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: STONE FAMILY FOUNDATION

A Employer identification number: 84-1549096

Number and street (or P O box number if mail is not delivered to street address): PO BOX 30304 — Room/suite:

B Telephone number: 805-962-7496

City or town, state or province, country, and ZIP or foreign postal code: SANTA BARBARA, CA 93130

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)* ▶$ 21,203,541.

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))

	Line		(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			N/A	
	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	664,297.	664,297.		STATEMENT 1
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10	218,671.			
	b	Gross sales price for all assets on line 6a 3,256,817.				
	7	Capital gain net income (from Part IV, line 2)		218,671.		
	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)				
	11	Other income				
	12	**Total.** Add lines 1 through 11	882,968.	882,968.		
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc	0.	0.		0.
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16a	Legal fees STMT 2	28.	28.		0.
	b	Accounting fees STMT 3	6,115.	4,586.		1,529.
	c	Other professional fees STMT 4	24.	24.		0.
	17	Interest				
	18	Taxes STMT 5	53,887.	53,887.		0.
	19	Depreciation and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses STMT 6	357.	302.		55.
	24	**Total operating and administrative expenses.** Add lines 13 through 23	60,411.	58,827.		1,584.
	25	Contributions, gifts, grants paid	897,075.			897,075.
	26	**Total expenses and disbursements.** Add lines 24 and 25	957,486.	58,827.		898,659.
	27	Subtract line 26 from line 12:				
	a	Excess of revenue over expenses and disbursements	-74,518.			
	b	**Net investment income** (if negative, enter -0-)		824,141.		
	c	**Adjusted net income** (if negative, enter -0-)			N/A	

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323501 10-10-13 LHA For Paperwork Reduction Act Notice, see instructions. Form **990-PF** (2013)

10480506 755493 STONEFDN 2013.03040 STONE FAMILY FOUNDATION STONEFD1

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		1,400.	1,400.
	2 Savings and temporary cash investments	59,542.	124,868.	124,868.
	3 Accounts receivable ▶			
	Less: allowance for doubtful accounts ▶	481,255.		
	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			
	b Investments - corporate stock STMT 7	18,052,174.	18,392,185.	21,077,273.
	c Investments - corporate bonds			
	11 Investments - land, buildings, and equipment basis ▶			
	Less accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other			
	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 I)	18,592,971.	18,518,453.	21,203,541.
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons	57,080.	57,080.	
	21 Mortgages and other notes payable			
	22 Other liabilities (describe ▶)			
	23 **Total liabilities** (add lines 17 through 22)	57,080.	57,080.	
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 ▶ [X] and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	18,535,891.	18,461,373.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	0.	0.	
	30 **Total net assets or fund balances**	18,535,891.	18,461,373.	
	31 **Total liabilities and net assets/fund balances**	18,592,971.	18,518,453.	

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	18,535,891.
2	Enter amount from Part I, line 27a	2	-74,518.
3	Other increases not included in line 2 (itemize) ▶	3	0.
4	Add lines 1, 2, and 3	4	18,461,373.
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	18,461,373.

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	SECURITIES PER ATTACHED SCHEDULE	P		
b	SECURITIES PER ATTACHED SCHEDULE	P		
c	ADVANTA - WORTHLESS	P		
d	CAPITAL GAINS DIVIDENDS			
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a	1,548,314.		1,506,622.	41,692.
b	1,352,814.		1,531,409.	-178,595.
c			115.	-115.
d	355,689.			355,689.
e				

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

	(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	(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
a				41,692.
b				-178,595.
c				-115.
d				355,689.
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	218,671.
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	N/A

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	408,303.	18,317,456.	.022290
2011	126,287.	11,751,429.	.010747
2010	0.	581,248.	.000000
2009	60,068.	491,721.	.122159
2008	63,765.	840,633.	.075854

2	**Total** of line 1, column (d)	2	.231050
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	.046210
4	Enter the net value of noncharitable-use assets for 2013 from Part X, line 5	4	20,323,943.
5	Multiply line 4 by line 3	5	939,169.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	8,241.
7	Add lines 5 and 6	7	947,410.
8	Enter qualifying distributions from Part XII, line 4	8	898,659.

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	16,483.
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	16,483.
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	16,483.
6 Credits/Payments:			
a 2013 estimated tax payments and 2012 overpayment credited to 2013	6a 31,440.		
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	31,440.
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	14,957.
11 Enter the amount of line 10 to be: **Credited to 2014 estimated tax** ▶ 14,957.	**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)? *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*	1b		X
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? N/A	4b		
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) ▶ CO			
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 STONE Telephone no. ▶ 805-962-7496			
	Located at ▶ 2035 LAS TUNAS ROAD, SANTA BARBARA, CA ZIP+4 ▶ 93103			
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			
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

			Yes	No
	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.			
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.)* N/A	3b		
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

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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 STONE 2035 LAS TUNAS ROAD SANTA BARBARA, CA 93103	PRESIDENT 5.00	0.	0.	0.
DORIAN R STONE 2035 LAS TUNAS ROAD SANTA BARBARA, CA 93103	V/PRES 0.00	0.	0.	0.
IRENE STONE 2035 LAS TUNAS ROAD SANTA BARBARA, CA 93103	SEC/TREAS 1.00	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

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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 N/A	
2	
3	
4	

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	20,555,271.
b	Average of monthly cash balances	1b	78,174.
c	Fair market value of all other assets	1c	
d	**Total** (add lines 1a, b, and c)	1d	20,633,445.
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	20,633,445.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	309,502.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	20,323,943.
6	**Minimum investment return** Enter 5% of line 5	6	1,016,197.

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	1,016,197.
2a	Tax on investment income for 2013 from Part VI, line 5	2a	16,483.		
b	Income tax for 2013. (This does not include the tax from Part VI.)	2b			
c	Add lines 2a and 2b			2c	16,483.
3	Distributable amount before adjustments. Subtract line 2c from line 1			3	999,714.
4	Recoveries of amounts treated as qualifying distributions			4	0.
5	Add lines 3 and 4			5	999,714.
6	Deduction from distributable amount (see instructions)			6	0.
7	**Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1			7	999,714.

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	898,659.
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	898,659.
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	0.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	898,659.

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				999,714.
2 Undistributed income, if any, as of the end of 2013				
a Enter amount for 2012 only			882,669.	
b Total for prior years: ____, ____, ____		0.		
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: ▶ $ 898,659.				
a Applied to 2012, but not more than line 2a			882,669.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2013 distributable amount				15,990.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2013 (If an amount appears in column (d), the same amount must be shown in column (a))	0.			0.
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		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2012. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2013. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2014				983,724.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2008 not applied on line 5 or line 7	0.			
9 **Excess distributions carryover to 2014** Subtract lines 7 and 8 from line 6a	0.			
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

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 ▶

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					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon: a "Assets" alternative test - enter: (1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
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)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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 ▶ [X] 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*				
SEE ATTACHED		501 (C)(3) ORGANIZATION	GENERAL	897,075.
Total			▶ 3a	897,075.
b *Approved for future payment*				
NONE				
Total			▶ 3b	0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income (a) Business code	Unrelated business income (b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	Excluded by section 512, 513, or 514 (d) Amount	(e) Related or exempt function income
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	664,297.	
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			18	218,671.	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue:					
a					
b					
c					
d					
e					
12 Subtotal. Add columns (b), (d), and (e)		0.		882,968.	0.

13 Total. Add line 12, columns (b), (d), and (e) 13 882,968.

(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).

323621 10-10-13

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 | Date 5/8/14 | Title PRESIDENT

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
ROBERT M. RENAUD	ROBERT M. RENAUD	05/06/14		P01208791

Firm's name ▶ ROBERT M. RENAUD & ASSOCIATES | Firm's EIN ▶ 77-0383243

Firm's address ▶ P.O. BOX 22508 SANTA BARBARA, CA 93121-2508 | Phone no. (805)965-7737

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
CHARLES SCHWAB	1,019,986.	355,689.	664,297.	664,297.	
TO PART I, LINE 4	1,019,986.	355,689.	664,297.	664,297.	

FORM 990-PF LEGAL FEES STATEMENT 2

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL FEES	28.	28.		0.
TO FM 990-PF, PG 1, LN 16A	28.	28.		0.

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	6,115.	4,586.		1,529.
TO FORM 990-PF, PG 1, LN 16B	6,115.	4,586.		1,529.

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
INVESTMENT FEES	24.	24.		0.
TO FORM 990-PF, PG 1, LN 16C	24.	24.		0.

FORM 990-PF TAXES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
IRS	53,887.	53,887.		0.
TO FORM 990-PF, PG 1, LN 18	53,887.	53,887.		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
OFFICE EXPENSES	218.	163.		55.
INSURANCE	139.	139.		0.
TO FORM 990-PF, PG 1, LN 23	357.	302.		55.

FORM 990-PF CORPORATE STOCK STATEMENT 7

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
MERRILL LYNCH	18,392,185.	21,077,273.
TOTAL TO FORM 990-PF, PART II, LINE 10B	18,392,185.	21,077,273.

2013 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss)

Accounting Method
Mutual Funds. Average
All Other Investments. First In First Out [FIFO]

Short-Term	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
A T & T INC NEW T	120.0000	07/24/12	01/14/13	$4,081.89	$4,142 59	($60 70)
A T & T INC NEW T	150.0000	11/07/12	01/14/13	$5,102 37	$5,060.50	$41 87
Security Subtotal				**$9,184.26**	**$9,203.09**	**($18.83)**
FRANCE TELECOM SA ADR F1 ADR REPS 1 ORD FTE	4,000.0000	06/18/12	01/14/13	$47,716 76	$48,768.95	($1,052 19)
FRANCE TELECOM SA ADR F1 ADR REPS 1 ORD FTE	500 0000	06/25/12	01/14/13	$5,964.59	$6,073 45	($108 86)
FRANCE TELECOM SA ADR F1 ADR REPS 1 ORD FTE	500 0000	06/25/12	01/14/13	$5,964.59	$6,073 45	($108 86)
FRANCE TELECOM SA ADR F1 ADR REPS 1 ORD FTE	100 0000	07/20/12	01/14/13	$1,192 92	$1,318 85	($125 93)
FRANCE TELECOM SA ADR F1 ADR REPS 1 ORD FTE	100 0000	07/23/12	01/14/13	$1,192 92	$1,284 85	($91.93)
FRANCE TELECOM SA ADR F1 ADR REPS 1 ORD. FTE	100 0000	07/23/12	01/14/13	$1,192 92	$1,286 75	($93 83)
FRANCE TELECOM SA ADR F1 ADR REPS 1 ORD. FTE	100.0000	08/02/12	01/14/13	$1,192 92	$1,291 79	($98 87)

Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this report

2013 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds Average
All Other Investments: First In First Out [FIFO]

Short-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
FRANCE TELECOM SA ADR F1 ADR REPS 1 ORD FTE	100.0000	09/19/12	01/14/13	$1,192 92	$1,310 85	($117 93)
FRANCE TELECOM SA ADR F1 ADR REPS 1 ORD FTE	100.0000	09/20/12	01/14/13	$1,192 92	$1,291 85	($98 93)
FRANCE TELECOM SA ADR F1 ADR REPS 1 ORD FTE	100.0000	09/24/12	01/14/13	$1,192.92	$1,273.85	($80 93)
FRANCE TELECOM SA ADR F1 ADR REPS 1 ORD FTE	100.0000	09/26/12	01/14/13	$1,192 92	$1,259 75	($66 83)
Security Subtotal				**$69,189.30**	**$71,234.39**	**($2,045.09)**
FRONTIER COMMUNICATIONS FTR	1 0000	05/07/12	01/14/13	$4.38	$12 60	($8 22)
FRONTIER COMMUNICATIONS. FTR	249.0000	05/07/12	01/14/13	$1,090.35	$917.55	$172 80
FRONTIER COMMUNICATIONS FTR	400.0000	06/01/12	01/14/13	$1,751 56	$1,440 55	$311 01
Security Subtotal				**$2,846.29**	**$2,370.70**	**$475.59**
MANNING & NAPIER INTL SERIES CL S EXITX	116,982.2750	multiple	03/21/13	$1,052,790 53	$1,008,647 35	$44,143.18
Security Subtotal				**$1,052,790.53**	**$1,008,647.35**	**$44,143.18**

Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this report

2013 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds. Average
All Other Investments: First In First Out [FIFO]

Short-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND VCSH	44.0000	12/21/12	12/03/13	$3,523.38	$3,535.02	($11 64)
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND VCSH	100.0000	12/21/12	12/03/13	$8,007 77	$8,034 13	($26.36)
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND VCSH	100.0000	12/21/12	12/03/13	$8,007.67	$8,034.13	($26 46)
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND VCSH	200.0000	12/21/12	12/03/13	$16,015 34	$16,068 05	($52 71)
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND VCSH	200 0000	12/21/12	12/03/13	$16,016.34	$16,068.25	($51 91)
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND VCSH	1,446 0000	12/21/12	12/03/13	$115,792.39	$116,173 48	($381 09)
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND VCSH	500 0000	01/31/13	12/03/13	$40,038 36	$40,088.45	($50 09)
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND VCSH	200.0000	07/12/13	12/03/13	$16,015.34	$15,886.84	$128 50
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND VCSH	430 0000	07/12/13	12/03/13	$34,432 99	$34,158 86	$274 13

Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this report

2013 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments First In First Out [FIFO]

Short-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND VCSH	28 0000	07/17/13	12/03/13	$2,242.15	$2,228.61	$13.54
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND. VCSH	100 0000	07/17/13	12/03/13	$8,007 67	$7,959 42	$48 25
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND VCSH	500.0000	07/17/13	12/03/13	$40,038.36	$39,797 13	$241 23
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND VCSH	50.0000	09/11/13	12/03/13	$4,003.84	$3,954 54	$49 30
VANGUARD CORP BOND ETF SHORT-TERM CORP BOND VCSH	848.0000	09/11/13	12/03/13	$67,905 07	$67,077 49	$827 58
Security Subtotal				**$380,046.67**	**$379,064.40**	**$982.27**
VERIZON COMMUNICATIONS: VZ	36 0000	12/28/12	01/14/13	$1,533 83	$1,544 39	($10 56)
VERIZON COMMUNICATIONS. VZ	144 0000	12/28/12	01/14/13	$6,135.33	$6,177 56	($42 23)
VERIZON COMMUNICATIONS VZ	100 0000	01/08/13	01/14/13	$4,260 63	$4,326 85	($66 22)
Security Subtotal				**$11,929.79**	**$12,048.80**	**($119.01)**
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10 VOD	50.0000	04/04/12	01/14/13	$1,313 33	$1,377 65	($64 32)

Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this report.

2013 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

Short-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10 VOD	200 0000	04/04/12	01/14/13	$5,253 32	$5,510 96	($257.64)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10 VOD	100.0000	07/11/12	01/14/13	$2,626 66	$2,865 79	($239 13)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10 VOD	100.0000	07/11/12	01/14/13	$2,626.76	$2,865.79	($239.03)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10 VOD	100 0000	07/11/12	01/14/13	$2,626 76	$2,865.79	($239 03)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10. VOD	200 0000	07/11/12	01/14/13	$5,253.24	$5,731 58	($478 34)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10. VOD	100 0000	07/20/12	01/14/13	$2,626.76	$2,835 85	($209 09)
Security Subtotal				**$22,326.83**	**$24,053.41**	**($1,726.58)**
Total Short-Term				**$1,548,313.67**	**$1,506,622.14**	**$41,691.53**

Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this report

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2013 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds Average
All Other Investments First In First Out [FIFO]

Long-Term	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
A T & T INC NEW T	1,730.0000	12/08/11	01/14/13	$58,847 27	$50,192.79	$8,654 48
Security Subtotal				**$58,847.27**	**$50,192.79**	**$8,654.48**
ADVANTA CORP CL A VTGXXXBANKRUPT EFF 03/08/11 007942105	3,750 0000	01/17/02	09/27/13	$0 00	$88.69 e	($88 69)
Security Subtotal				**$0.00**	**$88.69**	**($88.69)**
AMERICAN CAPITAL AGENCY REITS. AGNC	100 0000	08/10/11	09/09/13	$2,292.03	$2,896 00	($603 97)
AMERICAN CAPITAL AGENCY REITS· AGNC	100.0000	08/10/11	09/09/13	$2,292 03	$2,898 50	($606 47)
AMERICAN CAPITAL AGENCY REITS· AGNC	100 0000	08/10/11	09/09/13	$2,292 03	$2,899 00	($606.97)
AMERICAN CAPITAL AGENCY REITS: AGNC	200.0000	08/10/11	09/09/13	$4,584 07	$5,798 00	($1,213 93)
AMERICAN CAPITAL AGENCY REITS AGNC	200.0000	08/10/11	09/09/13	$4,580.07	$5,798 00	($1,217 93)
AMERICAN CAPITAL AGENCY REITS AGNC	200.0000	08/10/11	09/09/13	$4,581.97	$5,800.00	($1,218 03)
AMERICAN CAPITAL AGENCY REITS· AGNC	300 0000	08/10/11	09/09/13	$6,876 10	$8,691 00	($1,814 90)
AMERICAN CAPITAL AGENCY REITS AGNC	400 0000	08/10/11	09/09/13	$9,168 14	$11,588 00	($2,419 86)
AMERICAN CAPITAL AGENCY REITS. AGNC	400.0000	08/10/11	09/09/13	$9,167.78	$11,600 00	($2,432 22)

Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this report.

2013 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds. Average
All Other Investments: First In First Out [FIFO]

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
AMERICAN CAPITAL AGENCY REITS AGNC	500.0000	08/10/11	09/09/13	$11,454 67	$14,495.00	($3,040.33)
AMERICAN CAPITAL AGENCY REITS AGNC	600.0000	08/10/11	09/09/13	$13,739.61	$17,394 00	($3,654 39)
AMERICAN CAPITAL AGENCY REITS AGNC	900 0000	08/10/11	09/09/13	$20,628 32	$26,100 00	($5,471 68)
AMERICAN CAPITAL AGENCY REITS AGNC	900 0000	08/10/11	09/09/13	$20,627.41	$26,100 00	($5,472 59)
AMERICAN CAPITAL AGENCY REITS AGNC	1,200 0000	08/10/11	09/09/13	$27,504.42	$34,752 00	($7,247 58)
AMERICAN CAPITAL AGENCY REITS· AGNC	1,400.0000	08/10/11	09/09/13	$32,088 49	$40,586 00	($8,497 51)
AMERICAN CAPITAL AGENCY REITS AGNC	2,500.0000	08/10/11	09/09/13	$57,273 36	$72,500 00	($15,226 64)
AMERICAN CAPITAL AGENCY REITS. AGNC	100.0000	11/18/11	09/09/13	$2,289.93	$2,803 54	($513 61)
AMERICAN CAPITAL AGENCY REITS AGNC	100.0000	11/18/11	09/09/13	$2,289 93	$2,804 02	($514 09)
AMERICAN CAPITAL AGENCY REITS· AGNC	100 0000	11/18/11	09/09/13	$2,289 93	$2,804 03	($514 10)
AMERICAN CAPITAL AGENCY REITS AGNC	138 0000	11/18/11	09/09/13	$3,158 73	$3,869.57	($710 84)
AMERICAN CAPITAL AGENCY REITS. AGNC	300 0000	11/18/11	09/09/13	$6,869.80	$8,412.11	($1,542 31)
AMERICAN CAPITAL AGENCY REITS: AGNC	362.0000	11/18/11	09/09/13	$8,289.58	$10,150.61	($1,861.03)

Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this report.

2013 Year-End Schwab Gain/Loss Report

Accounting Method
Mutual Funds. Average
All Other Investments First In First Out [FIFO]

Realized Gain or (Loss) (continued)

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
AMERICAN CAPITAL AGENCY REITS AGNC	2,000.0000	11/18/11	09/09/13	$45,798.69	$56,080.72	($10,282 03)
AMERICAN CAPITAL AGENCY REITS AGNC	3,800.0000	11/18/11	09/09/13	$87,017 52	$106,515 36	($19,497 84)
AMERICAN CAPITAL AGENCY REITS AGNC	5,200.0000	11/18/11	09/09/13	$119,024 60	$145,843 14	($26,818 54)
AMERICAN CAPITAL AGENCY REITS AGNC	12,900.0000	11/18/11	09/09/13	$295,272 56	$361,849 60	($66,577 04)
Security Subtotal				**$801,451.77**	**$991,028.20**	**($189,576.43)**
FRONTIER COMMUNICATIONS: FTR	3,850.0000	12/08/11	01/14/13	$16,858 82	$20,025 10	($3,166 28)
Security Subtotal				**$16,858.82**	**$20,025.10**	**($3,166.28)**
TCW TOTAL RETURN BOND FUND I CLASS: TGLMX	37,700.0000	10/21/11	12/03/13	$380,016 00	$379,766.07	$249 93
Security Subtotal				**$380,016.00**	**$379,766.07**	**$249.93**
VERIZON COMMUNICATIONS VZ	100 0000	12/08/11	01/14/13	$4,260 65	$3,804 46	$456 19
VERIZON COMMUNICATIONS VZ	300 0000	12/08/11	01/14/13	$12,781 94	$11,413 64	$1,368 30
VERIZON COMMUNICATIONS VZ	420 0000	12/08/11	01/14/13	$17,894 71	$15,979.23	$1,915 48
VERIZON COMMUNICATIONS. VZ	500.0000	12/08/11	01/14/13	$21,303 23	$19,022 89	$2,280 34
Security Subtotal				**$56,240.53**	**$50,220.22**	**$6,020.31**

Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this report.

2013 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10 VOD	100 0000	01/13/12	01/14/13	$2,626.66	$2,672.38	($45 72)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10 VOD	100.0000	01/13/12	01/14/13	$2,626.66	$2,672 43	($45 77)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10 VOD	100 0000	01/13/12	01/14/13	$2,626 66	$2,672.54	($45 88)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10 VOD	100.0000	01/13/12	01/14/13	$2,626 66	$2,672.55	($45 89)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10 VOD	100 0000	01/13/12	01/14/13	$2,626.66	$2,672 55	($45 89)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10 VOD	300 0000	01/13/12	01/14/13	$7,879.98	$8,017 47	($137 49)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10 VOD	300.0000	01/13/12	01/14/13	$7,879.98	$8,017.67	($137 69)

Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this report.

2013 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments. First In First Out [FIFO]

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
VODAFONE GROUP NEW ADR FSPONSORED ADR 1 ADR REP 10· VOD	400.0000	01/13/12	01/14/13	$10,506.64	$10,690.27	($183 63)
Security Subtotal				**$39,399.90**	**$40,087.86**	**($687.96)**
Total Long-Term				**$1,352,814.29**	**$1,531,408.93**	**($178,594.64)**
Total Realized Gain or (Loss)				**$2,901,127.96**	**$3,038,031.07**	**($136,903.11)**

Schwab has provided realized gain/loss information wherever possible for most investments. Cost basis data may be incomplete or unavailable for some of your holdings See Terms and Conditions.
Option Customers. Realized gain/loss of underlying securities is adjusted to reflect the premiums of assigned or exercised options.

Endnotes For Your Account

Symbol	Endnote Legend
e	Data for this holding has been edited or provided by the end client.

Stone Family Foundation
Grants and Contributions Paid
2013

Recipient	Address	Amount
Children's Hospital Colorado Foundation	13123 E 16th Ave, B045 Aurora, CO 80045	10,000
Rocky Mountain Public Broadcasting Network, Inc	1089 Bannock St Denver, CO 80204	2,000
Colorado Public Television Inc	2900 Welton St Denver, CO 80205	2,000
Denver Dumb Friends League	2080 So Quebec St Denver, CO 80231	5,000
Laradon Hall Society For Exceptional Children	5100 Lincoln St Denver, CO 80216	10,000
Diabetes Resource Center	1704 State St Santa Barbara, CA 93101	1,000
Central Coast Alzheimer's Assoc	1528 Chapala St #204 Santa Barbara, CA 93101	1,000
KCBX, Inc	4100 Vachell Lane San Luis Obispo, CA 93401	1,000
Classical KUSC	PO Box 77913 Los Angeles, CA 90007	1,000
KCLU	60 West Olsen Rd, #4400 Thousand Oaks, CA 91360	1,000
Sarah House	PO Box 20031 Santa Barbara, CA 93120	25,000

Stone Family Foundation
Grants and Contributions Paid
2013

Recipient	Address	Amount
Camarillo Hospice	400 Rosewood Ave #102 Camarillo, CA 93010	30,000
Santa Barbara Museum of Art	1130 State St Santa Barbara, CA 93101	5,000
American Association of University Women California Special Projects Fund	PO Box 160067 Sacramento, CA 95816	5,000
Santa Barbara Education Fdn	1330 State St, Ste 203 Santa Barbara, CA 93101	20,000
Scholarship Foundation of Santa Barbara	2253 Las Positas Road Santa Barbara, CA 93105	220,000
Colorado Community College System Foundation	9101 E Lowry Blvd Denver, CO 80230	220,000
MAASAI Girls' Education Fund	5800 MacArthur Blvd N.W. Washington, DC 20016	13,400
Starfish One By One	33424 Deep Forest Road Evergreen, CO 80439	12,500
Lobero Theatre Foundation	33 E Canon Perdidio St Santa Barbara, CA 93101	5,000
Zen Hospice Project	273 Page Street San Francisco, CA 94102	25,000
Global Fund For Women	222 Sutter Street San Francisco, CA 94108	102,000
Girls Education Collaborative	PO Box 2191 Buffalo, NY 14231	20,000
Global Grassroots	45 Lyme Road, Ste 206 Hanover, NJ 13755	25,000

Stone Family Foundation
Grants and Contributions Paid
2013

Recipient	Address	Amount
Womens Global Education Project	PO Box 617613 Chicago, IL 60661	25,000
Room to Read	111 Sutter Street San Francisco, CA 94104	25,000
PBS SoCal	PO Box 25113 Santa Ana, Ca 92799-5113	3,000
KCETLink	2900 West Alameda Ave Burbank, CA 91505	1,000
Santa Barbara Community Performing Arts Center	PO Box 21046 Santa Barbara, CA 93121-1046	5,000
Domestic Violence Solutions For Santa Barbara County	PO Box 1536 Santa Barbara, Ca 93102	5,000
South Coast Community Aquatic Center	PO Box 524 Goleta, CA 93116	5,000
Unity Shoppe, Inc	319 Salida Del Sol Santa Barbara, CA 93109	5,000
U.C. Regents	University of California Santa Barbara, CA 93106-5030	2,500
Child Abuse Listening Mediation	1236 Chapala Street Santa Barbara, CA 93101	5,000
Girls Inc of Greater Santa Barbara	PO Box 236 Santa Barbara, CA 93102-0236	5,000
Sukuru	PO Box 170715 San Francisco, CA 94117	20,000
Santa Barbara Zoological Gardens	500 Ninos Drive Santa Barbara, CA 93103-1724	10,000
Boys and Girls Club of	632 E Canon Perdido St	

Stone Family Foundation
Grants and Contributions Paid
2013

Recipient	Address	Amount
Santa Barbara, Inc	Santa Barbara, CA 93103	2,500
Limitless Horizons IXIL	49 South Street, #7 Jamaica Plan, ME 02130	16,175
Total		897,075