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Form

990-PF

Department of the Treasury
Internal Revenue Service

Return of Private Foundation

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

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

OMB No 1545-0052

2014

Open to Public Inspection

For calendar year 2014, or tax year beginning 01-01-2014, and ending 12-31-2014

Name of foundation THE NICK AND LESLIE HANAUER FOUNDATION		A Employer identification number 26-1593306	
Number and street (or P O box number if mail is not delivered to street address) 1301 SECOND AVENUE SUITE 2850		B Telephone number (see instructions) (206) 624-1057	
City or town, state or province, country, and ZIP or foreign postal code SEATTLE, WA 98101		C If exemption application is pending, check here <input type="checkbox"/>	
G Check all that apply <input type="checkbox"/> Initial return <input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Address change <input type="checkbox"/> Name change		D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>	
H Check type of organization <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>	
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) <input checked="" type="checkbox"/> \$ 18,647,840		F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>	
J Accounting method <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ (Part I, column (d) must be on cash basis.)			

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions))		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc , received (attach schedule)	500			
	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.	306,179	306,179		
	5a Gross rents	1,593	1,593		
	b Net rental income or (loss) _____ -869				
	6a Net gain or (loss) from sale of assets not on line 10	161,908			
	b Gross sales price for all assets on line 6a _____ 5,107,580				
	7 Capital gain net income (from Part IV, line 2) . . .		161,908		
	8 Net short-term capital gain				
	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)				
	11 Other income (attach schedule)	<input checked="" type="checkbox"/> 16,572	16,572		
	12 Total. Add lines 1 through 11	486,752	486,252		
	13 Compensation of officers, directors, trustees, etc	0	0		0
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)	<input checked="" type="checkbox"/> 2,358	2,122		2,358
	c Other professional fees (attach schedule)				
	17 Interest				
	18 Taxes (attach schedule) (see instructions)	<input checked="" type="checkbox"/> 7,741	7,741		7,741
	19 Depreciation (attach schedule) and depletion	<input checked="" type="checkbox"/> 4,838	0		
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule)	<input checked="" type="checkbox"/> 118,380	118,380		115,918
	24 Total operating and administrative expenses.				
	Add lines 13 through 23	133,317	128,243		126,017
	25 Contributions, gifts, grants paid	3,058,000			3,058,000
	26 Total expenses and disbursements. Add lines 24 and 25	3,191,317	128,243		3,184,017
	27 Subtract line 26 from line 12				
	a Excess of revenue over expenses and disbursements	-2,704,565			
	b Net investment income (if negative, enter -0-)		358,009		
	c Adjusted net income (if negative, enter -0-)				

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	1		
	2	Savings and temporary cash investments	34,168,314	767,786	767,786
	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)		50,000	50,000
	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	3,400	39,094	39,094
	10a	Investments—U S and state government obligations (attach schedule)			
	b	Investments—corporate stock (attach schedule)	0	10,865,036	11,405,405
	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)	2,145,553	5,483,845	6,382,239
	14	Land, buildings, and equipment basis ▶ _____ 108,407 Less accumulated depreciation (attach schedule) ▶ _____ 105,091	8,154	3,316	3,316
15	Other assets (describe ▶ _____)				
16	Total assets (to be completed by all filers—see the instructions Also, see page 1, item I)	36,325,422	17,209,077	18,647,840	
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ▶ _____)	7,084	0	
	23	Total liabilities (add lines 17 through 22)	7,084	0	
Net Assets or Fund Balances	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 checked="" type="checkbox"/> and complete lines 27 through 31.				
	27	Capital stock, trust principal, or current funds	0	0	
	28	Paid-in or capital surplus, or land, bldg , and equipment fund	0	0	
	29	Retained earnings, accumulated income, endowment, or other funds	36,318,338	17,209,077	
	30	Total net assets or fund balances (see instructions)	36,318,338	17,209,077	
31	Total liabilities and net assets/fund balances (see instructions) . . .	36,325,422	17,209,077		

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 36,318,338
2	Enter amount from Part I, line 27a	2 -2,704,565
3	Other increases not included in line 2 (itemize) ▶ _____	3 0
4	Add lines 1, 2, and 3	4 33,613,773
5	Decreases not included in line 2 (itemize) ▶ _____	5 16,404,696
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30 .	6 17,209,077

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	See Additional Data Table			
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	See Additional Data Table		
b			
c			
d			
e			

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

(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
a	See Additional Data Table		
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	161,908
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 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	2,635,677	12,288,566	0 214482
2012	780,998	6,105,871	0 127909
2011	921,109	6,124,802	0 150390
2010	1,817,060	6,223,969	0 291946
2009	3,051,646	6,702,691	0 455287

2	Total of line 1, column (d).	2	1 240014
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 248003
4	Enter the net value of noncharitable-use assets for 2014 from Part X, line 5.	4	5,781,925
5	Multiply line 4 by line 3.	5	1,433,935
6	Enter 1% of net investment income (1% of Part I, line 27b).	6	3,580
7	Add lines 5 and 6.	7	1,437,515
8	Enter qualifying distributions from Part XII, line 4.	8	3,184,017

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 page 18 of the instructions)

1a		Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1			
b		Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b		13,580	
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-)		0	
3		Add lines 1 and 2.		3,580	
4		Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		0	
5		Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-		3,580	
6		Credits/Payments			
a		2014 estimated tax payments and 2013 overpayment credited to 2014		6a	30,000
b		Exempt foreign organizations—tax withheld at source		6b	
c		Tax paid with application for extension of time to file (Form 8868)		6c	
d		Backup withholding erroneously withheld		6d	
7		Total credits and payments. Add lines 6a through 6d.		7	30,000
8		Enter any penalty for underpayment of estimated tax. Check here <input checked="" type="checkbox"/> if Form 2220 is attached		8	35
9		Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed		9	
10		Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid.		10	26,385
11		Enter the amount of line 10 to be Credited to 2015 estimated tax 26,385 Refunded		11	0

Part VII-A

Statements Regarding Activities

1a		During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		1a		No
b		Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for definition)?		1b		No
		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?		1c		No
d		Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation \$ 0 (2) On foundation managers \$ 0				
e		Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers \$ 0				
2		Has the foundation engaged in any activities that have not previously been reported to the IRS?		2		No
		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		No
4a		Did the foundation have unrelated business gross income of \$1,000 or more during the year?		4a		No
b		If "Yes," has it filed a tax return on Form 990-T for this year?		4b		
5		Was there a liquidation, termination, dissolution, or substantial contraction during the year?		5		No
		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		No
7		Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col. (c), and Part XV.		7	Yes	
8a		Enter the states to which the foundation reports or with which it is registered (see instructions) WA				
b		If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation .		8b	Yes	
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)? If "Yes," complete Part XIV		9		No
10		Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses.		10		No

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		No
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		No
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	Yes	
Website address N/A				
14	The books are in care of LESLIE HANAUER Telephone no (206) 624-1057 Located at 1301 SECOND AVENUE 2850 SEATTLE WA ZIP+4 98101			
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		
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? See instructions for exceptions and filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR) If "Yes", enter the name of the foreign country	16	Yes	No

Part VII-B

Statements Regarding Activities for Which Form 4720 May Be Required

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.			Yes	No
1a	During the year did the foundation (either directly or indirectly) (1) Engage in the sale or exchange, or leasing of property with a disqualified person? Yes No (2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? Yes No (3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? Yes No (4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? Yes No (5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? Yes No (6) Agree to pay money or property to a government official? (Exception. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days). Yes No			
b	If any answer is "Yes" to 1a(1)–(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? Organizations relying on a current notice regarding disaster assistance check here.	1b		
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		No
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? If "Yes," list the years 20 , 20 , 20 , 20 Yes No			
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? Yes 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		No
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		No

Part VII-B

Statements Regarding Activities for Which Form 4720 May Be Required (continued)

5a	During the year did the foundation pay or incur any amount to			
(1)	Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?	<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		
	If "Yes," attach the statement required by Regulations section 53.4945–5(d).			
6a	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	<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	No
	If "Yes" to 6b, file Form 8870.			
7a	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	<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	

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
NICK HANAUER	DIRECTOR	0	0	0
THE HIGHLANDS SEATTLE, WA 98177	1 25			
LESLIE HANAUER	DIRECTOR	0	0	0
THE HIGHLANDS SEATTLE, WA 98177	5 00			
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.				0

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.		0

Part IX-A

Summary of Direct Charitable Activities

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

Part X

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes		
a	Average monthly fair market value of securities.	1a	0
b	Average of monthly cash balances.	1b	5,869,975
c	Fair market value of all other assets (see instructions).	1c	0
d	Total (add lines 1a, b, and c).	1d	5,869,975
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation).	1e	0
2	Acquisition indebtedness applicable to line 1 assets.	2	0
3	Subtract line 2 from line 1d.	3	5,869,975
4	Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see instructions).	4	88,050
5	Net value of noncharitable-use assets. Subtract line 4 from line 3 Enter here and on Part V, line 4	5	5,781,925
6	Minimum investment return. Enter 5% of line 5.	6	289,096

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	289,096
2a	Tax on investment income for 2014 from Part VI, line 5.	2a	3,580
b	Income tax for 2014 (This does not include the tax from Part VI).	2b	
c	Add lines 2a and 2b.	2c	3,580
3	Distributable amount before adjustments Subtract line 2c from line 1.	3	285,516
4	Recoveries of amounts treated as qualifying distributions.	4	0
5	Add lines 3 and 4.	5	285,516
6	Deduction from distributable amount (see instructions).	6	0
7	Distributable amount as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1.	7	285,516

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	3,184,017
b	Program-related investments—total from Part IX-B.	1b	0
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes.	2	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required).	3a	
b	Cash distribution test (attach the required schedule).	3b	
4	Qualifying distributions. Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	3,184,017
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	3,580
6	Adjusted qualifying distributions. Subtract line 5 from line 4.	6	3,180,437
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				285,516
2	Undistributed income, if any, as of the end of 2014				
a	Enter amount for 2013 only.			0	
b	Total for prior years 20____, 20____, 20____		0		
3	Excess distributions carryover, if any, to 2014				
a	From 2009.	2,719,415			
b	From 2010.	1,509,230			
c	From 2011.	618,266			
d	From 2012.	479,094			
e	From 2013.	2,330,264			
f	Total of lines 3a through e.	7,656,269			
4	Qualifying distributions for 2014 from Part XII, line 4 ▶ \$ 3,184,017				
a	Applied to 2013, but not more than line 2a			0	
b	Applied to undistributed income of prior years (Election required—see instructions).		0		
c	Treated as distributions out of corpus (Election required—see instructions).	0			
d	Applied to 2014 distributable amount.				285,516
e	Remaining amount distributed out of corpus	2,898,501			
5	Excess distributions carryover applied to 2014 (If an amount appears in column (d), the same amount must be shown in column (a).)	0			0
6	Enter the net total of each column as indicated below:				
a	Corpus Add lines 3f, 4c, and 4e Subtract line 5	10,554,770			
b	Prior years' undistributed income Subtract line 4b from line 2b.		0		
c	Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed.		0		
d	Subtract line 6c from line 6b Taxable amount—see instructions		0		
e	Undistributed income for 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).	0			
8	Excess distributions carryover from 2009 not applied on line 5 or line 7 (see instructions). . .	2,719,415			
9	Excess distributions carryover to 2015. Subtract lines 7 and 8 from line 6a	7,835,355			
10	Analysis of line 9				
a	Excess from 2010. . . .	1,509,230			
b	Excess from 2011. . . .	618,266			
c	Excess from 2012. . . .	479,094			
d	Excess from 2013. . . .	2,330,264			
e	Excess from 2014. . . .	2,898,501			

Part XIVPrivate 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 organization is a private operating foundation described in section 4942(j)(3) or 4942(j)(5)

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

Part XVSupplementary Information (Complete this part only if the organization 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))

See Additional Data Table

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 email address of the person to whom applications should be addressed

b

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

c

Any submission deadlines

d

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

Form 990-PF (2014)

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 See Additional Data Table				
Total			3a	3,058,000
b Approved for future payment				
Total			3b	0

Enter gross amounts unless otherwise indicated

(See worksheet in line 13 instructions to verify calculations)

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)

[illegible]

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?

(1) Cash.

(2) Other assets.

c Sharing of facilities, equipment, mailing lists, other assets, or paid employees.



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.

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

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.

Here  _____ 2015-11-12  _____

Signature of officer or trustee Date Title

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

Print/Type preparer's name
SCOTT R JAEGER CPA

Preparer's SignatureDate

Check if self-employed ☐

PTIN
P00520611

Firm's name
PETERSON SULLIVAN LLP CPA'S

Firm's EIN 91-0605875

Firm's address ▶
601 UNION ST STE 2300 SEATTLE, WA
981012345

Phone no (206) 382-7777

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns a - d

(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)
DELAFIELD HAMBRECHT PARTNERSHIP			
DELAFIELD HAMBRECHT PARTNERSHIP			
DELAFIELD HAMBRECHT PARTNERSHIP			
TOWNSEND REAL ESTATE ALPHA FUND I, LP			
TOWNSEND REAL ESTATE ALPHA FUND I, LP			
MCCUTCHEN GROUP			
MCCUTCHEN GROUP			
SCHWAB CAPITAL GAIN DISTRIBUTION	P		
PIMCO TOTAL RETURN FUND - 459 84 SHARES		2013-04-30	2014-03-26
PIMCO TOTAL RETURN FUND - 265,017 78 SHARES		2013-12-31	2014-10-15

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns e - h

(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)
926			926
92,626			92,626
		17	-17
23,495			23,495
20,183			20,183
2,784			2,784
		44	-44
5,672			5,672
4,961		5,215	-254
2,904,580		2,880,946	23,634

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns i - l

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
			926
			92,626
			-17
			23,495
			20,183
			2,784
			-44
			5,672
			-254
			23,634

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns a - d

(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)
PIMCO TOTAL RETURN FUND - 20,395 11 SHARES		2012-12-31	2014-03-26
PIMCO TOTAL RETURN FUND - 167,182 82 SHARES		2012-12-31	2014-10-15

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns e - h

(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)
220,039		232,905	-12,866
1,832,314		1,826,545	5,769


Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns i - l

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
			-12,866
			5,769


Form 990PF Part XV Line 1a - 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).

NICK HANAUER
LESLIE HANAUER

Form 990PF Part XV Line 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				
CENTER FOR AMERICAN PROGRESS 1333 H STREET NW 10TH FLOOR WASHINGTON,DC 20005	NONE	501(C)(3)	CONTRIBUTION	100,000
CENTER ON BUDGET AND POLICY PRIORITIES 820 FIRST STREET NE SUITE 510 WASHINGTON,DC 20002	NONE	501(C)(3)	CONTRIBUTION	10,000
CHILDHAVEN 316 BROADWAY SEATTLE,WA 98122	NONE	501(C)(3)	CONTRIBUTION	2,500
CODEORG 1301 5TH AVENUE SUITE 1225 SEATTLE,WA 98101	NONE	501(C)(3)	CONTRIBUTION	10,000
DEMOCRACY JOURNAL 2120 L STREET NW 305 WASHINGTON,DC 20037	NONE	501(C)(3)	CONTRIBUTION	85,000
FORTERRA NW 901 5TH AVE STE 2200 SEATTLE,WA 98164	NONE	501(C)(3)	CONTRIBUTION	75,000
LEAGUE OF EDUCATION VOTERS 2734 WESTLAKE AVENUE N SEATTLE,WA 98109	NONE	501(C)(3)	CONTRIBUTION	150,000
MEDIA MATTERS FOR AMERICA PO BOX 52155 WASHINGTON,DC 20091	NONE	501(C)(3)	CONTRIBUTION	5,000
SEATTLE ACADEMY - ANNUAL GIFT 1432 15TH AVENUE SEATTLE,WA 98122	NONE	501(C)(3)	CONTRIBUTION	1,285,000
SEATTLE CENTER FUND 305 HARRISON STREET 302 SEATTLE,WA 98109	NONE	501(C)(3)	CONTRIBUTION	10,000
SUMMER SEARCH HOME 1109 1ST AVENUE 205 SEATTLE,WA 98101	NONE	501(C)(3)	CONTRIBUTION	25,000
UNITED WAY 720 2ND AVENUE SEATTLE,WA 98104	NONE	501(C)(3)	CONTRIBUTION	200,000
WASHINGTON PROGRESS FUND 1402 THIRD AVE SUITE 201 SEATTLE,WA 98101	NONE	501(C)(3)	CONTRIBUTION	55,000
YEAR UP PUGET SOUND 2607 2ND AVENUE SEATTLE,WA 98121	NONE	501(C)(3)	CONTRIBUTION	50,000
CENTER FOR GUN RESPONSIBILITY PO BOX 21712 SEATTLE,WA 98111	NONE	501(C)(3)	CONTRIBUTION	50,000
Total  3a				3,058,000

Form 990PF Part XV Line 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 <i>Paid during the year</i>				
ECONOMIC POLICY INSTITUTE 1334 H STREET NW SUITE 300 EAST TOWER WASHINGTON,DC 20005	NONE	501(C)(3)	CONTRIBUTION	37,500
EL DORADO FOUNDATION INC 312 MAIN ST 201 PLACERVILLE,CA 95667	NONE	501(C)(3)	CONTRIBUTION	25,000
FAITH ACTION NETWORK 3720 AIRPORT WAY S SEATTLE,WA 98134	NONE	501(C)(3)	CONTRIBUTION	10,000
FRED HUTCHINSON 1100 FAIRVIEW AVE N SEATTLE,WA 98109	NONE	501(C)(3)	CONTRIBUTION	20,000
FREE THE CHILDREN 233 CARLTON STREET TORONTO,ONTARIO M5A2L2 CA	NONE	501(C)(3)	CONTRIBUTION	25,000
INSTITUTE FOR NEW ECONOMIC THINKING INC 300 PARK AVENUE S 5TH FLOOR NEWYORK,NY 10011	NONE	501(C)(3)	CONTRIBUTION	128,000
PUGET SOUND SAGE 1032 S JACKSON ST 203 SEATTLE,WA 98101	NONE	501(C)(3)	CONTRIBUTION	10,000
ROBINHOOD FOUNDATION 826 BROADWAY 9TH FLOOR NEWYORK,NY 10003	NONE	501(C)(3)	CONTRIBUTION	25,000
SEATTLE AQUARIUM 1483 ALASKAN WAY SEATTLE,WA 98101	NONE	501(C)(3)	CONTRIBUTION	5,000
SEATTLE BIOMED - (CENTER FOR INFECTIOUS DISEASE RESEARCH) 307 WESTLAKE AVE N 500 SEATTLE,WA 98109	NONE	501(C)(3)	CONTRIBUTION	5,000
THE FRANKLIN AND ELEANOR ROOSEVELT INSTITUTE 570 LEXINGTON AVENUE 5TH FLOOR NEWYORK,NY 10022	NONE	501(C)(3)	CONTRIBUTION	10,000
UNIVERSITY OF CHICAGO 5810 S ELLIS AVE CHICAGO,IL 60637	NONE	501(C)(3)	CONTRIBUTION	35,000
UPOWER PO BOX 21866 SEATTLE,WA 98111	NONE	501(C)(3)	CONTRIBUTION	5,000
UW FOUNDATION 1320 NE CAMPUS PKWY SEATTLE,WA 98105	NONE	501(C)(3)	CONTRIBUTION	100,000
THE WASHINGTON CENTER 1333 16TH STREET NW WASHINGTON,DC 20036	NONE	501(C)(3)	CONTRIBUTION	500,000
Total  3a				3,058,000

Form 990PF Part XV Line 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 <i>Paid during the year</i>				
WASHINGTON STATE BUDGET AND POLICY CENTER 1402 3RD AVE 1215 SEATTLE,WA 98101	NONE	501(C)(3)	CONTRIBUTION	5,000
Total				3a 3,058,000

TY 2014 Accounting Fees Schedule

Name: THE NICK AND LESLIE HANAUER FOUNDATION

EIN: 26-1593306

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
ACCOUNTING FEES	2,358	2,122		2,358

Note: To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.

TY 2014 Depreciation Schedule

Name: THE NICK AND LESLIE HANAUER FOUNDATION

EIN: 26-1593306

Description of Property	Date Acquired	Cost or Other Basis	Prior Years' Depreciation	Computation Method	Rate / Life (# of years)	Current Year's Depreciation Expense	Net Investment Income	Adjusted Net Income	Cost of Goods Sold Not Included
SOFA - PMA	2008-07-24	9,170	3,971	200DB	7 000000000000	409	0		
CHAIR - PMA	2008-08-11	5,080	2,200	200DB	7 000000000000	227	0		
TELEPHONE SYSTEM	2008-08-22	1,274	552	200DB	7 000000000000	57	0		
DESK AND OFFICE FURNITURE	2008-07-14	72,760	31,510	200DB	7 000000000000	3,247	0		
OFFICE FURNITURE	2009-01-16	16,747	6,505	200DB	7 000000000000	747	0		
VISUAL BOARD	2009-04-17	3,376	1,311	200DB	7 000000000000	151	0		

**TY 2014 Investments Corporate
Stock Schedule**

Name: THE NICK AND LESLIE HANAUER FOUNDATION
EIN: 26-1593306

Name of Stock	End of Year Book Value	End of Year Fair Market Value
CHARLES SCHWAB STOCK INVESTMENTS	10,865,036	11,405,405

TY 2014 Investments - Other Schedule**Name:** THE NICK AND LESLIE HANAUER FOUNDATION**EIN:** 26-1593306

Category/ Item	Listed at Cost or FMV	Book Value	End of Year Fair Market Value
DELAFIELD HAMBRECHT INVESTMENT	AT COST	962,337	1,737,092
AURORA OFFSHORE FUND LTD II	AT COST	1,250,000	1,250,000
AETHER REAL ASSETS III	AT COST	102,332	111,816
MCCUTCHEN GROUP INVESTMENTS	AT COST	418,880	420,273
TOWNSEND REAL ESTATE ALPHA FUND I	AT COST	590,296	703,058
BLACKSTONE PARTNERS OFFSHORE FUND LTD	AT COST	1,080,000	1,080,000
Q-BLK STRATEGIC PARTNERS II, LTD	AT COST	1,080,000	1,080,000

TY 2014 Land, Etc. Schedule**Name:** THE NICK AND LESLIE HANAUER FOUNDATION**EIN:** 26-1593306

Category / Item	Cost / Other Basis	Accumulated Depreciation	Book Value	End of Year Fair Market Value
SOFA - PMA	9,170	8,965	205	
CHAIR - PMA	5,080	4,967	113	
TELEPHONE SYSTEM	1,274	1,246	28	
DESK AND OFFICE FURNITURE	72,760	71,137	1,623	
OFFICE FURNITURE	16,747	15,626	1,121	
VISUAL BOARD	3,376	3,150	226	

TY 2014 Other Decreases Schedule

Name: THE NICK AND LESLIE HANAUER FOUNDATION

EIN: 26-1593306

Description	Amount
PRIOR PERIOD ADJUSTMENT FOR APPRECIATED STOCK DONATION AND INCORRECT VALUES	16,404,696

TY 2014 Other Expenses Schedule**Name:** THE NICK AND LESLIE HANAUER FOUNDATION**EIN:** 26-1593306

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
INVESTMENT EXPENSE	45,000	45,000		45,000
DELAFIELD HAMBRECHT PARTNER FUND	19,113	19,113		19,113
TOWNSEND REAL ESTATE ALPHA	15,815	15,815		15,815
AETHER REAL ASSETS III	17,141	17,141		17,141
MCCUTCHEN GROUP	18,849	18,849		18,849
REPORTED NET RENTAL LOSS	523	523		0
REPORTED NET RENTAL LOSS	1,939	1,939		0

TY 2014 Other Income Schedule

Name: THE NICK AND LESLIE HANAUER FOUNDATION

EIN: 26-1593306

Description	Revenue And Expenses Per Books	Net Investment Income	Adjusted Net Income
TOWNSEND REAL ESTATE ALPHA FUND	10,323	10,323	10,323
MCCUTCHEN GROUP	5,959	5,959	5,959
AETHER REAL ASSETS III	290	290	290

TY 2014 Other Liabilities Schedule

Name: THE NICK AND LESLIE HANAUER FOUNDATION

EIN: 26-1593306

Description	Beginning of Year - Book Value	End of Year - Book Value
TOWNSEND REAL ESTATE ALPHA FUND I	7,084	0

TY 2014 Taxes Schedule**Name:** THE NICK AND LESLIE HANAUER FOUNDATION**EIN:** 26-1593306

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
FOREIGN TAXES - AETHER REAL ASSETS III PARTNERSHIP	2,070	2,070		2,070
FOREIGN TAXES - CHARLES SCWHAB	5,667	5,667		5,667
FOREIGN TAXES - MCCUTCHEN GROUP	4	4		4