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

For calendar year 2013, or tax year beginning Jul 1 **, 2013, and ending** Jun 30 **,** 2014

Name of foundation HARRY AND WINNIE MCNAY EDUCATIONAL TRUST		**A** Employer identification number 42-6252638
Number and street (or P O box number if mail is not delivered to street address) GREAT WESTERN BNK 10101 University Ave.	Room/suite	**B** Telephone number (see the instructions) (515) 440-8454
City or town, state or province, country, and ZIP or foreign postal code Clive IA 50325		**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

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

I Fair market value of all assets at end of year *(from Part II, column (c), line 16)* ► $ 877,004.

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

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

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

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) (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 (att sch)				
	2	Ck ► ☒ if the foundn is not req to att Sch B				
	3	Interest on savings and temporary cash investments	0.			
	4	Dividends and interest from securities	6,691.	6,691.	6,691.	
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain/(loss) from sale of assets not on line 10	7,899.	L-6a Stmt		
	b	Gross sales price for all assets on line 6a 85,305.				
	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/(loss) (att sch)				
	11	Other income (attach schedule) See Line 11 Stmt	19,391.	19,391.	19,391.	
	12	**Total.** Add lines 1 through 11	33,981.	26,082.	26,082.	
OPERATING AND ADMINISTRATIVE EXPENSES	13	Compensation of officers, directors, trustees, etc	10,232.	10,232.	10,232.	3,700.
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16a	Legal fees (attach schedule) L-16a Stmt.	6,000.	6,000.	6,000.	6,000.
	b	Accounting fees (attach sch)				
	c	Other prof fees (attach sch) L-16c Stmt.	10.	10.	10.	10.
	17	Interest				
	18	Taxes (attach schedule)(see instrs)				
	19	Depreciation (attach sch) and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (attach schedule) Bank/Account Discrepancy	14.			
	24	**Total operating and administrative expenses.** Add lines 13 through 23	16,256.	16,242.	16,242.	9,710.
	25	Contributions, gifts, grants paid				
	26	**Total expenses and disbursements.** Add lines 24 and 25	16,256.	16,242.	16,242.	9,710.
	27	Subtract line 26 from line 12:				
	a	**Excess of revenue over expenses and disbursements**	17,725.			
	b	**Net investment income** (if negative, enter -0-)		9,840.		
	c	**Adjusted net income** (if negative, enter -0-)			9,840.	

9.14 3

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	58,891.	70,287.	70,287.
	2	Savings and temporary cash investments	20,554.	28,277.	28,277.
	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 sch) ►			
		Less: allowance for doubtful accounts ►	242,861.	248,221.	248,221.
	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) L-10b. Stmt	411,655.	404,901.	530,219.
	c	Investments — corporate bonds (attach schedule)			
	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)	733,961.	751,686.	877,004.
LIABILITIES	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, & other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ►)			
	23	**Total liabilities** (add lines 17 through 22)			
NET ASSETS OR FUND BALANCES		**Foundations that follow SFAS 117, check here ► ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ► ☒ and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, building, and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds	733,961.	751,686.	
	30	**Total net assets or fund balances** (see instructions)	733,961.	751,686.	
	31	**Total liabilities and net assets/fund balances** (see instructions)	733,961.	751,686.	

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	733,961.
2	Enter amount from Part I, line 27a	2	17,725.
3	Other increases not included in line 2 (itemize) ►	3	
4	Add lines 1, 2, and 3	4	751,686.
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	751,686.

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 shares MLC Company)	(b) How acquired P — Purchase D — Donation	(c) Date acquired (month, day, year)	(d) Date sold (month, day, year)
1 a				
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				
b				
c				
d				
e				

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

	(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	(l) Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
a				
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

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

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 (column (b) divided by column (c))
2012	60,204.	506,835.	0.118784
2011	53,820.	721,205.	0.074625
2010	67,536.	676,135.	0.099885
2009	74,617.	650,680.	0.114675
2008	62,066.	645,330.	0.096177

2	Total of line 1, column (d)	2	0.504146
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	0.100829
4	Enter the net value of noncharitable-use assets for 2013 from Part X, line 5	4	0.
5	Multiply line 4 by line 3	5	0.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	98.
7	Add lines 5 and 6	7	98.
8	Enter qualifying distributions from Part XII, line 4	8	49,710.

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)

1 a 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 instrs)**				
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here . . ► ☒ and enter 1% of Part I, line 27b			1	98.
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, column (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	98.
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	98.
6 Credits/Payments:				
a 2013 estimated tax pmts and 2012 overpayment credited to 2013	6 a			
b Exempt foreign organizations — tax withheld at source	6 b			
c Tax paid with application for extension of time to file (Form 8868)	6 c	73.		
d Backup withholding erroneously withheld	6 d			
7 Total credits and payments. Add lines 6a through 6d			7	73.
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	25.
10 **Overpayment** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ►			10	0.
11 Enter the amount of line 10 to be **Credited to 2014 estimated tax** ►		**Refunded** ►	11	

Part VII-A Statements Regarding Activities

		Yes	No
1 a 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?	1 a		X
b Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see the instructions for definition)?	1 b		X
If the answer is 'Yes' to ***1a*** *or* ***1b****, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.*			
c Did the foundation file **Form 1120-POL** for this year?	1 c		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: **(1)** On the foundation . . . ► $ ________ **(2)** On foundation managers . . . . ► $ ________			
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers . . . . ► $ ________			
2 Has the foundation engaged in any activities that have not previously been reported to the IRS?	2		X
If 'Yes,' attach a detailed description of the activities			
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
4 a Did the foundation have unrelated business gross income of $1,000 or more during the year?	4 a		X
b If 'Yes,' has it filed a tax return on **Form 990-T** for this year?	4 b		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year?	5		X
If 'Yes,' attach the statement required by General Instruction T.			
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, column (c), and Part XV*	7	X	
8 a Enter the states to which the foundation reports or with which it is registered (see instructions) ► IA - Iowa			
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*	8 b	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 ► GREAT WESTERN BANK Telephone no. ► (402) 954-4792

Located at ► P.O. Box 4070 OMAHA NE ZIP + 4 ► 68114

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

			Yes	No
16	At any time during calendar year 2013, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country?	16		X
	See the instructions for exceptions and filing requirements for Form TD F 90-22.1. If 'Yes,' enter the name of the foreign country ►			

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

			Yes	No
	File Form 4720 if any item is checked in the 'Yes' column, unless an exception applies.			
1 a	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)?	1 b		
	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?	1 c		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 ► 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.)	2 b		
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__ .			
3 a	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.)*	3 b		
4 a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4 a		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?	4 b		X

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

		Yes	No
5 a	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)? **5 b**		
	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).*		
6 a	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? **6 b**		X
	If 'Yes' to 6b, file Form 8870.		
7 a	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? **7 b**		

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
Great Western Bank PO Box 4070 Omaha NE 68104-4070	Trustee 0.00	6,532.	0.	0.
Great Western Bank 210 N. Main St. Chariton IA 50049	Loan Administrator 0.00	3,700.	0.	0.

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 ► None

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 ►		None

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 Provide Low Cost Student Loans to High School Graduates from Lucas County, Iowa to provide an opportunity for high school graduates to attend college 42 total loans	0.
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 None	0.
2	
All other program-related investments. See instructions. 3 New Low Interest Loans to Students	40,000.
Total. Add lines 1 through 3 ►	40,000.

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	1 a	
b	Average of monthly cash balances	1 b	
c	Fair market value of all other assets (see instructions)	1 c	
d	**Total** (add lines 1a, b, and c)	1 d	
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) **1 e**		
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	0.
4	Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	0.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	0.
6	**Minimum investment return.** Enter 5% of line 5	6	0.

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

Part XII **Qualifying Distributions** (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc, purposes.		
a	Expenses, contributions, gifts, etc — total from Part I, column (d), line 26	1 a	9,710.
b	Program-related investments — total from Part IX-B	1 b	40,000.
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)	3 a	
b	Cash distribution test (attach the required schedule)	3 b	
4	**Qualifying distributions.** Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	49,710.
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	98.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	49,612.

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				
2 Undistributed income, if any, as of the end of 2013.				
a Enter amount for 2012 only			0.	
b Total for prior years: 20 ___, 20 ___, 20 ___				
3 Excess distributions carryover, if any, to 2013				
a From 2008 . . . . . . 0.				
b From 2009 . . . . . . 0.				
c From 2010 . . . . . . 0.				
d From 2011 . . . . . . 0.				
e From 2012 . . . . . . 60,319.				
f **Total** of lines 3a through e	60,319.			
4 Qualifying distributions for 2013 from Part XII, line 4: ► $ 49,710.				
a Applied to 2012, but not more than line 2a				
b Applied to undistributed income of prior years (Election required – see instructions)				
c Treated as distributions out of corpus (Election required – see instructions)				
d Applied to 2013 distributable amount				
e Remaining amount distributed out of corpus	49,710.			
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	110,029.			
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		0.		
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				0.
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)	0.			
9 **Excess distributions carryover to 2014.** Subtract lines 7 and 8 from line 6a	110,029.			
10 Analysis of line 9				
a Excess from 2009 . . 0.				
b Excess from 2010 . . 0.				
c Excess from 2011 . . 0.				
d Excess from 2012 . . 60,319.				
e Excess from 2013 . . 49,710.				

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

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2013, enter the date of the ruling . . . . ►

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	0.	8,772.	10,972.		19,744.
b 85% of line 2a	0.	7,456.	9,326.		16,782.
c Qualifying distributions from Part XII, line 4 for each year listed	49,710.	60,319.			110,029.
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	49,710.	60,319.	0.	0.	110,029.
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).)

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.

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 of the person to whom applications should be addressed.

Jodi Briggs
Great Western Bank, 201 Main St
Chariton IA 50049 (641) 774-4700

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

see attached application and instructions

c Any submission deadlines:

none

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

applicant must be a resident of lucas county, iowa

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*				
Total . . . . ► **3 a**				
b *Approved for future payment*				
Total . . . . ► **3 b**				

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See instructions.)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1 Program service revenue:					
a Student Loan Int					16,038.
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					0.
4 Dividends and interest from securities					6,691.
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					7,899.
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)					30,628.

13 **Total.** Add line 12, columns (b), (d), and (e) . . . 13 30,628.

(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). (See instructions.)
1a	Interest Paid on Student Loans Which is Purpose of Trust
3	Interest Earned on Funds Kept on Hand to Make Student Loans
4	Dividends From Funds Kept on Hand to Make Student Loans
8	Gain From Sale of Investments to Make Student Loans

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	1 a (1)		X
(2) Other assets	1 a (2)		X
b Other transactions:			
(1) Sales of assets to a noncharitable exempt organization	1 b (1)		X
(2) Purchases of assets from a noncharitable exempt organization	1 b (2)		X
(3) Rental of facilities, equipment, or other assets	1 b (3)		X
(4) Reimbursement arrangements	1 b (4)		X
(5) Loans or loan guarantees	1 b (5)		X
(6) Performance of services or membership or fundraising solicitations	1 b (6)		X
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1 c		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

2 a 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

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 11-13-15

Title trustee

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

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☒ if self-employed	PTIN
William Shelton	William Shelton			P00983742

Firm's name ▶ SHELTON LAW FIRM

Firm's EIN ▶ 42-1416490

Firm's address ▶ 1920 COURT AVE STE 1
CHARITON IA 50049

Phone no (641) 774-5956

Form 990-PF Part I, Line 6a | **Net Gain or Loss From Sale of Assets** | **2013**

Name: HARRY AND WINNIE MCNAY EDUCATIONAL TRUST

Employer Identification Number: 42-6252638

Asset Information:

Description of Property:. . . . . . Gross Amount of Securities Sales
Date Acquired. . How Acquired: . . .
Date Sold: . . . Various Name of Buyer: . . .
Sales Price: . . 85,305. Cost or other basis (do not reduce by depreciation) . . . 77,406.
Sales Expense.. . Valuation Method:. . . .
Total Gain (Loss): . . 7,899. Accumulation Depreciation: . . .

Description of Property:. . . . . .
Date Acquired. . How Acquired: . . .
Date Sold: . . . Name of Buyer: . . .
Sales Price: . . Cost or other basis (do not reduce by depreciation) . . .
Sales Expense:. . Valuation Method:. . . .
Total Gain (Loss): . . Accumulation Depreciation: . . .

Description of Property:. . . . . .
Date Acquired: . How Acquired: . . .
Date Sold. . . . Name of Buyer: . . .
Sales Price: . . Cost or other basis (do not reduce by depreciation) . . .
Sales Expense:. . Valuation Method:. . . .
Total Gain (Loss): . . Accumulation Depreciation: . . .

Description of Property:. . . . . .
Date Acquired: . How Acquired: . . .
Date Sold: . . . Name of Buyer: . . .
Sales Price: . . Cost or other basis (do not reduce by depreciation) . . .
Sales Expense:. . Valuation Method:. . . .
Total Gain (Loss): . . Accumulation Depreciation: . . .

Description of Property:. . . . . .
Date Acquired: . How Acquired: . . .
Date Sold . . . Name of Buyer: . . .
Sales Price: . . Cost or other basis (do not reduce by depreciation) . . .
Sales Expense.. . Valuation Method:. . . .
Total Gain (Loss): . . Accumulation Depreciation . . .

Description of Property . . . . . .
Date Acquired: . How Acquired. . . .
Date Sold: . . . Name of Buyer: . . .
Sales Price: . . Cost or other basis (do not reduce by depreciation) . . .
Sales Expense:. . Valuation Method:. . . .
Total Gain (Loss): . . Accumulation Depreciation: . . .

Description of Property:. . . . . .
Date Acquired: . How Acquired: . . .
Date Sold: . . . Name of Buyer: . . .
Sales Price: . . Cost or other basis (do not reduce by depreciation) . . .
Sales Expense . . Valuation Method:. . . .
Total Gain (Loss): . . Accumulation Depreciation: . . .

Description of Property:. . . . . .
Date Acquired: . How Acquired. . . .
Date Sold . . . Name of Buyer: . . .
Sales Price: . . Cost or other basis (do not reduce by depreciation) . . .
Sales Expense:. . Valuation Method:. . . .
Total Gain (Loss): . . Accumulation Depreciation: . . .

Form 990-PF, Page 1, Part I, Line 11

Line 11 Stmt

Other income:	Rev/Exp Book	Net Inv Inc	Adj Net Inc
Invest income	16,038.	16,038.	16,038.
Other	29.	29.	29.
S-T Distribution	642.	642.	642.
L-T Distribution	1,956.	1,956.	1,956.
Misc Debit	222.	222.	222.
Deferred Credit Posting	312.	312.	312.
Refund	8.	8.	8.
Bank	184.	184.	184.
Total	19,391.	19,391.	19,391.

Form 990-PF, Page 1, Part I

Line 16a - Legal Fees

Name of Provider	Type of Service Provided	Amount Paid Per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
Shelton Law Firm	Legal	6,000.			
Total		6,000.			

Form 990-PF, Page 1, Part I

Line 16c - Other Professional Fees

Name of Provider	Type of Service Provided	Amount Paid Per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
Clerk of Court	Legal	10.			
Total		10.			

Form 990-PF, Page 2, Part II, Line 10b

L-10b Stmt

Line 10b - Investments - Corporate Stock:	End of Year	
	Book Value	Fair Market Value
SEI Large Cap Value FD #60	73,948.	116,523.
SEI Large Cap Growth FD #57	65,092.	112,320.
SEI Small Cap Value FD #58	9,361.	16,264.
SEI Small Cap Growth FD #67	7,187.	15,437.
SEI Int'l Equity CI A Fund #95	52,349.	63,568.
SEI Intl Fixed Inc FD #96	51,362.	53,035.
SEI Core Fixed Income #64	145,602.	153,072.
Total	404,901.	530,219.

Supporting Statement of:

Form 990-PF, p1/Line 11(a)-1

Description	Amount
Normal	11,444.
Paid	3,594.
Other	1,000.
Total	16,038.

Supporting Statement of:

Form 990-PF, p1/Line 13(a)

Description	Amount
Great Western Bank	3,700.
GWB Annual Fee	6,532.
Total	10,232.

Supporting Statement of:

Form 990-PF, p1/Line 13(d)

Description	Amount
Great Western Bank Processing	3,700.
Total	3,700.

Supporting Statement of:

Form 990-PF, p2/Line 2(a)

Description	Amount
Northern Institutional Treasury Port Fed	6,803.
GWB Savings	13,744.
other	7.
Total	20,554.

Supporting Statement of:

Form 990-PF, p2/Line 2(b)

Description	Amount
Northern Institutional Port	5,151.
Northern Institutional Port	8,675.
GWB Savings	13,765.
Money Market	678.
Money Market	8.
Total	28,277.

Supporting Statement of:

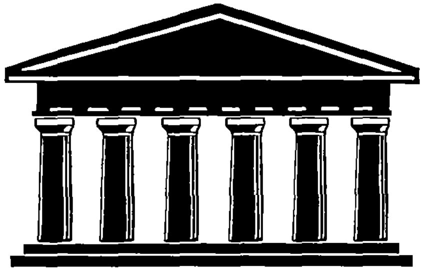
Form 990-PF,p12/Line 1 Column (e)-1

Description	Amount
Regular Interest	11,444.
Paid Off Loans Interest	3,594.
Other	1,000.
Total	16,038.

THE HARRY and WINNIE McNAY EDUCATION TRUST

STUDENT LOAN PROGRAM

2014



Great Western Bank serves solely as the trustee and loan administrator of the account. The Bank does not provide funding for these loans. The trust account is a perpetual fund and is dependent upon the repayment of current loans in order for future loans to be available.

INTRODUCTION

Harry and Winnie McNay were prominent Lucas County farm operators who demonstrated in their lifetimes a sincere dedication to the educational opportunities of Iowa youth.

The McNays deeded their 480-acre farm southwest of Chariton to the Iowa State University Achievement Fund in 1956. It formed the basis of the present ISU Research Farm and now encompasses nearly 2,000 acres.

Harry McNay attended Iowa State University and was an early leader in land conservation and forage production.

Mr. McNay died July 13, 1975 at the age of 86. His sister, Winnie, had preceded him in death. In his will, Mr. McNay established the "Harry and Winnie McNay Educational Trust." Its sole purpose is to provide low interest loans to Lucas County residents seeking post-high school education.

All residents of the county are grateful for the generosity and thoughtful-ness of the McNays. It is hoped that the assistance provided Lucas County students will forever honor their lives and contribution.

THE PROGRAM

The Harry and Winnie McNay Education Trust has been established to aid Lucas County residents with post-high school education The loan committee will take into consideration the following factors when considering applications

1 Number of children in family and amount of time needed to complete their education
2 Location and cost of school selected
3 Length of education period (for example one-year business courses vs. medical school)
4 Use of work opportunities during education years (for example work study programs)

ELIGIBILITY

1 The borrower must be a bona fide resident of Lucas County at the time of the application
2 Loans are made directly to the student
3 **He or she is required to sign a promissory note along with their parent/legal guardian in the amount of the loan.**

CRITIERIA

A The following items are required to be included with the application
  1. One or more personal written references [1]
  2 An outline of goals and current and future plans for education [1]
  3 A Letter of Acceptance from the planned educational institution If this letter is not available at time of application then funds will be withheld until it is received [2]

[1] Required of all first time borrowers.

[2] Required for each loan whether first time borrower or additional loan

B The loan committee will use the following criteria in judging applicants
  1 Character of borrower.
  2 Basic academic promise.
  3 Financial need
  4. Indication of future ability to pay

TERMS

1 Loan applications are approved or denied by the McNay Trust Committee.

2. **Applications for loans commencing with the Fall Semester must be received by the trustee by no later than June 30 of each year. Applications for the Winter/Spring Semester must be received by no later than December 31.**

3 Commitments are made one year at a time However, **students may apply during successive years for additional loans while in school**

4 The **maximum** which can be borrowed **each year** is **$5,000.00**.

5. The current rate of interest is **7.00% APR.**

6 **Interest** is charged on a 365/365 basis on the loan and is **due and payable annually**

7 Repayment of amounts borrowed may, upon request, be deferred until one year after graduation or leaving school A repayment plan will be negotiated according to the total amount owed **Repayment will cover a maximum of fifteen (15) years based on total amount outstanding, after the one year grace period.**

8 Loans are available to all county residents and will be considered for any post-high school program, including non-degree as well as degree programs and short-term vocational schooling

Loan Application Form

NOTICE TO APPLICANT: *It is the policy of the Board of the McNay Educational Loan Trust that all educational loans made on behalf of the trust shall be co-signed and guaranteed the applicant's parents/guardians. Exceptions may be made on a case-by-case basis where the applicant is married and/or there are sufficient grounds for waiving this requirement.*

Return completed form to:

McNay Educational Trust
Great Western Bank Trustee
201 N. Main Street
Chariton, Iowa 50049

Attention
Jodi Briggs
(641) 774-4700

Read entire form before you begin writing. Answer each question completely and accurately
Be sure to include social security numbers and birth dates on all parties.

PLEASE TYPE OR PRINT LEGIBLY

Date of Application:

Loan Amount Requested:

APPLICANT INFORMATION:

Applicant:
FIRST M INIT LAST
Soc. Sec. No.: **Driver's Lic. #**
Date of Birth:
Home Address:
STREET CITY STATE, ZIP CODE
E-mail Address:
Home Phone: **Cell Phone:**
Employer:
Work Phone: **Occupation:**

SPOUSE'S INFORMATION: (IF MARRIED)

Spouse's Name:
(If Married)
FIRST M INIT LAST
Soc. Sec. No.: **Driver's Lic. #**
Date of Birth:
Mailing Address:
STREET CITY STATE, ZIP CODE
E-mail Address:
Home Phone: **Cell Phone:**
Employer:
Work Phone: **Occupation:**

ACADEMIC INFORMATION:

Where did/do you attend High School:

When did/will you graduate:

School you are/will be attending:

Where located:

What grade will you be in during this academic school year

☐ **Freshman** ☐ **Sophomore** ☐ **Junior** ☐ **Senior** ☐ **Other (i.e. Graduate Student)**

Have you declared a Major: ☐ **Yes** ☐ **No** **If so, in what field:**

Do you intend to work while in school: ☐ **Yes** ☐ **No** **If so, Where:**

PARENTAL INFORMATION: (If parents are not living, please give name and address of legal guardian)

Father's Name:
FIRST M INIT LAST
Soc. Sec. No.: **Driver's Lic. #**
Date of Birth:
Home Address:
STREET CITY STATE, ZIP CODE
E-mail Address:
Home Phone: **Cell Phone:**
Employer:
Work Phone: **Occupation:**

Mother's Name:
FIRST M INIT LAST
Soc. Sec. No.: **Driver's Lic. #**
Date of Birth:
Home Address:
STREET CITY STATE, ZIP CODE
E-mail Address:
Home Phone: **Cell Phone:**
Employer:
Work Phone: **Occupation:**

FINANCIAL INFORMATION FOR SCHOOL YEAR

Please provide information as requested. Incomplete forms will not be processed.

Income			**Expenses**	
Student Contribution	$		Tuition	$
From family & friends	$		Room & Board	$
Scholarships, grants	$		Other	$
Other Student Loans	$	*NOTE:*	Other	$
McNay Student Loan	$	*INCOME SHOULD*	Other	$
Estimated Total Income	$	*EQUAL EXPENSES*	Estimated Total Expenses	$

CERTIFICATION

I certify by my signature

To the correctness of the foregoing answers and promise to use the loan granted to me only for the necessary expenses of continuing my education

That I understand and will abide by all requirements of the McNay Trust in connection with this loan, including those relating to notification of any changes in address and educational plans such as dismissal or voluntary leave from school, transfer or graduation

Please attach a copy of the letter of acceptance from the school you will be attending. Prior to issuance of any funds, a copy of the acceptance letter must be on file with the McNay Trust.

That I have been accepted at
Name of School

I plan to complete my education by

Today's Date

Signed
(Signature of Applicant)

*****To the parents/guardian:**

I am aware that my child is applying for this loan. In the event that these funds are not repaid as agreed by the student, I will be responsible for the repayment of this loan and personally guarantee payment of the promissory note executed by my child in conjunction with this loan.

Signed
(Signature of parent/legal guardian)

Signed
(Signature of parent/legal guardian)

Iowa Department of Revenue
www.iowa.gov/tax

2013 IA 1041

For Calendar Year 2013 or fiscal year beginning Jul 1, 2013, and ending Jun 30, 2014

Iowa Fiduciary Return

Name of Estate or Trust
HARRY & WINNIE MCNAY EDUCATIONAL TRUST

Federal Employer Identification Number
42-6252638

Name, Address, and Title of Fiduciary
GREAT WESTERN BANK, TRUSTEE
10101 UNIVERSITY AVE
CLIVE IA 50325

Decedent's Social Security Number

Iowa County in which estate is pending

Probate No

Check one:
☐ Estate
☒ Simple Trust
☐ Complex Trust
☐ Bankruptcy Estate

If trust, check one:
☒ Testamentary
☐ Inter Vivos

Name, Address and Phone Number of Attorney

Authorization is granted to the attorney listed above to receive confidential tax information under Iowa Code section 421 60 to act as the trust or estate's representative before the Iowa Department of Revenue and to make written or oral presentations on behalf of the trust or estate

Date of decedent's death

Is this an amended IA 1041? ☐ Yes ☒ No **Is Income Tax Certificate of Acquittance requested?** ☐ Yes ☒ No

Is an Iowa 706 being filed? ☐ Yes ☒ No **Have prior returns been filed for this estate or trust?** ☒ Yes ☐ No

INCOME	1	Taxable interest income	1			
	2	Ordinary dividend income	2			
	3	Income from partnerships and other fiduciaries. Attach supporting schedule.	3			
	4	Net rents and royalties	4	Private Foundation Exempt from		
	5	Net business and farm income (loss) Attach Schedules C or C-EZ and F, federal form 1040	5	Tax - See Federal 990 PF		
	6	Net gain (loss) from capital assets	6	attached		
	7	Ordinary gains (losses). Attach federal form 4797	7	Jasmina Kadic, Trust Officer		
	8	Other income. State nature of income	8	Great Western Bank		
	9	Total income. (Add lines 1 through 8.)			9	▲
DEDUCTIONS	10	Interest Enter on Schedule D, page 2	10	10101 University Ave.		
	11	Taxes Enter on Schedule D, page 2	11	Clive, IA 50325		
	12	Fiduciary fees Enter on Schedule D, page 2	12			
	13	Charitable deduction from income in compliance with Will or Trust Instrument	13			
	14	Attorney, accountant, and return preparer fees Enter on Schedule D, page 2	14			
	15	Other deductions not subject to 2% floor. Enter on Schedule D, page 2	15			
	16	Allowable miscellaneous itemized deductions Enter on Schedule D, page 2	16			
	17	Total deductions (Add lines 10 through 16.)			17	▲
	18	Balance. (Subtract line 17 from line 9.)			18	▲
	19	Distributions to beneficiaries. Complete Schedule B on page 2 or attach federal Schedule K-1	19			
	20	Federal estate tax attributable to income in respect of a decedent (fiduciary's share)	20			
	21	Total. (Add lines 19 and 20.)			21	
	22	Taxable income of fiduciary. (Subtract line 21 from line 18.) **Must be zero on final return**			22	▲
COMPUTED TAX		Complete lines 23-32. Nonresidents, also complete Schedule C and enter on line 28				
	23	Compute tax from rate Schedule E, page 2	23			
	24	Iowa lump sum tax. Attach federal Schedule 4972	24			
	25	Iowa minimum tax Attach IA 6251	25	0.		
	26	Tax before credits (Add lines 23 through 25.)			26	0.
	27	Personal exemption credit. This is a nonrefundable credit.	27	40.00		
	28	Out-of-state or nonresident tax credit Attach copy of out-of-state return and Schedule IA 130 or IA 1041 Schedule C	28			
	29	Motor fuel tax credit. Attach Schedule IA 4136	29			
	30	Other credits. Attach IA 148 Tax Credits Schedule	30	0.		
	31	Total credits. (Add lines 27 through 30.)			31	40.
TAX DUE	32	Tax liability. (Subtract line 31 from 26.)			32	0.
	33	Tax paid with additional Iowa Fiduciary Income Tax Payment Voucher			33	
	34	Refund. If line 33 is larger than line 32, enter the difference			34	▲
	35	Amount due If line 33 is less than line 32, enter the difference			35	0. ▲

Mail to: Fiduciary Return Processing, Iowa Department of Revenue, PO Box 10467, Des Moines, IA 50306-0467

SIGN HERE

DECLARATION: The undersigned hereby certifies and declares that this return, and any schedules or papers attached hereto, has been duly examined, that to the best knowledge and belief of the undersigned, it is a true, correct, and complete return for the taxable year as required by the income tax law of the State of Iowa and the rules and regulations issued under authority thereof. Note State tax information may be disclosed to tax officials of another state or of the United States for tax administrative purposes

Signature of fiduciary or officer representing fiduciary Jasmina Kadic Date 1-13-15

When you pay by check, you authorize the Department of Revenue to convert your check to a one-time electronic banking transaction

63-001a (09/11/13) INT

Signature of preparer other than fiduciary
William Shelton

Preparer's ID No
P00983742

Address
1920 COURT AVE STE 1
CHARITON IA 50049

Date

IAFA0101 10/21/13

E-FILED 2015 JAN 28 1:27 PM LUCAS - CLERK OF DISTRICT COURT

IN THE IOWA DISTRICT COURT FOR LUCAS COUNTY

IN THE MATTER OF THE TESTAMENTARY TRUST OF HARRY McNAY, DECEASED, KNOWN AS "THE HARRY AND WINNIE MCNAY EDUCATION TRUST"	PROBATE NO. TRPRO07953 THIRTY-FIFTH ANNUAL REPORT OF TRUSTEE

Great Western Bank, as Trustee, for its Annual Report covering the period of time beginning July 1, 2013 and ending June 30, 2014, states as follows, to-wit:

1. This Annual Report covers that period of time from the last annual report of the trust up to and including June 30, 2014.

2. The Trustee, for tax purposes, has elected a fiscal year commencing July 1 and ending June 30. Therefore, the Annual Report of Trustee is on the same fiscal year basis.

3. The executors of the Estate of Harry McNay, deceased, distributed and transferred to said Trustee the assets available for distribution from the Estate of Harry McNay, and a schedule of said assets is reported in the Initial Trust Inventory heretofore filed.

4. The Trustee, for the fiscal year ending June 30, 2014, has had income and has made disbursements from the trust assets. The cash accounting of the Trustee is attached hereto as Exhibit A, and by reference the same is made a part hereof.

5. The Trustee also sets forth, as a part of the attached Exhibit A, an inventory of all trust assets as of June 30, 2014.

6. The Loan Committee and the Trustee have adopted procedures and guidelines to be utilized in taking applications for student loans, approving or disapproving the loan applications, the note form to be utilized, the interest to be charged, the terms of repayment and all other matters relative to the implementation of the trust's purpose and intent. The Loan Committee has approved and the Trustee has made student loans to the persons in the amounts set forth in the schedule made a part of the attached Exhibit A.

7. The loan committee members are Craig Scott, William Paul Marner and Ruth Smith.

8. Great Western Bank, as Trustee, has rendered valuable and necessary services to the Trust. Its services cover management of the trust assets and the trust administration. The trust officer of Great Western Bank has devoted many hours in attending to trust matters, and Great Western Bank should be allowed a fair and reasonable trustee's fee for said services in the sum of **$7,049.64**. A statement for these services, is attached as Exhibit B.

9. Under the supervision of the Trustee, the Great Western Bank of Chariton, Iowa, has processed the student loan applications and has assisted the Loan Committee in reviewing the applications, making the loans, and in generally answering all inquiries relative to the availability of student loans and the terms thereof, as well as making disbursements and receiving payments of the loans. Great Western Bank of Chariton, Iowa, has devoted many hours to the administration of these student loans and should be allowed a fair and reasonable fee in the amount of **$3,520.00**. An itemized statement of these services rendered and a list of supplies used is attached hereto as Exhibit C.

10. William L. Shelton of Shelton Law Firm has acted as attorney for the Trustee and the Trust and has rendered valuable and necessary services to the Trust and the Trustee. Said services consist of the preparation of Department of Treasury Form 990-PF (Return of Private Foundation Exempt from Income Tax), as well as other forms and returns required by law, preparation of this Annual Report of Trustee and a general review of the activities of the Trust and the Trustee. The attorneys of Shelton Law Firm have devoted many hours of their time in rendering services to the Trust and the Trustee, and the Court should determine and fix a fair and reasonable fee for those services rendered through the filing of this Annual Report of Trustee in the sum of **$6,000.00**.

WHEREFORE, Great Western Bank, Trustee of the Harry and Winnie McNay Education Trust, prays that:

1. This Annual Report of Trustee be approved and confirmed.

2. The members of the Loan Committee be re-appointed.

3. Great Western Bank of Chariton, Iowa, be allowed a fee for processing and administrating the student loans for the period from July 1, 2013 through June 30, 2014.

5. Great Western Bank Trust Department be allowed a fee for management of the trust assets and the trust administration for the period from July 1, 2013 through June 30, 2014.

6. Shelton Law Firm be allowed a fee for legal services rendered from July 1, 2013 through June 30, 2014.

7. Such other and further orders be issued as may be necessary and appropriate.

Great Western Bank
Trustee of Harry and Winnie McNay Education Trust

By: Jasmina Kadic
Jasmina Kadic, MBA
Trust Officer
Great Western Bank
10101 University
Clive, IA 50325

STATE OF IOWA, Polk COUNTY) ss

I, Jasmina Kadic, being first duly sworn on oath depose and state that I am Trust Officer for Great Western Bank; that I have read the above and foregoing Annual Report of Trustee and that the statements and allegations therein are true and correct as I verily believe; that I am authorized by the Board of Directors of Great Western Bank to act as Trust Officer and to make this verification.

Jasmina Kadic
Jasmina Kadic

Subscribed and sworn to before me by Jasmina Kadic this 9th day of December, 2014.

NOTARY PUBLIC IN AND FOR SAID STATE

EVAN L. SCHRIEBER
Commission Number 770943
My Commission Expires
December 20, 2017

EXHIBIT A

HARRY and WINNIE McNAY EDUCATION TRUST
35TH ANNUAL REPORT ACCOUNTING
7/1/2013 - 6/30/2014

GREAT WESTERN BANK CHECKING ACCOUNT 265927 SUMMARY

Receipts:

7/2013	Student Loan payments received July, 2013	5,187.82
8/2013	Student Loan payments received August, 2013	5,064.73
9/2013	Student Loan payments received September, 2013	27,370.46
10/2013	Student Loan payments received October, 2013	2,151.76
11/2013	Student Loan payments received November, 2013	2,124.40
12/2013	Student Loan payments received December, 2013	2,231.29
1/2014	Student Loan payments received January, 2014	8,883.51
2/2014	Student Loan payments received February, 2014	1,135.63
3/2014	Student Loan payments received March, 2014	16,465.24
4/2014	Student Loan payments received April, 2014	2,080.03
5/2014	Student Loan payments received May, 2014	2,014.42
6/2014	Student Loan payments received June, 2014	1,908.94
		$76,618.23

Disbursements:

7/2013	correction entry July, 2013	34.43
8/2013	New Student Loans August, 2013	30,000.00
9/2013	New Student Loans September, 2013	25,000.00
9/2013	correction entry September, 2013	15.21
1/2014	New Student Loans January, 2014	5,000.00
1/2014	correction entry January, 2014	172.63
2/2014	New Student Loans February, 2014	5,000.00
		$65,222.27

Beginning Balance 7/1/12	$58,890.89
Deposits	76,618.23
Disbursements	(65,222.27)
Ending Balance 6/30/13	$70,286.85

GREAT WESTERN BANK BROKERAGE ACCOUNT SUMMARY

Receipts:

6/30/2014	Outstanding Student Loan Principal Payments	14,204.69
6/30/2014	Outstanding Student Loan Interest Payments	12,443.93
6/30/2014	Paid Off Student Loan Principal Payments	61,297.40
6/30/2014	Paid Off Student Loan Interest Payments	3,593.96
6/30/2014	Interest from Money Market Account	.13
6/30/2014	Dividends from Mutual Funds	6,690.64
6/30/2014	Capital Gains	7,899.30
6/30/2014	Federal 2012 income tax overpayment	8.00
		106,138.15

Disbursements:

6/30/2014	District Court Clerk - Court Costs	10.00
6/30/2014	Great Western Bank Student Loan Processing Fee	3,700.00
6/30/2014	Shelton Law Firm - Attorney Fees	6,000.00
6/30/2014	Great Western Bank - Court Approved Annual Trustee Fee	6531.82
6/30/2014	New Student Loans paid out	40,000.00
		56,241.82

RECAPITULATION
Inventory of Cash and Investments

(A) CASH (itemized above)

Great Western Bank, Iowa Checking Account 256927		
Beginning Balance 7-1-2013	58,890.89	
Ending Balance 6-30-2014		
TOTAL CASH **6/30/2014**		**70,286.85**

B) CASH EQUIVALENT

Great Western Bank, High Yield Savings Account 107400507		
Beginning Balance 7-1-2013	13,744.46	
Ending Balance 6-30-2014		14,450.57
Money Market Taxable - Northern Inst Treas Port Fd #892		
Beginning Balance 7-1-2013	6,802.71	
Ending Balance 6-30-2014		13,826.09
TOTAL CASH EQUIVALENT **6/30/2014**		**28,276.66**

C) EQUITIES / FIXED INCOME SECURITIES

Mutual Funds, Domestic Equity		
SEI Large Cap Value Fd #60 Cl A		
SEI Large Cap Growth Fd #57 Cl A		
SEI Small Cap Value Fd #58 Cl A		
SEI Small Cap Growth Fd #67 Cl A		
Beginning Balance 7-1-2013	239,514.22	
Ending Balance 6-30-2014		260,544.17
Mutual Funds - International; Equity		
SEI Int'l Equity FD #95 Cl A		
Beginning Balance 7-1-2013	57,534.11	
Ending Balance 6-30-2014		63,567.92
Mutual Funds - International Fixed Income		
SEI International Fixed Inc Fund #96 Cl A		
SEI Core Fixed Income #64		
Beginning Balance 7-1-2013	179,606.88	
Ending Balance 6-30-2014		206,106.73
TOTAL MUTUAL FUNDS- EQUITIES AND FIXED INCOME SECURITIES 6/30/2014		**530,218.82**

D) MORTGAGES & NOTES

Student Loan Portfolio

Student Loans Outstanding Great Western Bank

Beginning Balance 7-1-2013		242,860.86
New Loans issued from 7-1-2013 to 6-30-2014		
Colton Black	5,000.00	
Cole Pierschbacher	5,000.00	
Heather Sotter	5,000.00	
Ethan Tordoff	5,000.00	
Jordan Baughman	5,000.00	
Kyle Bengston	5,000.00	
Jamie Dunivan	5,000.00	
Leah Dow	5,000.00	
Total New Loans		40,000.00
Consolidated Loans to Existing Borrowers:		
Shae Trenary	5,601.02	
Bailey Smith	25,000.00	
Alyson Palmer	5,000.02	
Jessica McCormick	5,077.14	
Total Consolidated Loans		40,678.18
Less: Principal payments received 7-1-2013 to 6-30-2014		(75,502.09)
Plus: Discrepancy on bank account		184.19
TOTAL STUDENT LOANS OUTSTANDING 6-30-2014		**248,221.14**

SUMMARY

GRAND TOTAL BEGINNING BALANCE 7-1-2013

A) CASH (Checking Account at Great Western Bank)	58,890.89
B) CASH EQUIVALENTS (Savings and Money Market)	20,547.17
C) EQUITIES/FIXED INCOME SEC (all Mutual Funds)	476,655.21
D) MORTGAGES AND NOTES (Student Loans Outstanding)	242,860.86
TOTAL ASSETS 7-1-2013	**798,954.13**

GRAND TOTAL ENDING BALANCE 6-30-2014

A) CASH (Checking Account at Great Western Bank)	70,286.85
B) CASH EQUIVALENTS (Savings and Money Market)	28,276.66
C) EQUITIES/FIXED INCOME SECURITIES (all Mutual Funds)	530,218.82
D) MORTGAGES AND NOTES (Student Loans Outstanding)	248,221.14
TOTAL ASSETS 6-30-2014	**877,003.47**

EXHIBIT B

Harry & Winnie McNay Education Trust

Account #6793 Fee Billing Detail

Enclosed for your information is a copy of the current billing for the above referenced account. Should you have any questions regarding the billing, please do not hesitate to contact us. Thank you for this opportunity to be of service.

Date: 06/30/2014

Please remit payment to:

Great Western Bank
Attn: Trust Department
100 N Phillips Ave
Sioux Falls, SD 57104
605.978.5803

Total Fee: 7,049.64

Fee Frequency:	Annually	Discount %:	0.00
Fee Year End:	June	Min Fee:	2,000.00
Payment Method:	Generate Bill	Max Fee:	0.00

Fee Calculations

95/70/50

173529AA6: GWB (Iowa) Checking Acct #256927		70,286.85
SAV007942: GWB High Yield Savings Acct #1074000507		13,765.03
GWBMM0629: GWB Money Market Acct #10837062		685.54
665279808: Northern Institutional Treasury Port Fd #892		13,826.09
783925506: SEI Core Fixed Income #64		153,072.09
78411R109: SEI Int'l Equity Cl A Fund #95		63,567.92
78411R307: SEI International Fixed Inc Cl A Fund #96		53,034.64
783925662: SEI Large Cap Growth Cl A Fund #57		112,319.81
783925100: SEI Large Cap Value Cl A Fund #60		116,523.43
783925837: SEI Small Cap Growth Cl A Fund #67		15,437.06
783925688: SEI Small Cap Value Cl A Fund #58		16,263.87
LN7840801: Student Loan Port 12/31/20		199,737.00
0.00 to 500,000.00 @ 95.00 basis points	4,750.00	500,000.00
500,000.00 to 1,000,000.00 @ 70.00 basis points	2,299.64	328,519.33
Subtotal:	7,049.64	828,519.33
Total Fees:	7,049.64	
Amount due from prior fee period:	0.00	
This amount has been auto deducted from your account:	0.00	
Amount Now Due:	7,049.64	

EXHIBIT C

A total of 42 student loans were outstanding on 6/30/2014. The charges for the bank's administration of this loan portfolio for the period ending 6/30/2014 are:

$3,520.00 (Jack Henry Silver Lake System)	$1,000.00
42 loans @ $60/loan -	$2,520.00
	$3,520.00

Jodi Briggs
Great Western Bank
Trustee for McNay Educational Loan Trust
Chariton, Iowa

IN THE IOWA DISTRICT COURT FOR LUCAS COUNTY

IN THE MATTER OF THE TESTAMENTARY TRUST OF HARRY McNAY, DECEASED, KNOWN AS "THE HARRY AND WINNIE MCNAY EDUCATION TRUST"	PROBATE NO. TRPRO07953 ORDER APPROVING THIRTY-FIFTH ANNUAL REPORT OF TRUSTEE

BE IT REMEMBERED that on the date set forth below, the Thirty-fifth Annual Report of Trustee comes on for hearing before the Court, and the Court after examination of the records and files herein and after hearing the evidence and upon being fully advised in the premises, FINDS, ORDERS, ADJUDGES, and DECREES as follows:

1. The Annual Report of Trustees covers that period of time from July 1, 2013, the date of the last Annual Report of the Trustee, up to and including June 30, 2014.

2. Great Western Bank, Trustee of the Harry and Winnie McNay Education Trust, has attached to this Annual Report of Trustee as Exhibit A, a cash accounting wherein it sets forth the receipts, disbursements, and inventory of assets as of June 30, 2014.

3. Said Trustee sets forth as a part of said Exhibit A a schedule of all student loans approved by the Loan Committee and finalized by the said Trustee and its agents from July 1, 2013 up to and including June 30, 2014.

4. Said Annual Report of Trustee covering the period of time from the July 1, 2013, up to and including June 30, 2014, should be and the same is hereby approved and confirmed.

5. The members of the Student Loan Committee are hereby reappointed to serve for the upcoming year of July 1, 2014 to June 30, 2015.

6. Great Western Bank, as Trustee, has rendered valuable and necessary services to the Trust. Said Trustee is hereby allowed a Trustee's fee of **$7,049.64** for its services rendered from July 1, 2013 through June 30, 2014.

7. Great Western Bank, Chariton, Iowa, has rendered valuable and necessary services to the Trustee in administering and processing the student loans. Great Western Bank, Chariton, Iowa, is hereby allowed a fee of **$3,700.00** for its services rendered from July 1, 2013 through June 30, 2014.

8. Shelton Law Firm has rendered valuable and necessary legal services to the Trust and the Trustee and it is hereby allowed a fair and reasonable attorney fee of **$6,000.00** for its services rendered from July 1, 2013 through June 30, 2014.

State of Iowa Courts

Type: ORDER APPROVING REPORT

Case Number	**Case Title**
TRPR007953	HARRY & WINNIE MCNAY EDUCATION TRUST

So Ordered

S. W. Phipps

Sherman W Phipps, District Court Judge,
Fifth Judicial District of Iowa

Electronically signed on 2015-01-29 09 31 39 page 3 of 3