Form **990-PF**

Department of the Treasury
Internal Revenue Service

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.*

OMB No 1545-0052

2016

Open to Public Inspection

For calendar year 2016 or tax year beginning , and ending

Name of foundation: Better Way Foundation

A Employer identification number: 36-3608625

Number and street (or P O box number if mail is not delivered to street address): Suite 2950, 60 South 6th Street

Room/suite:

B Telephone number: 612-440-2510

City or town, state or province, country, and ZIP or foreign postal code: Minneapolis, MN 55402

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)* ▶$ 54,153,013.

J Accounting method: ☐ Cash ☒ Accrual ☐ Other (specify) *(Part I, column (d) must be on cash basis.)*

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ ☐

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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)
Revenue	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	5,633.	5,633.		Statement 1
	4	Dividends and interest from securities				
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10				
	b	Gross sales price for all assets on line 6a				
	7	Capital gain net income (from Part IV, line 2)		707,483.		
	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	3,030,944.	1,169,945.		Statement 2
	12	**Total.** Add lines 1 through 11	3,036,577.	1,883,061.		
Operating and Administrative Expenses	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	15,000.	0.		15,000.
	c	Other professional fees Stmt 4	333,193.	12,000.		321,543.
	17	Interest				
	18	Taxes Stmt 5	28,852.	19,678.		0.
	19	Depreciation and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings	39,176.	530.		38,646.
	22	Printing and publications				
	23	Other expenses Stmt 6	12,276.	523,142.		12,000.
	24	**Total operating and administrative expenses.** Add lines 13 through 23	428,497.	555,350.		387,189.
	25	Contributions, gifts, grants paid	2,508,741.			2,508,741.
	26	**Total expenses and disbursements.** Add lines 24 and 25	2,937,238.	555,350.		2,895,930.
	27	Subtract line 26 from line 12:				
	a	Excess of revenue over expenses and disbursements	99,339.			
	b	**Net investment income** (if negative, enter -0-)		1,327,711.		
	c	**Adjusted net income** (if negative, enter -0-)			N/A	

623501 11-23-16 LHA **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

			Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1	Cash - non-interest-bearing			
	2	Savings and temporary cash investments	2,767,464.	2,526,961.	2,526,961.
	3	Accounts receivable ▶			
		Less: allowance for doubtful accounts ▶	5,618.		
	4	Pledges receivable ▶			
		Less: allowance for doubtful accounts ▶			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons			
	7	Other notes and loans receivable ▶			
		Less: allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10a	Investments - U.S. and state government obligations			
	b	Investments - corporate stock			
	c	Investments - corporate bonds			
	11	Investments - land, buildings, and equipment basis ▶			
		Less accumulated depreciation ▶			
	12	Investments - mortgage loans			
	13	Investments - other Stmt 8	51,276,115.	51,626,052.	51,626,052.
	14	Land, buildings, and equipment basis ▶			
		Less accumulated depreciation ▶			
	15	Other assets (describe ▶)			
	16	**Total assets** (to be completed by all filers - see the instructions. Also, see page 1, item I)	54,049,197.	54,153,013.	54,153,013.
Liabilities	17	Accounts payable and accrued expenses	1,350.		
	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)	1,350.	0.	
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ▶ ☒ and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds	0.	0.	
	28	Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29	Retained earnings, accumulated income, endowment, or other funds	54,047,847.	54,153,013.	
	30	**Total net assets or fund balances**	54,047,847.	54,153,013.	
	31	**Total liabilities and net assets/fund balances**	54,049,197.	54,153,013.	

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	54,047,847.
2	Enter amount from Part I, line 27a	2	99,339.
3	Other increases not included in line 2 (itemize) ▶ See Statement 7	3	5,827.
4	Add lines 1, 2, and 3	4	54,153,013.
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	54,153,013.

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	Capital Gain Distribution From Partnerships	P		
b	Capital Gain Distribution From Partnerships	P		
c	Loeb Arbitrage Fund LT Capital Gain	P		
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			125,258.	<125,258.>
b	800,420.			800,420.
c	32,321.			32,321.
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				<125,258.>
b				800,420.
c				32,321.
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 } 2 707,483.

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

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ 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))
2015	2,677,948.	56,332,794.	.047538
2014	2,664,258.	57,191,873.	.046585
2013	2,487,756.	54,059,606.	.046019
2012	2,494,497.	51,070,926.	.048844
2011	2,432,877.	51,640,596.	.047112

2	**Total** of line 1, column (d)	2	.236098
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	.047220
4	Enter the net value of noncharitable-use assets for 2016 from Part X, line 5	4	53,500,505.
5	Multiply line 4 by line 3	5	2,526,294.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	13,277.
7	Add lines 5 and 6	7	2,539,571.
8	Enter qualifying distributions from Part XII, line 4	8	2,895,930.

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	13,277.
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	13,277.
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	13,277.
6 Credits/Payments:				
a 2016 estimated tax payments and 2015 overpayment credited to 2016	6a	59,943.		
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	59,943.
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	
10 **Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶			10	46,666.
11 Enter the amount of line 10 to be: **Credited to 2017 estimated tax** ▶	46,666.	**Refunded** ▶	11	0.

Part VII-A Statements Regarding Activities

		Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see instructions for the definition)?	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?	1c		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.*	2		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*	3		X
4a Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a	X	
b If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b	X	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T.*	5		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?	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*	7	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ MN			
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	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 2016 or the taxable year beginning in 2016 (see instructions for Part XIV)? *If "Yes," complete Part XIV*	9		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses	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)	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?	13	X	

Website address ▶ N/A

14 The books are in care of ▶ Kristen Grubb Telephone no. ▶612-440-2510

Located at ▶Suite 2950, 60 South 6th Street, Minneapolis, MN ZIP+4 ▶55402

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

			Yes	No
16	At any time during calendar year 2016, 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?	16		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

			Yes	No
	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.			
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		X
	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 2016?	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 2016, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2016? ☐ 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 2016 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 2016.)* 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 2016?	4b		X

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

5a During the year did the foundation pay or incur any amount to:

(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** X

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** 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 9		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

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

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

(a) Name and address of each person paid more than $50,000	**(b)** Type of service	**(c)** Compensation
Arbor Philanthropy LLC - 60 South 6th Street, Suite 2950, Minneapolis, MN 55402	Management/Philanthropy Services	264,868.

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.

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:				
a	Average monthly fair market value of securities			1a	38,304,901.
b	Average of monthly cash balances			1b	3,184,335.
c	Fair market value of all other assets			1c	12,825,998.
d	**Total** (add lines 1a, b, and c)			1d	54,315,234.
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	54,315,234.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)			4	814,729.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4			5	53,500,505.
6	**Minimum investment return.** Enter 5% of line 5			6	2,675,025.

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	2,675,025.
2a	Tax on investment income for 2016 from Part VI, line 5	2a	13,277.		
b	Income tax for 2016. (This does not include the tax from Part VI.)	2b			
c	Add lines 2a and 2b			2c	13,277.
3	Distributable amount before adjustments. Subtract line 2c from line 1			3	2,661,748.
4	Recoveries of amounts treated as qualifying distributions			4	0.
5	Add lines 3 and 4			5	2,661,748.
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	2,661,748.

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	2,895,930.
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	2,895,930.
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	13,277.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	2,882,653.

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 2015	(c) 2015	(d) 2016
1 Distributable amount for 2016 from Part XI, line 7				2,661,748.
2 Undistributed income, if any, as of the end of 2016				
a Enter amount for 2015 only			2,682,292.	
b Total for prior years: ______ , ______ , ______		0.		
3 Excess distributions carryover, if any, to 2016:				
a From 2011				
b From 2012				
c From 2013				
d From 2014				
e From 2015				
f **Total** of lines 3a through e	0.			
4 Qualifying distributions for 2016 from Part XII, line 4: ▶ $ 2,895,930.				
a Applied to 2015, but not more than line 2a			2,682,292.	
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 2016 distributable amount				213,638.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2016 (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 2015. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2016. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2017				2,448,110.
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 2011 not applied on line 5 or line 7	0.			
9 **Excess distributions carryover to 2017.** Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2012				
b Excess from 2013				
c Excess from 2014				
d Excess from 2015				
e Excess from 2016				

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

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2016, 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			
	(a) 2016	(b) 2015	(c) 2014	(d) 2013	(e) Total
2 a 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).)

None

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

None

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

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

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

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

c Any submission deadlines:

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

Part XV Supplementary Information (continued)

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

Recipient 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 statement				2,508,741.
Total			▶ 3a	2,508,741.
b *Approved for future payment* None				
Total			▶ 3b	0.

Form **990-PF** (2016)

623611 11-23-16

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income
	(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			14	5,633.	
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	525990	<16,316.>	18	3,047,260.	
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)		<16,316.>		3,052,893.	0.

13 **Total.** Add line 12, columns (b), (d), and (e) 13 3,036,577.

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

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

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes).

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	1a(1)		X
(2) Other assets	1a(2)		X
b Other transactions:			
(1) Sales of assets to a noncharitable exempt organization	1b(1)		X
(2) Purchases of assets from a noncharitable exempt organization	1b(2)		X
(3) Rental of facilities, equipment, or other assets	1b(3)		X
(4) Reimbursement arrangements	1b(4)		X
(5) Loans or loan guarantees	1b(5)		X
(6) Performance of services or membership or fundraising solicitations	1b(6)		X
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		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.

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
		N/A	

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		

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

▶ Kristen | 11/14/17 | ▶ Tax Officer

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
Deb Nelson, CPA	Deb Nelson, CPA	11/14/17		P01264758

Firm's name ▶ Eide Bailly LLP

Firm's EIN ▶ 45-0250958

Firm's address ▶ 800 Nicollet Mall, Ste. 1300
Minneapolis, MN 55402-7033

Phone no. 612-253-6500

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
Checking Account	5,633.	5,633.	
Total to Part I, line 3	5,633.	5,633.	

Form 990-PF Other Income Statement 2

Description	(a) Revenue Per Books	(b) Net Investment Income	(c) Adjusted Net Income
Proceeds From Securities Litigation	41.	41.	
Allocated Partnership Income	3,030,903.	0.	
Allocated Partnership Income	0.	1,169,904.	
Total to Form 990-PF, Part I, line 11	3,030,944.	1,169,945.	

Form 990-PF Accounting Fees Statement 3

Description	(a) Expenses Per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Accounting Fees	15,000.	0.		15,000.
To Form 990-PF, Pg 1, ln 16b	15,000.	0.		15,000.

Form 990-PF Other Professional Fees Statement 4

Description	(a) Expenses Per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Management Fees	245,648.	0.		245,648.
Consulting Fees	75,545.	0.		75,895.
Investment management fees	12,000.	12,000.		0.
To Form 990-PF, Pg 1, ln 16c	333,193.	12,000.		321,543.

Form 990-PF Taxes Statement 5

Description	(a) Expenses Per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Federal Excise Tax	28,852.	0.		0.
Foreign Tax	0.	19,678.		0.
To Form 990-PF, Pg 1, ln 18	28,852.	19,678.		0.

Form 990-PF Other Expenses Statement 6

Description	(a) Expenses Per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Dues and Subscriptions	2,595.	0.		2,595.
Bank Fees	274.	274.		0.
Other Expenses	217.	0.		215.
Pass-through portfolio deductions	0.	522,868.		0.
Communications	5,720.	0.		5,720.
Insurance	3,470.	0.		3,470.
To Form 990-PF, Pg 1, ln 23	12,276.	523,142.		12,000.

Form 990-PF Other Increases in Net Assets or Fund Balances Statement 7

Description	Amount
Unrealized Gain/(Loss) on Investments	5,827.
Total to Form 990-PF, Part III, line 3	5,827.

Form 990-PF Other Investments Statement 8

Description	Valuation Method	Book Value	Fair Market Value
Loeb Arbitrage Fund	FMV	45,379.	45,379.
Nstar Seidler Mezz Parts II	FMV	167,464.	167,464.
Carlyle Europe Parts II, L.P.	FMV	126,884.	126,884.
Adler Asian Private Eqty, LLC	FMV	550,677.	550,677.
Adler Bond Fund	FMV	15,095,900.	15,095,900.
Adler CPIV, LLC	FMV	63,956.	63,956.
Adler CPV, LLC	FMV	280,465.	280,465.
Adler Energy Infrastr III, LLC	FMV	116,280.	116,280.
Adler Energy Infrastr IV, LLC	FMV	399,121.	399,121.
Adler Equity Fund	FMV	22,354,186.	22,354,186.
Adler European Growth, LLC	FMV	22,826.	22,826.
Adler Health Care, LLC	FMV	278,351.	278,351.
Adler New Europe PR Eqty, LLC	FMV	631,866.	631,866.
Adler Oaktree, LLC	FMV	695,019.	695,019.
Adler Opportunistic Debt, LLC	FMV	141,656.	141,656.
Adler Royalty, LLC	FMV	156,180.	156,180.
Adler Energy Finance, LLC	FMV	309,776.	309,776.
Adler Opportunistic Debt II, L	FMV	1,537,896.	1,537,896.
Adler CPVI, LLC	FMV	370,191.	370,191.
Adler Energy Infrastr V, LLC	FMV	472,248.	472,248.
Adler Health Partners III, LLC	FMV	529,687.	529,687.
Adler Small Buyout Fund, LLC	FMV	1,258,575.	1,258,575.
Adler Trans Recovery Fd, LLC	FMV	446,856.	446,856.
Adler Co-invest Opp Fd, LLC	FMV	1,795,819.	1,795,819.
Adler NGP XI, LLC	FMV	644,171.	644,171.
Adler Energy Finance II, LLC	FMV	37,703.	37,703.
Adler SG Small Buyout Fund III	FMV	289,471.	289,471.
Adler Lighthouse Partners, LLC	FMV	2,774,948.	2,774,948.
Arbor Philanthropy, LLC	FMV	32,501.	32,501.
Total to Form 990-PF, Part II, line 13		51,626,052.	51,626,052.

Form 990-PF Part VIII - List of Officers, Directors Trustees and Foundation Managers Statement 9

Name and Address	Title and Avrg Hrs/Wk	Compen- sation	Employee Ben Plan Contrib	Expense Account
Karen Rauenhorst Suite 2950, 60 South 6th Street Minneapolis, MN 55402	President/Chair/Director 1.50	0.	0.	0.
Suzanne Flannigan Suite 2950, 60 South 6th Street Minneapolis, MN 55402	Vice President 0.25	0.	0.	0.
Andreas Hipple Suite 2950, 60 South 6th Street Minneapolis, MN 55402	Vice President 0.25	0.	0.	0.
Kate Seng Suite 2950, 60 South 6th Street Minneapolis, MN 55402	Vice President 0.25	0.	0.	0.
Ian Widmer Suite 2950, 60 South 6th Street Minneapolis, MN 55402	Treasurer/Director 1.00	0.	0.	0.
Brian Collier Suite 2950, 60 South 6th Street Minneapolis, MN 55402	Secretary/Director 1.00	0.	0.	0.
Kristen Grubb Suite 2950, 60 South 6th Street Minneapolis, MN 55402	Tax Officer 0.25	0.	0.	0.
Judy Rauenhorst Doerr Suite 2950, 60 South 6th Street Minneapolis, MN 55402	Director 1.00	0.	0.	0.
Sister Gemma Doll Suite 2950, 60 South 6th Street Minneapolis, MN 55402	Director 1.00	0.	0.	0.
Philip Goldman Suite 2950, 60 South 6th Street Minneapolis, MN 55402	Director 1.00	0.	0.	0.
Cassie Landers Suite 2950, 60 South 6th Street Minneapolis, MN 55402	Director 1.00	0.	0.	0.

Gia Rauenhorst Suite 2950, 60 South 6th Street Minneapolis, MN 55402	Director 1.00	0.	0.	0.
Sarah Rauenhorst Suite 2950, 60 South 6th Street Minneapolis, MN 55402	Director 1.00	0.	0.	0.
Mary Walsh Suite 2950, 60 South 6th Street Minneapolis, MN 55402	Director 1.00	0.	0.	0.
Totals included on 990-PF, Page 6, Part VIII		0.	0.	0.

General Explanation Statement 10

Form/Line Identifier

Form 990-PF, Part VIII, Line 1:

Explanation:

Better Way Foundation pays Adler Management, LLC and Arbor Philanthropy, LLC for management/philanthropy services, which are provided by some of the foundation's officers. Amounts paid during 2016 are as follows:

Adler Management, LLC - $13,500
Arbor Philanthropy, LLC - $264,868

Better Way Foundation
A Statement Attached to and Made Part of Form 990-PF
For the Year Ending 12/31/16

Part XV, Grants and Contributions Paid During the Year 2016

Recipient Name	Recipient Address	Relationship to Foundation Mgr or	Foundation Status of Recipient	Purpose of Grant or Contribution	Amount
Aim Higher Foundation	10350 Bren Road West Minnetonka, MN 55343	None	PC	General Operating	$15,000
Amani Girls Home	PO Box 5073Kiseke A Street Plot Number 991 Block M Pansiasi, Mwanza +255 Tanzania	None	NC	Child Inclusive Radical Care and Learning (CIRCLE)	$124,870
Amani Girls Home	PO Box 5073Kiseke A Street Plot Number 991 Block M Pansiasi, Mwanza +255 Tanzania	None	NC	Child Inclusive Radical Care and Learning (CIRCLE)	$50,000
Boys & Girls Clubs of Metro Denver	2017 West 9th Avenue Denver, CO 80204	None	PC	General Operations	$5,000
Catholic Relief Services, Inc	228 W Lexington Street Baltimore, MD 21201	None	PC	Whose Child is This Phase II	$142,610
Catholic Relief Services, Inc	228 W Lexington Street Baltimore, MD 21201	None	PC	CRS/Lesotho and C4EC Learning Exchange	$36,720
Coalition for Western Women's History Incorporated	384 Apple Way Rd Blowing Rock, NC 28605	None	PC	General Operations	$1,000
Colorado College	14 E Cache La Poudre Colorado Springs, CO 80903	None	PC	Bridge Scholars Program	$10,000
Congressional Coalition on Adoption Institute	311 Massachusetts Avenue, NE Washington, DC 20002	None	PC	General Operations	$15,000
Creighton University	2500 California Plaza Omaha, NE 68178	None	PC	2016 Network Professional Development Conference	$96,420
De La Salle Blackfeet School	PO Box 1489 Browning, MT 59417	None	PC	Support for a Full-Time Principal	$30,000
Denver Scholarship Foundation	303 E 17th Ave Suite 200 Denver, CO 80203	None	PC	General Operations	$4,000
Dominican Academy	44 East 68th Street New York, NY 10065	None	PC	Capital Campaign	$10,000
Dreams of Tanzania & Montessori Training Centre	P O Box 6428 Nyamanyoro Kawekamo Mwanza	None	NC	Expansion and Improvement of Learning and Training Facilities	$50,000
Escuela Bilingue Internacional	410 Alcatraz Avenue Oakland, CA 94609	None	PC	General Operations	$10,000
Friends of Granger Paths Inc	P O Box 306 Granger, IN 46530	None	PC	Granger Paths	$500
Girls Incorporated of Alameda County	510 16th Street, Suite 100 Oakland, CA 94612	None	PC	GIRLStart Program	$2,000
Gonzaga University	502 East Boone Avenue Spokane, WA 99258	None	PC	Native American Studies Campus Programming	$1,000
Heroes Camp Inc	4130 Hickory Road Mishawaka, IN 46545	None	PC	Educational Programming	$1,000
Mama's Hope Organization for Legal Assistance	PO Box 1240 Hanyama (Chamber) in Hamugembe ward Bukoba, Kagera Tanzania	None	NC	Stand and speak for the rights of the children in Kagera	$50,000
Mama's Hope Organization for Legal Assistance	PO Box 1240 Hanyama (Chamber) in Hamugembe ward Bukoba, Kagera Tanzania	None	NC	Stand and speak for the rights of the children in Kagera	$91,630
Most Pure Heart of Mary Catholic School	310 Sengstak St Mobile, AL 36603	None	PC	New windows Elementary Project	$2,000
New Haven Unified School District	34200 Alvarado-Niles Road Union City, CA 94587	None	PC	Kid Zone	$2,000
Oglala Lakota College	P O Box 490 Kyle, SD 57752	None	PC	Operations Support for Head Start/Early Head Start on Pine Ridge Indian Reservation	$30,000
Our Lady of the Elms School	1375 W Exchange St Akron, OH 44313	None	PC	General Operations	$5,000
Our Savior Lutheran Church	56 Meadows Drive Pagosa Springs, CO 81147	None	PC	Lutheran Mercy Care Ministry	$5,000
Pine River-Backus Family Center	PO Box 1 Pine River, MN 56474	None	PC	General Operations	$15,000
Red Cloud Indian School, Inc	100 Mission Drive Pine Ridge, SD 57770	None	PC	Red Cloud Indian School Students - College Ready for STEM	$30,000
Results for Development Institute, Inc	1111 19th Street NW, Suite 700 Washington, DC 20036	None	PC	Early Childhood Development in Tanzania - Evaluation and Capacity Building	$69,407
Results for Development Institute, Inc	1111 19th Street NW, Suite 700 Washington, DC 20036	None	PC	M&E Capacity Development Support	$100,000
Saint Joseph Preparatory High School	617 Cambridge Street Boston, MA 02134	None	PC	General Operations	$15,000
San Carlos Apache Catholic Community St Charles School	P O Box 339 San Carlos, AZ 85550	None	PC	Teach Them	$30,000
Save the Children Federation Inc	501 Kings Highway East, Suite 400 Fairfield, CT 06825	None	PC	Imagination Playground and Community Centers In West Virginia	$15,000
St Adalbert Catholic School	519 S Olive Street South Bend, IN 46619	None	PC	Vestibule Restoration	$1,000

Better Way Foundation
A Statement Attached to and Made Part of Form 990-PF
For the Year Ending 12/31/16

Part XV, Grants and Contributions Paid During the Year 2016

Recipient Name	Recipient Address	Relationship to Foundation Mgr or	Foundation Status of Recipient	Purpose of Grant or Contribution	Amount
St Ann's Catholic School	P O Box 2020 Belcourt, ND 58316	None	PC	Postcard Mailing Project	$500
St Augustine Indian Mission School	P O Box GG, 1 Mission Road South Winnebago, NE 68071	None	PC	Paraprofessional Development	$30,000
St Catherine University	2004 Randolph Avenue, F-12 St Paul, MN 55105	None	PC	Serving the Whole Child Planning for continuation	$51,040
St Catherine University	2004 Randolph Avenue, F-12 St Paul, MN 55105	None	PC	Serving the Whole Child - Phase II	$256,856
St Michael Indian School	PO Box 650 Saint Michaels, AZ 86515	None	PC	Junior Kindergarten Curriculum & Operations	$30,000
Super Stars Literacy Inc	333 Hegenberger Road, Suite 503 Oakland, CA 94621	None	PC	General Operations	$1,000
Tanzania Home Economics Association	Nyegezi - Masunu Street PO Box 11242 Mwanza, TN +255 Tanzania	None	NC	Learning Visit for Tanzania C4EC partners to Lesotho CRS partners	$28,444
Tanzania Home Economics Association	Nyegezi - Masunu Street PO Box 11242 Mwanza, TN +255 Tanzania	None	NC	Integrated Early Childhood Development Initiative (IECDI)	$100,000
Tanzania Home Economics Association	Nyegezi - Masunu Street PO Box 11242 Mwanza, TN +255 Tanzania	None	NC	Champions for Early Childhood (C4EC) Institutional Strengthening Program	$64,000
Tanzania Home Economics Association	Nyegezi - Masunu Street PO Box 11242 Mwanza, TN +255 Tanzania	None	NC	Integrated ECD (IECD) Initiative Supplemental Grant	$50,000
Thunder Valley Community Development Corporation	PO Box 290 Porcupine, SD 57772	None	PC	TVCDC Lakota Language Initiative	$150,000
Thunder Valley Community Development Corporation	PO Box 290 Porcupine, SD 57772	None	PC	Convening, Program and Operations Support	$40,000
Trinity School Inc	107 S Greenlawn Ave Southbend, IN 46617	None	PC	Weekend Educational Camp programing	$1,000
Trustees of Boston College	Boston College, Campion Hall 305C, 140 Commonwealth Avenue Chestnut Hill, MA 02467	None	PC	Expansion and Evaluation of City Connects in New Early Childhood Settings and Populations	$240,000
Trustees of Boston College	Boston College, Campion Hall 305C, 140 Commonwealth Avenue Chestnut Hill, MA 02467	None	PC	The Better Way University-Community Partnership Conference at Boston College	$56,067
Tumaini Letu	PO Box 278 Roman Catholic Church Street Muleba, Kagera Tanzania	None	NC	Support, Care and Protection for Young OVCs	$80,677
Tumaini Letu	PO Box 278 Roman Catholic Church Street Muleba, Kagera Tanzania	None	NC	Support, Care and Protection for Young OVCs	$50,000
University of Notre Dame	400 Main Building Notre Dame, IN 46556	None	PC	ACE - Native American Initiatives at Notre Dame	$6,000
University of Notre Dame	400 Main Building Notre Dame, IN 46556	None	PC	American Indian Catholic Mission School Network - Transition to Notre Dame	$100,000
University of Notre Dame	400 Main Building Notre Dame, IN 46556	None	PC	American Indian Catholic Mission School Network - Transition to Notre Dame	$100,000
University of Notre Dame	400 Main Building Notre Dame, IN 46556	None	PC	Center for Social Concerns - General Operations	$6,000
University of Notre Dame	400 Main Building Notre Dame, IN 46556	None	PC	ACE - Native American Initiatives at Notre Dame	$1,000
				Total Grants in 2016	**$2,508,741**

Better Way Foundation

FEIN #41-1795984
A Statement Attached to and Made Part of Form 990-PF
For the year ended December 31, 2016

Part VII-B, Statements Regarding Activities
Questions 5c Expenditure Responsibility Reporting

Name and Address of Grantee:
Amani Girls Home
P.O.Box 5073
Mwanza, +255
Tanzania

Current Tax Year Payment(s):

Nov 16, 2016	$124,870.00

Date and Total Amount of all Grant/Payment(s):

Dec 04, 2015	$152,270.00
Nov 16, 2016	$124,870.00

Total: $277,140.00

Purpose of Grant:
Child Inclusive Radical Care and Learning (CIRCLE) - To enhance the quality of pre-primary education and prepare children for primary school in fishing communities throughout Mwanza Region via holistic and community driven ECD programs.

Total amount expended since grant was awarded: $192,199.00

Has the grantee diverted any portion of the funds from the purpose of the grant (to the knowledge of the Foundation)?
To the knowledge of the Foundation, and based on the report furnished by the grantee, no part has been used for other than its intended purpose.

Report Received from Grantee on: April 6, 2017

Date and Results of any Verification of Grantee's Reports:
Better Way Foundation reviewed the Grant Report noted above but did not undertake any verification of the grantee's reports as there has not been any reason to doubt their accuracy or reliability (Reg. 53.4945-5(c)).

Better Way Foundation

FEIN # 41-1795984
A Statement Attached to and Made Part of Form 990-PF
For the year ended December 31, 2016

Part VII-B, Statements Regarding Activities
Questions 5c Expenditure Responsibility Reporting

Name and Address of Grantee:
Amani Girls Home
P.O.Box 5073
Mwanza, +255
Tanzania

Current Tax Year Payment(s):

Nov 30, 2016	$50,000.00

Date and Total Amount of all Grant/Payment(s):

Nov 30, 2016	$50,000.00

Total: $50,000.00

Purpose of Grant:
Child Inclusive Radical Care and Learning (CIRCLE) Supplemental Grant - To enhance the current CIRCLE program under BWF funding by providing knowledge of and services for children with disabilities, support for construction of classrooms, kitchens, and eco-toilets, and further training to teachers and caregivers on early childhood development.

Total amount expended since grant was awarded: $0.00

Has the grantee diverted any portion of the funds from the purpose of the grant (to the knowledge of the Foundation)?
To the knowledge of the Foundation, no part has been used for other than its intended purpose.

Report Received from Grantee on: Not applicable, report not yet received as grantee received funds at year end 2016. Reporting will be completed as required in future period.

Date and Results of any Verification of Grantee's Reports:
Better Way Foundation reviewed the Grant Report noted above but did not undertake any verification of the grantee's reports as there has not been any reason to doubt their accuracy or reliability (Reg. 53.4945-5(c)).

Better Way Foundation

FEIN #41-1795984
A Statement Attached to and Made Part of Form 990-PF
For the year ended December 31, 2016

Part VII-B, Statements Regarding Activities
Questions 5c Expenditure Responsibility Reporting

Name and Address of Grantee:
Dreams of Tanzania & Montessori Training Centre
P.O. Box 6428
Nyamanyoro Kawekamo Mwanza,
Tanzania

Current Tax Year Payment(s):

Dec 07, 2016	$50,000.00

Date and Total Amount of all Grant/Payment(s):

Dec 07, 2016	$50,000.00

Total: $50,000.00

Purpose of Grant:
Expansion and Improvement of Learning and Training Facilities - To expand and improve the learning and training facilities at Dreams of Montessori Training Center in Mwanza, Tanzania.

Total amount expended since grant was awarded: $0.00

Has the grantee diverted any portion of the funds from the purpose of the grant (to the knowledge of the Foundation)?
To the knowledge of the Foundation, no part has been used for other than its intended purpose.

Report Received from Grantee on: Not applicable, report not yet received as grantee received funds at year end 2016. Reporting will be completed as required in future period.

Date and Results of any Verification of Grantee's Reports:
Better Way Foundation reviewed the Grant Report noted above but did not undertake any verification of the grantee's reports as there has not been any reason to doubt their accuracy or reliability (Reg. 53.4945-5(c)).

Better Way Foundation

FEIN # 41-1795984
A Statement Attached to and Made Part of Form 990-PF
For the year ended December 31, 2016

Part VII-B, Statements Regarding Activities
Questions 5c Expenditure Responsibility Reporting

Name and Address of Grantee:
Mama's Hope Organization for Legal Assistance
PO Box 1240
Hanyama (Chamber) in Hamugembe ward
Kagera
Tanzania

Current Tax Year Payment(s):

Dec 14, 2016	$91,630.00

Date and Total Amount of all Grant/Payment(s):

Nov 19, 2014	$130,600.00
Dec 18, 2015	$94,700.00
Dec 14, 2016	$91,630.00

Total: $316,930.00

Purpose of Grant:
Stand and speak for the rights of the children in Kagera - to further invest in and solidify the sustainability of MHOLA's model of using paralegals to increase awareness of child rights and access to support services for the most vulnerable children in Muleba, Karagwe, and Biharamulo districts of Tanzania. Furthermore, this project will allow MHOLA to continue the evolution and expansion of providing legal service provision for women and children in previously unserved wards of the districts. Finally, the grant will assist in formalizing the recently constructed community center in Muleba town into an established pre-primary center for providing basic needs and education to an additional 100 vulnerable children in the communities they serve.

Total amount expended since grant was awarded: $220,048.80

Has the grantee diverted any portion of the funds from the purpose of the grant (to the knowledge of the Foundation)?
To the knowledge of the Foundation, no part has been used for other than its intended purpose.

Report Received from Grantee on: December 8, 2016

Date and Results of any Verification of Grantee's Reports:
Better Way Foundation reviewed the Grant Report noted above but did not undertake any verification of the grantee's reports as there has not been any reason to doubt their accuracy or reliability (Reg. 53.4945-5(c)).

Better Way Foundation

FEIN # 41-1795984
A Statement Attached to and Made Part of Form 990-PF
For the year ended December 31, 2016

Part VII-B, Statements Regarding Activities
Questions 5c Expenditure Responsibility Reporting

Name and Address of Grantee:
Mama's Hope Organization for Legal Assistance
PO Box 1240
Hanyama (Chamber) in Hamugembe ward
Kagera,
Tanzania

Current Tax Year Payment(s):

Dec 14, 2016	$50,000.00

Date and Total Amount of all Grant/Payment(s):

Dec 14, 2016	$50,000.00

Total: $50,000.00

Purpose of Grant:
Stand and Speak for the Rights of The Children in Kagera Supplemental Grant - to support the final improvements to the Muleba community center so that it can serve as a fully-functional pre-primary center for providing basic needs and education to over 100 vulnerable children in the surrounding communities.

Total amount expended since grant was awarded: $0

Has the grantee diverted any portion of the funds from the purpose of the grant (to the knowledge of the Foundation)?
To the knowledge of the Foundation, no part has been used for other than its intended purpose.

Report Received from Grantee on: Not applicable, report not yet received as grantee received funds at year end 2016. Reporting will be completed as required in future period.

Date and Results of any Verification of Grantee's Reports:
Better Way Foundation reviewed the Grant Report noted above but did not undertake any verification of the grantee's reports as there has not been any reason to doubt their accuracy or reliability (Reg. 53.4945-5(c)).

Better Way Foundation

FEIN # 41-1795984
A Statement Attached to and Made Part of Form 990-PF
For the year ended December 31, 2016

Part VII-B, Statements Regarding Activities
Questions 5c Expenditure Responsibility Reporting

Name and Address of Grantee:
Tanzania Home Economics Association
Nyegezi - Masunu Street
PO Box 11242
Mwanza, +255
Tanzania

Current Tax Year Payment(s):

Oct 26, 2016	$100,000.00

Date and Total Amount of all Grant/Payment(s):

Dec 18, 2015	$100,000.00
Oct 26, 2016	$100,000.00

Total: $200,000.00

Purpose of Grant:
Integrated Early Childhood Development Initiative (IECDI) - To improve early childhood development (ECD) services and primary caregiver practices in Bugogwa, Shibula, Kayenze, and Sangabuye Wards in Ilemela district resulting in better nutrition, stimulation, care, and protection for young children aged 0 - 6 years.

Total amount expended since grant was awarded: $92,762.45

Has the grantee diverted any portion of the funds from the purpose of the grant (to the knowledge of the Foundation)?
To the knowledge of the Foundation, and based on the report furnished by the grantee, no part has been used for other than its intended purpose.

Report Received from Grantee on: March 31, 2017

Date and Results of any Verification of Grantee's Reports:
Better Way Foundation reviewed the Grant Report noted above but did not undertake any verification of the grantee's reports as there has not been any reason to doubt their accuracy or reliability (Reg. 53.4945-5(c)).

Better Way Foundation

FEIN # 41-1795984
A Statement Attached to and Made Part of Form 990-PF
For the year ended December 31, 2016

Part VII-B, Statements Regarding Activities
Questions 5c Expenditure Responsibility Reporting

Name and Address of Grantee:
Tanzania Home Economics Association
Nyegezi - Masunu Street
PO Box 11242
Mwanza, +255
Tanzania

Current Tax Year Payment(s):

Oct 26, 2016	$64,000.00

Date and Total Amount of all Grant/Payment(s):

Dec 18, 2015	$86,000.00
Oct 26, 2016	$64,000.00

Total: $150,000.00

Purpose of Grant:
Champions for Early Childhood (C4EC) Institutional Strengthening Program - to establish, strengthen, and sustain a network of institutional champions for inspiring and informing a joint contribution to effective ECD policies and practices that are culturally and contextually relevant to Kagera and Mwanza Regions of Tanzania.

Total amount expended since grant was awarded: $81,452.00

Has the grantee diverted any portion of the funds from the purpose of the grant (to the knowledge of the Foundation)?
To the knowledge of the Foundation, and based on the report furnished by the grantee, no part has been used for other than its intended purpose.

Report Received from Grantee on: January 13, 2017

Date and Results of any Verification of Grantee's Reports:
Better Way Foundation reviewed the Grant Report noted above but did not undertake any verification of the grantee's reports as there has not been any reason to doubt their accuracy or reliability (Reg. 53.4945-5(c)).

Better Way Foundation

FEIN # 41-1795984
A Statement Attached to and Made Part of Form 990-PF
For the year ended December 31, 2016

Part VII-B, Statements Regarding Activities
Questions 5c Expenditure Responsibility Reporting

Name and Address of Grantee:
Tanzania Home Economics Association
Nyegezi - Masunu Street
PO Box 11242
Mwanza, +255
Tanzania

Current Tax Year Payment(s):

Nov 30, 2016	$50,000.00

Date and Total Amount of all Grant/Payment(s):

Nov 30, 2016	$50,000.00

Total: $50,000.00

Purpose of Grant:
Integrated ECD (IECD) Initiative Supplemental Grant - To strengthen the Bugogwa Child Care Center to serve as a community ECD center model which offers evidence on quality child care and early learning services that have a positive impact on children aged 3-4 years. In addition, the project will offer on the job training opportunities at the Bugogwa Child Care Center for paraprofessionals working with young children aged 3-4 years in four wards of Ilemela district.

Total amount expended since grant was awarded: $0.00

Has the grantee diverted any portion of the funds from the purpose of the grant (to the knowledge of the Foundation)?
To the knowledge of the Foundation, no part has been used for other than its intended purpose.

Report Received from Grantee on: Not applicable, report not yet received as grantee received funds at year end 2016. Reporting will be completed as required in future period.

Date and Results of any Verification of Grantee's Reports:
Better Way Foundation reviewed the Grant Report noted above but did not undertake any verification of the grantee's reports as there has not been any reason to doubt their accuracy or reliability (Reg. 53.4945-5(c)).

Better Way Foundation

FEIN # 41-1795984
A Statement Attached to and Made Part of Form 990-PF
For the year ended December 31, 2016

Part VII-B, Statements Regarding Activities
Questions 5c Expenditure Responsibility Reporting

Name and Address of Grantee:
Tanzania Home Economics Association
Nyegezi - Masunu Street
PO Box 11242
Mwanza, +255
Tanzania

Current Tax Year Payment(s):

Dec 21, 2016	$28,444.00

Date and Total Amount of all Grant/Payment(s):

Dec 21, 2016	$28,444.00

Total: $28,444.00

Purpose of Grant:
Learning Visit for Tanzania C4EC partners to Lesotho CRS partners - To increase the knowledge of BWF international partners on how context and culture inform ECD programming via a learning exchange between the C4EC coalition in Tanzania and CRS Lesotho. This grant covers both the cost of BWF partners' travel to Tanzania/Lesotho and hosting of the other delegation in-country.

Total amount expended since grant was awarded: $28,444.00

Has the grantee diverted any portion of the funds from the purpose of the grant (to the knowledge of the Foundation)?
To the knowledge of the Foundation, and based on the report furnished by the grantee, no part has been used for other than its intended purpose.

Report Received from Grantee on: March 22, 2017

Date and Results of any Verification of Grantee's Reports:
Better Way Foundation reviewed the Grant Report noted above but did not undertake any verification of the grantee's reports as there has not been any reason to doubt their accuracy or reliability (Reg. 53.4945-5(c)).

Better Way Foundation

FEIN # 41-1795984
A Statement Attached to and Made Part of Form 990-PF
For the year ended December 31, 2016

Part VII-B, Statements Regarding Activities
Questions 5c Expenditure Responsibility Reporting

Name and Address of Grantee:
Tumaini Letu
P. O. BOX 278, Muleba, Kagera, Tanzania
Bukoba- Tanzania, +255
Tanzania

Current Tax Year Payment(s):

Dec 14, 2016	$80,677.00

Date and Total Amount of all Grant/Payment(s):

Nov 12, 2014	$107,323.00
Nov 25, 2015	$82,000.00
Dec 14, 2016	$80,677.00

Total: $270,000.00

Purpose of Grant:
Support, Care and Protection for Young OVCs - to expand Tumaini Letu's model of providing kindergarten and pre-primary education to young children to three new wards in Muleba District of Tanzania. Tumaini Letu will also continue to build its advocacy efforts with local community leaders regarding early childhood development as well as its family support and child nutrition activities. Finally, the grant will allow Tumaini Letu to begin focusing on providing monitoring, support, and pre-primary education for children with disabilities (CWD) among local communities where the organization currently operates.

Total amount expended since grant was awarded: $174,051.00

Has the grantee diverted any portion of the funds from the purpose of the grant (to the knowledge of the Foundation)?
To the knowledge of the Foundation, and based on the report furnished by the grantee, no part has been used for other than its intended purpose.

Report Received from Grantee on: December 2, 2016

Date and Results of any Verification of Grantee's Reports:
Better Way Foundation reviewed the Grant Report noted above but did not undertake any verification of the grantee's reports as there has not been any reason to doubt their accuracy or reliability (Reg. 53.4945-5(c)).

Better Way Foundation

FEIN # 41-1795984
A Statement Attached to and Made Part of Form 990-PF
For the year ended December 31, 2016

Part VII-B, Statements Regarding Activities
Questions 5c Expenditure Responsibility Reporting

Name and Address of Grantee:
Tumaini Letu
P. O. BOX 278, Muleba, Kagera, Tanzania
Bukoba- Tanzania, +255
Tanzania

Current Tax Year Payment(s):

Dec 01, 2016	$50,000.00

Date and Total Amount of all Grant/Payment(s):

Dec 01, 2016	$50,000.00

Total: $50,000.00

Purpose of Grant:
Support, Care, and Protection for OVCs Supplemental Grant - To supplement Tumaini Letu's current grant from BWF via support for teacher salaries, teacher transport, and additional ECD centers in local communities.

Total amount expended since grant was awarded: $0.00

Has the grantee diverted any portion of the funds from the purpose of the grant (to the knowledge of the Foundation)?
To the knowledge of the Foundation, no part has been used for other than its intended purpose.

Report Received from Grantee on: Not applicable, report not yet received as grantee received funds at year end 2016. Reporting will be completed as required in future period.

Date and Results of any Verification of Grantee's Reports:
Better Way Foundation reviewed the Grant Report noted above but did not undertake any verification of the grantee's reports as there has not been any reason to doubt their accuracy or reliability (Reg. 53.4945-5(c)).