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Department of the Treasury
Internal Revenue Service

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2013

Open to Public Inspection

For calendar year 2013 or tax year beginning FEB 1, 2013, and ending JAN 31, 2014

Name of foundation

A Employer identification number

THE JOHN AND SOPHIE OTTENS FOUNDATION

86-0911121

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

Room/suite

B Telephone number

P.O. BOX 4389

212-889-9250

City or town, state or province, country, and ZIP or foreign postal code

WEST SEDONA, AZ 86340-4389

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 changeD 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 foundationE 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

J Accounting method:

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

(from Part II, col. (c), line 16)

☐ Other (specify) _____

\$ 19,069,288. (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).)

(a) Revenue and expenses per books

(b) Net investment income

(c) Adjusted net income

(d) Disbursements for charitable purposes (cash basis only)

1 Contributions, gifts, grants, etc., received

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

5a Gross rents

b Net rental income or (loss)

6a Net gain or (loss) from sale of assets not on line 10

b Gross sales price for all assets on line 6a

7 Capital gain net income (from Part IV, line 2)

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

13 Compensation of officers, directors, trustees, etc

14 Other employee salaries and wages

15 Pension plans, employee benefits

16a Legal fees

b Accounting fees

STMT 3

c Other professional fees

STMT 4

17 Interest

18 Taxes

19 Depreciation and depletion

20 Occupancy

21 Travel, conferences, and meetings

22 Printing and publications

23 Other expenses

STMT 6

24 Total operating and administrative

expenses. Add lines 13 through 23

25 Contributions, gifts, grants paid

26 Total expenses and disbursements.

Add lines 24 and 25

27 Subtract line 26 from line 12:

a Excess of revenue over expenses and disbursements

b Net investment income (if negative, enter -0-)

c Adjusted net income (if negative, enter -0-)

N/A

393,268.

393,268.

STATEMENT 1

1,708,341.

1,708,341.

-18,239.

-18,239.

STATEMENT 2

2,083,370.

2,083,370.

156,000.

156,000.

0.

8,300.

8,300.

0.

60,065.

60,065.

0.

11,076.

11,076.

0.

12,224.

12,224.

0.

247,665.

247,665.

0.

1,417,959.

1,417,959.

1,665,624.

247,665.

1,417,959.

417,746.

1,835,705.

N/A

Part II Balance Sheets		Beginning of year	End of year	
			(a) Book Value	(b) Book Value
Assets	1 Cash - non-interest-bearing	6,676.	4,277.	4,277.
	2 Savings and temporary cash investments	1,198,153.	1,181,143.	1,181,143.
	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			
	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 8	13,818,375.	14,322,099.	16,982,640.
	c Investments - corporate bonds			
	11 Investments - land, buildings, and equipment basis ▶ Less: accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other STMT 9	883,873.	901,228.	901,228.
	14 Land, buildings, and equipment basis ▶ Less: accumulated depreciation ▶			
Liabilities	15 Other assets (describe ▶)			
	16 Total assets (to be completed by all filers - see the instructions. Also, see page 1, item 1)	15,907,077.	16,408,747.	19,069,288.
	17 Accounts payable and accrued expenses	540.	540.	
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable			
Net Assets or Fund Balances	22 Other liabilities (describe ▶)			
	23 Total liabilities (add lines 17 through 22)	540.	540.	
	Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ ☒ and complete lines 27 through 31			
	27 Capital stock, trust principal, or current funds	0.	0.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	15,906,537.	16,408,207.	
	30 Total net assets or fund balances	15,906,537.	16,408,207.	
	31 Total liabilities and net assets/fund balances	15,907,077.	16,408,747.	

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	15,906,537.
2 Enter amount from Part I, line 27a	2	417,746.
3 Other increases not included in line 2 (itemize) ▶ SEE STATEMENT 7	3	83,924.
4 Add lines 1, 2, and 3	4	16,408,207.
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	16,408,207.

Part IV Capital Gains and Losses for Tax on Investment Income

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

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a			
b			
c			
d			
e 5,918,173.		4,209,832.	1,708,341.

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			
b			
c			
d			
e			1,708,341.

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }	2	1,708,341.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8	3	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	1,552,329.	16,714,997.	.092870
2011	1,658,178.	17,644,583.	.093977
2010	1,487,378.	18,057,215.	.082370
2009	1,322,586.	17,006,461.	.077770
2008	1,223,703.	18,644,120.	.065635

2 Total of line 1, column (d)	2 .412622
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 .082524
4 Enter the net value of noncharitable-use assets for 2013 from Part X, line 5	4 17,169,672.
5 Multiply line 4 by line 3	5 1,416,910.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6 18,357.
7 Add lines 5 and 6	7 1,435,267.
8 Enter qualifying distributions from Part XII, line 4	8 1,417,959.

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	36,714.
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	36,714.
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	36,714.
6	Credits/Payments:		
a	2013 estimated tax payments and 2012 overpayment credited to 2013	6a	3,864.
b	Exempt foreign organizations - tax withheld at source	6b	
c	Tax paid with application for extension of time to file (Form 8868)	6c	20,000.
d	Backup withholding erroneously withheld	6d	
7	Total credits and payments. Add lines 6a through 6d	7	23,864.
8	Enter any penalty for underpayment of estimated tax. Check here ☐ if Form 2220 is attached	8	21.
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed SEE STATEMENT 10	9	12,871.
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	
11	Enter the amount of line 10 to be: Credited to 2014 estimated tax Refunded	11	

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?		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		X
c Did the foundation file Form 1120-POL for this year?		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		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		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?	X	
b If "Yes," has it filed a tax return on Form 990-T for this year?	X	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.		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?	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	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) AZ, 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	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		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

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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)	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? Website address ► N/A	13	X	
14	The books are in care of ► STEVEN K. ARONOFF Telephone no. ► 212-889-9250 Located at ► 499 PARK AVENUE, 23RD FL., NEW YORK, NY ZIP+4 ► 10022			
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? See the instructions for exceptions and filing requirements for Form TD F 90-22.1. If "Yes," enter the name of the foreign country ►	16	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? ☐ 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)? Organizations relying on a current notice regarding disaster assistance check here ► ☐	1b	X
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

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

X

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
HENRY O. HOOPER	PRESIDENT/DIRECTOR			
P.O. BOX 429				
RIDGWAY, CO 81432	20.00	69,000.	0.	0.
JEANNE R. HOOPER	DIRECTOR			
P.O. BOX 429				
RIDGWAY, CO 81432	7.00	9,000.	0.	0.
STEVEN K. ARONOFF	SECRETARY/TREASURER/DIRECT			
499 PARK AVENUE				
NEW YORK, NY 10022	15.00	69,000.	0.	0.
CYNTHIA L. ARONOFF	DIRECTOR			
499 PARK AVENUE				
NEW YORK, NY 10022	7.00	9,000.	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
GREYCOURT & CO, INC. 607 COLLEGE AVENUE, PITTSBURGH, PA 15232	INVESTMENT ADVISOR	51,849.

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

0

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.

	Expenses
1 SEE STATEMENT 13	0.
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	
3 All other program-related investments. See instructions.	
Total. Add lines 1 through 3	0.

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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	16,982,640.
b	Average of monthly cash balances	1b	448,499.
c	Fair market value of all other assets	1c	0.
d	Total (add lines 1a, b, and c)	1d	17,431,139.
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	17,431,139.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	261,467.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	17,169,672.
6	Minimum investment return. Enter 5% of line 5	6	858,484.

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	858,484.
2a	Tax on investment income for 2013 from Part VI, line 5	2a	36,714.
b	Income tax for 2013. (This does not include the tax from Part VI.)	2b	385.
c	Add lines 2a and 2b	2c	37,099.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	821,385.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	821,385.
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	821,385.

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	1,417,959.
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	1,417,959.
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	1,417,959.

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.

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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				821,385.
2 Undistributed income, if any, as of the end of 2013				
a Enter amount for 2012 only			0.	
b Total for prior years:		0.		
3 Excess distributions carryover, if any, to 2013:				
a From 2008	303,563.			
b From 2009	475,695.			
c From 2010	590,165.			
d From 2011	780,801.			
e From 2012	726,881.			
f Total of lines 3a through e	2,877,105.			
4 Qualifying distributions for 2013 from Part XII, line 4: ▶ \$ 1,417,959.				
a Applied to 2012, but not more than line 2a			0.	
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				821,385.
e Remaining amount distributed out of corpus	596,574.			
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	3,473,679.			
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				0.
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	303,563.			
9 Excess distributions carryover to 2014. Subtract lines 7 and 8 from line 6a	3,170,116.			
10 Analysis of line 9:				
a Excess from 2009	475,695.			
b Excess from 2010	590,165.			
c Excess from 2011	780,801.			
d Excess from 2012	726,881.			
e Excess from 2013	596,574.			

N/A

- ☐ 4942(j)(3) or ☐ 4942(j)(5)

- [illegible]

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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 STATEMENT ATTACHED				1,417,950.
THROUGH MESIROW FINANCIAL PRIVATE EQUITY				9.
Total			3a	1,417,959.
b Approved for future payment				
NONE				
Total			3b	0.

8:08 AM

03/27/14

Accrual Basis

The John and Sophie Ottens Foundation
General Ledger
As of January 31, 2014

Type	Date	Num	Adj	Name	Memo	Split	Debit	Credit	Balance
unknown									0.00
General Journal	1/31/2014		*			Qualified Divl.	0 00		0 00
Total unknown							0 00	0.00	0.00
6140 - Contributions									0.00
Check	2/1/2013	1467		N A U Foundation		1001 - _Citiba ..	283,050.00		283,050.00
Check	2/1/2013	1468		Fort Lewis College...		1001 - _Citiba ..	150,000 00		433,050 00
Check	2/1/2013	1469		Moenkopi Develop...		1001 - _Citiba .	50,000 00		483,050 00
Check	2/1/2013	1470		Boys and Girls of ...		1001 - _Citiba .	25,000 00		508,050 00
Check	2/1/2013	1471		CSU Foundation		1001 - _Citiba .	29,750.00		537,800 00
Check	2/1/2013	1472		IAIA		1001 - _Citiba ..	50,000.00		587,800 00
Check	2/1/2013	1473		National Wildlife F...		1001 - _Citiba...	17,500.00		605,300 00
Check	2/1/2013	1474		University Medical ...		1001 - _Citiba ..	14,000.00		619,300 00
Check	2/1/2013	1475		Flaggs Medical Ce...		1001 - _Citiba ..	58,000 00		677,300 00
Check	2/1/2013	1476		Colorado Coalition...		1001 - _Citiba .	15,000 00		692,300 00
Check	2/1/2013	1477		Albuquerque Indian		1001 - _Citiba .	55,000.00		747,300 00
Check	2/1/2013	1478		University of DEN...		1001 - _Citiba...	10,000.00		757,300 00
Check	2/1/2013	1479		Presbyterial Health ..		1001 - _Citiba...	13,000.00		770,300 00
Check	2/1/2013	1480		The Hopi Foundati...		1001 - _Citiba ..	61,000.00		831,300 00
Check	5/31/2013	1489		N-Nurse Inc.		1001 - _Citiba ..	5,000.00		836,300 00
Check	7/1/2013	1490		Banner Health Fin		1001 - _Citiba ..	35,000 00		871,300 00
Check	8/27/2013	1491		Fort Lewis College...		1001 - _Citiba ..	62,750.00		934,050 00
Check	8/27/2013	1498		unlimited learning		1001 - _Citiba .	20,000.00		954,050 00
Check	8/27/2013	1499		cnm foundation		1001 - _Citiba ..	30,000.00		984,050 00
Check	8/27/2013	1500		University of DEN...		1001 - _Citiba...	10,000.00		994,050 00
Check	8/27/2013	1501		American Indian In...		1001 - _Citiba ..	3,500 00		997,550 00
Check	9/1/2013	1502		Colorado Coalition ..		1001 - _Citiba...	17,000.00		1,014,550 00
Check	9/1/2013	1503		Presbyterial Health..		1001 - _Citiba...	5,000.00		1,019,550 00
Check	9/1/2013	1504		National Wildlife F. .		1001 - _Citiba...	27,500 00		1,047,050 00
Check	9/1/2013	1505		IAIA		1001 - _Citiba...	40,000.00		1,087,050 00
Check	9/1/2013	1506		CSU Foundation		1001 - _Citiba..	30,000 00		1,117,050 00
Check	9/1/2013	1507		Boys and Girls of ...		1001 - _Citiba...	25,000.00		1,142,050 00
Check	9/1/2013	1508		The Hopi Foundati .		1001 - _Citiba .	61,000 00		1,203,050 00
Check	9/1/2013	1509		N A U Foundation		1001 - _Citiba .	204,400.00		1,407,450 00
Check	9/1/2013	1510		N A U Foundation		1001 - _Citiba...	10,500 00		1,417,950 00
Total 6140 - Contributions							1,417,950.00	0.00	1,417,950 00

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
CITICORP	9.	0.	9.	9.	
DIVIDENDS - OTHER	47,771.	0.	47,771.	47,771.	
DODGE & COX					
INTERNATIONAL	433.	0.	433.	433.	
IRON BRIDGE	50,584.	31,757.	18,827.	18,827.	
MESIROW FINANCIAL					
PRIVATE EQUITY	16,501.	0.	16,501.	16,501.	
PIMCO ALL ASSET	93,864.	0.	93,864.	93,864.	
PIMCO LOW DURATION	26,711.	933.	25,778.	25,778.	
PIMCO TOTAL RETURN					
FUND	43,318.	8,220.	35,098.	35,098.	
STALEM EQUITY FUND	246,459.	185,927.	60,532.	60,532.	
THIRD AVENUE REAL					
ESTATE VALUE	12,869.	2,428.	10,441.	10,441.	
VANGUARD 500 IDX					
FD	48,529.	0.	48,529.	48,529.	
VULCAN VALUE					
PARTNERS	51,844.	16,359.	35,485.	35,485.	
TO PART I, LINE 4	638,892.	245,624.	393,268.	393,268.	

FORM 990-PF OTHER INCOME STATEMENT 2

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
MESIROW FINANCIAL PRIVATE	-18,239.	-18,239.	
TOTAL TO FORM 990-PF, PART I, LINE 11	-18,239.	-18,239.	

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	8,300.	8,300.			0.
TO FORM 990-PF, PG 1, LN 16B	8,300.	8,300.			0.

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	
ADVISORY FEES	51,849.	51,849.			0.
CUSTODIAL FEES	8,216.	8,216.			0.
TO FORM 990-PF, PG 1, LN 16C	60,065.	60,065.			0.

FORM 990-PF	TAXES			STATEMENT	5
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
PAYROLL TAXES	9,180.	9,180.			0.
OTHER TAXES	1,896.	1,896.			0.
TO FORM 990-PF, PG 1, LN 18	11,076.	11,076.			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	
MEALS & ENTERTAINMENT	8,994.	8,994.			0.
DUES & SUBSCRIPTIONS	725.	725.			0.
SUPPLIES & POSTAGE	869.	869.			0.
INSURANCE	1,626.	1,626.			0.
CORP. ANNUAL REPORT	10.	10.			0.
TO FORM 990-PF, PG 1, LN 23	12,224.	12,224.			0.

FORM 990-PF	OTHER INCREASES IN NET ASSETS OR FUND BALANCES	STATEMENT	7
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DESCRIPTION	AMOUNT
PARTNERSHIP FLOW - THROUGH BOOK TO TAX DIFFERENCES	83,924.
TOTAL TO FORM 990-PF, PART III, LINE 3	83,924.

FORM 990-PF	CORPORATE STOCK	STATEMENT	8
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DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
CORPORATE STOCKS	14,322,099.	16,982,640.
TOTAL TO FORM 990-PF, PART II, LINE 10B	14,322,099.	16,982,640.

FORM 990-PF	OTHER INVESTMENTS	STATEMENT	9
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DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
INVESTMENT IN PARTNERSHIP	COST	901,228.	901,228.
TOTAL TO FORM 990-PF, PART II, LINE 13		901,228.	901,228.

FORM 990-PF	INTEREST AND PENALTIES	STATEMENT	10
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TAX DUE FROM FORM 990-PF, PART VI	12,850.
UNDERPAYMENT PENALTY	21.
LATE PAYMENT INTEREST	195.
LATE PAYMENT PENALTY	386.
TOTAL AMOUNT DUE	13,452.

STATEMENT 11

THE JOHN AND SOPHIE OTTENS FOUNDATION

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 MESIROW FINANCIAL PRIVATE EQUITY		VARIOUS	12/31/13
b MESIROW FINANCIAL PRIVATE EQUITY	P	VARIOUS	12/31/13
c 65258.512SHS AMERICAN EUROPACIFIC GRTH F2	P	12/28/11	11/06/13
d 60050.569SHS IRONBRIDGE FRONTEGRA SMID FD	P	11/23/11	11/06/13
e 36030.341SHS STRALEM EQUITY FUND	P	11/17/11	08/16/13
f 53492.763SHS STRALEM EQUITY FUND	P	12/21/12	01/31/14
g 1303.893SHS AMERICAN EUROPACIFIC GRTH F2	P	12/27/12	11/06/13
h COLLINS CAPITAL	P	VARIOUS	12/31/13
i CAPITAL GAINS DIVIDENDS			
j			
k			
l			
m			
n			
o			

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a		714.	-714.
b 101,130.			101,130.
c 3,099,779.		2,287,812.	811,967.
d 950,000.		661,757.	288,243.
e 570,000.		465,222.	104,778.
f 850,000.		698,337.	151,663.
g 61,935.		53,277.	8,658.
h 39,705.		42,713.	-3,008.
i 245,624.			245,624.
j			
k			
l			
m			
n			
o			

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) Losses (from col. (h)) Gains (excess of col. (h) gain over col. (k), but not less than "-0-")
a			-714.
b			101,130.
c			811,967.
d			288,243.
e			104,778.
f			151,663.
g			8,658.
h			-3,008.
i			245,624.
j			
k			
l			
m			
n			
o			

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter "-0-" in Part I, line 7 }	2	1,708,341.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter "-0-" in Part I, line 8 }	3	N/A