Form **990-PF**

Department of the Treasury
Internal Revenue Service

Return of Private Foundation
or Section 4947(a)(1) Trust Treated as Private Foundation
| Do not enter Social Security numbers on this form as it may be made public
| Information about Form 990-PF and its separate instructions is at www.irs.gov/form990pf.

OMB No 1545-0052
2013
Open to Public Inspection

For calendar year 2013 or tax year beginning , and ending

Name of foundation
THE K2 FAMILY FOUNDATION

A Employer identification number
20-7124990

Number and street (or P O box number if mail is not delivered to street address) | Room/suite
88 MARSHALL POINT ROAD, BOX 285

B Telephone number
207-372-8083

City or town, state or province, country, and ZIP or foreign postal code
PORT CLYDE, ME 04855

C If exemption application is pending, check here ▶ ☐

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

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

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

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

I Fair market value of all assets at end of year *(from Part II, col. (c), line 16)* ▶$ 978,883.

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

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

Part I	**Analysis of Revenue and Expenses** (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue 1	Contributions, gifts, grants, etc , received	0.			
2	Check ▶ ☒ if the foundation is not required to attach Sch B				
3	Interest on savings and temporary cash investments				
4	Dividends and interest from securities	33,051.	33,051.	33,051.	STATEMENT 1
5a	Gross rents				
b	Net rental income or (loss)				
6a	Net gain or (loss) from sale of assets not on line 10	8,341.			
b	Gross sales price for all assets on line 6a 59,750.				
7	Capital gain net income (from Part IV, line 2)		8,341.		
8	Net short-term capital gain			305.	
9	Income modifications				
10a	Gross sales less returns and allowances				
b	Less Cost of goods sold				
c	Gross profit or (loss)				
11	Other income	<4,206.>	<4,206.>	<4,206.>	STATEMENT 2
12	**Total.** Add lines 1 through 11	37,186.	37,186.	29,150.	
Operating and Administrative Expenses 13	Compensation of officers, directors, trustees, etc	0.	0.	0.	0.
14	Other employee salaries and wages				
15	Pension plans, employee benefits				
16a	Legal fees				
b	Accounting fees STMT 3	8,775.	0.	0.	8,775.
c	Other professional fees STMT 4	9,097.	8,967.	8,967.	130.
17	Interest				
18	Taxes STMT 5	55.	55.	55.	0.
19	Depreciation and depletion				
20	Occupancy				
21	Travel, conferences, and meetings				
22	Printing and publications				
23	Other expenses STMT 6	42,449.	1,322.	1,322.	39,556.
24	**Total operating and administrative expenses.** Add lines 13 through 23	60,376.	10,344.	10,344.	48,461.
25	Contributions, gifts, grants paid	43,000.			43,000.
26	**Total expenses and disbursements.** Add lines 24 and 25	103,376.	10,344.	10,344.	91,461.
27	Subtract line 26 from line 12				
a	Excess of revenue over expenses and disbursements	<66,190.>			
b	**Net investment income** (if negative, enter -0-)		26,842.		
c	**Adjusted net income** (if negative, enter -0-)			18,806.	

3

Part II Balance Sheets

Attached schedules and amounts in the description column should be for end-of-year amounts only

		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing			
	2 Savings and temporary cash investments	41,242.	74,373.	74,373.
	3 Accounts receivable ▶ 765.			
	Less allowance for doubtful accounts ▶		765.	765.
	4 Pledges receivable ▶			
	Less allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons			
	7 Other notes and loans receivable ▶			
	Less allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments - U S and state government obligations STMT 7	328,108.	327,086.	344,607.
	b Investments - corporate stock STMT 8	1,263,017.	1,266,185.	316,728.
	c Investments - corporate bonds			
	11 Investments - land, buildings, and equipment basis ▶			
	Less accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other STMT 9	167,259.	120,257.	242,410.
	14 Land, buildings, and equipment basis ▶			
	Less accumulated depreciation ▶			
	15 Other assets (describe ▶)			
	16 Total assets (to be completed by all filers - see the instructions Also, see page 1, item 1)	1,799,626.	1,788,666.	978,883.
Liabilities	17 Accounts payable and accrued expenses	18,720.		
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable			
	22 Other liabilities (describe ▶ STATEMENT 10)	0.	73,950.	
	23 Total liabilities (add lines 17 through 22)	18,720.	73,950.	
Net Assets or Fund Balances	**Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ ☒ and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	0.	0.	
	28 Paid-in or capital surplus, or land, bldg , and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	1,780,906.	1,714,716.	
	30 Total net assets or fund balances	1,780,906.	1,714,716.	
	31 Total liabilities and net assets/fund balances	1,799,626.	1,788,666.	

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	1,780,906.
2 Enter amount from Part I, line 27a	2	<66,190.>
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	1,714,716.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	1,714,716.

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1a				
b	SEE ATTACHED STATEMENT			
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a				
b				
c				
d				
e	59,750.		51,409.	8,341.

	Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
a				
b				
c				
d				
e				8,341.

2	Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }	2	8,341.
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) If (loss), enter -0- in Part I, line 8	3	305.

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☒ No

If "Yes," the foundation does not qualify under section 4940(e) Do not complete this part

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2012	54,858.	907,228.	.060468
2011	44,139.	899,617.	.049064
2010	35,478.	852,405.	.041621
2009	55,445.	792,011.	.070005
2008	72,301.	1,738,757.	.041582

2	**Total** of line 1, column (d)	2	.262740
3	Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	.052548
4	Enter the net value of noncharitable-use assets for 2013 from Part X, line 5	4	891,579.
5	Multiply line 4 by line 3	5	46,851.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	268.
7	Add lines 5 and 6	7	47,119.
8	Enter qualifying distributions from Part XII, line 4	8	91,461.

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

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see instructions)

1a Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1 Date of ruling or determination letter ______ **(attach copy of letter if necessary-see instructions)**				
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☒ and enter 1% of Part I, line 27b			1	268.
c All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)				
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)			2	0.
3 Add lines 1 and 2			3	268.
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)			4	0.
5 **Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-			5	268.
6 Credits/Payments				
a 2013 estimated tax payments and 2012 overpayment credited to 2013	6a	322.		
b Exempt foreign organizations - tax withheld at source	6b			
c Tax paid with application for extension of time to file (Form 8868)	6c	200.		
d Backup withholding erroneously withheld	6d			
7 Total credits and payments Add lines 6a through 6d			7	522.
8 Enter any **penalty** for underpayment of estimated tax Check here ☐ if Form 2220 is attached			8	
9 **Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶			9	
10 **Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶			10	254.
11 Enter the amount of line 10 to be **Credited to 2014 estimated tax** ▶	254.	**Refunded** ▶	11	0.

Part VII-A Statements Regarding Activities

		Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see instructions for the definition)?	1b		X
If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.			
c Did the foundation file **Form 1120-POL** for this year?	1c		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year **(1)** On the foundation ▶ $ 0. **(2)** On foundation managers ▶ $ 0.			
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ 0.			
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities.*	2		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a	X	
b If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b	X	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T.*	5		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6		X
7 Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col. (c), and Part XV*	7	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ MA, ME			
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation*	8b	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2013 or the taxable year beginning in 2013 (see instructions for Part XIV)? *If "Yes," complete Part XIV*	9	X	
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses	10		X

Part VII-A Statements Regarding Activities *(continued)*

			Yes	No
11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11		X
12	Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement (see instructions)	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	

Website address ▶ N/A

14 The books are in care of ▶ ROBERT T. KELLEY Telephone no ▶207-372-8083

Located at ▶88 MARSHALL POINT ROAD, BOX 285, PORT CLYDE, ME ZIP+4 ▶04855

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here ▶ ☐

and enter the amount of tax-exempt interest received or accrued during the year ▶ 15 N/A

			Yes	No
16	At any time during calendar year 2013, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country?	16		X
	See the instructions for exceptions and filing requirements for Form TD F 90-22 1 If "Yes," enter the name of the foreign country ▶			

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.

				Yes	No
1a	During the year did the foundation (either directly or indirectly)				
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☐ Yes ☒ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	☐ Yes ☒ No			
	(6) Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days)	☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see instructions)?	N/A	1b		
	Organizations relying on a current notice regarding disaster assistance check here	▶ ☐			
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2013?		1c		X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))				
a	At the end of tax year 2013, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2013?	☐ Yes ☒ No			
	If "Yes," list the years ▶ ____, ____, ____, ____				
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement - see instructions)	N/A	2b		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here ▶ ____, ____, ____, ____				
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	☒ Yes ☐ No			
b	If "Yes," did it have excess business holdings in 2013 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969, **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2013.)*		3b		X
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2013?		4b		X

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required *(continued)*

5a During the year did the foundation pay or incur any amount to

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No

(4) Provide a grant to an organization other than a charitable, etc , organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? ☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

b If any answer is "Yes" to 5a(1)-(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see instructions)? N/A **5b**

Organizations relying on a current notice regarding disaster assistance check here ▶ ☐

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A ☐ Yes ☐ No

If "Yes," attach the statement required by Regulations section 53.4945-5(d).

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? **6b** X

If "Yes" to 6b, file Form 8870.

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? N/A **7b**

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation.

(a) Name and address	**(b)** Title, and average hours per week devoted to position	**(c)** Compensation (If not paid, enter -0-)	**(d)** Contributions to employee benefit plans and deferred compensation	**(e)** Expense account, other allowances
ROBERT T. KELLEY 88 MARSHALL POINT ROAD, BOX 285 PORT CLYDE, ME 04855	TRUSTEE 0.00	0.	0.	0.
MARGOT ANNE KELLEY 88 MARSHALL POINT ROAD, BOX 285 PORT CLYDE, ME 04855	TRUSTEE 0.00	0.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1). If none, enter "NONE."

(a) Name and address of each employee paid more than $50,000	**(b)** Title, and average hours per week devoted to position	**(c)** Compensation	**(d)** Contributions to employee benefit plans and deferred compensation	**(e)** Expense account, other allowances
NONE				

Total number of other employees paid over $50,000 ▶ 0

Part VIII **Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors** *(continued)*

3 Five highest-paid independent contractors for professional services. If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
NONE		

Total number of others receiving over $50,000 for professional services ▶ 0

Part IX-A **Summary of Direct Charitable Activities**

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 SEE STATEMENT 11	15,161.
2 SEE STATEMENT 12	13,000.
3 SEE STATEMENT 13	11,280.
4 SEE STATEMENT 14	20,000.

Part IX-B **Summary of Program-Related Investments**

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 N/A	
2	
All other program-related investments See instructions 3	
Total. Add lines 1 through 3 ▶	0.

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see instructions.)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes		
a	Average monthly fair market value of securities	1a	870,568.
b	Average of monthly cash balances	1b	34,588.
c	Fair market value of all other assets	1c	
d	**Total** (add lines 1a, b, and c)	1d	905,156.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) — 1e: 0.		
2	Acquisition indebtedness applicable to line 1 assets	2	0.
3	Subtract line 2 from line 1d	3	905,156.
4	Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	13,577.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	891,579.
6	**Minimum investment return.** Enter 5% of line 5	6	44,579.

Part XI Distributable Amount (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ▶ ☒ and do not complete this part)

1	Minimum investment return from Part X, line 6	1	
2a	Tax on investment income for 2013 from Part VI, line 5 — 2a		
b	Income tax for 2013 (This does not include the tax from Part VI) — 2b		
c	Add lines 2a and 2b	2c	
3	Distributable amount before adjustments Subtract line 2c from line 1	3	
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	
6	Deduction from distributable amount (see instructions)	6	
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	

Part XII Qualifying Distributions (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes		
a	Expenses, contributions, gifts, etc - total from Part I, column (d), line 26	1a	91,461.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	91,461.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b	5	268.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	91,193.

Note. The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years

Part XIII Undistributed Income (see instructions)

N/A

	(a) Corpus	(b) Years prior to 2012	(c) 2012	(d) 2013
1 Distributable amount for 2013 from Part XI, line 7				
2 Undistributed income, if any, as of the end of 2013				
a Enter amount for 2012 only				
b Total for prior years ______ , ______ , ______				
3 Excess distributions carryover, if any, to 2013				
a From 2008				
b From 2009				
c From 2010				
d From 2011				
e From 2012				
f Total of lines 3a through e				
4 Qualifying distributions for 2013 from Part XII, line 4 ▶ $ ______				
a Applied to 2012, but not more than line 2a				
b Applied to undistributed income of prior years (Election required - see instructions)				
c Treated as distributions out of corpus (Election required - see instructions)				
d Applied to 2013 distributable amount				
e Remaining amount distributed out of corpus				
5 Excess distributions carryover applied to 2013 (If an amount appears in column (d), the same amount must be shown in column (a))				
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5				
b Prior years' undistributed income Subtract line 4b from line 2b				
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d Subtract line 6c from line 6b Taxable amount - see instructions				
e Undistributed income for 2012 Subtract line 4a from line 2a Taxable amount - see instr				
f Undistributed income for 2013 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2014				
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)				
8 Excess distributions carryover from 2008 not applied on line 5 or line 7				
9 **Excess distributions carryover to 2014.** Subtract lines 7 and 8 from line 6a				
10 Analysis of line 9				
a Excess from 2009				
b Excess from 2010				
c Excess from 2011				
d Excess from 2012				
e Excess from 2013				

Part XIV Private Operating Foundations (see instructions and Part VII-A, question 9)

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2013, enter the date of the ruling ▶ 10/24/06

b Check box to indicate whether the foundation is a private operating foundation described in section ☒ 4942(j)(3) or ☐ 4942(j)(5)

	Tax year	Prior 3 years			
	(a) 2013	(b) 2012	(c) 2011	(d) 2010	(e) Total
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed	18,806.	32,283.	24,152.	25,579.	100,820.
b 85% of line 2a	15,985.	27,441.	20,529.	21,742.	85,697.
c Qualifying distributions from Part XII, line 4 for each year listed	91,461.	55,180.	44,381.	35,734.	226,756.
d Amounts included in line 2c not used directly for active conduct of exempt activities	0.	0.	0.	0.	0.
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c	91,461.	55,180.	44,381.	35,734.	226,756.
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test - enter (1) Value of all assets					0.
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					0.
b "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed	29,719.	30,241.	29,987.	28,413.	118,360.
c "Support" alternative test - enter					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					0.
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					0.
(3) Largest amount of support from an exempt organization					0.
(4) Gross investment income					0.

Part XV Supplementary Information (Complete this part only if the foundation had $5,000 or more in assets at any time during the year-see instructions.)

1 **Information Regarding Foundation Managers:**

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than $5,000) (See section 507(d)(2))

SEE STATEMENT 15

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest

NONE

2 **Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:**

Check here ▶ ☒ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds If the foundation makes gifts, grants, etc (see instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a The name, address, and telephone number or e-mail address of the person to whom applications should be addressed

b The form in which applications should be submitted and information and materials they should include

c Any submission deadlines

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution **	Amount
a Paid during the year				
JACKSON MEMORIAL LIBRARY 71 MAIN STREET, PO BOX 231 TENANTS HARBOR, ME 04680		PUBLIC CHARITY	JACKSON MEMORIAL LIBRARY SERVES THE ST. GEORGE COMMUNITY BY PROVIDING INFORMATION, MATERIALS, SERVICES	20,000.
TREKKERS PO BOX 455 TENANTS HARBOR, ME 04680		PUBLIC CHARITY	PHOTO TREKS IS A PROGRAM IN WHICH TEENS ARE TAUGHT ENVIRONMENTAL EDUCATION, DIGITAL	5,000.
UNITY COLLEGE 90 QUAKER HILL ROAD UNITY, ME 04988		PUBLIC CHARITY	UNITY COLLEGE IS A PRIVATE COLLEGE IN MAINE THAT PROVIDES DEDICATED, ENGAGED STUDENTS WITH A	5,000.
RADIUS BOOKS INC 227 E. PALACE AVE. SUITE W SANTA FE, NM 87501		PUBLIC CHARITY	RADIUS BOOKS IS A NON-PROFIT PUBLISHING COMPANY BASED IN SANTA FE, NEW MEXICO. IT IS OUR FIRM BELIEF THAT	10,000.
MIDCOAST MAINE FISHING HERITAGE ALLIANCE 2 COLD STORAGE RD, PO BOX 314 POST CLYDE, ME 04855		PUBLIC CHARITY	THE MIDCOAST MAINE FISHING HERITAGE ALLIANCE WAS FOUNDED IN THE SUMMER OF 2009 WITH THE EXPRESS	3,000.
Total			▶ 3a	43,000.
b Approved for future payment NONE				
Total			▶ 3b	0.

** SEE PURPOSE OF GRANT CONTINUATIONS

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments					
4 Dividends and interest from securities			14	33,051.	
5 Net rental income or (loss) from real estate					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			14	4,190.	4,151.
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue					
a SEE STATEMENT 16				<4,206.>	
b					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)		0.		33,035.	4,151.

13 Total. Add line 12, columns (b), (d), and (e) 13 37,186.

(See worksheet in line 13 instructions to verify calculations)

Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes)

Part XVII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations

			Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a	Transfers from the reporting foundation to a noncharitable exempt organization of			
	(1) Cash	1a(1)		X
	(2) Other assets	1a(2)		X
b	Other transactions			
	(1) Sales of assets to a noncharitable exempt organization	1b(1)		X
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)		X
	(3) Rental of facilities, equipment, or other assets	1b(3)		X
	(4) Reimbursement arrangements	1b(4)		X
	(5) Loans or loan guarantees	1b(5)		X
	(6) Performance of services or membership or fundraising solicitations	1b(6)		X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		X

d If the answer to any of the above is "Yes," complete the following schedule Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
		N/A	

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ☐ Yes ☒ No

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

Sign Here

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 taxpayer) is based on all information of which preparer has any knowledge

▶ Signature of officer or trustee | 9/15/2014 Date | ▶ TRUSTEE Title

May the IRS discuss this return with the preparer shown below (see instr)? ☒ Yes ☐ No

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
WTAS LLC	Kellie Neubaus	8/12/14		P00838213
Firm's name ▶ WTAS LLC			Firm's EIN ▶ 33-1197384	
Firm's address ▶ 125 HIGH STREET, 16TH FLOOR BOSTON, MA 02110			Phone no (617) 292-8400	

Schedule B
(Form 990, 990-EZ, or 990-PF)
Department of the Treasury
Internal Revenue Service

Schedule of Contributors

▶ Attach to Form 990, Form 990-EZ, or Form 990-PF.
▶ Information about Schedule B (Form 990, 990-EZ, or 990-PF) and its instructions is at *www.irs gov/form990*

OMB No 1545-0047

2013

Name of the organization

THE K2 FAMILY FOUNDATION

Employer identification number

20-7124990

Organization type (check one):

Filers of:	**Section:**
Form 990 or 990-EZ	☐ 501(c)( ) (enter number) organization
	☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
	☐ 527 political organization
Form 990-PF	☒ 501(c)(3) exempt private foundation
	☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation
	☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule.**
Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

General Rule

☐ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, $5,000 or more (in money or property) from any one contributor. Complete Parts I and II.

Special Rules

☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of **(1)** $5,000 or **(2)** 2% of the amount on (i) Form 990, Part VIII, line 1h, or (ii) Form 990-EZ, line 1. Complete Parts I and II.

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than $1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III.

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not total to more than $1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc , purpose. *Do not complete any of the parts unless the* **General Rule** *applies to this organization because it received nonexclusively* religious, charitable, etc., contributions of $5,000 or more during the year ▶ $ __________

Caution. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on its Form 990-PF, Part I, line 2, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

Name of organization

THE K2 FAMILY FOUNDATION

Employer identification number

20-7124990

Part I **Contributors** (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	ROBERT & MARGOT KELLEY 88 MARSHALL POINT ROAD, BOX 285 PORT CLYDE, ME 04855	$	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions.)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions.)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions.)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions.)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions.)

Name of organization

THE K2 FAMILY FOUNDATION

Employer identification number

20-7124990

Part II **Noncash Property** (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

Name of organization	Employer identification number
THE K2 FAMILY FOUNDATION	20-7124990

Part III *Exclusively* religious, charitable, etc., individual contributions to section 501(c)(7), (8), or (10) organizations that total more than $1,000 for the year. Complete columns (a) through (e) and the following line entry For organizations completing Part III, enter the total of *exclusively* religious, charitable, etc , contributions of $1,000 or less for the year (Enter this information once) ▶ $

Use duplicate copies of Part III if additional space is needed.

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

THE K2 FAMILY FOUNDATION

CONTINUATION FOR 990-PF, PART IV
20-7124990 PAGE 1 OF 1

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold, e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1a	NFS 0558 - SEE ATTACHED	P	VARIOUS	
b	NFS 0558 - SEE ATTACHED	P	VARIOUS	
c	NFS 0558 - SEE ATTACHED	P	VARIOUS	
d	NFS 0558 - SUBSTITUTE PAYMENTS IN LIEU OF DIVIDEN	P	VARIOUS	
e	FROM K-1 - BOARDWALK PIPELINE PARTNERS LP	P	VARIOUS	
f	FROM K-1 - ONEOK PARTNERS LP - SEC 1231	P	VARIOUS	
g	CAPITAL GAINS DIVIDENDS			
h				
i				
j				
k				
l				
m				
n				
o				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a	4,415.		4,110.	305.
b	77.		71.	6.
c	50,490.		47,228.	3,262.
d	369.			369.
e	217.			217.
f	<8.>			<8.>
g	4,190.			4,190.
h				
i				
j				
k				
l				
m				
n				
o				

	Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Losses (from col (h)) Gains (excess of col (h) gain over col (k), but not less than "-0-")
	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
a				** 305.
b				6.
c				3,262.
d				369.
e				217.
f				<8.>
g				4,190.
h				
i				
j				
k				
l				
m				
n				
o				

2	Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 / If (loss), enter "-0-" in Part I, line 7 }	2	8,341.
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) If (loss), enter "-0-" in Part I, line 8	3	305.

** (SHORT-TERM)

2013 TAX REPORTING STATEMENT

THE K2 FAMILY FOUNDATION
Account No. **RZ3-000558** Customer Service 610-627-5923
Recipient ID No **20-7124990** Payer's Fed ID Number 04-3523567

FORM 1099-B* 2013 Proceeds from Broker and Barter Exchange Transactions

Copy B for Recipient OMB NO 1545-0715

Short-term transactions for which basis is reported to the IRS --report on Form 8949 with Box A checked and/or Schedule D, Part I
(This Label is a Substitute for Boxes **1c** & **6**)

(IRS Form 1099-B box numbers are shown below in **bold** type)

*8 Description, **1d** Stock or Other Symbol, CUSIP*										
Action	**1a** Date of Sale or Exchange	**1b** Date of Acquisition	**1e** Quantity Sold	**2a** Sales Price of Stocks, Bonds, etc (a)	**3** Cost or Other Basis (b)	Gain/Loss (-)	**5** Wash Sale Loss Disallowed	**4 Federal Income Tax Withheld**	**13** State	**15** State Tax Withheld
COLUMBIA ACORN INTL SELECT CLASS A, LAFAX, 197199797										
Sale	05/21/13	various	109 894	3,017 85	2,797 66	220 19				
ENI ADR EACH REP 2 ORD EUR1(MGT), E, 26874R108										
Cash In Lieu	01/03/13	10/11/12	0.570	27 54	25 60	1 94				
INVESCO DIVIDEND INCOME FUND A, IAUTX, 00142F535										
Sale	05/21/13	various	67 242	1,226 52	1,142 12	84 40				
PERMANENT PORTFOLIO, PRPFX, 714199106										
Sale	05/21/13	12/05/12	2 991	142.67	144 65	-1.98				
PORTUGAL TELECOM SGPS SA SPON ADR-EACH R, PT, 737273102										
Cash In Lieu	01/03/13	06/08/12	0 019	0.09	0 08	0.01				
TOTALS				**4,414.67**	**4,110.11**			**0.00**		
		Box A Short-Term Realized Gain				**306.54**				
		Box A Short-Term Realized Loss				**-1.98**				
		Box A Wash Sale Loss Disallowed					**0.00**			

*** This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.**

2013 TAX REPORTING STATEMENT

THE K2 FAMILY FOUNDATION
Account No **RZ3-000558** Customer Service. 610-627-5923
Recipient ID No **20-7124990** Payer's Fed ID Number 04-3523567

FORM 1099-B* 2013 Proceeds from Broker and Barter Exchange Transactions

Copy B for Recipient OMB NO. 1545-0715

Long-term transactions for which basis <u>is reported</u> to the IRS --report on Form 8949 with Box D checked and/or Schedule D, Part II
(This Label is a Substitute for Boxes **1c** & **6**)

(IRS Form 1099-B box numbers are shown below in **bold** type)

8 Description, **1d** Stock or Other Symbol, CUSIP

Action	**1a** Date of Sale or Exchange	**1b** Date of Acquisition	**1e** Quantity Sold	**2a** Sales Price of Stocks, Bonds, etc. (a)	**3** Cost or Other Basis (b)	Gain/Loss (-)	**5** Wash Sale Loss Disallowed	**4 Federal Income Tax Withheld**	**13** State	**15** State Tax Withheld
INVESCO DIVIDEND INCOME FUND A, IAUTX, 00142F535										
Sale	05/21/13	03/15/12	4 201	76 63	71 36	5 27				
TOTALS				**76.63**	**71.36**			**0.00**		
		Box D Long-Term Realized Gain				**5.27**				
		Box D Long-Term Realized Loss				**0.00**				
		Box D Wash Sale Loss Disallowed					**0.00**			

*** This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.**

National Financial Services LLC

2013 TAX REPORTING STATEMENT

THE K2 FAMILY FOUNDATION
Account No. **RZ3-000558** Customer Service. 610-627-5923
Recipient ID No **20-7124990** Payer's Fed ID Number 04-3523567

FORM 1099-B* 2013 Proceeds from Broker and Barter Exchange Transactions

Copy B for Recipient OMB NO. 1545-0715

Short-term transactions for which basis is reported to the IRS --report on Form 8949 with Box A checked and/or Schedule D, Part I
(This Label is a Substitute for Boxes **1c** *&* **6***)*

(IRS Form 1099-B box numbers are shown below in **bold** type)

8 Description, **1d** Stock or Other Symbol, CUSIP

Action	**1a** Date of Sale or Exchange	**1b** Date of Acquisition	**1e** Quantity Sold	**2a** Sales Price of Stocks, Bonds, etc (a)	**3** Cost or Other Basis (b)	Gain/Loss (-)	**5** Wash Sale Loss Disallowed	**4 Federal Income Tax Withheld**	**13** State	**15** State Tax Withheld
COLUMBIA ACORN INTL SELECT CLASS A, LAFAX, 197199797										
Sale	05/21/13	various	109 894	3,017 85	2,797 66	220 19				
ENI ADR EACH REP 2 ORD EUR1(MGT), E, 26874R108										
Cash In Lieu	01/03/13	10/11/12	0 570	27 54	25 60	1 94				
INVESCO DIVIDEND INCOME FUND A, IAUTX, 00142F535										
Sale	05/21/13	various	67 242	1,226 52	1,142 12	84 40				
PERMANENT PORTFOLIO, PRPFX, 714199106										
Sale	05/21/13	12/05/12	2 991	142 67	144 65	-1 98				
PORTUGAL TELECOM SGPS SA SPON ADR-EACH R, PT, 737273102										
Cash In Lieu	01/03/13	06/08/12	0 019	0 09	0 08	0 01				
TOTALS				**4,414.67**	**4,110.11**			**0.00**		
	Box A Short-Term Realized Gain					**306.54**				
	Box A Short-Term Realized Loss					**-1.98**				
	Box A Wash Sale Loss Disallowed						**0.00**			

*** This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.**

Part XV **Supplementary Information**

3a Grants and Contributions Paid During the Year Continuation of Purpose of Grant or Contribution

NAME OF RECIPIENT - JACKSON MEMORIAL LIBRARY

JACKSON MEMORIAL LIBRARY SERVES THE ST. GEORGE COMMUNITY BY PROVIDING INFORMATION, MATERIALS, SERVICES AND PROGRAMS TO FAMILIES AND INDIVIDUALS OF ALL AGES FOR THEIR EDUCATION, ENRICHMENT AND PERSONAL ENJOYMENT. THE LIBRARY PROVIDES A WELCOMING AND COMFORTABLE PUBLIC SPACE FOR SOCIAL INTERACTION, CIVIC ENGAGEMENT AND QUIET STUDY.

NAME OF RECIPIENT - TREKKERS

PHOTO TREKS IS A PROGRAM IN WHICH TEENS ARE TAUGHT ENVIRONMENTAL EDUCATION, DIGITAL PHOTOGRAPHY AND EXPLORATION WITH YOUNG MENTORING. THE PROGRAM IS RUN BY TREKKERS WHICH IS A NON-PROFIT OUTDOOR-BASED MENTORING PROGRAM THAT CONNECTS YOUNG PEOPLE WITH CARING ADULTS THROUGH EXPEDITIONARY LEARNING, COMMUNITY SERVICE, AND ADVENTURE BASED EDUCATION.

NAME OF RECIPIENT - UNITY COLLEGE

UNITY COLLEGE IS A PRIVATE COLLEGE IN MAINE THAT PROVIDES DEDICATED, ENGAGED STUDENTS WITH A LIBERAL ARTS EDUCATION THAT EMPHASIZES THE ENVIRONMENTAL AND NATURAL SCIENCES.

NAME OF RECIPIENT - RADIUS BOOKS INC

RADIUS BOOKS IS A NON-PROFIT PUBLISHING COMPANY BASED IN SANTA FE, NEW MEXICO. IT IS OUR FIRM BELIEF THAT THE ARTS--ALL ARTS--ARE VITAL TO OUR NATION AND OUR CULTURE'S FUTURE. THROUGH OUR PUBLICATION, EDUCATION AND DONATION PROGRAMS, RADIUS BOOKS CREATES AND PROMOTES AN ONGOING DIALOGUE AMONG WRITERS, THINKERS, ARTISTS, AND ALL MEMBERS OF SOCIETY.

NAME OF RECIPIENT - MIDCOAST MAINE FISHING HERITAGE ALLIANCE

Part XV **Supplementary Information**

3a Grants and Contributions Paid During the Year Continuation of Purpose of Grant or Contribution

THE MIDCOAST MAINE FISHING HERITAGE ALLIANCE WAS FOUNDED IN THE SUMMER OF 2009 WITH THE EXPRESS PURPOSE OF HELPING TO PRESERVE THE FISHING WAY OF LIFE IN MIDCOAST MAINE.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 1

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
FROM K-1 - BOARDWALK PIPELINE PARTNERS LP	2.	0.	2.	2.	2.
FROM K-1 - MAGELLAN MIDSTREAM PARTNERS LP	1.	0.	1.	1.	1.
FROM K-1 - ONEOK PARTNERS LP	1.	0.	1.	1.	1.
NATIONAL FINANCIAL SERVICES 0558	37,237.	4,190.	33,047.	33,047.	33,047.
TO PART I, LINE 4	37,241.	4,190.	33,051.	33,051.	33,051.

FORM 990-PF OTHER INCOME STATEMENT 2

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
FROM K-1 - MAGELLAN MIDSTREAM PARTNERS, LP - ORDINARY LOSS	1,110.	1,110.	1,110.
FROM K-1 - ONEOK PARTNERS, LP - ORDINARY LOSS	<3,377.>	<3,377.>	<3,377.>
FROM K-1 - BOARDWALK PIPELINE PARTNERS, LP - ORDINARY LOSS	<1,939.>	<1,939.>	<1,939.>
TOTAL TO FORM 990-PF, PART I, LINE 11	<4,206.>	<4,206.>	<4,206.>

FORM 990-PF ACCOUNTING FEES STATEMENT 3

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	8,775.	0.	0.	8,775.
TO FORM 990-PF, PG 1, LN 16B	8,775.	0.	0.	8,775.

FORM 990-PF OTHER PROFESSIONAL FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
BANK FEES	130.	0.	0.	130.
INVESTMENT FEES	8,967.	8,967.	8,967.	0.
TO FORM 990-PF, PG 1, LN 16C	9,097.	8,967.	8,967.	130.

FORM 990-PF TAXES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FOREIGN TAX WITHHELD	55.	55.	55.	0.
TO FORM 990-PF, PG 1, LN 18	55.	55.	55.	0.

FORM 990-PF OTHER EXPENSES STATEMENT 6

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
AMORTIZATION	1,022.	1,022.	1,022.	0.
MA FILING FEE	45.	0.	0.	45.
GRLT RESIDENCY PROGRAM	11,280.	0.	0.	11,280.
ARTISTS IN RESIDENCE PROGRAM	15,161.	0.	0.	15,161.
TRAVEL	68.	0.	0.	68.
MARGIN INTEREST EXPENSE	300.	300.	300.	0.
FROM K-1 - BOARDWALK PIPELINE PARTNERS LP	2.	0.	0.	2.
IDSVA	13,000.	0.	0.	13,000.
NON TAXABLE DISTRIBUTION	1,571.	0.	0.	0.
TO FORM 990-PF, PG 1, LN 23	42,449.	1,322.	1,322.	39,556.

FORM 990-PF U.S. AND STATE/CITY GOVERNMENT OBLIGATIONS STATEMENT 7

DESCRIPTION	U.S. GOV'T	OTHER GOV'T	BOOK VALUE	FAIR MARKET VALUE
NATIONAL FINANCIAL SERVICES 0558 - MUNICIPAL BONDS		X	327,086.	344,607.
TOTAL U.S. GOVERNMENT OBLIGATIONS				
TOTAL STATE AND MUNICIPAL GOVERNMENT OBLIGATIONS			327,086.	344,607.
TOTAL TO FORM 990-PF, PART II, LINE 10A			327,086.	344,607.

FORM 990-PF CORPORATE STOCK STATEMENT 8

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
LIQUIDHUB, INC (176,644 SHARES)	946,141.	1,766.
NATIONAL FINANCIAL SERVICES 0558 - STOCK	320,044.	314,962.
TOTAL TO FORM 990-PF, PART II, LINE 10B	1,266,185.	316,728.

FORM 990-PF OTHER INVESTMENTS STATEMENT 9

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
MAGELLAN MIDSTREAM PARTNERS LP	COST	19,392.	76,536.
ONEOK PARTNERS LP	COST	4,285.	43,450.
NATIONAL FINANCIAL SERVICES 0558 - MUTUAL FUNDS	COST	72,409.	94,784.
BOARDWALK PIPELINE PARTNERS LP	COST	24,171.	27,640.
TOTAL TO FORM 990-PF, PART II, LINE 13		120,257.	242,410.

FORM 990-PF OTHER LIABILITIES STATEMENT 10

DESCRIPTION	BOY AMOUNT	EOY AMOUNT
LOAN FROM BROKERAGE FIRM	0.	73,950.
TOTAL TO FORM 990-PF, PART II, LINE 22	0.	73,950.

FORM 990-PF SUMMARY OF DIRECT CHARITABLE ACTIVITIES STATEMENT 11

ACTIVITY ONE

ARTIST-IN-RESIDENCY PROGRAM AT THE MARSH BILLINGS ROCKEFELLER NATIONAL HISTORIC PARK
THE PROGRAM PURCHASES MATERIALS AND SPACE TO ENABLE THE EMERSION OF ONE INDIVIDUAL INTO THEIR ARTISTIC WORK FOR 1 YEAR. ALSO INCLUDES AMOUNTS RELATED TO THE RENTAL SPACE IN RELATION TO THE ARTIST-IN-RESIDENCY PROGRAM.

	EXPENSES
TO FORM 990-PF, PART IX-A, LINE 1	15,161.

FORM 990-PF SUMMARY OF DIRECT CHARITABLE ACTIVITIES STATEMENT 12

ACTIVITY TWO

EVENT AT THE CAMDEN, ME OPERA HOUSE CO-SPONSORED WITH MIDCOAST MAINE FISHING HERITAGE ALLIANCE
THE EVENT SPONSORED THE SHOWING OF A FILM, A PANEL DISCUSSION ON THE ROLE OF FISHERIES IN THE LOCAL ECONOMY, AND LOCAL CHEFS PREPARED LOCALLY CAUGHT FISH FOR CONSUMPTION.

	EXPENSES
TO FORM 990-PF, PART IX-A, LINE 2	13,000.

FORM 990-PF SUMMARY OF DIRECT CHARITABLE ACTIVITIES STATEMENT 13

ACTIVITY THREE

ARTIST-IN-RESIDENCY PROGRAM WITH THE GEORGES RIVER LAND TRUST
THE AIR OFFERS PROFESSIONAL VISUAL ARTISTS, PERFORMING ARTISTS, AND WRITERS THE OPPORTUNITY TO PURSUE THEIR ARTISTIC DISCIPLINES WHILE BEING INSPIRED BY THE MAINE'S LANDSCAPE. THE PROGRAM LASTS 2 MONTHS AND SUPPORT IS PAID TO EACH ARTIST SELECTED FOR THE PROGRAM.

	EXPENSES
TO FORM 990-PF, PART IX-A, LINE 3	11,280.

FORM 990-PF SUMMARY OF DIRECT CHARITABLE ACTIVITIES STATEMENT 14

ACTIVITY FOUR

JACKSON MEMORIAL LIBRARY IN TENANTS HARBOR, MAINE
JACKSON MEMORIAL LIBRARY SERVES THE ST. GEORGE COMMUNITY BY PROVIDING INFORMATION, MATERIALS, SERVICES AND PROGRAMS TO FAMILIES AND INDIVIDUALS OF ALL AGES FOR THEIR EDUCATION, ENRICHMENT AND PERSONAL ENJOYMENT. THE LIBRARY PROVIDES A WELCOMING AND COMFORTABLE PUBLIC SPACE FOR SOCIAL INTERACTION, CIVIC ENGAGEMENT AND QUIET STUDY.

	EXPENSES
TO FORM 990-PF, PART IX-A, LINE 4	20,000.

FORM 990-PF PART XV - LINE 1A STATEMENT 15
LIST OF FOUNDATION MANAGERS

NAME OF MANAGER

ROBERT T. KELLEY
MARGOT ANNE KELLEY

FORM 990-PF OTHER REVENUE STATEMENT 16

DESCRIPTION	BUS CODE	UNRELATED BUSINESS INC	EXCL CODE	EXCLUDED AMOUNT	RELATED OR EXEMPT FUNCTION INCOME
FROM K-1 - MAGELLAN MIDSTREAM PARTNERS, LP - ORDINARY LOSS			14	1,110.	
FROM K-1 - ONEOK PARTNERS, LP - ORDINARY LOSS			14	<3,377.>	
FROM K-1 - BOARDWALK PIPELINE PARTNERS, LP - ORDINARY LOSS			14	<1,939.>	
TOTAL TO FORM 990-PF, PG 12, LN 11				<4,206.>	