



See a Social Security Number? Say Something!
Report Privacy Problems to <https://public.resource.org/privacy>
Or call the IRS Identity Theft Hotline at 1-800-908-4490



Return of Private Foundation

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

Do not enter social security numbers on this form as it may be made public.

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

2014

Open to Public Inspection

For calendar year 2014 or tax year beginning

, and ending

Name of foundation McKay Family Foundation		A Employer identification number 93-0935036
Number and street (or P.O. box number if mail is not delivered to street address) 76 Centennial Loop, Ste D		B Telephone number 541-484-7102
City or town, state or province, country, and ZIP or foreign postal code Eugene, OR 97401-7913		C If exemption application is pending, check here ☐
G Check all that apply: ☐ Initial return ☐ Final return ☐ Address change ☐ Initial return of a former public charity ☐ Amended return ☐ 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) \$ 3,828,684. (Part I, column (d) must be on cash basis)	J Accounting method: ☒ Cash ☐ Accrual ☐ Other (specify) _____	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).)		(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 ☒ if the foundation is not required to attach Sch B					
3 Interest on savings and temporary cash investments		60.	60.		Statement 1
4 Dividends and interest from securities		139,252.	139,252.		Statement 2
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		105,376.			
b Gross sales price for all assets on line 6a		646,948.			
7 Capital gain net income (from Part IV, line 2)			105,376.		
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		244,688.	244,688.		
13 Compensation of officers, directors, trustees, etc.		0.	0.		0.
14 Other employee salaries and wages					
15 Pension plans, employee benefits					
16a Legal fees					
b Accounting fees Stmt 3		1,198.	1,198.		0.
c Other professional fees Stmt 4		31,306.	31,306.		0.
17 Interest					
18 Taxes Stmt 5		8,210.	2,590.		0.
19 Depreciation and depletion		37.	37.		
20 Occupancy					
21 Travel, conferences and meetings					
22 Printing and publications					
23 Other expenses					
24 Total operating and administrative expenses. Add lines 13 through 23		40,751.	35,131.		0.
25 Contributions, gifts, grants paid		178,800.			178,800.
26 Total expenses and disbursements. Add lines 24 and 25		219,551.	35,131.		178,800.
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements		25,137.			
b Net investment income (if negative, enter -0-)			209,557.		
c Adjusted net income (if negative, enter -0-)				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
Assets	1 Cash - non-interest-bearing	1,752.	2,134.	2,134.
	2 Savings and temporary cash investments	822,416.	655,534.	655,534.
	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 Stmt 7	1,664,919.	2,211,159.	2,571,937.
	c Investments - corporate bonds Stmt 8	443,876.	339,304.	341,475.
	11 Investments - land, buildings, and equipment: basis ▶			
Less: accumulated depreciation ▶				
12 Investments - mortgage loans				
13 Investments - other Stmt 9	500,000.	250,006.	257,604.	
14 Land, buildings, and equipment: basis ▶ 627.				
Less: accumulated depreciation Stmt 10 ▶ 627.	37.	0.	0.	
15 Other assets (describe ▶)				
16 Total assets (to be completed by all filers - see the instructions. Also, see page 1, item I)	3,433,000.	3,458,137.	3,828,684.	
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 ▶ ☐			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ ☒			
	27 Capital stock, trust principal, or current funds	2,934,497.	2,934,497.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	498,503.	523,640.	
	30 Total net assets or fund balances	3,433,000.	3,458,137.	
31 Total liabilities and net assets/fund balances	3,433,000.	3,458,137.		

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	3,433,000.
2 Enter amount from Part I, line 27a	2	25,137.
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	3,458,137.
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	3,458,137.

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 Pershing - See attached		P		
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 646,948.		541,572.	105,376.	
b				
c				
d				
e				
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))	
(i) 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			105,376.	
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	105,376.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6):			3	N/A
If gain, also enter in Part I, line 8, column (c).				
If (loss), enter -0- in Part I, line 8				

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income.)

If section 4940(d)(2) applies, leave this part blank.

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period?

☐ Yes ☒ No

If "Yes," the foundation does not qualify under section 4940(e). Do not complete this part.

1 Enter the appropriate amount in each column for each year; see the instructions before making any entries.

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2013	165,931.	3,604,186.	.046038
2012	185,000.	3,488,447.	.053032
2011	180,000.	3,599,402.	.050008
2010	184,538.	3,655,512.	.050482
2009	169,800.	3,747,043.	.045316
2 Total of line 1, column (d)			2 .244876
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 .048975
4 Enter the net value of noncharitable-use assets for 2014 from Part X, line 5			4 3,786,432.
5 Multiply line 4 by line 3			5 185,441.
6 Enter 1% of net investment income (1% of Part I, line 27b)			6 2,096.
7 Add lines 5 and 6			7 187,537.
8 Enter qualifying distributions from Part XII, line 4.			8 178,800.

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 ☐ 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	4,191.
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	4,191.
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	4,191.
6 Credits/Payments:			
a 2014 estimated tax payments and 2013 overpayment credited to 2014	6a	3,300.	
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	3,300.	
8 Enter any penalty for underpayment of estimated tax. Check here ☐ if Form 2220 is attached	8		
9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	891.	
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

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
1b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for the definition)? 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.		X
1c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. ☐ \$ 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		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?		N/A
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	X	
7 Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col. (c), and Part XV	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) ☐ OR		
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	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)? If "Yes," complete Part XIV		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

Form 990-PF (2014)

Part VII-A Statements Regarding Activities (continued)

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11		X
12	Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement (see instructions)	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► N/A	13	X	
14	The books are in care of ► McKay Family Foundation Telephone no. ► 541-484-7102 Located at ► 76 Centennial Loop, Ste D, Eugene, OR ZIP+4 ► 97401-7913			
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	N/A	
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 X

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

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.

		Yes	No
1a	During the year did the foundation (either directly or indirectly):		
(1)	Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ 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	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? ☐ Yes ☒ 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.) N/A	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? ☐ 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) N/A	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

Form 990-PF (2014)

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)?

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 ☐ 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?

6b

X

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?

☐ Yes ☒ No

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?

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
See Statement 11		0.	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

Form 990-PF (2014)

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 N/A	
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.

Form 990-PF (2014)

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	3,258,828.
b	Average of monthly cash balances	1b	585,265.
c	Fair market value of all other assets	1c	
d	Total (add lines 1a, b, and c)	1d	3,844,093.
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	3,844,093.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	57,661.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	3,786,432.
6	Minimum investment return. Enter 5% of line 5	6	189,322.

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	189,322.
2a	Tax on investment income for 2014 from Part VI, line 5	2a	4,191.
b	Income tax for 2014. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	4,191.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	185,131.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	185,131.
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	185,131.

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	178,800.
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	178,800.
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	178,800.

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.

Form 990-PF (2014)

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				185,131.
2 Undistributed income, if any, as of the end of 2014				
a Enter amount for 2013 only			176,955.	
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: ▶ \$ 178,800.				
a Applied to 2013, but not more than line 2a			176,955.	
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				1,845.
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				183,286.
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				

N/A

- ☐ 4942(j)(3) or ☐ 4942(j)(5)

61301-01

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 See attached				178,800.
Total			▶ 3a	178,800.
b Approved for future payment None				
Total			▶ 3b	0.

Part XVII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations

- | | | Yes | No |
|----------|--|-----|----|
| 1 | Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations? | | |
| a | Transfers from the reporting foundation to a noncharitable exempt organization of: | | |
| (1) | Cash | | X |
| (2) | Other assets | | X |
| b | Other transactions: | | |
| (1) | Sales of assets to a noncharitable exempt organization | | X |
| (2) | Purchases of assets from a noncharitable exempt organization | | X |
| (3) | Rental of facilities, equipment, or other assets | | X |
| (4) | Reimbursement arrangements | | X |
| (5) | Loans or loan guarantees | | X |
| (6) | Performance of services or membership or fundraising solicitations | | X |
| c | Sharing of facilities, equipment, mailing lists, other assets, or paid employees | | X |
| d | If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation. If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received. | | |

[illegible]

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

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

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

Sign Here		<u>15-12-15</u>	
	Signature of officer or trustee	Date	Title

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

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
	Martin MacDonald	<i>Martin MacDonald</i>	5/5/15		P00040209
	Firm's name ▶ Kernutt Stokes LLP			Firm's EIN ▶ 93-0396435	
	Firm's address ▶ 1600 Executive Parkway, Suite 110 Eugene, OR 97401-7116			Phone no. (541) 687-1170	

MCKAY FAMILY FOUNDATION

12/31/14

PART IV, LINE 1 - CAPITAL GAINS AND LOSSES

a	b	c	d	e	g	h	i
SECURITY	PURCHASED OR DONATED	DATE ACQUIRED	DATE SOLD	SALE PRICE	COST	GAIN OR (LOSS)	GAIN OR (LOSS)
Medtronic, Inc.	PURCHASED	5/25/2011	1/9/2014	\$ 13,407	\$ 9,071	\$ 4,336	\$ 4,336
Medtronic, Inc.	PURCHASED	12/8/2011	1/9/2014	26,755	15,925	10,830	10,830
Coach, Inc.	PURCHASED	6/24/2013	1/16/2014	33,909	35,292	(1,383)	(1,383)
Coach, Inc.	PURCHASED	7/30/2013	1/16/2014	13,858	14,008	(150)	(150)
Teva Pharmaceutical	PURCHASED	3/12/2013	2/6/2014	53,579	48,109	5,470	5,470
Teva Pharmaceutical	PURCHASED	7/23/2013	2/6/2014	9,450	8,772	678	678
Teva Pharmaceutical	PURCHASED	1/2/2014	2/6/2014	13,595	12,235	1,360	1,360
Senior Housing Prop	PURCHASED	6/24/2013	2/14/2014	30,317	34,644	(4,327)	(4,327)
Senior Housing Prop	PURCHASED	1/2/2014	2/14/2014	13,634	14,073	(439)	(439)
Wal Mart Stores, Inc.	PURCHASED	5/26/2011	2/20/2014	48,272	35,438	12,834	12,834
Wal Mart Stores, Inc.	PURCHASED	12/6/2011	2/20/2014	7,318	5,813	1,505	1,505
Wal Mart Stores, Inc.	PURCHASED	2/5/2014	2/20/2014	27,056	26,688	368	368
Verizon Communicatio	PURCHASED	2/27/2014	2/27/2014	27	28	(1)	(1)
Intel Corp	PURCHASED	5/26/2011	3/19/2014	521	473	48	48
Texas Instruments	PURCHASED	5/19/2011	4/3/2014	951	695	256	256
Texas Instruments	PURCHASED	6/16/2011	4/3/2014	7,653	5,064	2,589	2,589
Apple, Inc.	PURCHASED	7/2/2013	7/10/2014	9,442	5,887	3,555	3,555
Apple, Inc.	PURCHASED	7/2/2013	8/4/2014	24,029	14,835	9,194	9,194
Intel Corp	PURCHASED	5/26/2011	8/4/2014	19,226	12,821	6,405	6,405
Norfolk Southern	PURCHASED	8/26/2011	9/10/2014	28,495	16,519	11,976	11,976
Norfolk Southern	PURCHASED	12/2/2011	9/10/2014	3,994	2,803	1,191	1,191
Norfolk Southern	PURCHASED	5/7/2013	9/10/2014	32,381	23,397	8,984	8,984
Intel Corp	PURCHASED	5/26/2011	9/12/2014	49,038	31,771	17,267	17,267
Intel Corp	PURCHASED	12/12/2011	9/12/2014	10,260	7,079	3,181	3,181
Intel Corp	PURCHASED	5/23/2012	9/12/2014	4,904	3,562	1,342	1,342
Intel Corp	PURCHASED	9/12/2012	9/12/2014	7,860	5,294	2,566	2,566
Vodafone	PURCHASED	6/2/2011	11/25/2014	33,769	46,322	(12,553)	(12,553)
Vodafone	PURCHASED	12/1/2011	11/25/2014	5,560	7,868	(2,308)	(2,308)
Vodafone	PURCHASED	4/1/2014	11/25/2014	24,548	25,565	(1,017)	(1,017)
Vodafone	PURCHASED	9/9/2014	11/25/2014	11,639	10,959	680	680
California Res Corp	PURCHASED	12/20/2012	12/3/2014	1,305	1,279	26	26
California Res Corp	PURCHASED	5/20/2014	12/3/2014	404	483	(79)	(79)
Healthcare REIT	PURCHASED	2/25/2014	12/22/2014	79,792	58,800	20,992	20,992
				<u>\$ 646,948</u>	<u>\$ 541,572</u>	<u>\$ 105,376</u>	<u>\$ 105,376</u>

MCKAY FAMILY FOUNDATION

12/31/2014

PART XV, LINE 3a

<u>RECIPIENT NAME AND ADDRESS</u>	<u>RECIPIENT RELATIONSHIP AND PURPOSE OF GRANT</u>	<u>RECIPIENT STATUS</u>	<u>AMOUNT</u>
RELIEF NURSERY, INC. 1720 W 25TH AVE EUGENE, OR 97405	NONE CAPITAL CAMPAIGN	EXEMPT	\$ 20,000
EUGENE MISSION, INC. 1542 W 1ST AVE EUGENE, OR 97402	NONE BEDS	EXEMPT	\$ 10,650
CENTER FOR DIALOGUE & RESOLUTION 93 VAN BUREN ST. EUGENE, OR 97402	NONE PROGRAM SUPPORT	EXEMPT	\$ 10,000
HOSEA YOUTH SERVICES P.O. BOX 1401 SPRINGFIELD, OR 97477	NONE PROGRAM SUPPORT	EXEMPT	\$ 3,500
PEARL BUCK CENTER 3690 WEST 1ST AVE. EUGENE, OR 97402	NONE PRESCHOOL	EXEMPT	\$ 20,000
SEXUAL ASSAULT SUPPORT SERVICES 541 W. 19TH AVENUE EUGENE, OR 97401	NONE PROGRAM SUPPORT	EXEMPT	\$ 8,350
WOMENSPACE P.O. BOX 50127 EUGENE, OR 97405	NONE PROGRAM SUPPORT	EXEMPT	\$ 7,500
BOYS & GIRLS CLUBS OF EMERALD VALLEY 1545 W. 22ND AVE. EUGENE, OR 97405	NONE PROGRAM SUPPORT	EXEMPT	\$ 4,000
VOLUNTEERS IN MEDICINE 2260 MARCOLA ROAD SPRINGFIELD, OR 97477	NONE PROGRAM SUPPORT	EXEMPT	\$ 5,000
PARENTING NOW! 86 CENTENNIAL LOOP EUGENE, OR 97401	NONE PROGRAM SUPPORT	EXEMPT	\$ 7,500
THE CHILD CENTER 3995 MARCOLA ROAD SPRINGFIELD, OR 97477	NONE PROGRAM SUPPORT	EXEMPT	\$ 10,000
MARIST CATHOLIC HIGH SCHOOL 1900 KINGSLEY ROAD EUGENE, OR 97401	NONE PROGRAM SUPPORT	EXEMPT	\$ 6,500

MCKAY FAMILY FOUNDATION

12/31/2014

PART XV, LINE 3a

<u>RECIPIENT NAME AND ADDRESS</u>	<u>RECIPIENT RELATIONSHIP AND PURPOSE OF GRANT</u>	<u>RECIPIENT STATUS</u>	<u>AMOUNT</u>
ASSISTANCE LEAGUE OF EUGENE 1149 WILLAMETTE STREET EUGENE, OR 97401	NONE PROGRAM SUPPORT	EXEMPT	\$ 6,000
CENTER FOR COMMUNITY COUNSELING 1465 COBURG ROAD EUGENE, OR 97401	NONE PROGRAM SUPPORT	EXEMPT	\$ 10,000
EMMANUEL CREDIT MANAGEMENT P.O. BOX 11994 EUGENE, OR 97440	NONE PROGRAM SUPPORT	EXEMPT	\$ 1,500
CASA OF LANE COUNTY 174 DEADMOND FERRY ROAD SPRINGFIELD, OR 97477	NONE PROGRAM SUPPORT	EXEMPT	\$ 10,000
MID LANE CARES P.O. BOX 344 VENETA, OR 97487	NONE PROGRAM SUPPORT	EXEMPT	\$ 10,300
O'HARA CATHOLIC SCHOOL 715 W. 18TH AVE. EUGENE, OR 97402	NONE BUILDING ADDITION	EXEMPT	\$ 5,000
EUGENE MISSION, INC. 1542 W 1ST AVE EUGENE, OR 97402	NONE SEASONAL SUPPORT	EXEMPT	\$ 5,000
THE SALVATION ARMY, EUGENE CITADEL P.O. BOX 1728 EUGENE, OR 97440	NONE SEASONAL SUPPORT	EXEMPT	\$ 2,000
FOOD FOR LANE COUNTY 720 BAILEY HILL ROAD EUGENE, OR 97402	NONE SEASONAL SUPPORT	EXEMPT	\$ 2,000
EUGENE HEARING AND SPEECH CENTER 1500 W. 12TH AVE. EUGENE, OR 97402	NONE SEASONAL SUPPORT	EXEMPT	\$ 10,000
MARINE TOYS FOR TOTS FOUNDATION 18251 QUANTICO GATEWAY DRIVE TRIANGLE, VA 22172	NONE SEASONAL SUPPORT	EXEMPT	\$ 2,000
FLORENCE FOOD SHARE 2190 SPRUCE STREET FLORENCE, OR 97439	NONE SEASONAL SUPPORT	EXEMPT	\$ 2,000
TOTAL			<u>\$ 178,800</u>

Form 990-PF Interest on Savings and Temporary Cash Investments Statement 1

Source	(a) Revenue Per Books	(b) Net Investment Income	(c) Adjusted Net Income
Pershing	57.	57.	
Umpqua Bank	3.	3.	
Total to Part I, line 3	60.	60.	

Form 990-PF Dividends and Interest from Securities Statement 2

Source	Gross Amount	Capital Gains Dividends	(a) Revenue Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income
Pershing - Corp Bond Interest	12,847.	0.	12,847.	12,847.	
Pershing - Dividends	117,068.	0.	117,068.	117,068.	
Pershing - Time CD Interest	9,337.	0.	9,337.	9,337.	
To Part I, line 4	139,252.	0.	139,252.	139,252.	

Form 990-PF Accounting Fees Statement 3

Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Accounting fees	1,198.	1,198.		0.
To Form 990-PF, Pg 1, ln 16b	1,198.	1,198.		0.

Form 990-PF	Other Professional Fees			Statement	4
Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes	
Portfolio management	31,306.	31,306.		0.	
To Form 990-PF, Pg 1, ln 16c	31,306.	31,306.		0.	

Form 990-PF	Taxes			Statement	5
Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes	
Federal excise tax	5,202.	0.		0.	
Foreign taxes	2,590.	2,590.		0.	
Oregon annual report fee	418.	0.		0.	
To Form 990-PF, Pg 1, ln 18	8,210.	2,590.		0.	

Footnotes				Statement	6
-----------	--	--	--	-----------	---

Part VII-B, Line 1a(3):

McKay Commercial Properties, LLC is a partnership in which Amy L. Romero and her father are partners and in which they own, directly or by attribution, in excess of 35%.

McKay Commercial Properties, LLC provided the foundation, at no charge, a small office in an office building owned by McKay Commercial Properties, LLC.

Form 990-PF	Corporate Stock	Statement	7
-------------	-----------------	-----------	---

Description	Book Value	Fair Market Value
Corporate Stocks	2,211,159.	2,571,937.
Total to Form 990-PF, Part II, line 10b	2,211,159.	2,571,937.

Form 990-PF	Corporate Bonds	Statement	8
-------------	-----------------	-----------	---

Description	Book Value	Fair Market Value
Corporate Bonds	339,304.	341,475.
Total to Form 990-PF, Part II, line 10c	339,304.	341,475.

Form 990-PF	Other Investments	Statement	9
-------------	-------------------	-----------	---

Description	Valuation Method	Book Value	Fair Market Value
Time Certificates of Deposit	COST	250,006.	257,604.
Total to Form 990-PF, Part II, line 13		250,006.	257,604.

Form 990-PF	Depreciation of Assets Not Held for Investment	Statement	10
-------------	--	-----------	----

Description	Cost or Other Basis	Accumulated Depreciation	Book Value
Computer	437.	437.	0.
Monitor	110.	110.	0.
Printer	80.	80.	0.
Total To Fm 990-PF, Part II, ln 14	627.	627.	0.

Form 990-PF Part VIII - List of Officers, Directors Statement 11
Trustees and Foundation Managers

Name and Address	Title and Avrg Hrs/Wk	Compen- sation	Employee Ben Plan Contrib	Expense Account
Kelly L. Thakkar 76 Centennial Loop, Suite D Eugene, OR 97401	Trustee 10.00	0.	0.	0.
Philip F. Baird, Jr. 76 Centennial Loop, Suite D Eugene, OR 97401	Trustee 10.00	0.	0.	0.
Tracie M. Shojai 76 Centennial Loop, Suite D Eugene, OR 97401	Trustee 10.00	0.	0.	0.
Dale Williams 76 Centennial Loop, Suite D Eugene, OR 97401	Trustee 10.00	0.	0.	0.
Amy L. Romero 76 Centennial Loop, Suite D Eugene, OR 97401	Trustee 10.00	0.	0.	0.
Totals included on 990-PF, Page 6, Part VIII		0.	0.	0.

Form 990-PF

Grant Application Submission Information
Part XV, Lines 2a through 2d

Statement 12

Name and Address of Person to Whom Applications Should be Submitted

Amy Romero
76 Centennial Loop, Suite D
Eugene, OR 97401

Telephone Number

541-484-7102

Form and Content of Applications

- Evidence of 501(c)(3) exemption status
- Project description and budget
- List of governing body

Any Submission Deadlines

Flexible

Restrictions and Limitations on Awards

Generally limited to Lane County, Oregon charities or charities serving
Lane County residents

2014 DEPRECIATION AND AMORTIZATION REPORT

Form 990-PF Page 1

990-PF

Asset No	Description	Date Acquired	Method	Life	C o n v	Line No	Unadjusted Cost Or Basis	Bus % Excl	Section 179 Expense	* Reduction In Basis	Basis For Depreciation	Beginning Accumulated Depreciation	Current Sec 179 Expense	Current Year Deduction	Ending Accumulated Depreciation
11	(D)File Cabinet	05/23/96	SL	5.00		16	80.				80.	75.		5.	
12	Computer	04/01/09	SL	5.00		16	437.				437.	414.		23.	437.
13	Monitor	04/01/09	SL	5.00		16	110.				110.	105.		5.	110.
14	Printer	04/01/09	SL	5.00		16	80.				80.	76.		4.	80.
* Total 990-PF Pg 1 Depr							707.				707.	670.		37.	627.