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

OMB No 1545-0052

2016Department of the Treasury
Internal Revenue Service▶ 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.

Open to Public Inspection

For calendar year 2016 or tax year beginning , and ending

Name of foundation THE KOMAL FOUNDATION		A Employer identification number 47-1685714
Number and street (or P.O. box number if mail is not delivered to street address) 706 NW CULPEPPER TERRACE		B Telephone number (see instructions) 503-222-5322
City or town, state or province, country, and ZIP or foreign postal code PORTLAND OR 97210		C If exemption application is pending, check here <input type="checkbox"/>
G Check all that apply: <div style="display: flex; justify-content: space-between;"> <div> <input type="checkbox"/> Initial return <input type="checkbox"/> Final return <input type="checkbox"/> Address change </div> <div> <input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Amended return <input type="checkbox"/> Name change </div> </div>		D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <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		E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ \$ 2,651,717	J Accounting method <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify)	F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>
(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)				
	2 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	28,184	28,184		
	4 Dividends and interest from securities	38,588	38,588		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	50,693			
	b Gross sales price for all assets on line 6a 774,797				
	7 Capital gain net income (from Part IV, line 2)		50,693		
	8 Net short-term capital gain			0	
	9 Income modifications				
	10a Gross sales less returns and allowances				
Operating and Administrative Expenses	b Less Cost of goods sold				
	c Gross profit or (loss) (attach schedule)				
	11 Other income (attach schedule) Stmt 1	128	128		
	12 Total. Add lines 1 through 11	117,593	117,593	0	
	13 Compensation of officers, directors, trustees, etc.	0			
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule) See Stmt 3	5,532	2,766		2,766
	b Accounting fees (attach schedule) Stmt 3	2,725	1,362		1,363
	c Other professional fees (attach schedule) Stmt 4	21,320	21,320		
	17 Interest				
	18 Taxes (attach schedule) (see instructions) Stmt 5	1,583	621		509
19 Depreciation (attach schedule) and depletion					
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses (att. sch.) Stmt 6	625			625	
24 Total operating and administrative expenses. Add lines 13 through 23	31,785	26,069	0	5,263	
25 Contributions, gifts, grants paid	98,503			98,503	
26 Total expenses and disbursements. Add lines 24 and 25	130,288	26,069	0	103,766	
27 Subtract line 26 from line 12.					
a Excess of revenue over expenses and disbursements	-12,695				
b Net investment income (if negative, enter -0-)		91,524			
c Adjusted net income (if negative, enter -0-)			0		

For Paperwork Reduction Act Notice, see instructions.

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Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)		
		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash – non-interest-bearing	90,579	38,887	38,887
	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 (att. schedule) ▶ Less: allowance for doubtful accounts ▶	0		
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments – U S and state government obligations (attach schedule) Stmt 7	455,986	455,986	443,396
	b Investments – corporate stock (attach schedule) See Stmt 8	1,636,269	1,654,101	1,756,633
	c Investments – corporate bonds (attach schedule) See Stmt 9	405,825	427,057	412,801
	11 Investments – land, buildings, and equipment basis ▶ Less: accumulated depreciation (attach sch.) ▶			
	12 Investments – mortgage loans			
	13 Investments – other (attach schedule)			
	14 Land, buildings, and equipment basis ▶ Less: accumulated depreciation (attach sch.) ▶			
	15 Other assets (describe ▶)			
	16 Total assets (to be completed by all filers – see the instructions Also, see page 1, item I)	2,588,659	2,576,031	2,651,717
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe ▶)			
	23 Total liabilities (add lines 17 through 22)	0	0	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. ▶ <input checked="" type="checkbox"/>			
	24 Unrestricted	2,588,659	2,576,031	
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. ▶ <input type="checkbox"/>			
	27 Capital stock, trust principal, or current funds			
	28 Paid-in or capital surplus, or land, bldg., and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds			
	30 Total net assets or fund balances (see instructions)	2,588,659	2,576,031	
	31 Total liabilities and net assets/fund balances (see instructions)	2,588,659	2,576,031	

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	2,588,659
2 Enter amount from Part I, line 27a	2	-12,695
3 Other increases not included in line 2 (itemize) ▶ See Statement 10	3	67
4 Add lines 1, 2, and 3	4	2,576,031
5 Decreases not included in line 2 (itemize) ▶	5	
6 Total net assets or fund balances at end of year (line 4 minus line 5) – Part II, column (b), line 30	6	2,576,031

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 See Worksheet			
b			
c			
d			
e			

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a			
b			
c			
d			
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69

(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
a			
b			
c			
d			
e			

2 Capital gain net income or (net capital loss)	If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7	2	50,693
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	32,548

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	15,810	2,295,315	0.006888
2014			
2013			
2012			
2011			

2 Total of line 1, column (d)	2	0.006888
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	0.006888
4 Enter the net value of noncharitable-use assets for 2016 from Part X, line 5	4	2,497,647
5 Multiply line 4 by line 3	5	17,204
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	915
7 Add lines 5 and 6	7	18,119
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	103,766

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	915
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	915
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	915
6	Credits/Payments.		
a	2016 estimated tax payments and 2015 overpayment credited to 2016	6a	
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	
8	Enter any penalty for underpayment of estimated tax. Check here <input checked="" type="checkbox"/> if Form 2220 is attached	8	14
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	929
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	
11	Enter the amount of line 10 to be Credited to 2017 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>	11	

Part VII-A Statements Regarding Activities

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)? If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities		X
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation <input type="checkbox"/> \$ (2) On foundation managers <input type="checkbox"/> \$		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <input type="checkbox"/> \$		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?		
7 Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col. (c), and Part XV	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) <input type="checkbox"/>		
OR		
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2016 or the taxable year beginning in 2016 (see instructions for Part XIV)? If "Yes," complete Part XIV		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

N/A

Part VII-A Statements Regarding Activities (continued)

- 11 At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)
- 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)
- 13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application?

	Yes	No
11		X
12		X
13	X	

Website address ▶ N/A

- 14 The books are in care of ▶ **GAINOR ARZT**
706 CULPEPPER TER

Telephone no ▶ 503-222-5322

Located at ▶ **PORTLAND**

OR

ZIP+4 ▶ 97210

- 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

- 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?

	Yes	No
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

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)? Organizations relying on a current notice regarding disaster assistance check here

N/A

1b

- 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?

N/A

1c

- 2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))

- a At the end of tax year 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 ▶ 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)

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.
▶ 20 , 20 , 20 , 20

- 3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?

☐ Yes ☒ No

- b If "Yes," did it have excess business holdings in 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?

N/A

4b

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

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

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? (see instructions) ☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

b If any answer is "Yes" to 5a(1)–(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)? **N/A** **5b**

Organizations relying on a current notice regarding disaster assistance check here ☐

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? **N/A** ☐ Yes ☐ No

If "Yes," attach the statement required by Regulations section 53.4945–5(d)

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? **6b** **X**

If "Yes" to 6b, file Form 8870

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? **N/A** **7b**

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors**1 List all officers, directors, trustees, foundation managers and their compensation (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
GAINOR ARZT 706 NW CULPEPPER TER PORTLAND OR 97210	CHAIR 0.00	0	0	0
MINOTT WESSINGER 1750 MONTGOMERY ST SUITE 108 SAN FRANCISCO CA 94111	SECRETARY/TR 0.00	0	0	0
TED WESSINGER 6505 LAKEVIEW DR. NE KIRKLAND WA 98033	VICE CHAIR 0.00	0	0	0

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

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

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

0

Form 990-PF (2016) **THE KOMAL FOUNDATION****47-1685714**Page **7****Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)****3 Five highest-paid independent contractors for professional services (see instructions). If none, enter "NONE."**

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

Total number of others receiving over \$50,000 for professional services ▶**Part IX-A Summary of Direct Charitable Activities**

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

	Expenses
1 N/A	
2	
3	
4	

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

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

	Amount
1 N/A	
2	
All other program-related investments. See instructions.	
3	
Total. Add lines 1 through 3 ▶	

Form **990-PF** (2016)

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	2,483,612
b	Average of monthly cash balances	1b	52,070
c	Fair market value of all other assets (see instructions)	1c	0
d	Total (add lines 1a, b, and c)	1d	2,535,682
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	2,535,682
4	Cash deemed held for charitable activities. Enter 1½% of line 3 (for greater amount, see instructions)	4	38,035
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	2,497,647
6	Minimum investment return. Enter 5% of line 5	6	124,882

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	124,882
2a	Tax on investment income for 2016 from Part VI, line 5	2a	915
b	Income tax for 2016 (This does not include the tax from Part VI)	2b	
c	Add lines 2a and 2b	2c	915
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	123,967
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	123,967
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	123,967

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	103,766
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	103,766
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	915
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	102,851

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				123,967
2 Undistributed income, if any, as of the end of 2016:				
a Enter amount for 2015 only			98,503	
b Total for prior years 20____, 20____, 20____				
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				
4 Qualifying distributions for 2016 from Part XII, line 4 ▶ \$ 103,766				
a Applied to 2015, but not more than line 2a			98,503	
b Applied to undistributed income of prior years (Election required – see instructions)				
c Treated as distributions out of corpus (Election required – see instructions)				
d Applied to 2016 distributable amount				5,263
e Remaining amount distributed out of corpus				
5 Excess distributions carryover applied to 2016 (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				
b Prior years' undistributed income Subtract line 4b from line 2b				
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				
e Undistributed income for 2015 Subtract line 4a from line 2a Taxable amount – see instructions				
f Undistributed income for 2016 Subtract lines 4d and 5 from line 1. This amount must be distributed in 2017				118,704
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 2011 not applied on line 5 or line 7 (see instructions)				
9 Excess distributions carryover to 2017. Subtract lines 7 and 8 from line 6a				
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)

1a 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			(e) Total
	(a) 2016	(b) 2015	(c) 2014	(d) 2013	
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test – enter					
(1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test – enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test – enter					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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

1 Information Regarding Foundation Managers:

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

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
N/A

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
GAINOR ARZT
706 NW CULPEPPER TERRACE, PORTLAND, OR 97210

b The form in which applications should be submitted and information and materials they should include
See Statement 11

c Any submission deadlines.
N/A

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors
See Statement 12

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

- 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
 - (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.

	Yes	No
1a(1)		X
1a(2)		X
1b(1)		X
1b(2)		X
1b(3)		X
1b(4)		X
1b(5)		X
1b(6)		X
1c		X

[illegible]

- 2a** Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527?

☐ Yes ☒ No

- b If "Yes," complete the following schedule**

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

**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.

May the IRS discuss this return with the preparer shown below (see instructions)? ☐ Yes

Signature of officer or trustee

Date _____

CHAIR
Title

**Paid
Preparer
Use Only**

Print/Type preparer's name

Preparer's signature

Date _____

Check ☐ if self-employed

CANDACE J. DUNBAR

Candace J Dunbar

05/08/17

Firm's name ► JARRARD, SEIBERT, POLLARD & CO, LLC

PTIN P00286735

Firm's address ▶ 1800 Blankenship Rd, Suite 450
West Linn, OR 97068-4191

Firm's EIN ▶ 93-0623130

Phone no **503-723-7600**

Form **990-PF** (2016)

Form 990-PF	Capital Gains and Losses for Tax on Investment Income	2016
For calendar year 2016, or tax year beginning		and ending

Name THE KOMAL FOUNDATION	Employer Identification Number 47-1685714
-------------------------------------	---

(a) List and describe the kind(s) of property so'd, 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 so'd (mo., day, yr.)
(1) 42.2 SHS ADIENT PLC	P	10/31/16	12/19/16
(2) 905 SHS ALLEGHENY TECH INC	P	Various	03/10/16
(3) 45 SHS AMERICAN EXPRESS CO	P	01/22/16	11/15/16
(4) 1225 SHS BG GROUP PLC	P	03/10/15	03/07/16
(5) 175 SHS CHUBB CORPORATION	P	02/25/15	01/19/16
(6) 105.3325 SHS CHUBB LTD	P	01/19/16	04/12/16
(7) 275 SHS COGNIZANT TECH SOLU	P	Various	01/22/16
(8) 535 SHS EMC CORP MASS	P	10/21/15	09/07/16
(9) 525 SHS HARLEY DAVIDSON INC	P	Various	Various
(10) 0.0285 SHS JOHNSON CTLS INTL	P	09/06/16	09/07/16
(11) 320 SHS KEYCORP INC	P	03/14/16	11/07/16
(12) 635 SHS KEYSIGHT TECH INC	P	Various	12/02/16
(13) 225 SHS MCDONALDS CORP	P	02/12/15	01/25/16
(14) 215 SHS MORGAN STANLEY	P	06/24/16	12/05/16
(15) 345 SHS AGCO CORP	P	03/06/15	06/02/16

(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)
(1) 2,223		1,966	257
(2) 14,239		16,251	-2,012
(3) 3,226		2,482	744
(4) 18,611		15,988	2,623
(5) 22,707		17,572	5,135
(6) 12,501		11,694	807
(7) 16,375		16,608	-233
(8) 12,867		11,168	1,699
(9) 27,351		21,307	6,044
(10) 1		1	
(11) 4,634		3,594	1,040
(12) 22,486		15,266	7,220
(13) 26,991		21,436	5,555
(14) 8,991		5,319	3,672
(15) 17,962		16,874	1,088

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))
(1)			257
(2)			-2,012
(3)			744
(4)			2,623
(5)			5,135
(6)			807
(7)			-233
(8)			1,699
(9)			6,044
(10)			
(11)			1,040
(12)			7,220
(13)			5,555
(14)			3,672
(15)			1,088

Form 990-PF		Capital Gains and Losses for Tax on Investment Income		2016
		For calendar year 2016, or tax year beginning		and ending
Name THE KOMAL FOUNDATION			Employer Identification Number 47-1685714	
(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.)	
(1) 40 SHS AETNA INC	P	02/18/15	12/19/16	
(2) 35 SHS AMGEN INCORPORATED	P	02/02/15	09/23/16	
(3) 540 SHS ARCHER DANIELS	P	Various	09/19/16	
(4) 215 SHS AVNET INC	P	02/15/15	12/21/16	
(5) 590 SHS BWX TECHNOLOGIES	P	02/12/15	08/03/16	
(6) 295 SHS BABCOCK & WILCOX ENT	P	02/12/15	03/02/16	
(7) \$30K BAXTER INTERNATIONALSL	P	02/25/15	03/02/16	
(8) 120 SHS BECTON DICKINSON & CO	P	03/25/15	10/12/16	
(9) 500 SHS BED BATH & BEYOND	P	Various	09/29/16	
(10) 385 SHS CONOCOPHILLIPS	P	Various	Various	
(11) 0.7583 SHS DELL TECHNOLOGIES	P	02/12/15	09/08/16	
(12) 1320 SHS EMC CORP	P	Various	09/07/16	
(13) 530 SHS GENERAL ELECTRIC CO	P	02/12/15	09/23/16	
(14) 495 SHS INTEL	P	02/12/15	09/19/16	
(15) 140 SHS ISHARES RUSSELL 2000	P	02/18/15	08/03/16	

(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)
(1) 4,995		3,842	1,153
(2) 6,118		5,349	769
(3) 22,907		25,724	-2,817
(4) 10,507		9,617	890
(5) 21,842		12,498	9,344
(6) 5,604		4,662	942
(7) 30,143		30,007	136
(8) 20,836		17,175	3,661
(9) 21,278		38,541	-17,263
(10) 16,632		26,197	-9,565
(11) 38		36	2
(12) 31,746		30,002	1,744
(13) 15,864		13,211	2,653
(14) 18,390		16,868	1,522
(15) 16,803		17,037	-234

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) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
(1)			1,153
(2)			769
(3)			-2,817
(4)			890
(5)			9,344
(6)			942
(7)			136
(8)			3,661
(9)			-17,263
(10)			-9,565
(11)			2
(12)			1,744
(13)			2,653
(14)			1,522
(15)			-234

Form 990-PF		Capital Gains and Losses for Tax on Investment Income		2016
		For calendar year 2016 or tax year beginning		and ending
Name THE KOMAL FOUNDATION			Employer Identification Number 47-1685714	
(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.)	
(1) 65 SHS JOHNSON & JOHNSON	P	07/07/15	09/23/16	
(2) 505 SHS JOHNSON CONTROLS INC	P	Various	09/06/16	
(3) 100 SHS JPMORGAN CHASE & CO	P	02/12/15	12/19/16	
(4) 1845 SHS KEYCORP INC	P	02/24/15	11/07/16	
(5) 1470 SHS LEUCADIA NATIONAL CO	P	Various	05/03/16	
(6) 140 SHS MCDONALDS CORP	P	Various	11/15/16	
(7) 580 SHS MICROSOFT CORP	P	Various	Various	
(8) 455 SHS MORGAN STANLEY	P	Various	Various	
(9) 225 SHS NESTLE	P	02/12/15	11/15/16	
(10) 270 SHS NEWMONT MINING CORP	P	04/23/15	11/09/16	
(11) 470 SHS PFIZER INCORPORATED	P	02/12/15	10/28/16	
(12) 825 SHS TRIMBLE INC	P	08/18/15	11/29/16	
(13) 800 SHS URBAN OUTFITTERS	P	Various	Various	
(14) 930 SHS WESTERN UNION CO	P	02/12/15	08/04/16	
(15) 960 SHS WEYERHAEUSER CO	P	Various	04/12/16	

(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)
(1) 7,723		6,368	1,355
(2) 22,166		24,635	-2,469
(3) 8,489		5,949	2,540
(4) 26,719		26,049	670
(5) 24,178		34,316	-10,138
(6) 16,469		13,254	3,215
(7) 36,530		25,057	11,473
(8) 18,219		16,755	1,464
(9) 15,410		17,081	-1,671
(10) 10,095		6,210	3,885
(11) 15,042		16,397	-1,355
(12) 23,423		16,510	6,913
(13) 27,817		27,580	237
(14) 19,231		17,046	2,185
(15) 30,282		26,045	4,237

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) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
(1)			1,355
(2)			-2,469
(3)			2,540
(4)			670
(5)			-10,138
(6)			3,215
(7)			11,473
(8)			1,464
(9)			-1,671
(10)			3,885
(11)			-1,355
(12)			6,913
(13)			237
(14)			2,185
(15)			4,237

Form 990-PF		Capital Gains and Losses for Tax on Investment Income		2016
		For calendar year 2016, or tax year beginning		and ending
Name THE KOMAL FOUNDATION			Employer Identification Number 47-1685714	
(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.)	
(1) 100 SHS 3M COMPANY	P	Various	12/14/16	
(2) BLACKSTONE	P	Various	Various	
(3) BLACKSTONE	P	Various	Various	
(4) SCHWAB				
(5)				
(6)				
(7)				
(8)				
(9)				
(10)				
(11)				
(12)				
(13)				
(14)				
(15)				

(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)
(1) 17,705		16,557	1,148
(2) 133			133
(3)		3	-3
(4) 298			298
(5)			
(6)			
(7)			
(8)			
(9)			
(10)			
(11)			
(12)			
(13)			
(14)			
(15)			

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) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
(1)			1,148
(2)			133
(3)			-3
(4)			298
(5)			
(6)			
(7)			
(8)			
(9)			
(10)			
(11)			
(12)			
(13)			
(14)			
(15)			

Federal Statements

Statement 1 - Form 990-PF, Part I, Line 11 - Other Income

Description	Revenue per Books	Net Investment Income	Adjusted Net Income
BLACKSTONE	\$ 128	\$ 128	\$
Total	\$ 128	\$ 128	\$ 0

Statement 2 - Form 990-PF, Part I, Line 16a - Legal Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
LEGAL FEES	\$ 5,532	\$ 2,766	\$	\$ 2,766
Total	\$ 5,532	\$ 2,766	\$ 0	\$ 2,766

Statement 3 - Form 990-PF, Part I, Line 16b - Accounting Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
ACCOUNTING FEES	\$ 2,725	\$ 1,362	\$	\$ 1,363
Total	\$ 2,725	\$ 1,362	\$ 0	\$ 1,363

Statement 4 - Form 990-PF, Part I, Line 16c - Other Professional Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
INVESTMENT FEES	\$ 21,320	\$ 21,320	\$	\$
Total	\$ 21,320	\$ 21,320	\$ 0	\$ 0

Federal Statements**Statement 5 - Form 990-PF, Part I, Line 18 - Taxes**

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
CORPORATE LICENSE RENEWAL	\$ 50			50
FOREIGN TAX	621	621		
TAXES - FEDERAL	453			
TAXES - STATE	459			459
Total	\$ 1,583	\$ 621	\$ 0	\$ 509

Statement 6 - Form 990-PF, Part I, Line 23 - Other Expenses

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
Expenses				
ADMIN	625			625
Total	\$ 625	\$ 0	\$ 0	\$ 625

Statement 7 - Form 990-PF, Part II, Line 10a - US and State Government Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
SCHWAB US TREASURY	\$ 455,986	\$ 455,986	Cost	\$ 443,396
Total	\$ 455,986	\$ 455,986		\$ 443,396

Federal Statements

Statement 8 - Form 990-PF, Part II, Line 10b - Corporate Stock Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
SCHWAB STOCKS	\$ 1,636,269	\$ 1,637,225	Cost	\$ 1,739,604
BLACKSTONE		16,876		17,029
Total	\$ 1,636,269	\$ 1,654,101		\$ 1,756,633

Statement 9 - Form 990-PF, Part II, Line 10c - Corporate Bond Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
SCHWAB BONDS	\$ 405,825	\$ 427,057	Cost	\$ 412,801
Total	\$ 405,825	\$ 427,057		\$ 412,801

Federal Statements**Statement 10 - Form 990-PF, Part III, Line 3 - Other Increases**

<u>Description</u>	<u>Amount</u>
NONTAXABLE ADJUSTMENTS	\$ <u>67</u>
Total	\$ <u>67</u>

Statement 11 - Form 990-PF, Part XV, Line 2b - Application Format and Required Contents

<u>Description</u>
SEE COPY OF ATTACHED GRANT APPLICATION AND GRANT AGREEMENT.

Statement 12 - Form 990-PF, Part XV, Line 2d - Award Restrictions or Limitations

<u>Description</u>
ALTHOUGH THE FOUNDATION HAS A SPECIFIC INTEREST IN MEDICAL AND MENTAL HEALTH ISSUES, THE BOARD OF DIRECTORS ANTICIPATES THAT IT WILL ALSO MAKE AWARDS FOR VARIOUS OTHER CHARITABLE CAUSES. THE MAJORITY OF AWARDS WILL BE MADE TO OREGON ORGANIZATIONS; HOWEVER, THE BOARD MAY ALSO MAKE AWARDS TO NON-OREGON CHARITABLE ORGANIZATIONS.

**Gainor Arzt
706 NW Culpepper Terrace
Portland, OR 97210**

APPLICANT CONTACT INFORMATION

NAME _____

Address _____

City _____ State _____ Zip: _____

Country _____ Phone _____

Email _____

What is the best way to reach you? _____

Amount Requested _____

Have you collected funds for your project? Y/N If Yes, How Much? _____

PROJECT INFORMATION

Project Name or Title _____

Provide a *brief* summary of the project:

Briefly describe prior experience implementing activities related to the project:

DETAILED PROJECT INFORMATION (If more space is needed attach additional sheets)

Project Description:

Why do you think this is an important project?

In what way will your project benefit the community?

PROJECT PLANNING PROCESS

Can you list the sequential steps/tasks you will take to implement the proposed project?

Will you have assistance or others participating in the project with you? Y / N

Name: _____ Role: _____

Name: _____ Role: _____

Name: _____ Role: _____

Potential project challenges or obstacles:

PROJECT TIMELINE

Planning: Start Date: _____ End Date: _____

Implementation: Start Date: _____ End Date: _____

PROJECT BUDGET

Please attach the project budget.

Budget Narrative: Describe any other sources of funds for this project:

Signature

Date

KOMAL FOUNDATION

GRANT AGREEMENT

This Agreement is made as of _____, 2016 between the Komal Foundation, an Oregon nonprofit corporation, EIN: 47-1685714 (the "Foundation"), located at 706 NW Culpepper Terrace, Portland, OR 97210 and _____ ("Grantee"), [Address].

BACKGROUND

The Foundation is pleased to inform _____ that its Board of Directors has approved a grant in the amount of \$_____ for the general support of the _____ program. The Foundation is tax-exempt under IRC 501(c)(3) and characterized as a private foundation. Your organization is a public charity and dependent upon continual support for the general public for classification as a public charity; therefore, Foundation enters into this grant agreement to ensure compliance with the Code and to set forth the terms of this grant.

AGREEMENT

Therefore, the parties agree as described below.

1. **Grant.** The Foundation agrees to make a \$_____ grant to Grantee payable in [NUMBER] equal [annual or quarterly] installments of [AMOUNT] each, subject to the terms and conditions of this Agreement.
2. **Purpose.** The purpose of this grant and the programs it supports are more fully described in Grantee's grant application to the Foundation dated [DATE] which is incorporated herein by reference. The Grantee agrees that the funds will be used in accordance with the budget submitted by the Grantee as part of its grant request and attached to this Agreement. Grantee shall use the grant funds exclusively for these purposes and any amount not so used shall be repaid by Grantee to the Foundation.
3. **Reports.** Grantee shall submit to the Foundation a full and complete report regarding the use of grant funds. Grantee shall submit such reports within 60 days after the end of Grantee's annual accounting period during which the grant funds were received, and for all such subsequent periods until the grant funds are fully expended or the grant is otherwise terminated. Further, Grantee shall send the Foundation a copy of its annual information return (Form 990) for the current year and any succeeding year in which the Grantee receives funding.
4. **Public Charity.** Grantee represents to the Foundation that the grant will not cause Grantee to lose its status as a public charity, that its determination letter from the Internal Revenue Service as to Grantee's public charity status is still valid and that the Grantee has not undergone a change in its character, purpose, activities, method of operation, or sources of support that would be inconsistent with Grantee's status as a public charity.

5. **Restriction on Use.** Grantee agrees that it will not use any portion of the grant proceeds to: (a) carry out propaganda or otherwise attempt to influence legislation; (b) to influence the outcome of any specific election or to carry on, directly or indirectly, any voter registration drive; (c) for grants to individuals for travel or study unless the Grantee has received approval from the Service for such program; (d) for a grant to another organization; (e) for any purpose other than one specified in IRC Section 170(c)(2)(B).

6. **Use of Name.** Grantee hereby authorizes the Foundation to use the name of the Grantee as part of press releases, brochures, newsletters, websites and other publications prepared by the Foundation for the purpose of public education or to demonstrate the scope of grant making by the Foundation. The use of the name of Grantee in publications is for example only and shall not be deemed to be a promise of future awards to Grantor.

7. **Intellectual Property.** For any copyright, patent, trade name, trademark or service mark created in connection with the Program described in Section 2 above ("Intellectual Property"), Grantor is hereby granted a royalty free, non-exclusive worldwide license to use any or all of the Intellectual Property in perpetuity for any purpose or purposes that Grantor desires, including republication or sublicensing of such Intellectual Property.

8. **Assignment.** Neither party shall assign nor transfer any interest in this Agreement, nor assign any claims for money due or to become due during this Agreement without the prior written approval of the other party.

9. **Communications.** All communications and correspondence to Grantor shall be directed to:

Gainor Arzt
706 NW Culpepper Terrace
Portland, OR 97210

10. **Entire Agreement.** This Agreement represents the entire agreement between the parties. No change or amendment hereto shall be effective unless made in writing and duly executed by the parties.

KOMAL FOUNDATION

GRANTEE

[NAME] _____

[NAME] _____

By: _____

By: _____

[TITLE] _____

[TITLE] _____