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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 separate instructions is at www.irs.gov/form990pf

For calendar year 2014 or tax year beginning

, and ending

Name of foundation THE KARA FOUNDATION		A Employer identification number 36-3779796
Number and street (or P O box number if mail is not delivered to street address) 11700 WEST CHARLESTON BLVD		Room/suite 170-37
City or town, state or province, country, and ZIP or foreign postal code LAS VEGAS, NV 89135		B Telephone number 702-434-0192
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		C If exemption application is pending, check here ► <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		D 1 Foreign organizations, check here ► <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation ► <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ► \$ 10247365.		E If private foundation status was terminated under section 507(b)(1)(A), check here ► <input type="checkbox"/> F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ► <input type="checkbox"/>
Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))		(a) Revenue and expenses per books (b) Net investment income (c) Adjusted net income (d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received		N/A
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		260594. 260594. STATEMENT 1
5a Gross rents b Net rental income or (loss)		
6a Net gain or (loss) from sale of assets not on line 10 b Gross sales price for all assets on line 6a		408214.
7 Capital gain net income (from Part IV, line 2)		408214.
8 Net short-term capital gain		
9 Income modifications 10a Gross sales less returns and allowances b Less Cost of goods sold c Gross profit or (loss)		
11 Other income		
12 Total Add lines 1 through 11		668808. 668808.
13 Compensation of officers, directors, trustees, etc		141351. 7068. 134283.
14 Other employee salaries and wages		
15 Pension plans, employee benefits		
16a Legal fees b Accounting fees		3180. 0. 0.
17 Interest		
18 Taxes		30350. 539. 10243.
19 Depreciation and depletion		
20 Occupancy		
21 Travel, conferences, and meetings		
22 Printing and publications		
23 Other expenses		21352. 0. 0.
24 Total operating and administrative expenses Add lines 13 through 23		196233. 7607. 144526.
25 Contributions, gifts, grants paid		226100.
26 Total expenses and disbursements Add lines 24 and 25		422333. 7607. 370626.
27 Subtract line 26 from line 12: a Excess of revenue over expenses and disbursements b Net investment income (if negative, enter -0-) c Adjusted net income (if negative, enter -0-)		246475.
		661201.
		N/A

Part II	Balance Sheets	Attached schedules and amounts in the description column should be for end of year amounts only	Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
	1 Cash - non-interest-bearing		32709.	20376.	20376.
	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				
	7 Other notes and loans receivable ►				
	Less: allowance for doubtful accounts ►				
	8 Inventories for sale or use				
	9 Prepaid expenses and deferred charges				
	10a Investments - U.S. and state government obligations				
	b Investments - corporate stock				
	c Investments - corporate bonds				
	11 Investments - land, buildings, and equipment: basis ►				
	Less accumulated depreciation ►				
	12 Investments - mortgage loans				
	13 Investments - other	STMT 6	7966117.	8224925.	10226989.
	14 Land, buildings, and equipment: basis ►	15144.			
	Less accumulated depreciation	STMT 7 ►	15144.		
	15 Other assets (describe ►)				
	16 Total assets (to be completed by all filers - see the instructions. Also, see page 1, item I)		7998826.	8245301.	10247365.
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				
	22 Other liabilities (describe ►)				
	23 Total liabilities (add lines 17 through 22)		0.	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		7998826.	8245301.	STATEMENT 5
	30 Total net assets or fund balances		7998826.	8245301.	
	31 Total liabilities and net assets/fund balances		7998826.	8245301.	

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	7998826.
2 Enter amount from Part I, line 27a	2	246475.
3 Other increases not included in line 2 (itemize) ►	3	0.
4 Add lines 1, 2, and 3	4	8245301.
5 Decreases not included in line 2 (itemize) ►	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	8245301.

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Part IV Capital Gains and Losses for Tax on Investment Income			SEE ATTACHED STATEMENT				
(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shs. MLC Co.)			(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)		
1a							
b							
c							
d							
e							
	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)			
a							
b							
c							
d							
e	785224.		377010.	408214.			
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) 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				
a							
b							
c							
d							
e				408214.			
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	408214.			
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8	{ }		3	N/A			
Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income							
(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income.)							
If section 4940(d)(2) applies, leave this part blank.							
Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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	379990.	7653949.	.049646				
2012	363227.	7634906.	.047575				
2011	269227.	7691105.	.035005				
2010	295854.	5337056.	.055434				
2009	362038.	6416375.	.056424				
2 Total of line 1, column (d)			2	.244084			
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	.048817			
4 Enter the net value of noncharitable-use assets for 2014 from Part X, line 5			4	7908272.			
5 Multiply line 4 by line 3			5	386058.			
6 Enter 1% of net investment income (1% of Part I, line 27b)			6	6612.			
7 Add lines 5 and 6			7	392670.			
8 Enter qualifying distributions from Part XII, line 4			8	370626.			
If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions.							

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ► <input type="checkbox"/> and enter "N/A" on line 1.	13224. 13224. 13224. 13224. 13224.
b	Date of ruling or determination letter: _____ (attach copy of letter if necessary-see instructions)	
c	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	
2	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col (b).	
3	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	
4	Add lines 1 and 2	
5	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	
6	Tax based on investment income Subtract line 4 from line 3. If zero or less, enter -0-	
7	Credits/Payments: a 2014 estimated tax payments and 2013 overpayment credited to 2014	
8	b Exempt foreign organizations - tax withheld at source	
9	c Tax paid with application for extension of time to file (Form 8868)	
10	d Backup withholding erroneously withheld	
11	7 Total credits and payments. Add lines 6a through 6d	
	8 Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	
	9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	
	10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	
	11 Enter the amount of line 10 to be: Credited to 2015 estimated tax ► 352.	
		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?	<input type="checkbox"/>	X
1b	Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for the definition)?	<input type="checkbox"/>	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?	<input type="checkbox"/>	X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. ► \$ 0. (2) On foundation managers. ► \$ 0.		
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ► \$ 0.		
2	Has the foundation engaged in any activities that have not previously been reported to the IRS?	<input type="checkbox"/>	X
	<i>If "Yes," attach a detailed description of the activities.</i>		
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>	<input type="checkbox"/>	X
4a	Did the foundation have unrelated business gross income of \$1,000 or more during the year?	<input type="checkbox"/>	
b	If "Yes," has it filed a tax return on Form 990-T for this year?		N/A
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year?	<input type="checkbox"/>	X
	<i>If "Yes," attach the statement required by General Instruction T.</i>		
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?	<input type="checkbox"/>	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>	<input type="checkbox"/>	X
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ► IL		
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 <i>General Instruction G?</i> If "No," attach explanation	<input type="checkbox"/>	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>	<input type="checkbox"/>	X
10	Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses</i>	<input type="checkbox"/>	X

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Part VII-A Statements Regarding Activities (continued)

11		X
12		X
13	X	
Website address ► N/A		
14	The books are in care of ► JUDITH DEMOON Telephone no. ► 702-434-0192	
	Located at ► 11700 WEST CHARLESTON BLVD #170-37, LAS VEGAS, NV ZIP+4 ► 89135	
15	► 15 N/A	
16	Yes	No
	X	
See the instructions for exceptions and filing requirements for FnCEN Form 114, (formerly TD F 90-22.1). If "Yes," enter the name of the foreign country ►		

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

	Yes	No
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 checked="" type="checkbox"/> Yes	<input type="checkbox"/> No
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	<input checked="" type="checkbox"/> Yes	<input 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)? Organizations relying on a current notice regarding disaster assistance check here ►	1b	X
c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 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 ► _____, _____, _____, _____		
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. ► _____, _____, _____, _____		
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

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:	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
(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)?	N/A		5b	
Organizations relying on a current notice regarding disaster assistance check here			►	
c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant?	N/A		<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?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
<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?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		N/A	7b

Part VIII | Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation.

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
PATRICK S DEMOON 11700 WEST CHARLESTON BLVD #170-37 LAS VEGAS, NV 89135	PRESIDENT / TREASURER 40.00	88040.	0.	0.
JUDITH A DEMOON 11700 WEST CHARLESTON BLVD #170-37 LAS VEGAS, NV 89135	SECRETARY 40.00	51681.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1). If none, enter "NONE."

(a) Name and address of each employee paid more than \$50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
NONE				

Total number of other employees paid over \$50,000

► 0

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Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)

3 Five highest-paid independent contractors for professional services. If none, enter "NONE."

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		

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

0

Part IX-A Summary of Direct Charitable Activities

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

Expenses

1 GRANTS TO OTHER CHARITABLE ORGANIZATIONS

226100.

2

3

4

Part IX-B Summary of Program-Related Investments

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.

Amount

1 N/A

2

All other program-related investments. See instructions.

3

Total. Add lines 1 through 3 ►

0.

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	7977258.
b	Average of monthly cash balances	1b	51445.
c	Fair market value of all other assets	1c	
d	Total (add lines 1a, b, and c)	1d	8028703.
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	8028703.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	120431.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	7908272.
6	Minimum investment return. Enter 5% of line 5	6	395414.

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	395414.
2a	Tax on investment income for 2014 from Part VI, line 5	2a	13224.
b	Income tax for 2014. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	13224.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	382190.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	382190.
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	382190.

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	370626.
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	370626.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	0.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	370626.

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				382190.
2 Undistributed income, if any, as of the end of 2014			224373.	
a Enter amount for 2013 only				
b Total for prior years:		0.		
3 Excess distributions carryover, if any, to 2014:				
a From 2009				
b From 2010				
c From 2011				
d From 2012				
e From 2013				
f Total of lines 3a through e		0.		
4 Qualifying distributions for 2014 from Part XII, line 4: ► \$ 370626.			224373.	
a Applied to 2013, but not more than line 2a				
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)				
d Applied to 2014 distributable amount				146253.
e Remaining amount distributed out of corpus		0.		
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		0.		
b Prior years' undistributed income. Subtract line 4b from line 2b			0.	
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed			0.	
d Subtract line 6c from line 6b. Taxable amount - see instructions			0.	
e Undistributed income for 2013. Subtract line 4a from line 2a. Taxable amount - see instr.				0.
f Undistributed income for 2014. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2015				235937.
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		0.		
9 Excess distributions carryover to 2015 Subtract lines 7 and 8 from line 6a		0.		
10 Analysis of line 9:				
a Excess from 2010				
b Excess from 2011				
c Excess from 2012				
d Excess from 2013				
e Excess from 2014				

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

N/A

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2014, enter the date of the ruling 4942(j)(3) or 4942(j)(5)

b Check box to indicate whether the foundation is a private operating foundation described in section

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

1 Information Regarding Foundation Managers:

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

NONE

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest.

NONE

2. Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:

Check here ► if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc. (see instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d.

a. The name, address, and telephone number or e-mail address of the person to whom applications should be addressed:

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

c Any submission deadlines:

4. 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)				
<i>a Paid during the year</i>				
SEE ATTACHED SCHEDULE				226100.
Total			► 3a	226100.
<i>b Approved for future payment</i>				
NONE				
Total			► 3b	0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.

Enter gross amounts unless otherwise indicated.		Unrelated business income		(e) Related or exempt function income
		(a) Business code	(b) 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			14	260594.
5 Net rental income or (loss) from real estate:				
a Debt-financed property				
b Not debt-financed property				
6 Net rental income or (loss) from personal property				
7 Other investment income				
8 Gain or (loss) from sales of assets other than inventory			18	408214.
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.	668808.
13 Total Add line 12, columns (b), (d), and (e)			13	668808.
(See worksheet in line 13 instructions to verify calculations.)				

Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

FORM 990-PF

DIVIDENDS AND INTEREST FROM SECURITIES

STATEMENT 1

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	(A) REVENUE PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME
DIVIDENDS-VANGUARD	635818.	375224.	260594.	260594.	
TO PART I, LINE 4	635818.	375224.	260594.	260594.	

FORM 990-PF

ACCOUNTING FEES

STATEMENT 2

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING	3180.	0.		0.
TO FORM 990-PF, PG 1, LN 16B	3180.	0.		0.

FORM 990-PF

TAXES

STATEMENT 3

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
PAYROLL	10782.	539.		10243.
PRIVATE FOUNDATION EXCISE TAX	19568.	0.		0.
TO FORM 990-PF, PG 1, LN 18	30350.	539.		10243.

FORM 990-PF

OTHER EXPENSES

STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
OFFICE EXPENSES	4975.	0.		0.
TELEPHONE	2774.	0.		0.
INSURANCE	6834.	0.		0.
DUES AND SUBSCRIPTIONS	725.	0.		0.
POSTAGE	203.	0.		0.
MISC.	2084.	0.		0.
COMPUTER REPAIR	1684.	0.		0.
TRAVEL	2073.	0.		0.
TO FORM 990-PF, PG 1, LN 23	21352.	0.		0.

FORM 990-PF

OTHER FUNDS

STATEMENT 5

DESCRIPTION	(A) BEGINNING OF YEAR	(B) END OF YEAR
ENDOWMENT FUND	7998826.	8245301.
TOTAL TO FORM 990-PF, PART II, LINE 29	7998826.	8245301.

FORM 990-PF

OTHER INVESTMENTS

STATEMENT 6

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
MUTUAL FUNDS	COST	8224925.	10226989.
TOTAL TO FORM 990-PF, PART II, LINE 13		8224925.	10226989.

FORM 990-PF DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT STATEMENT 7

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
EQUIPMENT	4753.	4753.	0.
COMPUTER	2739.	2739.	0.
OFFICE FURNITURE	1103.	1103.	0.
OFFICE EQUIPMENT	541.	541.	0.
OFFICE EQUIPMENT	3473.	3473.	0.
OFFICE EQUIPMENT	949.	949.	0.
COMPUTER	1586.	1586.	0.
TOTAL TO FM 990-PF, PART II, LN 14	15144.	15144.	0.

2014 DEPRECIATION AND AMORTIZATION REPORT

FORM 990-PF PAGE 1

990 - PF

428111
05-01-14

(D) - Asset disposed

* ITC, Salvage Bonus, Commercial Revitalization Deduction, GO Zone

The Kara Foundation

**Grant Distribution List
2014**

GRANTEE	AMOUNT	TYPE OF SUPPORT
Nathan Adelson Hospice 4131 Swenson Street Las Vegas, Nevada 89119	2,000	Summer camp for children
The Assistance League 6446 West Charleston Blvd. Las Vegas, Nevada 89146	1,000	Operational
Bloomingdale Church 264 Glen Ellyn Road Bloomingdale, Illinois 60108	1,000	Operational
Bloomingdale Public Library 101 Fairfield Way Bloomingdale, Illinois 60108	1,000	Operational
Bloomingdale Township. Volunteer Council 123 North Rosedale Road4 Annex Bldg. Bloomingdale, Illinois 60108	1,000	Operational
Brookfield Zoo 3300 Golf Road Brookfield, Illinois 60513-0719	2,500	Operational
Burlington Library 166 East Jefferson Burlington, Wisconsin 53105	1,000	Operational
Candlelighters for Childhood Cancer 8990 Spanish Ridge Avenue Suite 100 Las Vegas, Nevada 89148	4,000	Operational
Canine Companions for Independence 124 Rancho Del Oro Drive Oceanside, California 92057	8,000	Assistance dog for veteran
Central DuPage Hospital	3,500	Cancer Center equipment

**4405 Weaver Parkway
Suite 101
Warrenville, Illinois 60555**

**Channel 10 Vegas PBS
3050 East Flamingo
Las Vegas, Nevada 89121** **5,000** **Keeping Kids Fit Program**

**Child's Voice
180 Hansen Court
Wood Dale, Illinois 60191** **15,000** **Early intervention program**

**Community Health
2611 West Chicago Avenue
Chicago, Illinois 60622** **1,000** **Operational**

**DayOneNetwork
1551 East Fabyan Parkway
Geneva, Illinois 60134** **5,000** **Operational**

**Donka, Inc.
400 North County Farm Road
Wheaton, Illinois 60187** **8,000** **Operational**

**Exponent Philanthropy
1720 N Street, NW
Washington DC 20036** **2,000** **Operational**

**Family Shelter Service
605 East Roosevelt Road
Wheaton, Illinois 60187** **5,000** **Operational**

**Feed My Starving Children
401 93rd Avenue, NW
Coon Rapids, MN 55433** **1,000** **Operational—food bank**

**Fellow Mortals
W4632 Palmer Road
Lake Geneva, WI 53147** **1,000** **Operational—wild life rehab**

**Foundation for Blind Children
1235 East Harmont
Phoenix, Arizona 85020** **15,000** **Low vision aids**

**Fox Valley Volunteer Hospice
200 Whitfield Drive** **5,000** **Operational**

Geneva, Illinois 60134

Harmony Theater 47 Highland Avenue Lansdale, PA 19446	1,000	Theater for people with disabilities
Inspiration Ministries P. O. Box 948 Walworth, WI 53184	5,600	Bake and Hold oven
International Museum of Surgical Science 1524 North Lake Shore Drive Chicago, Illinois 6060-1607	1,000	Operational
JDRF 26 Broadway 14th Floor New York, NY 10004	1,000	Research juvenile diabetes
Kathy's House 600 North 103rd Street Milwaukee, Wisconsin 53226	5,000	Operational
Lake County Farm Bureau 70 US Hwy 45 Grayslake, Illinois 60030	1,000	Agriculture in the classroom program
Lambs Farm 14245 Rockland Road Libertyville, Illinois 60048	5,000	Operational
Lazarus House 14 Walnut Street St. Charles, Illinois 60174	3,000	Operational
Lincoln Memorial Shrine 125 West Vine Street Redlands, CA 92373	5,000	Operational
Love, Inc. 480 Pine Street Burlington, Wisconsin 53105	5,000	Operational
Literacy Volunteers Fox Valley One South Sixth Street	3,000	Operational

St. Charles, Illinois 60174

Nevada Childhood Cancer Foundation 6070 South Eastern Avenue Las Vegas, Nevada 89119	10,000	SAM program
Northern Illinois Food Bank 273 Dearborn Court Geneva, Illinois 60134	5,000	Operational
Opportunity Village 6300 West Oakey Blvd. Las Vegas, Nevada 89146	10,000	Operational
Order of St. John 1150 East 55th Street, 3rd Floor New York, NY 10022	1,000	Operational—eye hospital
Pennsylvania Health Law Project 415 East Ohio Street Pittsburgh, Pennsylvania	1,000	Operational
Peoples Resource Center 201 South Naperville Road Wheaton, Illinois 60187	5,000	Operational
Philanthropy Roundtable 1150 17th Street, NW, #503 Washington, DC 20036	1,000	Operational
Phillips Park Zoo 1000 Ray Moses Drive Aurora, Illinois 60506	3,000	Operational
Positively Kids 3535 West Reno Avenue, Suite F Las Vegas, Nevada 89118	15,000	Operational
Primavera 151 West 40th Street Tucson, Arizona 85713	5,000	Operational
Ride 2 Recovery 236 Calabasas Road, #420 Calabasas, CA 9312	1,500	Wounded warrior projects

Spinal Cord Injury Association of Illinois P. O. Box 545 Palos Heights, Illinois 60463	5,000	Operational
St. Mary's Health Wagon P. O. Box 7070 Wise, Virginia 24293	5,000	Operational
Teen Parent Connection 475 Taft Avenue Glen Ellyn, Illinois 60137	5,000	Operational
The Caring Place 4425 South Jones Blvd. Las Vegas, Nevada 89103	3,000	Operational
Town of Burlington Volunteer Fire Dept. 32288 Bushnell Road Burlington, Wisconsin 53105	1,000	Operational
Town of Randall Volunteer Fire Dept. 34524 Bassett Road Bassett, Wisconsin 53101	1,000	Operational
Tri City Health Partnership 318 Walnut Street St. Charles, Illinois 60174	7,000	Free health clinic
Twin Lakes Volunteer Fire Dept. 236 East Main Street Twin Lakes, Wisconsin 53181	1,000	Operational
University of California, Riverside School of Medicine 900 University Avenue Riverside, California 92521	2,000	Operational
Volunteers in Medicine of So. Nevada 4770 Harrison, #105 Las Vegas, Nevada 89121	10,000	Operational, free clinic
Wayne Township 27W031 North Avenue West Chicago, Illinois 60185	1,000	W.A.Y.S. Program

Wellness House 131 North County Line Road Hinsdale, Illinois 60521-2401	2,000	Operational
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Wheatland Volunteer Fire Dept. P. O. Box 797 New Munster, Wisconsin 53152-0797	1,000	Operational
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Geographical locations	Categories
East	Education
Midwest	Health/Welfare
South	Religious
West	Cultural

East	6	Education	13
Midwest	34	Health/Welfare	41
South	1	Religious	1
West	15	Cultural	1

Total number of grants: 56

Total amount of grants: \$226,100

THE KARA FOUNDATION

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold, e.g., real estate, 2-story brick warehouse; or common stock, 200 shs. MLC Co.			(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a 365 SHS WELLINGTON FUND			P	12/10/10	01/03/14
b 355 SHS WELLINGTON FUND			P	12/10/10	02/01/14
c 347 SHS WELLINGTON FUND			P	12/10/10	03/01/14
d 346 SHS WELLINGTON FUND			P	12/10/10	03/30/14
e 345 SHS WELLINGTON FUND			P	12/10/10	05/01/14
f 365 SHS WELLINGTON FUND			P	12/10/10	06/01/14
g 352 SHS WELLINGTON FUND			P	12/10/10	06/29/14
h 347 SHS WELLINGTON FUND			P	12/10/10	08/01/14
i 343 SHS WELLINGTON FUND			P	12/10/10	08/31/14
j 337 SHS WELLINGTON FUND			P	12/10/10	10/01/14
k 336 SHS WELLINGTON FUND			P	12/10/10	11/01/14
l 337 SHS WELLINGTON FUND			P	12/10/10	01/30/14
m 2,879 SHS WELLINGTON FUND			P	12/10/10	12/03/14
n CAPITAL GAINS DIVIDENDS					
o					

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a 20000.		19485.	515.
b 20000.		18969.	1031.
c 20000.		18528.	1472.
d 20000.		18468.	1532.
e 20000.		18423.	1577.
f 20000.		19510.	490.
g 20000.		18799.	1201.
h 20000.		18548.	1452.
i 20000.		18300.	1700.
j 20000.		18030.	1970.
k 20000.		17975.	2025.
l 20000.		18049.	1951.
m 170000.		153926.	16074.
n 375224.			375224.
o			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Losses (from col. (h)) Gains (excess of col. (h) gain over col. (k), but not less than "-0-")
(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	
a			515.
b			1031.
c			1472.
d			1532.
e			1577.
f			490.
g			1201.
h			1452.
i			1700.
j			1970.
k			2025.
l			1951.
m			16074.
n			375224.
o			

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter "-0-" in Part I, line 7 }	2	408214.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter "-0-" in Part I, line 8 }	3	N/A