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

OMB No 1545-0052

2014**Open to Public Inspection**Department of the Treasury
Internal Revenue Service

► 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.

For calendar year 2014 or tax year beginning , 2014, **and ending** , 20

Name of foundation
MORTON FAMILY FOUNDATION

Number and street (or P O box number if mail is not delivered to street address) Room/suite
87 SOUTH BEACH ROAD

City or town, state or province, country, and ZIP or foreign postal code
HOBE SOUND, FL 33455

A Employer identification number
06-6469445

B Telephone number (see instructions)
212-921-5777

C If exemption application is pending, check here ☐

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 ☐

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, col (c), line 16) ► \$ 2,179,483

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

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions))		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received (attach schedule)	9,920			
	2 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	43,179	43,179	43,179	
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	406,743			
	b Gross sales price for all assets on line 6a 1,765,445				
	7 Capital gain net income (from Part IV, line 2)		406,743		
	8 Net short-term capital gain			40,641	
	9 Income modifications				
	10a Gross sales less returns and allowances				
Operating and Administrative Expenses	b Less. Cost of goods sold				
	c Gross profit or (loss) (attach schedule)	0			
	11 Other income (attach schedule)	616	616		
	12 Total. Add lines 1 through 11	460,458	450,538	83,820	
	13 Compensation of officers, directors, trustees, etc.				
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)	1,750	1,750	1,750	
	c Other professional fees (attach schedule)				
	17 Interest				
	18 Taxes (attach schedule) (see instructions)	4,602	4,602	4,602	
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule)	10,359	10,359	10,359	10,359
	24 Total operating and administrative expenses. Add lines 13 through 23	16,711	16,711	16,711	10,359
	25 Contributions, gifts, grants paid	152,400			152,400
	26 Total expenses and disbursements. Add lines 24 and 25	169,111	16,711	16,711	162,759
	27 Subtract line 26 from line 12:				
	a Excess of revenue over expenses and disbursements	291,347			
	b Net investment income (if negative, enter -0-)		433,827		
	c Adjusted net income (if negative, enter -0-)			67,109	

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	5,180	13,910	13,910
	2 Savings and temporary cash investments			
	3 Accounts receivable ▶			
	Less allowance for doubtful accounts ▶			
	4 Pledges receivable ▶			
	Less allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
	7 Other notes and loans receivable (attach schedule) ▶			
	Less allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments—U S and state government obligations (attach schedule)			
	b Investments—corporate stock (attach schedule)			
	c Investments—corporate bonds (attach schedule)			
	11 Investments—land, buildings, and equipment basis ▶			
Liabilities	Less accumulated depreciation (attach schedule) ▶			
	12 Investments—mortgage loans	1,249,538	1,533,574	2,165,573
	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)	1,254,718	1,547,484	2,179,483
	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
Net Assets or Fund Balances	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe ▶)			
	23 Total liabilities (add lines 17 through 22)	0	0	
	Foundations that follow SFAS 117, check here ▶ <input type="checkbox"/> 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 ▶ <input type="checkbox"/> and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds			
	28 Paid-in or capital surplus, or land, bldg, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds	1,254,718	1,547,484	
	30 Total net assets or fund balances (see instructions)	1,254,718	1,547,484	
	31 Total liabilities and net assets/fund balances (see instructions)	1,254,718	1,547,484	

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	1,254,718
2 Enter amount from Part I, line 27a	2	291,347
3 Other increases not included in line 2 (itemize) ▶ MISC.	3	1,419
4 Add lines 1, 2, and 3	4	1,547,484
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	1,547,484

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 THRU PNC BANK - SEE ATTACHED STATEMENT		P		
b CAPITAL GAIN DISTRIBUTION - PNC BANK		P		
c THRU PNC BANK - SEE ATTACHED STATEMENT		P		
d THRU PNC BANK - SEE ATTACHED STATEMENT		P		
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 760,086		719,445	40,641
b 19,718			19,718
c 191,800		148,678	43,122
d 793,841		490,578	303,263
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
a			
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	406,743
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	40,641

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))
2013	112,642	1,976,362	0.0567
2012	111,682	1,692,410	0.0660
2011	79,899	1,475,293	0.0542
2010	67,500	1,334,017	0.0506
2009	246,998	1,196,426	0.2064

2 Total of line 1, column (d)	2	0.4339
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	0.0868
4 Enter the net value of noncharitable-use assets for 2014 from Part X, line 5	4	2,181,656
5 Multiply line 4 by line 3	5	189,368
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	4,338
7 Add lines 5 and 6	7	193,706
8 Enter qualifying distributions from Part XII, line 4 If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions	8	162,759

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

1a	Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1 Date of ruling or determination letter _____ (attach copy of letter if necessary—see instructions)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b	1	8,676
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	
3	Add lines 1 and 2	3	8,676
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	8,676
6	Credits/Payments		
a	2014 estimated tax payments and 2013 overpayment credited to 2014	6a	616
b	Exempt foreign organizations—tax withheld at source	6b	
c	Tax paid with application for extension of time to file (Form 8868)	6c	9,000
d	Backup withholding erroneously withheld	6d	
7	Total credits and payments. Add lines 6a through 6d	7	9,616
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	0
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	940
11	Enter the amount of line 10 to be: Credited to 2015 estimated tax 940 Refunded	11	0

Part VII-A Statements Regarding Activities

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)?		X
<i>If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.</i>		
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. ► \$ _____ (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? <i>If "Yes," attach a detailed description of the activities.</i>		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? <i>If "Yes," attach a conformed copy of the changes</i>		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?		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If "Yes," attach the statement required by General Instruction T.</i>		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? <i>If "Yes," complete Part II, col (c), and Part XV</i>	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) ► CONNECTICUT		
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? <i>If "No," attach explanation</i>		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 2014 or the taxable year beginning in 2014 (see instructions for Part XIV)? <i>If "Yes," complete Part XIV</i>	X	
10 Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses</i>	X	

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

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	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 ▶				
14	The books are in care of ▶ LEICHT & REIN TAX ASSOCIATES		Telephone no ▶ 212-921-5777	
	Located at ▶ 570 SEVENTH AVENUE NEW YORK, NY		ZIP+4 ▶ 10018	
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041—Check here ▶ <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year ▶ 15			
16	At any time during calendar year 2014, 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	Yes	No
	See the instructions for exceptions and filing requirements for FinCEN Form 114, (formerly TD F 90-22.1) If "Yes," enter the name of the foreign country ▶			X

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

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.		Yes	No
1a	During the year did the foundation (either directly or indirectly):		
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	(6) Agree to pay money or property to a government official? (Exception. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If any answer is "Yes" to 1a(1)–(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	1b	
	Organizations relying on a current notice regarding disaster assistance check here ▶ <input type="checkbox"/>		
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 2014?	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 2014, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2014? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	If "Yes," list the years ▶ 20____, 20____, 20____, 20____		
b	Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement—see instructions)	2b	
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. ▶ 20____, 20____, 20____, 20____		
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If "Yes," did it have excess business holdings in 2014 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 2014)	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 2014?	4b	X

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))?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	(3) Provide a grant to an individual for travel, study, or other similar purposes?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	(4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? (see instructions)	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)?		5b	
	Organizations relying on a current notice regarding disaster assistance check here	<input checked="" type="checkbox"/>		
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?	<input type="checkbox"/> Yes <input type="checkbox"/> No		
	<i>If "Yes," attach the statement required by Regulations section 53.4945-5(d).</i>			
6a	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		6b	
	<i>If "Yes" to 6b, file Form 8870</i>			
7a	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?		7b	

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
WILLIAM I. MORTON 87 SOUTH BEACH ROAD HOBE SOUND, FL 33455	TRUSTEE			
MARY K. MORTON 87 SOUTH BEACH ROAD HOBE SOUND, FL 33455	TRUSTEE			
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
Total number of other employees paid over \$50,000				

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors *(continued)***3** Five highest-paid independent contractors for professional services (see instructions). If none, enter "NONE."

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over \$50,000 for professional services		▶

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.	Expenses
1	
2	
N/A	
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	
2	
N/A	
All other program-related investments. See instructions.	
3	
Total. Add lines 1 through 3	▶ 0

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
a	Average monthly fair market value of securities	1a	2,205,764
b	Average of monthly cash balances	1b	9,115
c	Fair market value of all other assets (see instructions)	1c	
d	Total (add lines 1a, b, and c)	1d	2,214,879
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	2,214,879
4	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see instructions)	4	33,223
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	2,181,656
6	Minimum investment return. Enter 5% of line 5	6	109,083

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	109,083
2a	Tax on investment income for 2014 from Part VI, line 5	2a	8,677
b	Income tax for 2014. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	8,677
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	100,406
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	100,406
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	100,406

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	162,759
b	Program-related investments—total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	162,759
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	
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	162,759

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 2013	(c) 2013	(d) 2014
1 Distributable amount for 2014 from Part XI, line 7				100,406
2 Undistributed income, if any, as of the end of 2014:				
a Enter amount for 2013 only				
b Total for prior years 20____, 20____, 20____				
3 Excess distributions carryover, if any, to 2014:				
a From 2009	192,181			
b From 2010	2,463			
c From 2011	0			
d From 2012	28,469			
e From 2013	16,550			
f Total of lines 3a through e	239,663			
4 Qualifying distributions for 2014 from Part XII, line 4: ▶ \$ 162,759				
a Applied to 2013, 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 2014 distributable amount				100,406
e Remaining amount distributed out of corpus	62,353			
5 Excess distributions carryover applied to 2014 (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	302,016			
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 2013. Subtract line 4a from line 2a Taxable amount—see instructions			0	
f Undistributed income for 2014. Subtract lines 4d and 5 from line 1 This amount must be distributed in 2015				0
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required—see instructions)				
8 Excess distributions carryover from 2009 not applied on line 5 or line 7 (see instructions)	192,181			
9 Excess distributions carryover to 2015. Subtract lines 7 and 8 from line 6a	109,835			
10 Analysis of line 9:				
a Excess from 2010	2,463			
b Excess from 2011	0			
c Excess from 2012	28,469			
d Excess from 2013	16,550			
e Excess from 2014	62,353			

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

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2014, 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)

2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed

Tax year	Prior 3 years			(e) Total
(a) 2014	(b) 2013	(c) 2012	(d) 2011	
				0
b 85% of line 2a	0	0	0	0
c Qualifying distributions from Part XII, line 4 for each year listed				0
d Amounts included in line 2c not used directly for active conduct of exempt activities				0
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c	0	0	0	0
3 Complete 3a, b, or c for the alternative test relied upon				
a "Assets" alternative test—enter				
(1) Value of all assets				0
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)				0
b "Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed				0
c "Support" alternative test—enter				
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)				0
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)				0
(3) Largest amount of support from an exempt organization				0
(4) Gross investment income				0

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

1 Information Regarding Foundation Managers:

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

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 address of the person to whom applications should be addressed

N/A

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

c Any submission deadlines

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

Part XV Supplementary Information (continued)**3** Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient	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
Name and address (home or business)				
a Paid during the year			<p>TO ENABLE DONEES</p> <p>TO FUTHER THEIR</p> <p>T-E PURPOSES</p>	152,400
Total			3a	152,400
b Approved for future payment				
Total			3b	0

Enter gross amounts unless otherwise indicated

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						
b						
c						
d						
e						
f						
g	Fees and contracts from government agencies					
2	Membership dues and assessments					
3	Interest on savings and temporary cash investments					
4	Dividends and interest from securities					
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					
9	Net income or (loss) from special events					
10	Gross profit or (loss) from sales of inventory					
11	Other revenue. a					
b						
c						
d						
e						
12	Subtotal. Add columns (b), (d), and (e)		0		0	0
13	Total. Add line 12, columns (b), (d), and (e)					

(See worksheet in line 13 instructions to verify calculations.)

[illegible]

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?		Yes	No
a	Transfers from the reporting foundation to a noncharitable exempt organization of		
(1)	Cash		X
(2)	Other assets		X
b	Other transactions		
(1)	Sales of assets to a noncharitable exempt organization		X
(2)	Purchases of assets from a noncharitable exempt organization		X
(3)	Rental of facilities, equipment, or other assets		X
(4)	Reimbursement arrangements		X
(5)	Loans or loan guarantees		X
(6)	Performance of services or membership or fundraising solicitations		X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees		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.		


[illegible]

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

b If "Yes," complete the following schedule

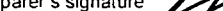
(a) Name of organization	(b) Type of organization	(c) Description of relationship

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.

 5/23/15 1

Signature of officer or trustee Date Title

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 <input type="checkbox"/> if self-employed	PTIN
	STEVEN M. LEICHT		05/14/2015		P00848227
	Firm's name ▶ LEICHT & REIN TAX ASSOCIATES			Firm's EIN ▶ 22-2760934	
	Firm's address ▶ 570 SEVENTH AVE, SUITE 1804 NEW YORK, NY 10018			Phone no (212) 921-5777	

Morton Family Foundation
2014
Part XV - Contributions Paid

EIN 06-6469445

Alzheimer's Drug Discovery	\$ 500
1000 Friends of Florida	500
Boys & Girls Club of Martin County	25,000
Business Executives for National	5,000
Carolina Performing Arts Society	1,000
Christ Memorial Chapel	5,000
Eaglebrook School	2,500
Epic School	1,250
Everglades Foundation	1,000
FAU Foundation - Jupiter	1,000
First Presbyterian Church of Greenwich	1,000
Friends of Mountain Rescue Vail	500
Guardians of Martin County	500
Hobe Sound Community Chest	2,500
IFEA Foundation	12,000
Jack & Anne Morton Scholarship	2,500
Jupiter Island Historical Society	150
Jupiter Island Medical Clinic	1,500
Jupiter Medical Center	10,000
Maltz Jupiter Theatre	25,000
Mayo Foundation	10,000
National September 11th Memorial	500
New York Botanical Gardens	10,500
One West 54th Street Foundation	500
Society of the Four Arts	2,500
Steadman Philippon Research Institute	500
Student Ticket Angel Fund	1,000
UNC School of Journalism and Mass Communication	5,000
United Way - Martin County	1,000
Vail Valley Music Festival 2014	20,000
Voices of September 11th	500
Youth Foundation	<u>2,000</u>
Total	<u>\$ 152,400</u>

Morton Family Foundation
Form 990-PF
2014

EIN 06-6469445

Part I - Line 1 - Contributions
Part VII-A - Question 10

Substantial contributors

William I. Morton
87 South Beach Road
Hobe Sound, FL 33455

\$9,920 - Misc. cash

Part I - Line 18 - Taxes

Foreign taxes	\$	986
Excise taxes		3,616
	\$	<u>4,602</u>

Part I - Line 23 - Other Expenses

Investment Advisory Fees	\$	9,920
Investment expenses		439
	\$	<u>10,359</u>

Part VII-A- QUESTION 8(b)

Connecticut does not require the filing of annual returns for private foundations

2014 Tax Information Statement

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Ref 520

Payer's Name and Address
PNC BANK, N.A.
1600 MARKET STREET 4TH FL
PHILADELPHIA, PA 19103

Account Number: 12350443982887
Recipient's Tax ID Number: XX-XXX9445
Payer's Federal ID Number: 22-1146430
Payer's State ID Number: NY
State: NY
Questions? (215)585-4419
☐ Corrected ☐ 2nd TIN notice

Recipient's Name and Address
MORTON FAMILY FOUNDATION
ATTN WILLIAM I MORTON TRUSTEE
87 SOUTH BEACH ROAD
HOBE SOUND, FL 33455-2336

2014 Form 1099-B: Proceeds from Broker and Barter Exchange Transactions

OMB No. 1545-0715

Reported to the IRS is proceeds less commissions and option premiums
Covered (Box 5 is not checked)

Description of property (Box 1a)

Cusip Number	Date Sold or Disposed (Box 1c)	Date Acquired (Box 1b)	Form 8949 Checkbox	Proceeds (Box 1d)	Cost or Other Basis (Box 1e)	Code if any (Box 1f)	Adjustments (Box 1g)	Net Gain or Loss	Federal Income Tax Withheld (Box 4)	State Tax Withheld (Box 16)
Short Term Sales Reported on 1099-B										
179 0	AMEX CYCL TRANS SELECT									
81369Y407	05/21/2014	03/04/2014	A	11,458.69	12,004.24		0.00	-545.55	0.00	0.00
1798 0	AMEX FINANCIAL SELECT SPDR									
81369Y605	05/21/2014	Various	A	39,321.60	39,156.79		0.00	164.81	0.00	0.00
1428 0	AMEX FINANCIAL SELECT SPDR									
81369Y605	11/24/2014	08/18/2014	A	34,808.87	32,589.53		0.00	2,219.34	0.00	0.00
44 781	BARON SMALL CAP FUND INSTITUTIONAL									
068278803	12/16/2014	12/03/2014	A	1,430.75	1,490.79		0.00	-60.04	0.00	0.00
196 413	DREYFUS INTERNATIONAL STOCK FUND CL I 6157									
86271F768	03/04/2014	12/31/2013	A	2,989.41	3,060.12		0.00	-70.71	0.00	0.00
68 465	HARBOR FUND INTERNATIONAL FUND									
411511306	03/04/2014	12/17/2013	A	4,871.97	4,629.65		0.00	242.32	0.00	0.00
258 416	HARRIS ASSOC INVT TR CLASS I OAKMARK INTL FD									
413838202	03/04/2014	Various	A	6,848.02	6,602.56		0.00	245.46	0.00	0.00
3724 0	HEALTH CARE SELECT SECTOR ETF LARGE CAP									
81369Y209	08/18/2014	05/21/2014	A	232,478.95	218,007.99		0.00	14,470.96	0.00	0.00

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2014 Tax Information Statement

Page 8 of 26
Ref 520

Payer's Name and Address
PNC BANK, N A
1600 MARKET STREET 4TH FL
PHILADELPHIA, PA 19103

Account Number: 12350443982887
Recipient's Tax ID Number: XX-XXX9445
Payer's Federal ID Number: 22-1146430
Payer's State ID Number: NY
State: NY
Questions? (215)585-4419
☐ Corrected ☐ 2nd TIN notice

Recipient's Name and Address
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ATTN WILLIAM I MORTON TRUSTEE
87 SOUTH BEACH ROAD
HOBE SOUND, FL 33455-2336

2014 Form 1099-B: Proceeds from Broker and Barter Exchange Transactions

OMB No. 1545-0715

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Description of property (Box 1a)

Cusip Number	Date Sold or Disposed (Box 1c)	Date Acquired (Box 1b)	Form 8949 Checkbox	Proceeds (Box 1d)	Cost or Other Basis (Box 1e)	Code if any (Box 1f)	Adjustments (Box 1g)	Net Gain or Loss	Federal Income Tax Withheld (Box 4)	State Tax Withheld (Box 16)
82 0	HEALTH CARE SELECT SECTOR ETF LARGE CAP									
81369Y209	11/24/2014	05/21/2014	A	5,625.60	4,800.39		0.00	825.21	0.00	0.00
789 0	INDUSTRIAL SELECT SECTOR SPDR ETF LARGE CAP									
81369Y704	11/24/2014	08/18/2014	A	45,351.90	42,269.49		0.00	3,082.41	0.00	0.00
200 0	INDUSTRIAL SELECT SECTOR SPDR ETF LARGE CAP									
81369Y704	12/16/2014	Various	A	11,021.22	10,656.70		0.00	364.52	0.00	0.00
1 538	PRICE T ROWE HIGH YIELD FUND INC									
741481105	02/21/2014	Various	A	11.14	10.97		0.00	0.17	0.00	0.00
106.774	PROSPECTOR OPPORTUNITY FUND FUND 1981									
743588204	03/04/2014	Various	A	2,328.74	2,292.47		0.00	36.27	0.00	0.00
185.0	SECTOR SPDR TR SBI BASIC INDS									
81369Y100	03/04/2014	05/15/2013	A	8,814.45	7,580.10		0.00	1,234.35	0.00	0.00
181 0	SECTOR SPDR TR SBI BASIC INDS									
81369Y100	08/18/2014	05/21/2014	A	9,067.39	8,695.47		0.00	371.92	0.00	0.00
1731 0	SECTOR SPDR TR SBI CONS STPLS									
81369Y308	05/21/2014	Various	A	76,434.42	73,629.75		0.00	2,804.67	0.00	0.00

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2014 Tax Information Statement

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Ref 520

Payer's Name and Address:
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PHILADELPHIA, PA 19103

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2014 Form 1099-B: Proceeds from Broker and Barter Exchange Transactions

OMB No 1545-0715

Reported to the IRS is proceeds less commissions and option premiums

Covered (Box 5 is not checked)

Description of property (Box 1a)

Cusip Number	Date Sold or Disposed (Box 1c)	Date Acquired (Box 1b)	Form 8949 Checkbox	Proceeds (Box 1d)	Cost or Other Basis (Box 1e)	Code if any (Box 1f)	Adjustments (Box 1g)	Nat Gain or Loss	Federal Income Tax Withheld (Box 4)	State Tax Withheld (Box 16)
1812 0	SECTOR SPDR TR SBI CONS STPLS									
81369Y308	11/24/2014	08/18/2014	A	87,982.43	81,137.88		0.00	6,844.55	0.00	0.00
265 0	SECTOR SPDR TR SHS BEN INT-ENERGY/TRANSN									
81369Y506	03/04/2014	05/15/2013	A	23,255.07	21,465.74		0.00	1,789.33	0.00	0.00
1012 0	SECTOR SPDR TR SHS BEN INT-TECHNOLOGY									
81369Y803	08/18/2014	Various	A	40,093.03	37,264.93		0.00	2,828.10	0.00	0.00
722 0	SECTOR SPDR TR SHS BEN INT-TECHNOLOGY									
81369Y803	12/16/2014	11/24/2014	A	29,028.45	30,130.15		0.00	-1,101.70	0.00	0.00
1640 0	SECTOR SPDR TR SHS BEN INT-UTILITIES									
81369Y886	05/21/2014	Various	A	67,983.22	64,646.64		0.00	3,336.58	0.00	0.00
413 0	SECTOR SPDR TR SHS BEN INT-UTILITIES									
81369Y886	11/24/2014	08/18/2014	A	18,880.49	17,322.42		0.00	1,558.07	0.00	0.00
Total Short Term Sales Reported on 1099-B				760,085.81	719,444.77		0.00	40,641.04	0.00	0.00

Report on Form 8949, Part I, with Box A checked

Long Term Sales Reported on 1099-B

568 0	AMEX FINANCIAL SELECT SPDR									
81369Y605	05/21/2014	05/15/2012	D	12,421.95	8,287.22		0.00	4,134.73	0.00	0.00

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2014 Tax Information Statement

Page 10 of 26

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1600 MARKET STREET 4TH FL
PHILADELPHIA, PA 19103

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Payer's State ID Number NY
State (215)585-4419
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ATTN WILLIAM I MORTON TRUSTEE
87 SOUTH BEACH ROAD
HOBE SOUND, FL 33455-2336

Ref: 520

2014 Form 1099-B: Proceeds from Broker and Barter Exchange Transactions

OMB No 1545-0715

Reported to the IRS is proceeds less commissions and option premiums
Covered (Box 5 is not checked)

Description of property (Box 1a)

Cusip Number	Date Sold or Disposed (Box 1c)	Date Acquired (Box 1b)	Form 8949 Checkbox	Proceeds (Box 1d)	Cost or Other Basis (Box 1e)	Code if any (Box 1f)	Adjustments (Box 1g)	Net Gain or Loss	Federal Income Tax Withheld (Box 4)	State Tax Withheld (Box 16)
216 392	DREYFUS INTERNATIONAL STOCK FUND CL I 6157									
86271F768	03/04/2014	12/31/2012	D	3,293.49	3,137.69		0.00	155.80	0.00	0.00
62 216	HARBOR FUND INTERNATIONAL FUND									
411511306	03/04/2014	12/17/2012	D	4,427.29	3,811.96		0.00	615.33	0.00	0.00
1 76	PRICE T ROWE HIGH YIELD FUND INC									
741481105	02/21/2014	Various	D	12.74	12.30		0.00	0.44	0.00	0.00
81 261	PROSPECTOR OPPORTUNITY FUND FUND 1981									
743588204	03/04/2014	Various	D	1,772.31	1,444.83		0.00	327.48	0.00	0.00
447 0	SECTOR SPDR TR SBI BASIC INDS									
81369Y100	03/04/2014	05/15/2012	D	21,297.61	15,430.44		0.00	5,867.17	0.00	0.00
41 0	SECTOR SPDR TR SBI BASIC INDS									
81369Y100	08/18/2014	05/15/2012	D	2,053.94	1,415.32		0.00	638.62	0.00	0.00
189 0	SECTOR SPDR TR SBI CONS STPLS									
81369Y308	05/21/2014	Various	D	8,345.53	7,327.50		0.00	1,018.03	0.00	0.00
246 0	SECTOR SPDR TR SHS BEN INT-ENERGY/TRANSN									
81369Y506	03/04/2014	Various	D	21,587.72	18,873.61		0.00	2,714.11	0.00	0.00

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2014 Tax Information Statement

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HOBE SOUND, FL 33455-2336

Ref. 520

2014 Form 1099-B: Proceeds from Broker and Barter Exchange Transactions

OMB No 1545-0715

Reported to the IRS is proceeds less commissions and option premiums
Covered (Box 5 is not checked)

Description of property (Box 1a)

Cusip Number	Date Sold or Disposed (Box 1c)	Date Acquired (Box 1b)	Form 8949 Checkbox	Proceeds (Box 1d)	Cost or Other Basis (Box 1e)	Code if any (Box 1f)	Adjustments (Box 1g)	Net Gain or Loss	Federal Income Tax Withheld (Box 4)	State Tax Withheld (Box 16)
377.0	SECTOR SPDR TR SHS BEN INT-ENERGY/TRANSN									
81369Y506	05/21/2014	Various	D	35,501.49	27,691.34		0.00	7,810.15	0.00	0.00
48.0	SECTOR SPDR TR SHS BEN INT-ENERGY/TRANSN									
81369Y506	08/18/2014	08/16/2012	D	4,632.26	3,487.37		0.00	1,144.89	0.00	0.00
520.0	SECTOR SPDR TR SHS BEN INT-TECHNOLOGY									
81369Y803	08/18/2014	Various	D	20,601.17	15,960.92		0.00	4,640.25	0.00	0.00
1118.0	SECTOR SPDR TR SHS BEN INT-TECHNOLOGY									
81369Y803	12/16/2014	Various	D	44,949.87	32,868.50		0.00	12,081.37	0.00	0.00
263.0	SECTOR SPDR TR SHS BEN INT-UTILITIES									
81369Y886	05/21/2014	11/15/2012	D	10,902.19	8,929.43		0.00	1,972.76	0.00	0.00
Total Long Term Sales Reported on 1099-B				191,799.56	148,678.43		0.00	43,121.13	0.00	0.00

Report on Form 8949, Part II, with Box D checked

This is important tax information and is being furnished to the Internal Revenue Service (except as indicated). If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported. The taxpayer is ultimately responsible for the accuracy of their own tax return.

2014 Tax Information Statement

Page 12 of 26

Ref 520

Payer's Name and Address.
PNC BANK, N A
1600 MARKET STREET 4TH FL
PHILADELPHIA, PA 19103

Account Number: 12350443982887
Recipient's Tax ID Number XX-XXX9445
Payer's Federal ID Number 22-1146430
Payer's State ID Number: NY
State: (215)585-4419
Questions? ☐ Corrected ☐ 2nd TIN notice

Recipient's Name and Address
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ATTN WILLIAM I MORTON TRUSTEE
87 SOUTH BEACH ROAD
HOBE SOUND, FL 33455-2336

2014 Form 1099-B: Proceeds from Broker and Barter Exchange Transactions

OMB No 1545-0715

Reported to the IRS is proceeds less commissions and option premiums
For noncovered securities (Box 5 is checked) shown on this statement, cost basis information is not being reported to the IRS
Cost or Other Basis amounts shown with a "U" are unknown or unsubstantiated

Description of property (Box 1a)

CUSIP Number	Date Sold or Disposed (Box 1c)	Date Acquired (Box 1b)	Form 8949 Checkbox	Proceeds (Box 1d)	Cost or Other Basis (Box 1e)	Code If any (Box 1f)	Adjustments (Box 1g)	Net Gain or Loss	Federal Income Tax Withheld (Box 4)	State Tax Withheld (Box 16)
Long Term Sales Reported on 1099-B										
1383.0	AMEX FINANCIAL SELECT SPDR									
81369Y605	05/21/2014	08/16/2011	E	30,245.70	17,915.31		0.00	12,330.39	0.00	0.00
192.944	BARON SMALL CAP FUND INSTITUTIONAL									
068278803	03/04/2014	Various	E	7,000.00	3,305.55		0.00	3,694.45	0.00	0.00
268.208	BARON SMALL CAP FUND INSTITUTIONAL									
068278803	12/16/2014	09/04/2009	E	8,569.25	4,592.22		0.00	3,977.03	0.00	0.00
6617.418	DREYFUS INTERNATIONAL STOCK FUND CL I 6157									
86271F768	03/04/2014	Various	E	100,717.11	76,276.42		0.00	24,440.69	0.00	0.00
1625.924	HARBOR FUND INTERNATIONAL FUND									
411511306	03/04/2014	Various	E	115,700.74	81,275.77		0.00	34,424.97	0.00	0.00
5326.49	HARRIS ASSOC INVT TR CLASS I OAKMARK INTL FD									
413838202	03/04/2014	Various	E	141,151.97	83,074.70		0.00	58,077.27	0.00	0.00
3723.064	HARRIS ASSOC INVT TR CLASS I OAKMARK INTL FD									
413838202	11/03/2014	Various	E	90,991.68	57,564.01		0.00	33,427.67	0.00	0.00

This is important tax information and is being furnished to the Internal Revenue Service (except as indicated). If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported. For noncovered securities shown on this statement, cost basis information is not being reported to the Internal Revenue Service. The taxpayer is ultimately

2014 Tax Information Statement

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Ref 520

Payer's Name and Address.

PNC BANK, N A
1600 MARKET STREET 4TH FL
PHILADELPHIA, PA 19103

Account Number
Recipient's Tax ID Number:
Payer's Federal ID Number
Payer's State ID Number
State.
Questions?

12350443982887
XX-XXX9445
22-1146430
NY
(215)585-4419

☐ Corrected

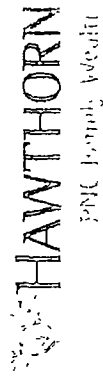
☐ 2nd TIN notice

Recipient's Name and Address:
MORTON FAMILY FOUNDATION
ATTN WILLIAM I MORTON TRUSTEE
87 SOUTH BEACH ROAD
HOBE SOUND, FL 33455-2336

Reported to the IRS is proceeds less commissions and option premiums
For noncovered securities (Box 5 is checked) shown on this statement, cost basis information is not being reported to the IRS
Cost or Other Basis amounts shown with a "U" are unknown or unsubstantiated

Description of property (Box 1a)										
CUSIP Number	Date Sold or Disposed	Date Acquired	Form 8949 Checkbox	Proceeds	Cost or Other Basis	Code if any	Adjustments	Net Gain or Loss	Federal Income Tax Withheld	State Tax Withheld
	(Box 1c)	(Box 1b)		(Box 1d)	(Box 1e)	(Box 1f)	(Box 1g)		(Box 4)	(Box 16)
2470 0	HEALTH CARE SELECT SECTOR ETF LARGE CAP									
81369Y209	03/04/2014	Various	E	148,213.47	71,423.75		0.00	76,789.72	0.00	0.00
1300 0	INTERPUBLIC GROUP COMPANIES INC									
460690100	07/02/2014	12/08/2008	E	25,228.93	473.20		0.00	24,755.73	0.00	0.00
21.547	PRICE T ROWE HIGH YIELD FUND INC									
741481105	02/21/2014	12/19/2008	E	156.00	97.39		0.00	58.61	0.00	0.00
408 022	PROSPECTOR OPPORTUNITY FUND FUND 1981									
743588204	03/04/2014	Various	E	8,888.96	5,938.69		0.00	2,960.27	0.00	0.00
122 0	SECTOR SPDR TR SBI BASIC INDS									
81369Y100	03/04/2014	08/16/2011	E	5,812.77	4,217.18		0.00	1,595.59	0.00	0.00
667 0	SECTOR SPDR TR SBI BASIC INDS									
81369Y100	08/18/2014	Various	E	33,414.09	21,419.50		0.00	11,994.59	0.00	0.00
625 0	SECTOR SPDR TR SHS BEN INT-ENERGY/TRANSN									
81369Y506	03/04/2014	05/16/2011	E	54,846.85	46,474.86		0.00	8,371.99	0.00	0.00
138 0	SECTOR SPDR TR SHS BEN INT-ENERGY/TRANSN									
81369Y506	08/18/2014	Various	E	13,317.75	9,762.37		0.00	3,555.38	0.00	0.00
231 0	SECTOR SPDR TR SHS BEN INT-UTILITIES									
81369Y886	05/21/2014	11/13/2009	E	9,575.69	6,766.73		0.00	2,808.96	0.00	0.00
Total Long Term Sales Reported on 1099-B				793,840.96	490,577.65		0.00	303,263.31	0.00	0.00

This is important tax information and is being furnished to the Internal Revenue Service (except as indicated). If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported. For noncovered securities shown on this statement, cost basis information is not being reported to the Internal Revenue Service. The taxpayer is ultimately responsible for the accuracy of their own tax return.



MORTON FAMILY FOUNDATION CUST
CUSTODY STATEMENT

Account number 12-35-044-3982887

December 1, 2014 - December 31, 2014

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Detail

Portfolio - income

Cash and cash equivalents
Mutual funds - money market

Description	Market value last period	Current market value		% of total portfolio	Avg tax cost per unit	Total tax cost	Unrealized gain/loss	Current yield	Estimated annual income
		Quantity	price per unit						
BLACKROCK LIQUIDITY FUNDS			\$5,836.62	0.27 %		\$5,836.62		0.01 %	\$0.58
MUNICASH		5,836.620	\$1.0000			\$1.00			
INSTITUTIONAL SHARES #48									

Equities

Mutual funds - equity

Description (Symbol)	Market value last period	Current market value		% of total portfolio	Avg tax cost per unit	Total tax cost	Unrealized gain/loss	Current yield	Estimated annual income
		Quantity	price per unit						
GRANDEUR PEAK GL OPPOR-INS (GPGIX)		308.556	\$987.38	0.05 %	\$3.20	\$987.38		0.42 %	\$4.05
VULCAN VALUE PARTNERS S/C (VWPSX)		70.858	1,264.11	0.06 %		1,235.06	29.05	0.59 %	7.44
WCM FOCUSED INTL GROWTH-INS (WCMIX)		4.750	17,840.00	0.01 %		17.43		0.24 %	0.13
LONGLEAF PARTNERS SM CAP FD (LLSCX)		411.79	55.53	0.02 %		55.01	0.52	0.10 %	0.40
FD #134		13.258	11.6900			11.58	5.44		
LONGLEAF PARTNERS FDS TR (LLINX)		609.12	403.31	0.03 %		397.87		0.37 %	1.99
INTL FD #136		39.708	30.4200			30.01	-54.80		
PROSPECTOR OPPORTUNITY FUND (POPFY)		218.07	547.97	0.02 %		602.77	9.44	0.77 %	3.26
FUND #1981		20.625	13.8000			15.18			
Total mutual funds - equity			\$3,686.27	0.17 %		\$3,696.62	-\$10.35	0.47 %	\$17.27
Total equities			\$3,686.27	0.17 %		\$3,696.62	-\$10.35	0.47 %	\$17.27





MORTON FAMILY FOUNDATION CUST
CUSTODY STATEMENT

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December 1, 2014 - December 31, 2014

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Detail

Portfolio - principal

Cash and cash equivalents
Mutual funds - money market

Description	Market value last period		Current market value		% of total portfolio	Total tax cost		Unrealized gain/loss	Current yield	Estimated annual income
	Quantity	price per unit	Current price per unit	Current		Avg. tax cost per unit				
BLACKROCK LIQUIDITY FUNDS	\$4,888.26		\$8.073 99		0.38 %	\$8.073 99			0.02 %	\$0.81
MUNICASH	8,073.990		\$1.0000			\$1.00				
INSTITUTIONAL SHARES #48										

Fixed income

Mutual funds - fixed income

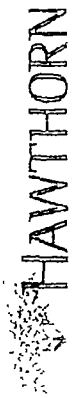
Description (Symbol)	Market value last period		Current market value		% of total portfolio	Total tax cost		Unrealized gain/loss	Current yield	Estimated annual income
	Quantity	price per unit	Current price per unit	Current		Avg. tax cost per unit				
T ROWE PRICE HIGH YIELD (PRHYX)	\$0.64		\$0.63		0.01 %	\$0.67 *			6.35 %	\$0.04
FUND #57	0.093		\$6.7800			\$7.20				

Equities

Stocks
Consumer discretionary

Description (Symbol)	Market value last period		Current market value		% of total portfolio	Total tax cost		Unrealized gain/loss	Current yield	Estimated annual income
	Quantity	price per unit	Current price per unit	Current		Avg. tax cost per unit				
INTERPUBLIC GROUP COMPANIES INC (IPG)	\$368,060.60		\$376,767.80		17.29 %	\$6,602.96			1.83 %	\$6,893.20
	18,140		\$20.7700			\$0.36				





PNC Family Wealth

MORTON FAMILY FOUNDATION CUST CUSTODY STATEMENT

Account number 12-35-044-3982887
December 1, 2014 - December 31, 2014

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Detail

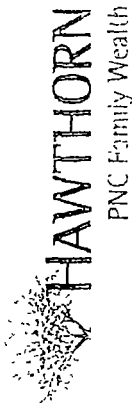
Etf - equity

Description (Symbol)	Market value last period		Current market value		% of total portfolio	Total tax cost		Unrealized gain/loss	Current yield	Estimated annual income
	Quantity	price	Current price	per unit		Avg tax cost per unit	Total tax cost			
SPDR MATERIALS SELECT SECTOR (XLB)	\$121,621.84		\$120,186.92		5.52 %	\$125,019.39	\$50.53	- \$4,832.47	1.98 %	\$2,370.09
LARGE CAP ETF	2,474		\$48,580.00		6.45 %	98,517.80	34.01	41,957.73	2.41 %	3,372.11
SECTOR SPDR TR (XLP)	142,822.10		140,475.53		13.32 %	261,998.65	65.16	28,116.50	1.31 %	3,787.78
ETF SBI CONS STPLS	2,897		48,490.00		3.43 %	63,598.87	67.37	11,128.17	2.35 %	1,754.90
CONSUMER DISCRETIONARY SELECT (XLY)	288,748.01		290,115.15		0.11 %	2,031.14	22.82	169.83	1.61 %	35.33
ETF SECTOR LARGE CAP	4,021		72,150.00		7.95 %	107,972.23	35.27	65,219.15	1.86 %	3,204.87
SPDR ENERGY SELECT FUND (XLE)	75,350.08		74,727.04		6.47 %	75,277.11	22.10	65,560.99	1.76 %	2,465.94
ETF	944		79,160.00		1.53 %	29,485.86	41.94	3,709.80	3.19 %	1,058.72
SPDR FINANCIAL SELECT SECTOR (XLF)	2,171.60		2,200.97		4.50 %	95,166.58	38.84	2,882.42	2.86 %	2,800.35
FUND ETF	89		24,730.00		49.23 %	\$859,067.63	\$213,912.12	1.94 %		\$20,850.09
SPDR INDUSTRIAL SELECT SECTOR (XLI)	185,583.51		173,191.38							
LARGE CAP ETF	3,061		56,580.00							
SPDR SECTOR TR (XLK)	222,902.54		140,838.10							
SHS BEN INT-TECHNOLOGY ETF	3,406		41,350.00							
SPDR SECTOR TR (XLU)	32,338.00		33,195.66							
SHS BEN INT-UTILITIES ETF	703		47,220.00							
VANGUARD FTSE EMERGING MARKETS (VWO)	103,316.50		98,049.00							
ETF	2,450		40,020.00							
Total etf - equity			\$1,072,979.75							

Mutual funds - equity

Description (Symbol)	Market value last period		Current market value		% of total portfolio	Total tax cost		Unrealized gain/loss	Current yield	Estimated annual income
	Quantity	price	Current price	per unit		Avg tax cost per unit	Total tax cost			
BARON SMALL CAP FUND (BSFX)	\$26,326.59		\$15,719.05		0.73 %	\$7,953.28	\$17.12	\$7,765.77		
INSTITUTIONAL	464.511		\$33,840.00		4.39 %	100,615.12	3.37	- 5,059.17	0.42 %	392.08
GRANDEUR PEAK GL OPPOR-INS (GPGIX)	96,686.39		95,555.95		0.91 %	20,893.24	18.82	- 1,083.94	0.59 %	116.59
VULCAN VALUE PARTNERS S/C (WPSX)	20,656.78		19,809.30		4.28 %	71,726.32	49.87	21,452.20	2.19 %	2,039.63
HARBOR INTERNATIONAL FUND (HAINX)	1,110.387		17,840.00							
CLASS INS FD # 2011	97,717.63		93,178.52							
	1,438.384		64,780.00							





MORTON FAMILY FOUNDATION CUST
CUSTODY STATEMENT
Account number 12-35-044-3982887
December 1, 2014 - December 31, 2014

Detail

Mutual funds - equity

Description (Symbol)	Market value last period		Current market value	% of total portfolio	Current		Unrealized gain/loss	Current yield	Estimated annual income
	Quantity	price per unit			Avg tax cost per unit	Total tax cost			
WCM FOCUSED INTL GROWTH-INS (WCMIX)	81,561.96	79,769.95	6,823,777	3.67 %	80,377.59	11.78	- 607.64	0.24 %	186.29
LONGLEAF PARTNERS SM CAP FD (LLSCX)	31,232.94	30,589.38	1,005,568	1.41 %	23,140.23	23.01	7,449.15	0.10 %	30.17
LONGLEAF PARTNERS FDS TR (LLINX)	83,662.75	78,234.82	5,669,190	3.59 %	102,562.67	18.09	- 24,327.85	0.37 %	283.46
INTL FD #136	100,050.47	97,122.79	6,364,534	4.46 %	96,901.19	15.23	221.60	3.40 %	3,296.83
MATTHEWS ASIA DIVIDEND (MAPIX)	26,055.99	26,311.73	1,268,035	1.21 %	18,466.13	14.56	7,845.60	0.77 %	200.35
PROSPECTOR OPPORTUNITY FUND (POPFX)	99,515.40	95,355.38	6,500,026	4.38 %	74,266.19	11.43	21,089.19	1.55 %	1,475.51
FUND #1981									
DREYFUS INTERNATIONAL (DISRX)									
STOCK FUND CL I # 6157									
Total mutual funds - equity			\$631,646.87	28.98 %	\$596,901.96		\$34,744.91	1.27 %	\$8,020.91
Total equities			\$2,081,394.42	95.50 %	\$1,462,572.55		\$618,821.87	1.72 %	\$35,764.20

Alternative investments
Mutual funds - alternative invest

Description (Symbol)	Market value last period		Current market value	% of total portfolio	Current		Unrealized gain/loss	Current yield	Estimated annual income
	Quantity	price per unit			Avg tax cost per unit	Total tax cost			
GATEWAY FUND (GTEYX)	\$80,444.19	\$80,444.19	\$80,444.19	3.70 %	\$67,303.34	\$24.73	\$13,187.77	1.54 %	\$1,233.09
FUND CLASS Y FD #1986	2,722.053		\$29,576.00						
Total portfolio			\$2,179,483.04	100.00 %	\$1,547,483.79		\$631,999.25	1.70 %	\$37,015.99

* We have been unable to obtain tax cost information for these assets. When this information is not available for all assets, your portfolio's tax cost may be understated. If you have any information regarding tax cost call Rachel Gray your Account Advisor

Application for Extension of Time To File an
Exempt Organization Return

OMB No. 1545-1709

► File a separate application for each return.

► Information about Form 8868 and its instructions is at www.irs.gov/form8868

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box ☒
- If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form)

Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868

Electronic filing (e-file). You can electronically file Form 8868 if you need a 3-month automatic extension of time to file (6 months for a corporation required to file Form 990-T), or an additional (not automatic) 3-month extension of time. You can electronically file Form 8868 to request an extension of time to file any of the forms listed in Part I or Part II with the exception of Form 8870, Information Return for Transfers Associated With Certain Personal Benefit Contracts, which must be sent to the IRS in paper format (see instructions). For more details on the electronic filing of this form, visit www.irs.gov/efile and click on *e-file for Charities & Nonprofits*.

Part I Automatic 3-Month Extension of Time. Only submit original (no copies needed)A corporation required to file Form 990-T and requesting an automatic 6-month extension—check this box and complete Part I only ☐

All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns.

Type or print	Name of exempt organization or other filer, see instructions	Employer identification number (EIN) or
File by the due date for filing your return. See instructions	MORTON FAMILY FOUNDATION	06-6469445
	Number, street, and room or suite no. If a P.O. box, see instructions	Social security number (SSN)
	87 SOUTH BEACH ROAD	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions	
	HOBE SOUND, FL 33455	

Enter the Return code for the return that this application is for (file a separate application for each return)

4

Application Is For	Return Code	Application Is For	Return Code
Form 990 or Form 990-EZ	01	Form 990-T (corporation)	07
Form 990-BL	02	Form 1041-A	08
Form 4720 (individual)	03	Form 4720 (other than individual)	09
Form 990-PF	04	Form 5227	10
Form 990-T (sec. 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

- The books are in the care of ► LEICHT & REIN TAX ASSOCIATES

Telephone No ► 212-231-4250

Fax No. ► 212-921-5777

- If the organization does not have an office or place of business in the United States, check this box ☐
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) _____ . If this is for the whole group, check this box ☐ . If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension is for

- 1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until AUGUST 15, 20 15, to file the exempt organization return for the organization named above. The extension is for the organization's return for.
- ☒ calendar year 20 14 or

► ☐ tax year beginning _____, 20 _____, and ending _____, 20 _____

- 2 If the tax year entered in line 1 is for less than 12 months, check reason. ☐ Initial return ☐ Final return ☐ Change in accounting period

3a	If this application is for Forms 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions	3a	\$	9,616
b	If this application is for Forms 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit	3b	\$	616
c	Balance due. Subtract line 3b from line 3a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions	3c	\$	9,000.00

Caution. If you are going to make an electronic funds withdrawal (direct debit) with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions