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

Department of the Treasury
Internal Revenue Service

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▶ Information about Form 990-PF and its separate instructions is at www.irs.gov/form990pf.

Open to Public Inspection

For calendar year 2013 or tax year beginning , and ending

Name of foundation Kershner Sisters Foundation			A Employer identification number 52-1238390	
Number and street (or P O box number if mail is not delivered to street address) 9735 Lock Tender Lane		Room/suite	B Telephone number (see instructions) (301) 582-2920	
City or town Williamsport	State MD	ZIP code 21795-4066		
Foreign country name	Foreign province/state/county	Foreign postal code	C If exemption application is pending, check here <input type="checkbox"/>	
G Check all that apply			D 1. Foreign organizations, check here <input type="checkbox"/>	
<input type="checkbox"/> Initial return			2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>	
<input type="checkbox"/> Initial return of a former public charity			E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>	
<input type="checkbox"/> Final return			F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>	
<input type="checkbox"/> Amended return				
<input type="checkbox"/> Address change				
<input type="checkbox"/> Name change				
H Check type of organization <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation				
<input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation				
I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ \$ 586,761		J Accounting method <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____		
(Part I, column (d) must be on cash basis)				

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions))		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received (attach schedule)				
	2 Check <input type="checkbox"/> if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	18,227	18,227		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	8,294			
	b Gross sales price for all assets on line 6a 98,274				
	7 Capital gain net income (from Part IV, line 2)		8,294		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
b Less Cost of goods sold					
c Gross profit or (loss) (attach schedule)					
11 Other income (attach schedule)					
12 Total. Add lines 1 through 11	26,521	26,521	0		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	3,068	2,301		767
	14 Other-employee-salaries-and-wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)	2,440	2,440		
	c Other professional fees (attach schedule)	5,641	5,641		
	17 Interest				
	18 Taxes (attach schedule) (see instructions)	212	212		
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule)	1,220	1,220		
	24 Total operating and administrative expenses. Add lines 13 through 23	12,581	11,814	0	767
	25 Contributions, gifts, grants paid	25,538			25,538
26 Total expenses and disbursements. Add lines 24 and 25	38,119	11,814	0	26,305	
27 Subtract line 26 from line 12.					
a Excess of revenue over expenses and disbursements	-11,598				
b Net investment income (if negative, enter -0-)		14,707			
c Adjusted net income (if negative, enter -0-)			0		

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Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)	Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1	Cash—non-interest-bearing	3,494	9,400	9,400
	2	Savings and temporary cash investments	94,731	47,820	47,820
	3	Accounts receivable ▶ Less allowance for doubtful accounts ▶			
	4	Pledges receivable ▶ Less allowance for doubtful accounts ▶			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
	7	Other notes and loans receivable (attach schedule) ▶ Less allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10a	Investments—U S and state government obligations (attach schedule)			
	b	Investments—corporate stock (attach schedule)	436,447	465,854	480,872
	c	Investments—corporate bonds (attach schedule)	45,057	45,057	48,669
	11	Investments—land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶			
	12	Investments—mortgage loans			
	13	Investments—other (attach schedule)			
	14	Land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶			
15	Other assets (describe ▶)				
16	Total assets (to be completed by all filers—see the instructions Also, see page 1, item I)	579,729	568,131	586,761	
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ▶)			
	23	Total liabilities (add lines 17 through 22)	0	0	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. <input type="checkbox"/>				
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. <input checked="" type="checkbox"/>				
	27	Capital stock, trust principal, or current funds	583,848	591,376	
	28	Paid-in or capital surplus, or land, bldg, and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds	-4,119	-23,245	
30	Total net assets or fund balances (see instructions)	579,729	568,131		
31	Total liabilities and net assets/fund balances (see instructions)	579,729	568,131		

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	579,729
2	Enter amount from Part I, line 27a	2	-11,598
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	568,131
5	Decreases not included in line 2 (itemize) ▶	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	568,131

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	Publicly-Traded Securities	P		12/31/2013
b				
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	98,274	89,980	8,294	
b				
c				
d				
e				
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69				(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any		
a			8,294	
b				
c				
d				
e				
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	8,294
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) (see instructions) If (loss), enter -0- in Part I, line 8		3	0

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? Yes No
If "Yes," the foundation 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	24,057	499,874	0.048126
2011	24,481	495,254	0.049431
2010	12,637	497,700	0.025391
2009	831	440,268	0.001887
2008	37,442	539,451	0.069408
2	Total of line 1, column (d)		2 0.194243
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 0.038849
4	Enter the net value of noncharitable-use assets for 2013 from Part X, line 5		4 552,373
5	Multiply line 4 by line 3		5 21,459
6	Enter 1% of net investment income (1% of Part I, line 27b)		6 147
7	Add lines 5 and 6		7 21,606
8	Enter qualifying distributions from Part XII, line 4 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		8 26,305

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 <input type="checkbox"/> 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 <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b	1	147
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	147
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	4	
5	Tax based on investment income. Subtract line 4 from line 3 If zero or less, enter -0-	5	147
6	Credits/Payments		
a	2013 estimated tax payments and 2012 overpayment credited to 2013	6a	1,115
b	Exempt foreign organizations—tax withheld at source	6b	
c	Tax paid with application for extension of time to file (Form 8868)	6c	
d	Backup withholding erroneously withheld	6d	
7	Total credits and payments Add lines 6a through 6d	7	1,115
8	Enter any penalty for underpayment of estimated tax Check here <input type="checkbox"/> 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	0
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	968
11	Enter the amount of line 10 to be: Credited to 2014 estimated tax 968 Refunded	11	0

Part VII-A Statements Regarding Activities

	Yes	No
1a		X
1a		X
1b		X
<i>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</i>		
1c		X
2		X
3		X
4a		X
4b	N/A	
5		X
6	X	
7	X	
8a		
MD		
8b	X	
9		X
10		X

Part VII-A Statements Regarding Activities (continued)

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)			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)			X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ▶ None	X		
14	The books are in care of ▶ Kevin E Anders Telephone no ▶ (301) 582-2920 Located at ▶ 9735 Lock Tender Lane Williamsport MD ZIP+4 ▶ 21795			
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			<input type="checkbox"/>
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? See the instructions for exceptions and filing requirements for Form TD F 90-22 1. If "Yes," enter the name of the foreign country ▶		Yes	No X

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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(2)	Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(3)	Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(4)	Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)? Organizations relying on a current notice regarding disaster assistance check here ▶ <input type="checkbox"/>	1b	N/A
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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," list the years ▶ 20 _____, 20 _____, 20 _____, 20 _____		
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)	2b	N/A
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ▶ 20 _____, 20 _____, 20 _____, 20 _____		
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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	N/A
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)? (see instructions) 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)? Yes No **5b** N/A

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? 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? **7b** N/A

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 (see instructions).

(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
Howard S Kaylor 209 W Irvin Avenue Hagerstown, MD 21742	Trustee 50	1,023		
Eleanor V Lakin 121 Lakin Avenue Boonsboro, MD 21713	Trustee 50	1,023		
Stuart L Mullendore 3 Maple Avenue Boonsboro, MD 21713	Trustee 50	1,022		

2 Compensation of five highest-paid employees (other than those included on line 1—see instructions). 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

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

3 Five highest-paid independent contractors for professional services (see instructions). 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		▶

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 N/A	
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see instructions)

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	
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	483,062
b	Average of monthly cash balances	1b	77,723
c	Fair market value of all other assets (see instructions)	1c	
d	Total (add lines 1a, b, and c)	1d	560,785
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	560,785
4	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see instructions)	4	8,412
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	552,373
6	Minimum investment return. Enter 5% of line 5	6	27,619

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	27,619
2a	Tax on investment income for 2013 from Part VI, line 5	2a	147
b	Income tax for 2013 (This does not include the tax from Part VI)	2b	
c	Add lines 2a and 2b	2c	147
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	27,472
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	27,472
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	27,472

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	26,305
b	Program-related investments—total from Part IX-B	1b	
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	26,305
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 (see instructions)	5	147
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	26,158

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)

	(a) Corpus	(b) Years prior to 2012	(c) 2012	(d) 2013
1 Distributable amount for 2013 from Part XI, line 7				27,472
2 Undistributed income, if any, as of the end of 2013				
a Enter amount for 2012 only			23,582	
b Total for prior years 20____, 20____, 20____				
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	0			
4 Qualifying distributions for 2013 from Part XII, line 4: $\$$ 26,305				
a Applied to 2012, but not more than line 2a			23,582	
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				3,823
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	0			
b Prior years' undistributed income. Subtract line 4b from line 2b		0		
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 instructions			0	
f Undistributed income for 2013 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2014				23,649
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)				
8 Excess distributions carryover from 2008 not applied on line 5 or line 7 (see instructions)				
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) **N/A**

1a 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 ▶

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				(e) Total
	(a) 2013	(b) 2012	(c) 2011	(d) 2010	
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					0
b 85% of line 2a					0
c Qualifying distributions from Part XII, line 4 for each year listed					0
d Amounts included in line 2c not used directly for active conduct of exempt activities					0
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c					0
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					0
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))

None

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

Stuart L Mullendore 952 Frederick Street Hagerstown, MD 21740 (301) 733-2000

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

See attached funding request and guidelines

c Any submission deadlines

March 31, annually

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

Charitable and/or religious nonprofit organizations exempt under IRC Section 501(c)(3)

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 <i>Paid during the year</i>				
Boys/Girls Club of Washington Cty 805 Pennsylvania Avenue Hagerstown, MD 21742	N/A	NC	Building restoration	4,000
Girls Inc of Wash Cty 626 Washington Avenue Hagerstown, MD 21740	N/A	NC	Save-a-girl outreach	5,000
Washington County Teen Pregnancy Prevention Coalit 88 West Lee Street Hagerstown, MD 21740	N/A	NC	Teen outreach	1,000
San Mar Children's Home 8504 Mapleville Road Boonsboro, MD 21713	N/A	NC	Carpet replacement	4,000
Cedar Ridge Childrens Home & School Inc PO Box 439 Williamsport, MD 21795	N/A	NC	Gym upgrade	1,500
Barbara Ingram School for the Fine Arts Foundation 7 South Potomac Street Hagerstown, MD 21740	N/A	NC	2013 Summer Arts Academy	838
Maryland Theater Association Inc 21 South Potomac Street Hagerstown, MD 21740	N/A	NC	Stage equipment repair	2,500
Star Community Inc/ Star Equestrain Center 13753 Broadfording Church Road Hagerstown, MD 21740	N/A	NC	Equine therapy program	2,700
Diakon Adult Day Services at Ravenwood 19800 Tranquility Circle Hagerstown, MD 21740	N/A	NC	Vital signs monitor	1,500
Senior Living Alternatives Inc 268 South Potomac Street Hagerstown, MD 21740	N/A	NC	Water heaters	2,500
Total				25,538
b <i>Approved for future payment</i>				
Total				0

Part I, Line 16b (990-PF) - Accounting Fees

		2,440	2,440	0	0
Description		Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes (Cash Basis Only)
1	Kevin E Anders	2,440	2,440		

Part I, Line 16c (990-PF) - Other Professional Fees

		5,641	5,641	0	0
Description		Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes (Cash Basis Only)
1	RBC Wealth Management	5,641	5,641		

Part I, Line 18 (990-PF) - Taxes

		212	212	0	0
Description		Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
1	Foreign withholdings	212	212		

Part I, Line 23 (990-PF) - Other Expenses

		1,220	1,220	0	0
Description		Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
1	Insurance	1,220	1,220		

Part II, Line 10b (990-PF) - Investments - Corporate Stock

		436,447	465,854	387,341	480,872	
	Description	Num Shares/ Face Value	Book Value Beg of Year	Book Value End of Year	FMV Beg of Year	FMV End of Year
1	Pfizer Inc	650	13,245	11,479	18,809	19,910
2	Strategic Hotel Capital Inc	1,000	16,467	16,467	6,400	9,450
3	Capitalsource Inc	2,500	31,539		18,950	
4	Ares Capital Corp - New	650	30,658	30,658	11,375	11,551
5	General Electric Co	900	3,337	3,337	18,891	25,227
6	Bank of America Corp	1,800	38,302	38,302	20,898	28,026
7	Wells Fargo & Co	163	12,741	12,741	5,571	7,400
8	Fulton Financial Corp PA	1,000	4,814		9,610	
9	Cisco Systems Inc	500	8,805	8,805	9,825	11,215
10	Goldman Sachs Group Inc	100	12,599	12,599	12,756	17,726
11	Century Link Inc	400	15,487	15,487	15,648	12,740
12	Royal Dutch Shell PLC	100	6,978	6,978	7,089	7,511
13	ECA Marcellus TR 1 Com Unit	500	12,103	12,103	7,635	3,835
14	Manitowoc Co Inc	1,250	12,524		19,600	
15	Microchip Technology Inc	400	13,041	13,041	13,036	17,900
16	Annaly Capital Management Inc	250	4,390	4,390	3,510	2,493
17	Hartford Global Alloc Asset FD - CL 1	1,128	12,957	13,003	12,729	14,057
18	Corp Office Props Trust - SBI	750	23,480	23,480	18,735	17,768
19	Citigroup Inc	125	6,125	6,125	4,945	6,514
20	Devon Energy Corp New	250	13,817	13,817	13,010	15,468
21	Diamond Offshore Drilling Inc	175	5,999	10,530	6,796	9,961
22	Dow Chemical Co	400	11,699	11,699	12,932	17,760
23	Exelon Corporation	300	11,721	11,721	8,922	8,217
24	Johnson Controls Inc	500	15,239	15,239	15,335	25,650
25	JP Morgan Chase & Co	200	7,254	7,254	8,794	11,696
26	Bank of Montreal	200	11,630	11,630	12,260	13,332
27	Siemens AG Sponsored ADR	100	9,891	9,891	10,947	13,851
28	Medical Properties Trust Inc	1,000	9,518	9,518	11,960	12,220
29	Franklin Income Fund - Class A	8,726	35,278	20,301	33,968	21,118
30	Nuveen Credit Strategies Income Fund	1,700	24,809		16,405	
31	CH Robinson Worldwide Inc	225		12,961		13,129
32	Micro Systems Inc	300		12,654		17,211
33	Deere & Co	130	10,826	10,826		11,873
34	Firstenergy Corp	350	14,121	14,121		11,543
35	Darden Restaurants Inc	250	12,768	12,768		13,593
36	Kinder Morgan Inc	785	28,385			28,260
37	Teva Pharmaceutical Inds Ltd	225	9,276	9,276		9,018
38	National Retail Props Inc	450	14,268	14,268		13,649

Part II, Line 10c (990-PF) - Investments - Corporate Bonds

		45,057	45,057	49,241	48,669
		Book Value	Book Value	FMV	FMV
		End of Year	End of Year	Beg. of Year	End of Year
1	Deutsche Bank Cap FDG TR VIII	10,254	10,254	12,525	12,120
2	Goldman Sachs Group Inc Med - Term Notes	9,803	9,803	11,882	11,466
3	Hartford Floating Rate Fund - CL 1	25,000	25,000	24,834	25,083

2013

REQUEST FOR FUNDING

DATE: _

ORGANIZATION NAME:

NAME OF PROJECT:

ADDRESS:

CITY: STATE: ZIP:

CONTACT PERSON: TITLE:

PHONE: EXT.: FAX: e-MAIL:

EMPLOYER IDENTIFICATION NUMBER:

APPLICANT'S CHARITABLE PURPOSE:

- | | |
|--|---|
| <input type="checkbox"/> Health and Human Services | <input type="checkbox"/> Emergency Service |
| <input type="checkbox"/> Civic and Community Activity | <input type="checkbox"/> Athletic and Recreational Activity |
| <input type="checkbox"/> Educational and Cultural Activity | <input type="checkbox"/> Other (Explain) |

Is the Applicant recognized as a charitable, non-profit organization under federal law?
 YES NO (If YES, include in EXHIBIT A, "EXEMPTION".)

Has the Applicant filed Form 990, Tax Return of Organization Exempt from Income Tax?
 YES NO (If YES, include in EXHIBIT A, "EXEMPTION".)

Has tax-exempt status ever been denied, revoked or otherwise modified by the IRS?
 YES NO (If YES, include in EXHIBIT A, "EXEMPTION" and state the reason for the IRS action and steps taken by the Applicant to reverse the action.)

Amount of funding requested \$
(Include in EXHIBIT B, "BUDGET", itemized budgets, quotations, or estimates that support the request.)

Does the Applicant receive funding from local, state or federal government sources?
 YES NO (If YES, include in EXHIBIT C, "FUNDING".)

Has the Applicant ever applied for funding from either the Kershner or Sinnisen Foundation?
 YES NO (If YES, include in EXHIBIT C, "FUNDING".)

Has the Applicant ever received funding from either the Kershner or Sinnisen Foundations?

- YES
- NO (If YES, include in EXHIBIT C, "FUNDING")

Funds will be used for:

- One-Time Program Expense
- Equipment or Other Capital Project

Describe how the project will improve the quality of life in Washington County.

This section must be completed.

Where in Washington County will funds be deployed? If funds are to be deployed outside of Washington County, how will county citizens benefit? **This section must be completed.**

How will Washington County citizens be positively impacted by funding and how many will benefit? **This section must be completed.**

What is the purpose of your organization? **This section must be completed.**

Applicant declares and affirms, that the matters and facts set forth herein are true and correct and that any documents submitted as a part of this Request for Funding are true and genuine copies. Applicant attests that tax returns are true and correct copies of those duly filed with the Internal Revenue Service.

Within eighteen (18) months of receipt of funds, Applicant agrees to provide proof that any funds received from the Kershner Sisters Foundation and/or the Albert E. and Naomi B. Sinnisen Foundation were expended for the requested purpose.


Applicant attests that is does not discriminate by reason of race, creed, sex, age, color, natural origin, marital status, or physical or mental disability.

Applicant agrees to acknowledge the receipt of funding (\$5,000 or more) by placing a plaque, to be supplied by one or both foundations, in a public area on the Applicant's premises.

Authorized Signature _____

Printed Name and Title:

52-1238390

KERSHNER SISTERS FOUNDATION  ALBERT E. & NAOMI B. SINNISEN FOUNDATION

2013

GUIDELINES

These guidelines are intended to set forth procedures for application for and disposition of funding by the above foundations. To qualify for funding, requests must benefit general charitable purposes in Washington County, Maryland, to include, but not limited to the following:

- Health and Human Services
- Emergency Services
- Civic and Community Activities
- Athletic and Recreational Activities
- Educational and Cultural Activities

One-time program and capital expenses requests will be considered. Requests for operating funding are discouraged.

The Trustees will give first priority to those projects that most closely conform to these provisions of the Last Will and Testament of those who created each foundation.

Kershner Sisters Foundation

"charitable and/or Christian religious purposes and to health funds and agencies including, but not limited to agencies dealing with the disease of cancer."

Albert E. and Naomi B. Sinnisen Foundation

"charitable religious purposes in Washington County, Maryland, to general charitable purposes and health purposes in Washington County, Maryland, and/or the purchase and providing of medical equipment and lifesaving equipment for Washington County, Maryland, medical, health or emergency facilities."

Application Period

Annually, January 1 through March 31

Award Period

Anticipated being complete by August 31, but may extend throughout the remainder of the year.