	<u>2,068,567</u>	<u>3,163,088</u>
<b>Net Assets</b>				
Beginning of year, as previously reported	8,522,712	2,878,135	5,741,999	17,142,846
Prior period adjustment and restatement See note 21	(142,198)	285,439	(143,241)	
Beginning of year, as restated	<u>8,380,514</u>	<u>3,163,574</u>	<u>5,598,758</u>	<u>17,142,846</u>
End of year	<u>\$ 8,745,331</u>	<u>\$ 3,893,278</u>	<u>\$ 7,667,325</u>	<u>\$ 20,305,934</u>

2012

Unrestricted	Temporarily Restricted	Permanently Restricted	Total
\$ 39,546	\$ 584,964	\$ 497,574	\$ 1,122,084
236	116,118		116,354
(200,217)	(1,028,819)		(1,229,036)
		(66,636)	(66,636)
15,638	13,841		29,479
(144,797)	(313,896)	430,938	(27,755)
239,512	(239,512)		
94,715	(553,408)	430,938	(27,755)
103,495			103,495
330,416			330,416
34,743			34,743
164,739			164,739
38,842			38,842
34,300			34,300
7,340			7,340
149,580			149,580
556,556			556,556
6,467			6,467
1,426,478			1,426,478
(1,331,763)	(553,408)	430,938	(1,454,233)
9,854,475	3,381,718	5,311,061	18,547,254
	49,825		49,825
9,854,475	3,431,543	5,311,061	18,597,079
\$ 8,522,712	\$ 2,878,135	\$ 5,741,999	\$ 17,142,846

See accompanying notes to financial statements

OREGON TECH FOUNDATION  
STATEMENTS OF CASH FLOWS  
Years ended June 30

	2013	2012
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 3,163,088	\$ (1,454,230)
Adjustments to reconcile change in net assets to net cash provided (used) by operating		
Unrealized losses (gains) on investments	(644,866)	793,475
Realized losses (gains) on investments	(986,322)	735,997
Non-cash stock adjustments	(2,417)	4,945
Contributions of stock	(808,795)	(56,630)
Contributions of property		(170,000)
Contributions restricted for endowment	(1,992,480)	(497,574)
Change in value of split-interest agreements	(45,822)	98,698
Changes in assets and liabilities:		
Accounts receivable	242,833	(25,820)
Prepaid expenses	(2,335)	123
Cash surrender value of life insurance	5,612	3,862
Unconditional promises to give	10,822	(56,796)
Accounts payable	65,093	(206,801)
Accrued interest payable	15,245	(21,540)
Funds held for distribution	(291,815)	986,231
Net cash provided (used) by operating activities	<u>(1,272,159)</u>	<u>133,940</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchases of investments	(4,362,375)	(3,628,384)
Proceeds from sales and maturities of investments	<u>5,932,288</u>	<u>3,397,297</u>
Net cash provided (used) by investing activities	<u>1,569,913</u>	<u>(231,087)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Contributions restricted for endowment	1,357,480	497,574
Additions to charitable gift annuity and remainder trust agreements	25,000	25,000
Payments on charitable gift annuity and remainder trust agreements	(65,540)	(71,589)
Proceeds from line of credit	266,000	245,000
Payments on line of credit	(266,000)	(410,000)
Payments on term loan	<u>(1,487,581)</u>	
Net cash provided (used) by financing activities	<u>(170,641)</u>	<u>285,985</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	127,113	188,838

See accompanying notes to financial statements



OREGON TECH FOUNDATION  
STATEMENTS OF CASH FLOWS  
Years ended June 30

CASH AND CASH EQUIVALENTS

Beginning of year	<u>213,692</u>	<u>24,854</u>
End of year	<u>\$ 340,805</u>	<u>\$ 213,692</u>

See accompanying notes to financial statements

OREGON TECH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013 and 2012

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Purpose of Foundation** – The Oregon Tech Foundation (Foundation) is an Oregon nonprofit corporation chartered December 30, 1969. It secured exemption from federal income tax in accordance with Internal Revenue Code Section 501(c)(3) and is classified as an organization other than a private foundation by letter dated October 10, 1992. Contributions to the Foundation are tax deductible as a charitable contribution under the Internal Revenue Code.

The purpose of the Foundation is to promote the educational, cultural, charitable, and service functions of the Oregon Institute of Technology. Funding for the Foundation's activities is primarily provided by public and corporate donations. Most expenses of the Foundation are paid directly by the Oregon Institute of Technology and then reimbursed through the Foundation. These expenses are categorized in the statement of activities and the supplemental schedule of management and general expenses.

The Foundation's Board of Directors consisted of 19 individuals during the 2012-2013 fiscal year. The Vice President of Development & Alumni Relations managed the day-to-day administration of the Foundation until April 2013. It has since been managed by an interim executive director.

**Basis of Presentation** – The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Net assets and revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Foundation and changes therein are classified and reported as follows:

- *Unrestricted* – Support received that is not subject to donor-imposed restrictions and over which the Board of Directors has discretionary control is classified as unrestricted.
- *Temporarily Restricted* – Support received subject to donor-imposed use restrictions or time restrictions that will be met either through actions of the Foundation or by the passage of time is classified as temporarily restricted. In the period donor restrictions are met, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.
- *Permanently Restricted* – Support received subject to donor-imposed restrictions stipulating that funds be invested in perpetuity is classified as permanently restricted. In accordance with purposes stipulated by donors, earnings from such funds may be either unrestricted or temporarily restricted.

OREGON TECH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013 and 2012

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

**Basis of Presentation (Continued)**

**Cash and Cash Equivalents** – All highly liquid investments with an original maturity of three months or less at acquisition are considered to be cash and cash equivalents unless subject to donor-imposed restrictions that limits their use to long-term purposes such as endowments.

**Accounts receivable** – Accounts receivable are recorded at the amount management expects to collect. Management believes that all outstanding accounts receivable are collectible in full; therefore, no allowance for uncollectible receivables has been provided. Accounts receivable consist of an anticipated amount from lottery funds to reimburse the Alumni-Student Awards dinner.

**Investments** – Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair value. The alternative investments, which are not readily marketable, are carried at estimated fair values as provided by the investment managers. The Foundation reviews and evaluates the values provided by the investment managers and agrees with the valuation methods and assumptions used in determining the fair value of the alternative investments. Changes in unrealized gains and losses are reported in the accompanying statement of activities and changes in net assets.

Investment in privately held stock is accounted for under the cost method. Under this method, investments are carried at the lower of cost or market and are reviewed annually for impairment. A decline in the fair value of any available-for-sale security below cost that is deemed to be other-than-temporary results in an impairment reducing the carrying amount to fair value. The impairment is charged to earnings and a new cost basis for the security is established. For the year ended June 30, 2013, no impairment was recorded. For the year ended June 30, 2012, impairment was recorded as described in Note 5.

Investment in a limited partnership is accounted for under the cost method. Under this method, investments are carried at the lower of cost or market and are reviewed annually for impairment. Dividends received are recognized as income when received. For the years ended June 30, 2013 and 2012, no impairment was recorded.

OREGON TECH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013 and 2012

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

**Property and Equipment** – It is the Foundation's policy to capitalize property and equipment with an original cost or value when donated of over \$1,000 with lesser amounts being expensed. Depreciation is computed on the straight-line method for all capitalized assets over the estimated useful service life of the various classes of property and equipment. Upon retirement or disposal of property and equipment, the costs and related accumulated depreciation amounts are eliminated, and any gain or loss is included in the Statement of Activities and Changes in Net Assets.

**Collections** – The Foundation capitalizes collection items displayed and used in the fulfillment of its purposes. Collection items are recorded at cost if purchased and at fair value at date of accession if donated. The Foundation does not depreciate collection items that are protected, kept unencumbered, cared for, and preserved.

**Unconditional Promises to Give** – Contributions are recognized when the donor makes a promise to give to the Foundation that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. Promises to give expected to be collected in future years are recorded at the present value of estimated future cash flows using a discount rate of 0.20% and 0.42% as of June 30, 2013 and 2012, respectively.

The Foundation uses the allowance method to determine uncollectible unconditional promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises to give. As of June 30, 2013 and 2012, the allowance was \$14,800 and \$10,363, respectively.

**Donated Services** – The Foundation receives donated services from a variety of unpaid volunteers assisting the Foundation in its program services. No amounts have been recognized in the accompanying statement of activities because the criteria for recognition of such volunteer efforts have not been satisfied. In addition, the Foundation receives services and facility use from Oregon Institute of Technology. No amounts have been estimated for these services.

OREGON TECH FOUNDATION  
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**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont.)**

**In-Kind Contributions and Expenses** – The Foundation received donated items which have been recorded at their estimated fair value. Total in-kind donations for the years ending June 30, 2013 and 2012, are \$45,783 and \$116,354, respectively.

**Grants and Contributions** – The Foundation receives some contributions as grants from private companies and non-profit organizations. These contributions have reporting requirements that the Foundation must comply with. These grants have been reported with contributions revenue.

**Income Taxes** – The Foundation is a not-for-profit organization which is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Foundation is required to pay income taxes on its unrelated business income received from a partnership interest and affinity program royalties. The Foundation accounts for income taxes under the asset and liability method. Under this method, deferred income taxes are established for the differences between the financial reporting and income tax basis of assets and liabilities as well as operating loss and tax credit carry-forwards. Deferred tax assets are reduced by a valuation allowance when, in the opinion of management, it is more likely than not that some portion of the deferred tax assets will not be realized. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities in tax rates is recognized in income in the period that includes the enactment date.

**Use of Estimates** – Preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Accordingly, actual results could differ from those estimated. Significant estimates include allowance for uncollectible promises to give, fair value of alternative investments and other investments, actuarial assumptions used to compute annuity and life income obligations and estimated bequests.

**Reclassifications** – Certain accounts in the prior year financial statements have been reclassified to conform to the presentation of the current year financial statements. These reclassifications have no effect on previously reported changes in net assets.

OREGON TECH FOUNDATION  
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**NOTE 2 – INVESTMENTS**

A. Investments are carried at fair value on the statement of financial position. The cost and fair values of securities held at June 30 were as follows:

	June 30, 2013		
	<u>Fair value</u>	<u>Cost</u>	<u>Unrealized gains (losses)</u>
Money market	\$ 125,248	125,248	
Corporate equity securities	14,206,190	12,235,670	1,970,520
Alternative investments (Note 4)	1,203,151	1,117,417	85,734
Investment in privately held stock (Note 5)	547,626	547,626	
Investment in partnership (Note 6)	<u>1,816,500</u>	<u>1,816,500</u>	
	<u>\$ 17,898,715</u>	<u>\$ 15,842,461</u>	<u>\$ 2,056,254</u>

  

	June 30, 2012		
	<u>Fair value</u>	<u>Cost</u>	<u>Unrealized gains (losses)</u>
Money market	\$ 134,943	134,943	
Corporate equity securities	13,195,711	11,789,831	1,405,880
Alternative investments (Note 4)	1,331,446	1,327,915	3,531
Investment in privately held stock (Note 5)	547,626	547,626	
Investment in partnership (Note 6)	<u>1,816,500</u>	<u>1,816,500</u>	
	<u>\$ 17,026,226</u>	<u>\$ 15,616,815</u>	<u>\$ 1,409,411</u>

At June 30, 2013, the Foundation had approximately \$3,567,277 in investments with underlying investments that are not readily marketable. These investments are in liability corporations, off-shore investment funds, partnerships and privately held stock. Such investments represent approximately 19.9% of the total investments and approximately 17.6% of net assets at June 30, 2013. These investments may contain elements of both credit and market risk. Such risks include, but are not limited to, limited liquidity, absence of regulatory oversight, dependence on key individuals, emphasis on speculative investments,

OREGON TECH FOUNDATION  
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**NOTE 2 – INVESTMENTS (cont.)**

and nondisclosure of full portfolio composition. Because these investments are not readily marketable, their estimated values are subject to uncertainty and, therefore, may differ from the value that would have been used had a ready market for such investments existed. Such differences could be significant.

B. Investment return for the year ended June 30 consisted of:

	<u>2013</u>	<u>2012</u>
Interest income	\$ 13,393	\$ 15,501
Dividend income	439,746	295,700
Partnership distribution		
Unrealized gain (loss) on investments	559,131	(797,005)
Unrealized gain (loss) on alternative investments (note 4)	85,734	3,531
Realized gain (loss) on investments	986,322	(735,997)
Investment fees	<u>(17,411)</u>	<u>(10,766)</u>
	<u>\$ 2,066,915</u>	<u>\$ (1,229,036)</u>

Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities could occur in the near term and such changes could materially affect the amounts reported in the Statement of Financial Position.

**NOTE 3 – FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES**

FASB ASC 820 establishes a hierarchy that prioritizes fair value measurements based on the types of inputs used for the various valuation techniques (market approach, income approach and cost approach). The levels of hierarchy are described below:

- Level 1: consists of financial instruments whose value is based on quoted market prices for identical financial instruments in an active market
- Level 2: consists of financial instruments that are valued using models or other valuation methodologies. These models use inputs that are observable either directly or indirectly; Level 2 inputs include (i) quoted prices for similar assets or liabilities in active markets, (ii) quoted prices for similar assets or liabilities in markets that are not active, (iii) pricing models whose inputs are observable for substantially the full term of the financial instrument and (iv) pricing models whose inputs are derived principally from or corroborated by observable market data through correlation or other means for substantially the full term of the financial instrument

OREGON TECH FOUNDATION  
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**NOTE 3 – FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES  
(continued)**

- Level 3: consists of financial instruments whose values are determined using pricing models that utilize significant inputs that are primarily unobservable, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair value requires significant management judgment or estimation

Our assessment of the significance of a particular input to the fair value measurement requires judgment and may affect the valuation of financial instruments and their classification within the fair value hierarchy. As required by FASB ASC 820, financial instruments are classified in their entirety based on the lowest level of input that is significant to the fair value measurement.

The fair market value of a split-interest agreement was transferred from a Level 3 measurement to Level 1 at June 30, 2013 after the terms of the trust agreement were evaluated and the current practice among other similar nonprofit entities was considered.

Our financial instruments that are accounted for at fair value on a recurring basis are presented in the table below

*Recurring Fair Value Measures*

Fair Value as of June 30, 2013:	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
<b>Investments:</b>				
Money market funds	\$ 125,248	\$	\$	\$ 125,248
Corporate equity securities	14,206,190			14,206,190
Alternative investments		1,203,150		1,203,150
Investment in privately held stock			547,626	547,626
Investment in partnership			1,816,500	1,816,500
	\$14,331,438	\$ 1,203,150	\$ 2,364,126	\$ 17,898,714
Split-interest agreements-net	839,721			839,721
	<u>\$15,171,159</u>	<u>\$ 1,203,150</u>	<u>\$ 2,364,126</u>	<u>\$ 18,738,435</u>



OREGON TECH FOUNDATION  
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**NOTE 3 – FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES  
(continued)**

Fair Value as of June 30, 2012:	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
<b>Investments:</b>				
Money market funds	\$ 134,943	\$	\$	\$ 134,943
Corporate equity securities	13,195,711			13,195,711
Alternative investments		1,331,446		1,331,446
Investment in privately held stock			547,626	547,626
Investment in partnership			1,816,500	1,816,500
	<u>\$13,330,654</u>	<u>\$ 1,331,446</u>	<u>\$ 2,364,126</u>	<u>\$ 17,026,226</u>
Split-interest agreements-net	<u>335,626</u>		<u>540,638</u>	<u>876,264</u>
	<u>\$13,666,280</u>	<u>\$ 1,331,446</u>	<u>\$ 2,904,764</u>	<u>\$ 17,902,490</u>

The Foundation recognizes transfers between levels in the fair value hierarchy at the end of the reporting period.

The following table summarizes information about recurring fair value measurements that use significant unobservable inputs (Level 3 measurements) for the years ended:

June 30, 2013				
	Investment in privately held stock	Investment in partnership	Split- interest agreements	Total
Balance as of June 30, 2012	\$ 547,626	\$ 1,816,500	\$ 540,638	\$ 2,904,764
Transfer out of Level 3			(540,638)	(540,638)
Balance as of June 30, 2013	<u>\$ 547,626</u>	<u>\$ 1,816,500</u>	<u>\$</u>	<u>\$ 2,364,126</u>

OREGON TECH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 3 – FAIR VALUE OF FINANCIAL ASSETS AND FINANCIAL LIABILITIES  
(continued)**

June 30, 2012				
	Investment in privately held stock	Investment in partnership	Split- Interest Agreements	Total
Balance as of June 30, 2011	\$ 1,500,775	\$ 1,816,500	\$ 504,345	\$ 3,821,620
Change in value	(953,149)		67,712	(885,437)
Distributions to beneficiaries			( 31,419)	( 31,419)
Balance as of June 30, 2012	<u>\$ 547,626</u>	<u>\$ 1,816,500</u>	<u>\$ 540,638</u>	<u>\$ 2,904,764</u>

The following methods and assumptions were used by management in estimating its fair value disclosures for financial instruments:

- Cash, cash equivalents, short-term unconditional promises to give, and notes payable: The carrying amounts reported in the statement of financial position approximate fair values because of the short maturities of those instruments.
- Short-term and permanent investments: The fair values of investments are based on quoted market prices for those or similar investments.
- Long-term unconditional promises to give: The fair value of promises to give that are due in more than one year is estimated by discounting expected future cash flows using a rate of return based on the yield of average daily treasury curve rates at June 30 of each year.

Management relies on third party fair value measurement valuation, including those for Level 3 recurring and nonrecurring measurements. The Foundation's Board of Directors, finance committee and management assesses and evaluates the reasonableness of the fair value measurements and at least annually, management determines if the current valuation techniques used in fair value measurements are still appropriate.

OREGON TECH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 4 – ALTERNATIVE INVESTMENTS**

Alternative investments are considered to be less liquid than the Foundation's other investments. The following table summarizes these investments for the following periods.

	June 30,	
	2013	2012
ABS Alpha Limited Fund	\$ 0	\$ 1,331,446
ABS Global Equity Fund	\$ 1,203,150	\$ 0

Alternative investments include limited liability corporations and off-shore investment funds. Included in investments of the limited liability corporations are investments in private funds that are invested in financial instruments including, among others, forward and future contracts, interest rate and currency swap agreements, written options and structured notes and stripped securities. These financial instruments, which involve varying degrees of off-balance-sheet risk, may result in loss due to changes in the market. Unrealized gains (losses) for the years ending June 30, 2013 and 2012 were \$ 85,734 and \$ 3,531, respectively.

**NOTE 5 – INVESTMENT IN PRIVATELY HELD STOCK**

	June 30,	
	2013	2012
Privately held stock A	\$ 547,626	\$ 547,626

The Foundation holds less than 1% of the stock noted above. For the years ended June 30, 2013 and 2012, the Foundation evaluated the stock for impairment. Evidence considered in this assessment includes the reason for impairment, the severity and duration of the impairment, market conditions, changes in value subsequent to year end, forecasted performance of the investee, and the general market condition in the geographic area or industry the investee operates in. For the year ended June 30, 2013, no impairment was recorded. The Foundation deemed the privately held stock to be impaired as of June 30, 2012 and recorded a write-down of \$953,149.

**NOTE 6 – INVESTMENT IN PARTNERSHIP**

The Foundation owns approximately 10% of a partnership which was a contributed asset. It is recorded at \$1,816,500, the fair market value at the time of the gift. For the years ended June 30, 2013 and 2012 the investment is recorded at the lower of cost or market.

OREGON TECH FOUNDATION  
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**NOTE 7 – ENDOWMENT AND QUASI-ENDOWMENT FUNDS**

The Foundation's endowment pool includes contributed funds to be maintained in perpetuity, donor-restricted funds contributed for a specific purpose or term, and funds designated by the Board to function as endowments. As required by generally accepted accounting principles, net assets associated with endowment funds, including funds designated by the Board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

*Board Interpretation of Relevant Law*

The Board of Directors of the Foundation has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation 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 expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- a. The duration and preservation of the fund
- b. The purposes of the Foundation and the donor-restricted endowment fund
- c. General economic conditions
- d. The possible effect of inflation and deflation
- e. The expected total return from income and the appreciation of investments
- f. Other resources of the Foundation
- g. The investment policies of the Foundation

Split-Interest Agreement funds are held in separate accounts and are maintained by independent trustees and do not operate under the return objectives and risk parameters or the strategies employed for achieving endowment objectives and therefore, are not included in the changes in the following tables.

OREGON TECH FOUNDATION  
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**NOTE 7 – ENDOWMENT AND QUASI-ENDOWMENT FUNDS (continued)**

Endowments by net asset classification by type of fund:

		June 30, 2013			
		Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-restricted endowment funds	\$		\$ 2,813,180	\$ 6,827,602	\$ 9,640,782
Board-designated endowment funds		<u>6,416,518</u>			<u>6,416,518</u>
		<u>\$ 6,416,518</u>	<u>\$ 2,813,180</u>	<u>\$ 6,827,602</u>	<u>\$ 16,057,300</u>
		June 30, 2012			
		Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-restricted endowment funds	\$		\$ 2,004,632	\$ 4,845,199	\$ 6,849,831
Board-designated endowment funds		<u>6,743,669</u>			<u>6,743,669</u>
		<u>\$ 6,743,669</u>	<u>\$ 2,004,632</u>	<u>\$ 4,845,199</u>	<u>\$ 13,593,500</u>

Changes in endowments by net asset classification for the fiscal years ended June 30, 2013 and 2012:

		Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, end of the year, June 30, 2011 restated	\$	7,284,097	\$ 2,345,590	\$ 4,362,153	\$ 13,991,840
Investment return:					
Interest and dividends		142,798	143,820		286,618
Realized and unrealized losses		(341,881)	(257,741)		(599,622)
Investment fees		(5,760)	( 4,955)		( 10,715)
Contributions		10,050		483,046	493,096
Appropriation of endowment assets for expenditure - restated		<u>(345,635)</u>	<u>( 222,082)</u>		<u>( 567,717)</u>
Endowment net assets, end of the year, June 30, 2012		<u>6,743,669</u>	<u>2,004,632</u>	<u>4,845,199</u>	<u>13,593,500</u>

OREGON TECH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 7 – ENDOWMENT AND QUASI-ENDOWMENT FUNDS (continued)**

Balance June 30, 2012	\$ 6,743,669	\$ 2,004,632	\$ 4,845,199	\$ 13,593,500
Investment return:				
Interest and dividends	131,481	143,747		275,228
Realized and unrealized losses	854,400	934,189		1,788,589
Investment fees	(4,680)	( 12,666)		( 17,346)
Contributions & other income	1,318	5,827	1,983,028	1,999,626
Appropriation of endowment assets for expenditure	<u>(1,309,670)</u>	<u>( 262,850)</u>	<u>(625)</u>	<u>( 1,572,645)</u>
Endowment net assets, end of the year, June 30, 2013	<u>\$ 6,416,518</u>	<u>\$ 2,813,180</u>	<u>\$ 6,827,602</u>	<u>\$ 13,543,675</u>

**Funds with Deficiencies**

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires the Foundation to retain as a fund of perpetual duration. In accordance with FASB ASC, deficiencies of this nature are reported in unrestricted net assets. These deficiencies resulted from unfavorable market fluctuations that occurred after the investment of permanently restricted contributions and continued appropriation for certain programs that was deemed prudent by the finance committee of the Foundation.

**NOTE 8 – SPLIT-INTEREST AGREEMENTS**

The Foundation has entered into charitable remainder unitrust (CRUT) agreements whereby assets are made available on the condition that income is paid periodically to designated individuals. The unitrusts provide a lifetime benefit for the beneficiaries. Upon the death of the beneficiaries, all remaining assets of the trust pass to the Foundation to be added to specified scholarship funds. The agreements each provide a required annual distribution percentage which is based on the trust value as of the first day of the trust year. Remainder trust obligations are an actuarially determined liability recorded by the Foundation which represents the present value of estimated future payments to beneficiaries, discounted at applicable interest rates.

The Foundation has entered into charitable gift annuity (CGA) agreements whereby donors contribute assets in exchange for the Foundation's promise to pay a fixed amount to donor-determined beneficiaries for their life, with the remaining assets reverting to the Foundation upon

OREGON TECH FOUNDATION  
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**NOTE 8 – SPLIT-INTEREST AGREEMENTS (continued)**

the death of the beneficiaries to be used to support the charitable purposes of the Foundation. The difference between the amounts received and the present value of future annuity payments is recorded as a contribution. The liability for the present value of the future annuity payments is determined annually based on the ages and life expectancies of the donors as of the statement of financial position date, discounted at applicable interest rates.

Charitable gift annuity contributions included in the contribution revenue for the year ended June 30, 2013 and 2012 were \$9,652 and \$10,472 respectively.

The fair value of assets held in trust and the corresponding liability to the donors, are as follows:

As of June 30, 2013:

	<u>Fair Market Value</u>	<u>Liability</u>	<u>Net</u>
Charitable Gift Annuities	\$ 160,165	\$ (85,083)	\$ 75,082
Charitable remainder unitrusts:			
Unitrust A	205,228	(28,507)	176,721
Beneficial interest in remainder trust			
Unitrust C	<u>801,254</u>	<u>(213,336)</u>	<u>587,918</u>
	<u>\$ 1,166,647</u>	<u>\$ (326,926)</u>	<u>\$ 839,721</u>

As of June 30, 2012:

	<u>Fair Market Value</u>	<u>Liability</u>	<u>Net</u>
Charitable Gift Annuities	\$ 140,968	\$ (85,133)	\$ 55,835
Charitable remainder unitrusts:			
Unitrust A	194,658	(37,772)	156,886
Beneficial interest in remainder trust			
Unitrust C	<u>749,372</u>	<u>(208,734)</u>	<u>540,638</u>
	<u>\$ 1,084,998</u>	<u>\$ (331,639)</u>	<u>\$ 753,359</u>

OREGON TECH FOUNDATION  
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**NOTE 9 – UNCONDITIONAL PROMISES TO GIVE**

	<u>June 30,</u>	
	<u>2013</u>	<u>2012</u>
Receivable in less than one year	\$ 1,759,755	\$ 198,800
Receivable in one to five years	<u>1,029,414</u>	<u>1,971,793</u>
	2,789,169	2,170,593
Discounts to net present value	<u>( 2,155)</u>	<u>(12,194)</u>
	2,787,014	2,158,399
Allowance for uncollectible pledges	<u>(14,800)</u>	<u>( 10,363)</u>
	<u>\$ 2,772,214</u>	<u>\$ 2,148,036</u>

**NOTE 10 – LOSS ON WRITE-OFF OF UNCOLLECTIBLE PLEDGES**

The Foundation's loss on write-off of uncollectible pledges is presented as a reduction in contributions. For the years ended June 30:

	<u>2013</u>		<u>2012</u>	
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>
Contributions and grants	\$ 95,376	\$ 470,349	\$ 39,546	\$ 586,529
Loss on write-off	(15,385)			(1,565)
Contributions and grants, net	<u>\$ 79,991</u>	<u>\$ 470,349</u>	<u>\$ 39,546</u>	<u>\$ 584,964</u>

No loss on write-off of uncollectible pledges was taken on permanently restricted contributions.

**NOTE 11 – REAL PROPERTY**

Real property consists of the following:

	<u>June 30,</u>	
	<u>2013</u>	<u>2012</u>
Land	\$ 35,000	\$ 35,000
House	<u>170,000</u>	<u>170,000</u>
	<u>\$ 205,000</u>	<u>\$ 205,000</u>



OREGON TECH FOUNDATION  
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**NOTE 11 – REAL PROPERTY (continued)**

The land was donated in 2006 and is held for investment with donor imposed restrictions on the use of sale proceeds.

The house was donated in 2011 and is held for investment with donor imposed restrictions. The donor is entitled to full use of the home during his natural lifetime and will pay maintenance, taxes, and other expenses related to the home during that time.

**NOTE 12 – COLLECTIONS**

Collections consist of the following:

	June 30,	
	2013	2012
Non-Depreciable Collections	\$ <u>149,380</u>	\$ <u>149,380</u>

Collections consist of assets displayed in the Shaw Historical Library including artwork, furniture, maps, books, and photos. See also Note 21.

**NOTE 13 – FUNDS HELD FOR DISTRIBUTION**

During 2012 a not-for-profit organization contributed funds to the Foundation for the purpose of holding and distributing those funds to the intended beneficiaries, or for later transfer to another qualified organization. Accordingly, the Foundation is accounting for those assets by recording an offsetting liability.

The liability is reflected under funds held for distribution on the accompanying Statements of Financial Position. Changes in the funds held for distribution for the years ended June 30, 2013 and 2012 are as follows:

	2013	2012
Balance, beginning of year	\$ 1,112,785	\$ 126,554
Additional deposits	269,685	986,231
Distributions	( 561,500)	( 0)
Balance, end of year	\$ <u>820,970</u>	\$ <u>1,112,785</u>

OREGON TECH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 14 – LINE OF CREDIT AND TERM LOAN**

As of June 30, 2013 and 2012, the Foundation had one unsecured line of credit. The line of credit matures May 1, 2014. The loan carries a variable interest rate based on the prime rate and a minimum stated rate of 5.00%. This resulted in a rate of 5.00% at June 30, 2013 and 2012. Interest is due quarterly. The line of credit had a balance of \$0 at June 30, 2013 and 2012.

	<u>2013</u>	<u>2012</u>
Lines of credit, maximum borrowing limits:		
Line of credit	\$ <u>500,000</u>	\$ <u>840,000</u>

As of June 30, 2013 and 2012, the Foundation had one unsecured term loan. The loan carries a variable interest rate based on the prime rate and a minimum stated rate of 4.75%. This resulted in a rate of 4.75% at June 30, 2013. Interest is due quarterly. The loan matures May 1, 2014.

	<u>2013</u>	<u>2012</u>
Term loan, balance at June 30	\$ <u>1,231,419</u>	\$ <u>2,719,000</u>

Interest expense for the years ended June 30, 2013 and 2012 was \$120,921 and \$149,580, respectively.

**NOTE 15 – NET ASSETS**

Unrestricted net assets were available for the following purposes or periods:

	<u>June 30,</u>	
	<u>2013</u>	<u>2012</u>
Unrestricted	\$ 2,328,813	\$ 1,779,043
Board designated	<u>6,416,518</u>	<u>6,743,668</u>
Total Unrestricted & Board Designated Assets	<u>\$ 8,745,331</u>	<u>\$ 8,522,712</u>

Temporarily Restricted net assets are restricted primarily for scholarships, departmental programs and activities, including capital projects. Charitable gift annuities and remainder trusts may also be Temporarily Restricted. These assets are subject to donor imposed stipulations that may be or will be met either by the Foundation and/or the passage of time.

OREGON TECH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013 and 2012

**NOTE 15 – NET ASSETS-continued**

Temporarily restricted net assets were available for the following purposes or periods:

	June 30,	
	2013	2012
Scholarships	\$ 3,058,492	\$ 2,201,473
Center for Health Professions Fund	55,000	
Wilsonville Campus	154,186	238,025
Other	625,600	438,637
	<u>\$ 3,893,278</u>	<u>\$ 2,878,135</u>

Net assets were released from donor restrictions by incurring expenses satisfying the purpose specified by the donor as follows:

	June 30,	
	2013	2012
Scholarships	\$ 341,395	\$ 295,971
Center for Health Professions Fund	128,415	148,858
Wilsonville Campus	210,376	102,541
Other	388,872	493,314
Transfer from Unrestricted to fund CHP restriction	(174,152)	(801,172)
	<u>\$ 894,906</u>	<u>\$ 239,512</u>

Permanently Restricted net assets are primarily restricted for endowments, charitable gift annuities and remainder trusts. These net assets are subject to donor imposed stipulations that they be maintained permanently by the Foundation. Generally, the donors of these assets permit the Foundation to use all or part of the income earned on related investments for general or specific purposes, such as, scholarships.

OREGON TECH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013 and 2012

**NOTE 15 – NET ASSETS-continued**

Permanently restricted net assets were available for the following purposes or periods:

	<u>June 30,</u>	
	<u>2013</u>	<u>2012</u>
Scholarships	\$ 6,289,600	\$ 4,323,820
Shaw Library	410,778	410,778
Other	<u>966,947</u>	<u>1,007,401</u>
	<u>\$ 7,667,325</u>	<u>\$ 5,741,999</u>

**NOTE 16 – PROVISION FOR INCOME TAXES**

For the years ended June 30, 2013 and 2012, the income tax expense was \$150 and \$150, respectively. For June 30, 2013 and 2012, the income tax expense consisted entirely of Oregon tax where \$150 is the minimum tax. The Foundation's federal tax rate effective for 2013 would range from 15% to 38% of taxable income. The Foundation's Oregon tax rates are 6.6% of Oregon taxable income of \$250,000 or less plus 7.6% of the Oregon taxable income over \$250,000 with a minimum of \$150.

As of June 30, 2013 and 2012, the Foundation had available net operating loss carryforwards of approximately \$3,081,536 and \$2,782,932, respectively, for income tax reporting. The net operating loss carryforwards give rise to a deferred tax asset of \$1,170,983 and \$1,057,514, which are reduced by valuation allowances of \$1,170,983 and \$1,057,514 as of June 30, 2013 and 2012, respectively. The net operating losses will expire in various years from June 30, 2017 through June 30, 2032.

**NOTE 17 – CASH FLOW STATEMENT DISCLOSURES**

	<u>June 30,</u>	
	<u>2013</u>	<u>2012</u>
Supplemental Cash Flow Information		
Interest Paid	\$ 105,676	\$ 149,580
Taxes Paid	150	150

OREGON TECH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013 and 2012

**NOTE 18 – LEASES**

The Foundation is obligated under operating leases covering equipment, which expire on various dates through 2013. The operating lease expense includes both lease payments and the related property tax payments. Future minimum non-cancelable operating lease payments for equipment are fully reimbursed from Oregon Institute of Technology.

As of July 1, 2010, the Foundation entered into an agreement with the Oregon Institute of Technology for reimbursement of the operating lease expense. For the years ended June 30, 2013 and 2012, non-cancelable operating lease expense was \$371,693 and \$617,231, respectively, with the entire amounts being reimbursed under the agreement. Thus, for the years ended June 30, 2013 and 2012, the net operating lease expense was zero.

**NOTE 19 – CONCENTRATIONS OF CREDIT RISK**

The Foundation maintains cash balances at one financial institution. The total of these accounts is insured up to \$250,000 by the Federal Deposit Insurance Corporation. For the fiscal years ended June 30, 2013 and 2012, the Foundation was under insured at various times during the year and at year end.

The Foundation also invests funds in professional managed mutual funds that contain various types of marketable securities. Such investments are exposed to various risks, such as fluctuations in market value and credit risk. Thus, it is at least reasonably possible that changes in the near term could materially affect investment balances and the amounts reported in the financial statements.

To minimize risk, the Foundation's cash accounts are placed with high credit quality financial institutions and the Foundation's investment portfolio is diversified among a variety of asset categories, which are held by several investment managers. The Foundation regularly evaluates its depository arrangements and investment strategies.

**NOTE 20 – RELATED PARTY**

Oregon Institute of Technology (Oregon Tech) is a related party of the Foundation. The Foundation provides direct support to Oregon Tech for various program expenses. During 2013 and 2012, the Foundation provided program expense support to Oregon Tech of \$376,053 and \$15,620, respectively.

OREGON TECH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
June 30, 2013 and 2012

**NOTE 20 – RELATED PARTY (continued)**

The Foundation reimburses Oregon Tech for salaries of certain Foundation employees and other operating costs. The amount payable or “due to university”, totaled \$144,347 and \$80,677 for the years ended June 30, 2013 and 2012, respectively.

As discussed in Note 18, the Foundation has a reimbursement agreement with Oregon Tech for operating lease expenses which became effective July 1, 2010. During 2013, the Foundation recorded \$371,693 in operating lease expense reimbursements. The amount receivable or “due from university” of this reimbursement, totaled \$0 for the year ended June 30, 2013.

**NOTE 21 – PRIOR PERIOD ADJUSTMENTS**

During 2013, it was found that a collection had been received in 2009 in the amount of \$49,825 that had not remained on the books of the Foundation. It had been properly reported as an in-kind donation in revenues during 2009. It had also been incorrectly reported as funds disbursed to Oregon Tech in the same amount. The Shaw Historical Library has a collection development agreement with the Foundation that specifically states that a collection received will remain titled with the Foundation as an asset of the Shaw Historical Library and the Foundation.

For the fiscal year ended June 30, 2009, Fund Disbursements were overstated by \$49,825 and Other assets – collections was understated by \$49,825. For the fiscal years ended June 30, 2010, 2011 and 2012, Other assets – collections were understated by \$49,825 and Net Assets, Temporarily Restricted were understated by \$49,825.

In addition, amounts have been reclassified to properly reflect the amount of Permanently Restricted Net Assets, Temporarily Restricted Net Assets and Unrestricted Net Assets at June 30, 2013. This has resulted in a decrease to Permanently Restricted Net Assets of \$143,241, an increase to Temporarily Restricted Assets of \$285,439 and a decrease to Unrestricted Net Assets of \$142,197. Net assets in total do not change as a result of this adjustment.

**NOTE 22 – SUBSEQUENT EVENTS**

The Foundation has evaluated subsequent events for disclosure and recognition through September 20, 2013, the date on which these financial statements were available to be issued.

On September 13, 2013 the foundation was notified that a previous gift of a life insurance policy was given back to the donor. During the year the Board agreed to give this gift back to the donor if certain conditions were met. Those conditions had been met. The cash value of this life insurance policy included in the Statement of Financial Position at June 30, 2013 was \$276,542.

SUPPLEMENTARY INFORMATION

OREGON TECH FOUNDATION  
SCHEDULES OF MANAGEMENT AND GENERAL EXPENSES  
June 30

SCHEDULE 1

	<u>2013</u>	<u>2012</u>
Accounting and legal	\$ 63,554	\$ 65,040
Advertising and marketing	515	125
Awards and honorariums	1,204	1,543
Chapter expenses		500
Computers and software and web development	2,090	51
Software Maintenance	15,792	15,434
Conferences	6,053	5,699
Data Maintenance	2,665	2,403
Insurance	3,568	3,791
Licenses, fees and dues	5,151	4,625
Meals and receptions	13,027	12,085
Miscellaneous	193	
Phone	971	1,038
Postage	8,113	9,137
Printing and books	16,896	9,223
Prospect research	2,933	807
Publications	1,389	1,979
Salaries	442,452	365,586
Personnel search		469
Merchandise	4,243	3,040
Supplies	3,060	2,472
Taxes	390	2,748
Travel	37,279	48,761
	<u>\$ 631,538</u>	<u>\$ 556,556</u>



Form

**8868****Application for Extension of Time To File an  
Exempt Organization Return**

OMB No 1545-1709

(Rev. January 2013)

Department of the Treasury  
Internal Revenue Service► **File a separate application for each return.**

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box ☒
- If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form)

**Do not complete Part II unless** you have already been granted an automatic 3-month extension on a previously filed Form 8868.

**Electronic filing (e-file).** You can electronically file Form 8868 if you need a 3-month automatic extension of time to file (6 months for a corporation required to file Form 990-T), or an additional (not automatic) 3-month extension of time. You can electronically file Form 8868 to request an extension of time to file any of the forms listed in Part I or Part II with the exception of Form 8870, Information Return for Transfers Associated With Certain Personal Benefit Contracts, which must be sent to the IRS in paper format (see instructions). For more details on the electronic filing of this form, visit [www.irs.gov/efile](http://www.irs.gov/efile) and click on e-file for Charities & Nonprofits.

**Part I Automatic 3-Month Extension of Time. Only submit original (no copies needed).**

A corporation required to file Form 990-T and requesting an automatic 6-month extension – check this box and complete Part I only ☐

All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns

		Enter filer's identifying number, see instructions
Type or print	Name of exempt organization or other filer, see instructions.	Employer identification number (EIN) or
	<b>OREGON TECH FOUNDATION</b>	<b>23-7056213</b>
File by the due date for filing your return. See instructions	Number, street, and room or suite no. If a P.O. box, see instructions	Social security number (SSN)
	<b>3201 CAMPUS DRIVE</b>	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions	
	<b>KLAMATH FALLS</b>	<b>OR 97601-8801</b>

Enter the Return code for the return that this application is for (file a separate application for each return)

**01**

Application Is For	Return Code	Application Is For	Return Code
Form 990 or Form 990-EZ	01	Form 990-T (corporation)	07
Form 990-BL	02	Form 1041-A	08
Form 4720 (individual)	03	Form 4720	09
Form 990-PF	04	Form 5227	10
Form 990-T (sec. 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

**KRISTA DARRAH****3201 CAMPUS DRIVE**

- The books are in the care of ► **KLAMATH FALLS**

**OR 97601**Telephone No. ► **541-885-1134**

FAX No. ►

- If the organization does not have an office or place of business in the United States, check this box ☐
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) \_\_\_\_\_ If this is for the whole group, check this box ☐ If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension is for

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until **02/15/14**, to file the exempt organization return for the organization named above. The extension is for the organization's return for:

► ☐ calendar year \_\_\_\_\_ or

► ☒ tax year beginning **07/01/12**, and ending **06/30/13**

2 If the tax year entered in line 1 is for less than 12 months, check reason. ☐ Initial return ☐ Final return  
☐ Change in accounting period

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	3a	\$
b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b	\$
c <b>Balance due.</b> Subtract line 3b from line 3a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	3c	\$

**Caution.** If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

**For Privacy Act and Paperwork Reduction Act Notice, see instructions.**  
DAA

Form **8868** (Rev. 1-2013)