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Form **990-PF****Return of Private Foundation**
or Section 4947(a)(1) Trust Treated as Private Foundation

OMB No. 1545-0052

2014Department of the Treasury
Internal Revenue Service

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

Open to Public Inspection

For calendar year 2014 or tax year beginning January 1, 2014, and ending December 31, 2014

Name of foundation Cloudbreak Foundation Inc		A Employer identification number 46-4730969
Number and street (or P.O. box number if mail is not delivered to street address) 2005 N Brandywine St.	Room/suite	B Telephone number (see instructions) 703-243-6092
City or town, state or province, country, and ZIP or foreign postal code Arlington, VA 22207		C If exemption application is pending, check here ☐
G Check all that apply: ☒ Initial return ☐ Initial return of a former public charity ☐ Final return ☒ Amended return ☐ Address change ☐ Name change		D 1. Foreign organizations, check here ☐ 2. Foreign organizations meeting the 85% test, check here and attach computation ☐
H Check type of organization: ☒ Section 501(c)(3) exempt private foundation ☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation		E If private foundation status was terminated under section 507(b)(1)(A), check here ☐
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ▶ \$ 1,847,952	J Accounting method: ☐ Cash ☐ Accrual ☒ Other (specify) Modified Cash	F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ☐

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions).)		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received (attach schedule)	2,000,000			
	2 Check ☐ if the foundation is not required to attach Sch. B				
	3 Interest on savings and temporary cash investments	8	8		
	4 Dividends and interest from securities	48,492	48,492		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	542,203			
	b Gross sales price for all assets on line 6a 1,718,285				
	7 Capital gain net income (from Part IV, line 2)		542,203		
	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) (attach schedule)					
11 Other income (attach schedule)					
12 Total. Add lines 1 through 11	2,590,703	590,703			
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc.	63,754	3,188		60,566
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits	4,555	228		4,327
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)				
	c Other professional fees (attach schedule)	2,845	2,845	SCHEDULE 1	0
	17 Interest				
	18 Taxes (attach schedule) (see instructions)	6,433	1,055	SCHEDULE 2	4,633
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule)	907	0	SCHEDULE 3	907
	24 Total operating and administrative expenses. Add lines 13 through 23	78,494	7,315		70,433
	25 Contributions, gifts, grants paid	100,000			100,000
26 Total expenses and disbursements. Add lines 24 and 25	178,494	7,315		170,433	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements	2,412,209				
b Net investment income (if negative, enter -0-)		583,388			
c Adjusted net income (if negative, enter -0-)			N/A		

For Paperwork Reduction Act Notice, see Instructions.

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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			0	55,938	55,938
	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) SCHEDULE 4			0	950,214	1,182,332
	c Investments—corporate bonds (attach schedule)					
	11 Investments—land, buildings, and equipment: basis ▶					
Liabilities	Less: accumulated depreciation (attach schedule) ▶					
	12 Investments—mortgage loans					
	13 Investments—other (attach schedule) SCHEDULE 5			0	615,516	609,683
	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)			0	1,621,668	1,847,952
	17 Accounts payable and accrued expenses					
Net Assets or Fund Balances	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 ▶)					
	23 Total liabilities (add lines 17 through 22)					
	Foundations that follow SFAS 117, check here ☒ and complete lines 24 through 26 and lines 30 and 31.					
Net Assets or Fund Balances	24 Unrestricted			0	1,621,668	
	25 Temporarily restricted					
	26 Permanently restricted					
	Foundations that do not follow SFAS 117, check here ▶ ☐ and complete lines 27 through 31.					
	27 Capital stock, trust principal, or current funds					
	28 Paid-in or capital surplus, or land, bldg., and equipment fund					
	29 Retained earnings, accumulated income, endowment, or other funds					
	30 Total net assets or fund balances (see instructions)			0	1,621,668	
Net Assets or Fund Balances	31 Total liabilities and net assets/fund balances (see instructions)			0	1,621,668	

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	0
2 Enter amount from Part I, line 27a	2	2,412,209
3 Other increases not included in line 2 (itemize) ▶	3	0
4 Add lines 1, 2, and 3	4	2,412,209
5 Decreases not included in line 2 (itemize) ▶ SCHEDULE 6	5	790,541
6 Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	1,621,668

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	SCHEDULE 7			
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 1,718,286		1,176,082	542,203	
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				
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	542,203
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.

(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			
2012			
2011			
2010			
2009			
2	Total of line 1, column (d)		2
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
4	Enter the net value of noncharitable-use assets for 2014 from Part X, line 5		4
5	Multiply line 4 by line 3		5
6	Enter 1% of net investment income (1% of Part I, line 27b)		6
7	Add lines 5 and 6		7
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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ☐ and enter "N/A" on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary—see instructions)			
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ☐ and enter 1% of Part I, line 27b	1	11,668	
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b).			
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	2	0	
3	Add lines 1 and 2	3	11,668	
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	0	
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	11,668	
6	Credits/Payments:			
a	2014 estimated tax payments and 2013 overpayment credited to 2014	6a	745	
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	745	
8	Enter any penalty for underpayment of estimated tax. Check here ☒ if Form 2220 is attached	8	214	
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	11,137	
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10		
11	Enter the amount of line 10 to be: Credited to 2015 estimated tax Refunded	11		

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?	Yes	No
1a			✓
b	Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)?		✓
1b			
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			
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. ▶ \$ 0 (2) On foundation managers. ▶ \$ 0		
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ \$ 0		
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities.		✓
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		✓
4a	Did the foundation have unrelated business gross income of \$1,000 or more during the year?		✓
4b	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? 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?	✓	
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 XIV	✓	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ Virginia		
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			
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		✓
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses. SCHEDULE 8.	✓	
10			

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		✓
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		✓
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► <u>www.cloudbreakfoundation.org</u>	13	✓	
14	The books are in care of ► <u>Joshua Newborn</u> Telephone no. ► <u>703-243-6092</u> Located at ► <u>2005 N Brandywine St. Arlington, VA</u> ZIP+4 ► <u>22207-2200</u>			
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 <u>N/A</u>			
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 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 ►	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)?	1b	✓
Organizations relying on a current notice regarding disaster assistance check here ► ☐		
c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2014?	1c	✓
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? ☐ Yes ☒ No If "Yes," list the years ► 20____, 20____, 20____, 20____		
b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement—see instructions.)	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	✓
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	✓

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

- 5a** During the year did the foundation pay or incur any amount to:
- (1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No
- (2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No
- (3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No
- (4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? (see instructions) ☐ Yes ☒ No
- (5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No
- b** If any answer is "Yes" to 5a(1)–(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)? ☐ Yes ☒ No
- Organizations relying on a current notice regarding disaster assistance check here ☐ **5b**
- c** If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☐ No
- If "Yes," attach the statement required by Regulations section 53.4945–5(d).
- 6a** Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No
- b** Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ Yes ☒ No
- If "Yes" to 6b, file Form 8870. **6b**
- 7a** At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No
- b** If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? ☐ Yes ☒ No **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
SCHEDULE 9				

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 N/A**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 N/A**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	1,961,578
b	Average of monthly cash balances	1b	11,209
c	Fair market value of all other assets (see instructions)	1c	
d	Total (add lines 1a, b, and c)	1d	1,972,787
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	1,972,787
4	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see instructions)	4	29,592
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,943,195
6	Minimum investment return. Enter 5% of line 5	6	97,160

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	97,160
2a	Tax on investment income for 2014 from Part VI, line 5	2a	11,668
b	Income tax for 2014. (This does not include the tax from Part VI.)	2b	0
c	Add lines 2a and 2b	2c	11,668
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	85,492
4	Recoveries of amounts treated as qualifying distributions	4	0
5	Add lines 3 and 4	5	85,492
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	85,492

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	170,433
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	170,433
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	0
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	170,433

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				85,492
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	0			
b From 2010	0			
c From 2011	0			
d From 2012	0			
e From 2013	0			
f Total of lines 3a through e	0			
4 Qualifying distributions for 2014 from Part XII, line 4: ► \$ 170,433				
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				85,492
e Remaining amount distributed out of corpus	84,941			
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	84,941			
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)	0			
9 Excess distributions carryover to 2015. Subtract lines 7 and 8 from line 6a	84,941			
10 Analysis of line 9:				
a Excess from 2010	0			
b Excess from 2011	0			
c Excess from 2012	0			
d Excess from 2013	0			
e Excess from 2014	84,941			

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)

	Tax year	Prior 3 years			(e) Total
	(a) 2014	(b) 2013	(c) 2012	(d) 2011	
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
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 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).)

Steven Newborn

- 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:
Cloudbreak Foundation; 2005 N. Brandywine St. Arlington, VA 22207; (703) 243-6092; info@cloudbreakfoundation.org

b The form in which applications should be submitted and information and materials they should include:
See website at www.cloudbreakfoundation.org

c Any submission deadlines:

Grantseeker should submit letter of inquiry for summer cycle grants by April 3rd and winter cycle grants by October 2nd

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

Awards given to projects & programs benefiting underprivileged children, the homeless, and the elderly; preferably in the Washington DC metro area

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a Paid during the year SCHEDULE 10				100,000
Total			3a	100,000
b Approved for future payment None				
Total			3b	0

Schedule B(Form 990, 990-EZ,
or 990-PF)Department of the Treasury
Internal Revenue Service**Schedule of Contributors**

OMB No 1545-0047

2014

▶ Attach to Form 990, Form 990-EZ, or Form 990-PF.

▶ Information about Schedule B (Form 990, 990-EZ, or 990-PF) and its instructions is at www.irs.gov/form990.**Name of the organization**

Cloudbreak Foundation Inc

Employer identification number

46-4730969

Organization type (check one):**Filers of:****Section:**

Form 990 or 990-EZ

☐ 501(c)() (enter number) organization☐ 4947(a)(1) nonexempt charitable trust not treated as a private foundation☐ 527 political organization

Form 990-PF

☒ 501(c)(3) exempt private foundation☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation☐ 501(c)(3) taxable private foundationCheck if your organization is covered by the **General Rule** or a **Special Rule**.**Note.** Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See Instructions.**General Rule**

- ☒ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, contributions totaling \$5,000 or more (in money or property) from any one contributor. Complete Parts I and II. See instructions for determining a contributor's total contributions.

Special Rules

- ☐ For an organization described in section 501(c)(3) filing Form 990 or 990-EZ that met the 33 1/3 % support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), that checked Schedule A (Form 990 or 990-EZ), Part II, line 13, 16a, or 16b, and that received from any one contributor, during the year, total contributions of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h, or (ii) Form 990-EZ, line 1. Complete Parts I and II.
- ☐ For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than \$1,000 *exclusively* for religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals. Complete Parts I, II, and III.
- ☐ For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions *exclusively* for religious, charitable, etc., purposes, but no such contributions totaled more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received *nonexclusively* religious, charitable, etc., contributions totaling \$5,000 or more during the year ▶ \$

Caution. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on its Form 990-PF, Part I, line 2, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

Name of organization
Cloudbreak Foundation Inc

Employer identification number
46-4730969

Part I Contributors (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
	Steven Newborn 7103 Park Point Ct Fairfax Station, VA 22039-2944	\$ 1,996,980.95	Person ☒ Payroll ☐ Noncash ☒ (Complete Part II for noncash contributions.)
	Steven Newborn 7103 Park Point Ct Fairfax Station, VA 22039-2944	\$ 3,019.05	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions.)
		\$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions.)
		\$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions.)
		\$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions.)
		\$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions.)
		\$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions.)

Name of organization
Cloudbreak Foundation Inc

Employer identification number
46-4730969

Part II **Noncash Property** (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
-----	Various Publicly Traded Securities ----- ----- -----	\$ 1,996,980.95	3-5-14
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
-----	----- ----- ----- -----	\$ -----	-----
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
-----	----- ----- ----- -----	\$ -----	-----
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
-----	----- ----- ----- -----	\$ -----	-----
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
-----	----- ----- ----- -----	\$ -----	-----
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
-----	----- ----- ----- -----	\$ -----	-----
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
-----	----- ----- ----- -----	\$ -----	-----

SCHEDULE 1 **OTHER PROFESSIONAL FEES, PART I, LINE 16C**

<u>DESCRIPTION</u>	<u>EXPENSES PER BOOK</u>	<u>NET INVEST- MENT INCOME</u>	<u>CHARITABLE PURPOSES</u>
INVESTMENT ADVISOR FEES	2,845.00	2,845.00	0.00
TOTAL TO FORM 990-PF, PART I, LINE 16C	2,845.00	2,845.00	0.00

SCHEDULE 2 **TAXES, PART I, LINE 18**

<u>DESCRIPTION</u>	<u>EXPENSES PER BOOK</u>	<u>NET INVEST- MENT INCOME</u>	<u>CHARITABLE PURPOSES</u>
PAYROLL TAXES PAID	4,876.88	243.84	4,633.03
ESTIMATED EXCISE TAX PAID	745.12	0.00	0.00
FOREIGN TAXES PAID	810.94	810.94	0.00
TOTAL TO FORM 990-PF, PART I, LINE 18	6,432.94	1,054.78	4,633.03

SCHEDULE 3 **OTHER EXPENSES, PART I, LINE 23**

<u>DESCRIPTION</u>	<u>EXPENSES PER BOOK</u>	<u>NET INVEST- MENT INCOME</u>	<u>CHARITABLE PURPOSES</u>
PHONE LINE FEES	769.65	0.00	769.65
SOFTWARE & PAYROLL FEES	112.46	0.00	112.46
BANK CHECK FEES	24.89	0.00	24.89
TOTAL TO FORM 990-PF, PART I, LINE 23	907.00	0.00	907.00

SCHEDULE 4 **INVESTMENTS, PART II, LINE 10B**

<u>DESCRIPTION</u>	<u>END OF YEAR BOOK VALUE</u>	<u>END OF YEAR (FMV)</u>
CHARLES SCHWAB – STOCK	950,213.57	1,182,331.68
TOTAL TO FORM 990-PF, PART II, LINE 10B	950,213.57	1,182,331.68

SCHEDULE 5 **INVESTMENTS (OTHER), PART II, LINE 13**

<u>DESCRIPTION</u>	<u>END OF YEAR BOOK VALUE</u>	<u>END OF YEAR (FMV)</u>
CHARLES SCHWAB – MUTUAL FUNDS	615,516.47	609,682.60
TOTAL TO FORM 990-PF, PART II, LINE 13	615,516.47	609,682.60

SCHEDULE 6 **NET ASSETS DECREASE, PART III, LINE 5**

<u>DESCRIPTION</u>	<u>AMOUNT</u>
BASIS ADJUST FOR CARRYOVER BASIS OF SECURITIES RECEIVED	790,541.42
TOTAL TO FORM 990-PF, PART III, LINE 5	790,541.42

SCHEDULE 7 **CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME, PART IV**

<u>DESCRIPTION</u>	<u>(B) HOW ACQUIRED</u>	<u>(C) DATE ACQUIRED</u>	<u>(D) DATE SOLD</u>
ISHARES SELECT DIV ETF	D	VARIOUS	3/28/14
ISHARES SELECT DIV ETF	D	VARIOUS	3/28/14
ISHARES SELECT DIV ETF	D	VARIOUS	3/28/14
ISHARES SELECT DIV ETF	D	VARIOUS	3/28/14
ISHARES SELECT DIV ETF	D	VARIOUS	3/28/14
ISHARES SELECT DIV ETF	D	VARIOUS	3/28/14
AMERICAN FD GROWTH	D	VARIOUS	3/28/14
ISHARES TR RUSSELL 1000 ETF	D	VARIOUS	3/28/14
ISHARES TR RUSSELL 1000 ETF	D	VARIOUS	3/28/14
ISHARES TR RUSSELL 1000 ETF	D	VARIOUS	3/28/14
ISHARES TR RUSSELL 1000 ETF	D	VARIOUS	3/28/14
VANGUARD SMALL CAP	D	VARIOUS	3/28/14
VANGUARD SMALL CAP	D	VARIOUS	3/28/14
VANGUARD SMALL CAP	D	VARIOUS	3/28/14
VANGUARD SMALL CAP	D	VARIOUS	3/28/14
VANGUARD EXTEND MARKET	D	2/10/12	3/28/14
VANGUARD EXTEND MARKET	D	2/10/12	3/28/14
VANGUARD EXTEND MARKET	D	2/10/12	3/28/14
VANGUARD WHITEHALL FUNDS	D	11/22/11	3/28/14
VANGUARD WHITEHALL FUNDS	D	11/22/11	3/28/14
VANGUARD WHITEHALL FUNDS	D	11/22/11	3/28/14
PIMCO TOTAL RETURN FUND	P	3/28/14	9/26/14
MAINSTAY MARKETFIELD FD CL	P	3/28/14	10/13/14
IVY ASSET STRATEGY FUND	P	3/28/14	10/15/14
VANGUARD SHORT TERM INVEST	P	3/28/14	12/10/14
FPA CRESCENT FUND INST	P	3/28/14	N/A
ISHARES TR INTERNATIONAL	P	VARIOUS	N/A
MATHEWS ASIAN GROWTH	P	VARIOUS	N/A
VANGUARD BOND INDEX FUND	P	3/28/14	N/A
VANGUARD SHORT TERM	P	3/28/14	N/A
PIMCO TOTAL RETURN FUND	P	3/28/14	N/A

<u>DESCRIPTION</u>	<u>(E) GROSS SALE PRICE</u>	<u>(G) COST BASIS</u>	<u>(H) GAIN OR (LOSS)</u>
ISHARES SELECT DIV ETF	108,555.28	68,258.96	40,296.32
ISHARES SELECT DIV ETF	57,893.75	37,367.21	20,526.54
ISHARES SELECT DIV ETF	53,985.93	35,524.24	18,461.69
ISHARES SELECT DIV ETF	50,657.03	32,763.06	17,893.97
ISHARES SELECT DIV ETF	21,711.06	14,008.63	7,702.43
ISHARES SELECT DIV ETF	49.71	30.97	18.74
AMERICAN FD GROWTH	218,796.72	101,226.09	117,570.63
ISHARES TR RUSSELL 1000 ETF	103,736.38	73,430.15	30,306.23
ISHARES TR RUSSELL 1000 ETF	103,736.38	73,411.19	30,325.19
ISHARES TR RUSSELL 1000 ETF	98,134.62	69,447.34	28,687.28
ISHARES TR RUSSELL 1000 ETF	93,363.65	66,070.06	27,293.59
VANGUARD SMALL CAP	199,649.48	71,537.55	128,111.93
VANGUARD SMALL CAP	57,786.91	40,925.13	16,861.78
VANGUARD SMALL CAP	55,457.68	39,275.55	16,182.13
VANGUARD SMALL CAP	9.40	2.86	6.54
VANGUARD EXTEND MARKET	75,166.03	51,915.49	23,250.54
VANGUARD EXTEND MARKET	8,351.79	5,768.43	2,583.36
VANGUARD EXTEND MARKET	6,096.80	4,210.95	1,885.85
VANGUARD WHITEHALL FUNDS	25,020.86	16,969.05	8,051.81
VANGUARD WHITEHALL FUNDS	25,020.86	16,969.05	8,051.81
VANGUARD WHITEHALL FUNDS	24,833.20	16,841.78	7,991.42
PIMCO TOTAL RETURN FUND	100,830.05	99,996.92	833.13
MAINSTAY MARKETFIELD FD CL	76,208.51	85,000.00	(8,791.49)
IVY ASSET STRATEGY FUND	78,598.41	85,000.00	(6,401.59)
VANGUARD SHORT TERM INVEST	70,000.00	70,131.59	(131.59)
FPA CRESCENT FUND INST	2,796.11	N/A	2,796.11
ISHARES TR INTERNATIONAL	217.61	N/A	217.61
MATHEWS ASIAN GROWTH	1,140.67	N/A	1,140.67
VANGUARD BOND INDEX FUND	300.48	N/A	300.48
VANGUARD SHORT TERM	177.08	N/A	177.08
PIMCO TOTAL RETURN FUND	3.09	N/A	3.09
TOTAL TO FORM 990-PF, PART IV	1,718,285.53	1,176,082.25	542,203.28

SCHEDULE 8 **LIST OF SUBSTANTIAL CONTRIBUTORS, PART VII-A, LINE 10**

<u>NAME OF CONTRIBUTOR</u>	<u>ADDRESS</u>
STEVEN NEWBORN	7103 PARK POINT CT., FAIRFAX STATION, VA 22039

SCHEDULE 9 INFO ABOUT OFFICERS, DIRECTORS, ETC., PART VIII

<u>NAME & ADDRESS</u>	<u>(B) TITLE / HOURS</u>	<u>(C) COMPENSATION</u>	<u>(D) EMPLOYEE BENEFIT</u>
JOSHUA NEWBORN 2005 N BRANDYWINE ST ARLINGTON, VA 22207	EXEC. DIRECTOR / PRESIDENT 40.00 HOURS	63,753.67	4,554.93
STEVEN NEWBORN 7103 PARK POINT CT FAIRFAX ST., VA 22039	DIRECTOR / TREASURER 0.05 HOURS	0.00	0.00
BEVERLY NEWBORN 7103 PARK POINT CT FAIRFAX ST., VA 22039	DIRECTOR / SECRETARY 0.05 HOURS	0.00	0.00
MICHAEL NEWBORN 18915 SHROPSHIRE CT LEESBURG, VA 20176	DIRECTOR / VICE PRESIDENT 0.05 HOURS	0.00	0.00
GRETA NEWBORN 18915 SHROPSHIRE CT LEESBURG, VA 20176	DIRECTOR / VICE PRESIDENT 0.05 HOURS	0.00	0.00

SCHEDULE 10 GRANTS AND CONTRIBUTIONS PAID DURING YEAR, PART XV, LINE 3

<u>NAME & ADDRESS</u>	<u>(B) RELATION</u>	<u>(C) STATUS</u>	<u>(D) PURPOSE</u>	<u>(E) AMOUNT</u>
SHARE INC. P.O. BOX 210 MCLEAN, VA 22101	N/A	PC	TRANSPORTATION FOR FURNITURE & FOOD DISTRIBUTION	10,000
THE LITTLE BLUE HOUSE 524 IRVING STREET, NW WASHINGTON, DC 20010	N/A	PC	CHILDREN MENTORSHIP PROGRAM	20,000
NW NEIGHBORS VILLAGE 5724 NEBRASKA AVENUE, NW WASHINGTON, DC 20015	N/A	PC	ELDERLY MEDICAL NOTE TAKING PROGRAM	12,000
BETHESDA CARES 7728 WOODMONT AVENUE BETHESDA, MD 20814	N/A	PC	DAILY FOOD PROGRAM	18,000

NEIGHBOR RIDE 8950 ROUTE 108 115 COLUMBIA, MD 21045	N/A	PC	UPGRADE OF RIDE TRACKING DATABASE	5,000
HOMELESS CHILDREN'S PLAYTIME PROJECT 1525 NEWTON STREET, NW WASHINGTON, DC 22010	N/A	PC	HOMELESS CHILDRENS PROGRAMS	15,000
KOINONIA FOUNDATION 6037 FRANCONIA ROAD ALEXANDRIA, VA 22310	N/A	PC	EMERGENCY SERVICES PROGRAM	10,000
WE ARE FAMILY 1525 NEWTON STREET, NW WASHINGTON, DC 20010	N/A	PC	ELDERLY TRANSPORTATION & GROCERY PROGRAM	10,000
TOTAL TO FORM 990-PF, PART XV, LINE 3				100,000