



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

OMB No 1545-0052

2015

Department of the Treasury
Internal Revenue ServiceDo 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.

Open to Public Inspection

For calendar year 2015 or tax year beginning , 2015, and ending , 20

Name of foundation MORTON FAMILY FOUNDATION		A Employer identification number 06-6469445
Number and street (or P O box number if mail is not delivered to street address) 87 SOUTH BEACH ROAD	Room/suite	B Telephone number (see instructions) 212-921-5777
City or town, state or province, country, and ZIP or foreign postal code HOBE SOUND, FL 33455		C If exemption application is pending, check here <input type="checkbox"/>
G Check all that apply: <input type="checkbox"/> Initial return <input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Address change <input type="checkbox"/> Name change		D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/> 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"/>
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		
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) \$ 2,090,717	J Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ (Part I, column (d) must be on cash basis.)	

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions))		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received (attach schedule)	9,931			
	2 Check <input 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	42,417	42,417	42,417	
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	128,233			
	b Gross sales price for all assets on line 6a 662,484				
	7 Capital gain net income (from Part IV, line 2)		128,233		
	8 Net short-term capital gain			17,373	
	9 Income modifications				
	10a Gross sales less returns and allowances				
b Less: Cost of goods sold					
c Gross profit or (loss) (attach schedule)	0				
11 Other income (attach schedule)	940	940	940		
12 Total. Add lines 1 through 11	181,521	171,590	60,730		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc.				
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)	1,750	1,750	1,750	
	c Other professional fees (attach schedule)				
	17 Interest				
	18 Taxes (attach schedule) (see instructions)	11,030	11,030	11,030	
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule)	10,215	10,215	10,215	
	24 Total operating and administrative expenses. Add lines 13 through 23	22,995	22,995	22,995	0
	25 Contributions, gifts, grants paid	135,950			135,950
26 Total expenses and disbursements. Add lines 24 and 25	158,945	22,995	22,995	135,950	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements	22,576				
b Net investment income (if negative, enter -0-)		148,595			
c Adjusted net income (if negative, enter -0-)			37,735		

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		13,910	11,631	11,631
	2 Savings and temporary cash investments				
	3 Accounts receivable ▶ Less: allowance for doubtful accounts ▶				
	4 Pledges receivable ▶ Less: allowance for doubtful accounts ▶				
	5 Grants receivable				
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions) . .				
	7 Other notes and loans receivable (attach schedule) ▶ Less: allowance for doubtful accounts ▶				
	8 Inventories for sale or use				
	9 Prepaid expenses and deferred charges				
	10a Investments—U.S. and state government obligations (attach schedule)				
	b Investments—corporate stock (attach schedule)				
	c Investments—corporate bonds (attach schedule)				
	11 Investments—land, buildings, and equipment: basis ▶ Less: accumulated depreciation (attach schedule) ▶				
	12 Investments—mortgage loans				
	13 Investments—other (attach schedule)		1,533,574	1,553,234	2,079,086
	14 Land, buildings, and equipment: basis ▶ Less: accumulated depreciation (attach schedule) ▶				
Liabilities	15 Other assets (describe ▶)				
	16 Total assets (to be completed by all filers—see the instructions. Also, see page 1, item I)		1,547,484	1,564,865	2,090,717
	17 Accounts payable and accrued expenses				
	18 Grants payable				
	19 Deferred revenue				
	20 Loans from officers, directors, trustees, and other disqualified persons				
Net Assets or Fund Balances	21 Mortgages and other notes payable (attach schedule) . . .				
	22 Other liabilities (describe ▶)				
	23 Total liabilities (add lines 17 through 22)		0	0	
	Foundations that follow SFAS 117, check here ▶ <input type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.				
	24 Unrestricted				
	25 Temporarily restricted				
Net Assets or Fund Balances	26 Permanently restricted				
	Foundations that do not follow SFAS 117, check here ▶ <input type="checkbox"/> and complete lines 27 through 31.				
	27 Capital stock, trust principal, or current funds				
	28 Paid-in or capital surplus, or land, bldg., and equipment fund				
	29 Retained earnings, accumulated income, endowment, or other funds		1,547,484	1,564,865	
	30 Total net assets or fund balances (see instructions) . . .		1,547,484	1,564,865	
Net Assets or Fund Balances	31 Total liabilities and net assets/fund balances (see instructions)		1,547,484	1,564,865	

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	1,547,484
2 Enter amount from Part I, line 27a	2	22,576
3 Other increases not included in line 2 (itemize) ▶	3	
4 Add lines 1, 2, and 3	4	1,570,060
5 Decreases not included in line 2 (itemize) ▶ MISC.	5	5,195
6 Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30 . . .	6	1,564,865

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shs. MLC Co.)		(b) How acquired P—Purchase D—Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a THRU PNC BANK - SEE ATTACHED STMT.		P		
b CAPITAL GAIN DISTRIBUTIONS - PNC BANK		P		
c THRU PNC BANK - SEE ATTACHED STMT.		P		
d THRU PNC BANK - SEE ATTACHED STMT.		P		
e				

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a 381,976		364,603	17,373
b 20,633			20,633
c 154,364		139,976	14,388
d 105,511		29,672	75,839
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
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	128,233
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	17,373

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))
2014	162,759	2,181,656	0.0746
2013	112,642	1,976,362	0.0570
2012	111,682	1,692,410	0.0660
2011	79,899	1,475,293	0.0542
2010	67,500	1,334,017	0.0506

2 Total of line 1, column (d)	2	0.3024
3 Average distribution ratio for the 5-year base period—divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0.06048
4 Enter the net value of noncharitable-use assets for 2015 from Part X, line 5	4	2,120,646
5 Multiply line 4 by line 3	5	128,257
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	1,486
7 Add lines 5 and 6	7	129,743
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	135,950

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

1a	Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary—see instructions)			
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b	1	1,486	
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b).			
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	2		
3	Add lines 1 and 2	3	1,486	
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4		
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	1,486	
6	Credits/Payments:			
a	2015 estimated tax payments and 2014 overpayment credited to 2015	6a	940	
b	Exempt foreign organizations—tax withheld at source	6b		
c	Tax paid with application for extension of time to file (Form 8868)	6c	4,000	
d	Backup withholding erroneously withheld	6d		
7	Total credits and payments. Add lines 6a through 6d	7	4,940	
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8		
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	0	
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	3,454	
11	Enter the amount of line 10 to be: Credited to 2016 estimated tax 3,454 Refunded	11	0	

Part VII-A Statements Regarding Activities

1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	Yes	No
1a			X
b	Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)?		X
1b			X
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?		X
1c			X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. ► \$ _____ (2) On foundation managers. ► \$ _____		
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ► \$ _____		
2	Has the foundation engaged in any activities that have not previously been reported to the IRS?		X
2			X
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		X
3			X
4a	Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
4a			X
b	If "Yes," has it filed a tax return on Form 990-T for this year?		
4b			
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year?		X
5			X
If "Yes," attach the statement required by General Instruction T.			
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?		
6		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	
7		X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ► CONNECTICUT		
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation		X
8b			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 2015 or the taxable year beginning in 2015 (see instructions for Part XIV)? If "Yes," complete Part XIV	X	
9		X	
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses	X	
10		X	

Part VII-A Statements Regarding Activities (continued)

	Yes	No
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)		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)		X
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ▶	X	
14 The books are in care of ▶ LEICHT & REIN TAX ASSOCIATES Telephone no. ▶ 212-921-5777 Located at ▶ 200 WEST 41ST STREET 18TH FL. NEW YORK, NY ZIP+4 ▶ 10036		
15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041—Check here. ▶ <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year ▶ 15		
16 At any time during calendar year 2015, 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?		X
See the instructions for exceptions and filing requirements for FinCEN Form 114. If "Yes," enter the name of the foreign country ▶		

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

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

	Yes	No
1a During the year did the foundation (either directly or indirectly):		
(1) Engage in the sale or exchange, or leasing of property with a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(6) Agree to pay money or property to a government official? (Exception. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b If any answer is "Yes" to 1a(1)–(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)?		
Organizations relying on a current notice regarding disaster assistance check here ▶ <input type="checkbox"/>		
c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2015?		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 2015, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2015? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," list the years ▶ 20____, 20____, 20____, 20____		
b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement—see instructions.)		
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. ▶ 20____, 20____, 20____, 20____		
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b If "Yes," did it have excess business holdings in 2015 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 2015.)		
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		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 2015?		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:(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)? **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? ☐ 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**

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? **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
WILLIAM I. MORTON 87 SOUTH BEACH ROAD HOBE SOUND, FL 33455	TRUSTEE			
MARY K. MORTON 87 SOUTH BEACH ROAD HOBE SOUND, FL 33455	TRUSTEE			

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

(a) Name and address of each employee paid more than \$50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances

Total number of other employees paid over \$50,000 **NONE**

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
.....		
.....		
.....		
.....		
.....		
.....		
.....		
Total number of others receiving over \$50,000 for professional services		NONE

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1	
2 N/A	
3	
4	

Part IX-B Summary of Program-Related Investments (see instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.	Amount
1	
2	
All other program-related investments See instructions	
3	
Total. Add lines 1 through 3	0

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	2,138,513
b	Average of monthly cash balances	1b	14,427
c	Fair market value of all other assets (see instructions)	1c	
d	Total (add lines 1a, b, and c)	1d	2,152,940
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	2,152,940
4	Cash deemed held for charitable activities. Enter 1½% of line 3 (for greater amount, see instructions)	4	32,294
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	2,120,646
6	Minimum investment return. Enter 5% of line 5	6	106,032

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	106,032
2a	Tax on investment income for 2015 from Part VI, line 5	2a	2,972
b	Income tax for 2015. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	2,972
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	103,060
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	103,060
6	Deduction from distributable amount (see instructions)	6	
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	103,060

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	135,950
b	Program-related investments—total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	135,950
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	1,486
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	134,464

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 2014	(c) 2014	(d) 2015
1 Distributable amount for 2015 from Part XI, line 7				103,060
2 Undistributed income, if any, as of the end of 2015:				
a Enter amount for 2014 only				
b Total for prior years: 20____, 20____, 20____				
3 Excess distributions carryover, if any, to 2015:				
a From 2010 2,463				
b From 2011 0				
c From 2012 28,469				
d From 2013 16,550				
e From 2014 62,353				
f Total of lines 3a through e	109,835			
4 Qualifying distributions for 2015 from Part XII, line 4: ► \$ 135,950				
a Applied to 2014, but not more than line 2a				
b Applied to undistributed income of prior years (Election required—see instructions)				
c Treated as distributions out of corpus (Election required—see instructions)	32,890			
d Applied to 2015 distributable amount				103,060
e Remaining amount distributed out of corpus				
5 Excess distributions carryover applied to 2015 (If an amount appears in column (d), the same amount must be shown in column (a).)				
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	142,725			
b Prior years' undistributed income. Subtract line 4b from line 2b		0		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d Subtract line 6c from line 6b. Taxable amount—see instructions		0		
e Undistributed income for 2014. Subtract line 4a from line 2a. Taxable amount—see instructions			0	
f Undistributed income for 2015. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2016				0
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required—see instructions)				
8 Excess distributions carryover from 2010 not applied on line 5 or line 7 (see instructions)	2,463			
9 Excess distributions carryover to 2016. Subtract lines 7 and 8 from line 6a	140,262			
10 Analysis of line 9:				
a Excess from 2011 0				
b Excess from 2012 28,469				
c Excess from 2013 16,550				
d Excess from 2014 62,353				
e Excess from 2015 32,890				

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 2015, enter the date of the ruling ▶

b Check box to indicate whether the foundation is a private operating foundation described in section ☐ 4942(j)(3) or ☐ 4942(j)(5)

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

Tax year	Prior 3 years				(e) Total
(a) 2015	(b) 2014	(c) 2013	(d) 2012		
					0
b 85% of line 2a	0	0	0	0	0
c Qualifying distributions from Part XII, line 4 for each year listed					0
d Amounts included in line 2c not used directly for active conduct of exempt activities					0
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c	0	0	0	0	0
3 Complete 3a, b, or c for the alternative test relied upon:					
a "Assets" alternative test—enter:					
(1) Value of all assets					0
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					0
b "Endowment" alternative test—enter $\frac{2}{3}$ of minimum investment return shown in Part X, line 6 for each year listed					0
c "Support" alternative test—enter:					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					0
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					0
(3) Largest amount of support from an exempt organization					0
(4) Gross investment income					0

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

1 Information Regarding Foundation Managers:

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

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

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

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

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

N/A

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

c Any submission deadlines:

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

3 Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient		If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)					
a <i>Paid during the year</i>					
SEE ATTACHMENT				TO ENABLE THE DONEES TO FURTHER THEIR TAX-EXEMPT PURPOSES	135,950
Total ► 3a					135,950
b <i>Approved for future payment</i>					
Total ► 3b					

Part XVI-A **Analysis of Income-Producing Activities**

Enter gross amounts unless otherwise indicated.

Enter gross amounts unless otherwise indicated.		Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See instructions)
		(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1	Program service revenue:					
a	_____					
b	_____					
c	_____					
d	_____					
e	_____					
f	_____					
g	Fees and contracts from government agencies					
2	Membership dues and assessments					
3	Interest on savings and temporary cash investments					
4	Dividends and interest from securities					
5	Net rental income or (loss) from real estate:					
a	Debt-financed property					
b	Not debt-financed property					
6	Net rental income or (loss) from personal property					
7	Other investment income					
8	Gain or (loss) from sales of assets other than inventory					
9	Net income or (loss) from special events					
10	Gross profit or (loss) from sales of inventory					
11	Other revenue: a _____					
b	_____					
c	_____					
d	_____					
e	_____					
12	Subtotal. Add columns (b), (d), and (e)		0		0	0
13	Total. Add line 12, columns (b), (d), and (e)				13	0

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

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

[illegible]

1 Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?

(1) Cash

(2) Other assets

b Other transactions:

(1) Sales of assets to a noncharitable exempt organization

(2) Purchases of assets from a noncharitable exempt organization

(3) Rental of facilities, equipment, or other assets

(4) Reimbursement arrangements

(5) Loans or loan guarantees

(6) Performance of services or membership or fundraising solicitations

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

d If the answer to any of the above is "Yes," complete the following schedule. Column **(b)** should always show the fair market value of the goods, other assets, or services given by the reporting foundation. If the foundation received less than fair market value in any transaction or sharing arrangement, show in column **(d)** the value of the goods, other assets, or services received.

[illegible]

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

b If "Yes," complete the following schedule.

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

**Sign
Here**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

K. J. Post

5/8/61


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

**Paid
Preparer
Use Only**

Print/Type preparer's name

STEVEN M. LEICHT

Preparer's signature,

signature 

Date

Date 5.24.11

Check ☐ if self-employed

PTIN

P00848227

Firm's name ▶ LEICHT & REIN TAX ASSOCIATES, LTD.

Firm's EIN ▶ 22-2760934

Firm's address ► 200 WEST 41ST ST 18TH FL. NEW YORK, NY 10036

Phone no 212-921-5777

Morton Family Foundation
EIN: 06-6469445
2015

Part I - Line 1 (Contributions)

Part VII-A (Question No. 10 - Substantial Contributions)

429 Shares Interpublic
Group Companies Inc.
(Cost Basis)

\$ 156 *

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

\$ 9,775

\$ 9,931

**FMV \$8,872*

Part I - Line 11 (Other Income)

Excise tax overpayment

\$ 940.00

Part I - Line 16b (Accounting Fees)

Leicht & Rein Tax Associates

\$1,750.00

Part I - Line 18 (Taxes)

Foreign Taxes \$ 1,090
Federal Excise Tax \$ 940
Estimated Tax Payment
(2014) \$ 9,000

\$ 11,030

Part I - Line 23 (Other Expenses)

Investment Expenses \$ 440
Investment Advisory Fees \$ 9,775

\$ 10,215

Morton Family Foundation
2015
Part XV - Contributions Paid

EIN 06-6469445

1000 Friends of Florida	\$	500
546 Park Avenue Preservation Foundation	\$	2,500
Boone County Ducks Unlimited	\$	500
Business Executives for National Security	\$	5,000
Carolina Performing Arts Society	\$	3,500
Central Park Conservancy	\$	1,000
Christ Memorial Chapel	\$	6,000
Eaglebrook School	\$	2,500
Everglades Foundation	\$	1,000
FAU Foundation (Jupiter)	\$	1,000
Health Network Foundation	\$	1,000
Hobe Sound Community Chest Inc.	\$	1,000
Jack and Anne Morton Scholarship	\$	6,500
Jupiter Island Garden Club	\$	200
Jupiter Island Historical Society	\$	150
Jupiter Island Medical Clinic	\$	1,500
Jupiter Medical Center	\$	10,000
Maltz Jupiter Theatre	\$	24,000
Park Tutor School Annual Fund	\$	1,000
Steadman Philippon Research	\$	500
The Boys and Girls Club	\$	12,500
The Jupiter Island Arts Fund	\$	600
The Mayo Foundation	\$	10,000
The New York Botanical Garden	\$	2,500
The Palm Beach Zoo	\$	7,500
The Society of the Four Arts	\$	4,500
The UNC School of Journalism	\$	5,000
University of North Carolina	\$	1,000
Vail Valley Music Festival	\$	22,500
Weill Cornell Medical College	\$	500
Total	\$	<u>135,950</u>



**MORTON FAMILY FOUNDATION CUST
CUSTODY STATEMENT**
Account number 12-35-044-3982887
October 1, 2015 - December 31, 2015

Detail

Portfolio - income

Cash and cash equivalents Mutual funds - money market

Description	Market value last period		Current market value		% of total portfolio	Avg. tax cost per unit	Total tax cost	Unrealized gain/loss	Current yield	Estimated annual income
	Quantity	price per unit	Current	price per unit						
BLACKROCK LIQUIDITY FUNDS	\$5,138.07			\$6,222.76	0.30 %		\$6,222.76		0.02 %	\$1.24
MUNICASH	6,222.760			\$1.0000			\$1.00			
INSTITUTIONAL SHARES #48										

Equities

Mutual funds - equity

Description (Symbol)	Market value last period		Current market value		% of total portfolio	Avg. tax cost per unit	Total tax cost	Unrealized gain/loss	Current yield	Estimated annual income
	Quantity	price per unit	Current	price per unit						
GRANDEUR PEAK GL OPPOR-INS (GPGIX)	\$956.52			\$1,390.50	0.07 %		\$1,455.31	-\$64.81	0.25 %	\$3.37
	463.499			\$3.0000			\$3.14			
VULCAN VALUE PARTNERS S/C (WPSX)	1,169.87			1,243.86	0.06 %		1,362.65	-118.79	0.39 %	4.78
	78.576			15.8300			17.34			
WCM FOCUSED INTL GROWTH-INS (WCMIX)	55.34			58.05	0.01 %		55.01	3.04	0.23 %	0.13
	4,750			12,2200			11.58			
LONGLEAF PARTNERS SM CAP FD (LLSCX)	354.12			357.70	0.02 %		397.87	-40.17	0.12 %	0.40
FD #134	13,258			26.9800			30.01			
LONGLEAF PARTNERS FDS TR (LLINX)	484.03			1,009.44	0.05 %		1,150.82	-141.38	4.39 %	44.30
INTL FD #136	81,736			12,3500			14.08			
PROSPECTOR OPPORTUNITY FUND (POPFX)	418.07			356.61	0.02 %		418.53	-61.92	0.96 %	3.42
FUND #1981	20,625			17,2900			20.29			
Total mutual funds - equity				\$4,416.16	0.21 %		\$4,840.19	-\$424.03	1.28 %	\$56.40
Total equities				\$4,416.16	0.21 %		\$4,840.19	-\$424.03	1.28 %	\$56.40





MORTON FAMILY FOUNDATION CUST
CUSTODY STATEMENT
Account number 12-35-044-3982887
October 1, 2015 - December 31, 2015

Detail

Portfolio - principal

Cash and cash equivalents
Mutual funds - money market

Description	Market value last period	Current market value		% of total portfolio	Avg. tax cost per unit	Total tax cost	Unrealized gain/loss	Current yield	Estimated annual income
		Current	price per unit						
BLACKROCK LIQUIDITY FUNDS	Quantity								
	\$14,074.95		\$5,408.70	0.26 %		\$5,408.70		0.02 %	\$1.08
MUNICASH INSTITUTIONAL SHARES #48	5,408.700		\$1.0000			\$1.00			

Fixed income

Mutual funds - fixed income

Description (Symbol)	Market value last period	Current market value		% of total portfolio	Avg. tax cost per unit	Total tax cost	Unrealized gain/loss	Current yield	Estimated annual income
		Current	price per unit						
T ROWE PRICE HIGH YIELD (PRHYX)	Quantity								
	\$0.59		\$0.57	0.01 %		\$0.67		7.02 %	\$0.04
FUND #57	0.093		\$6.1800			\$7.20			

Equities

Stocks
Consumer discretionary

Description (Symbol)	Market value last period	Current market value		% of total portfolio	Avg. tax cost per unit	Total tax cost	Unrealized gain/loss	Current yield	Estimated annual income
		Current	price per unit						
INTERPUBLIC GROUP COMPANIES INC (IPG)	Quantity								
	\$347,018.20		\$368,289.60	17.62 %		\$5,402.41	\$362,687.19	2.07 %	\$7,593.60
	15,820		\$23.2800			\$0.35			



MORTON FAMILY FOUNDATION CUST
CUSTODY STATEMENT
Account number 12-35-044-3982887
October 1, 2015 - December 31, 2015

Detail

Etf - equity

Description (Symbol)	Market value last period		Current market value		% of total portfolio	Total tax cost		Unrealized gain/loss	Current yield	Estimated annual income
	Quantity	price per unit	Current	price per unit		Avg. tax cost per unit	per unit			
SPDR MATERIALS SELECT SECTOR (XLB)	\$131,616.24	\$107,117.14			5.13 %	\$121,166.27		-\$14,049.13	2.25 %	\$2,402.86
LARGE CAP ETF	2,467	\$43,4200				\$49.12				
HEALTH CARE SELECT SECTOR (XLV)	83,847.18	125,620.32			6.01 %	126,047.38		- 427.06	1.44 %	1,801.55
ETF LARGE CAP	1,744	72.0300				72.28				
SECTOR SPDR TR (XLP)	93,389.01	99,919.71			4.78 %	57,411.53		42,508.18	2.53 %	2,523.23
ETF SBI CONS STPLS	1,979	50.4900				29.01				
CONSUMER DISCRETIONARY SELECT (XLY)	133,816.52	101,060.88			4.84 %	78,087.17		22,973.71	1.43 %	1,442.99
ETF SECTOR LARGE CAP	1,293	78.1600				60.39				
SPDR FINANCIAL SELECT SECTOR (XLF)	79,128.72	118,673.40			5.68 %	121,069.48		- 2,396.08	1.95 %	2,310.72
FUND ETF	4,980	23.8300				24.31				
SPDR INDUSTRIAL SELECT SECTOR (XLI)	147,524.73	125,739.72			6.02 %	71,491.21		54,248.51	2.15 %	2,699.34
LARGE CAP ETF	2,372	53.0100				30.14				
SPDR SECTOR TR (XLK)	133,826.00	122,579.46			5.87 %	60,233.88		62,345.58	1.79 %	2,192.29
SHS BEN INT-TECHNOLOGY ETF	2,862	42.8300				21.05				
SPDR SECTOR TR (XLJ)	112,943.61	120,578.08			5.77 %	123,767.54		- 3,189.46	3.68 %	4,429.74
SHS BEN INT-UTILITIES ETF	2,786	43.2800				44.43				
VANGUARD FTSE EMERGING MARKETS (VWO)	81,070.50	80,139.50			3.84 %	95,166.58		- 15,027.08	3.26 %	2,611.70
ETF	2,450	32.7100				38.84				
Total etf - equity		\$1,001,428.21			47.90 %	\$854,441.04		\$146,987.17	2.24 %	\$22,414.42

Mutual funds - equity

Description (Symbol)	Market value last period		Current market value		% of total portfolio	Total tax cost		Unrealized gain/loss	Current yield	Estimated annual income
	Quantity	price per unit	Current	price per unit		Avg. tax cost per unit	per unit			
BARON SMALL CAP FUND (BSFX)	\$14,344.10	\$14,930.80			0.72 %	\$9,538.61		\$5,392.19		
INSTITUTIONAL	518,971	\$28.7700				\$18.38				
GRANDEUR PEAK GL OPPOR-INS (GPGIX)	92,569.83	96,672.19			4.63 %	107,750.87		- 11,078.68	0.25 %	234.27
	32,224.064	3,0000				3.34				
VULCAN VALUE PARTNERS S/C (WPSX)	18,332.49	18,687.28			0.90 %	22,047.63		- 3,360.35	0.39 %	71.87
	1,180.498	15.8300				18.68				
HARBOR INTERNATIONAL FUND (HAINX)	87,122.92	89,618.24			4.29 %	75,830.87		13,787.37	1.82 %	1,630.11
CLASS INS FD # 2011	1,507.963	59.4300				50.29				





MORTON FAMILY FOUNDATION CUST
CUSTODY STATEMENT
Account number 12-35-044-3982887
October 1, 2015 - December 31, 2015

Detail

Mutual funds - equity

Description (Symbol)	Market value last period		Current market value	% of total portfolio	Total tax cost		Current yield	Estimated annual income
	Quantity	price per unit			Avg. tax cost per unit	Unrealized gain/loss		
WCM FOCUSED INTL GROWTH-INS (WCMIX)	79,497.00	84,387.87	84,387.87	4.04 %	81,374.83	3,013.04	0.23 %	188.53
LONGLEAF PARTNERS SM CAP FD (LLSCX)	6,905.718	12,220.00	12,220.00	1.38 %	11.78	3,991.66	0.12 %	31.98
FD #134	26,858.72	28,759.28	28,759.28	3.43 %	24,767.62	-32,582.56	4.39 %	3,139.70
LONGLEAF PARTNERS FDS TR (LLINX)	1,065.948	26,980.00	26,980.00	4.83 %	23.24	1,168.37	1.76 %	1,773.18
INTL FD #136	69,390.89	71,541.17	71,541.17	1.05 %	104,123.73	3,458.20	0.97 %	210.49
MATTHEWS ASIA DIVIDEND (MAPIX)	5,792.807	12,350.00	12,350.00	4.55 %	17.98	19,241.02	1.30 %	1,234.31
FUND #0809	96,209.77	100,874.19	100,874.19	29.77 %	99,705.82	\$3,030.26	1.37 %	\$8,514.44
PROSPECTOR OPPORTUNITY FUND (POPEX)	6,567.390	15,360.00	15,360.00	95.28 %	15.18	\$512,704.62	1.93 %	\$38,522.46
FUND #1981	25,703.07	21,924.33	21,924.33		18,466.13			
DREYFUS INTERNATIONAL (DISRX)	1,268.035	17,290.00	17,290.00		14.56			
STOCK FUND CL I # 6157	91,880.44	94,982.72	94,982.72		75,741.70			
	6,600.606	14,390.00	14,390.00		11.48			
Total mutual funds - equity		\$622,378.07	\$622,378.07		\$619,347.81	\$3,030.26	1.37 %	\$8,514.44
Total equities		\$1,992,095.88	\$1,992,095.88		\$1,479,391.26	\$512,704.62	1.93 %	\$38,522.46

Alternative investments
Mutual funds - alternative invest

Description (Symbol)	Market value last period		Current market value	% of total portfolio	Total tax cost		Current yield	Estimated annual income
	Quantity	price per unit			Avg. tax cost per unit	Unrealized gain/loss		
GATEWAY FUND (GTEYX)	\$79,985.99	\$82,572.44	\$82,572.44	3.95 %	\$69,001.81	\$13,570.63	2.09 %	\$1,723.15
FUND CLASS Y FD #1986	2,779.281	\$29,710.00	\$29,710.00		\$24.83			
Total portfolio		\$2,090,716.51	\$2,090,716.51	100.00 %	\$1,564,865.39	\$625,851.12	1.93 %	\$40,304.37

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