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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 instructions is at www.irs.gov/form990pf.

OMB No 1545-0052
2016
Open to Public Inspection

For calendar year 2016, or tax year beginning 01-01-2016, and ending 12-31-2016

Name of foundation THE RAY CHARLES FOUNDATION		A Employer identification number 95-4047622	
Number and street (or P O box number if mail is not delivered to street address) 2107 WEST WASHINGTON BLVD	Room/suite	B Telephone number (see instructions) (323) 737-8000	
City or town, state or province, country, and ZIP or foreign postal code LOS ANGELES, CA 90018		C If exemption application is pending, check here <input type="checkbox"/>	
G Check all that apply: <input type="checkbox"/> Initial return <input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Address change <input type="checkbox"/> Name change		D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>	
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) ▶ \$ 48,684,847		J Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ (Part I, column (d) must be on cash basis)	
		F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>	

Part I Analysis of Revenue and Expenses <i>(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions))</i>		(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	171,481	171,481		
	4 Dividends and interest from securities				
	5a Gross rents	620,829	620,829		
	b Net rental income or (loss) 66,527				
	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)				
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
b Less Cost of goods sold					
c Gross profit or (loss) (attach schedule)					
11 Other income (attach schedule)	1,508,266	1,507,813			
12 Total. Add lines 1 through 11	2,300,576	2,300,123			
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	333,440	166,720		166,720
	14 Other employee salaries and wages	636,145	318,073		318,072
	15 Pension plans, employee benefits	25,698	12,849		12,849
	16a Legal fees (attach schedule)	358,213	179,107		179,106
	b Accounting fees (attach schedule)	95,850	47,925		47,925
	c Other professional fees (attach schedule)	23,041	11,520		11,521
	17 Interest				
	18 Taxes (attach schedule) (see instructions)	89,273	44,637		44,636
	19 Depreciation (attach schedule) and depletion	311,249	99,867		
	20 Occupancy				
	21 Travel, conferences, and meetings	71,348	35,674		35,674
	22 Printing and publications				
	23 Other expenses (attach schedule)	2,392,805	2,190,286		202,519
	24 Total operating and administrative expenses. Add lines 13 through 23	4,337,062	3,106,658		1,019,022
	25 Contributions, gifts, grants paid	10,000			10,000
26 Total expenses and disbursements. Add lines 24 and 25	4,347,062	3,106,658		1,029,022	
27 Subtract line 26 from line 12					
a Excess of revenue over expenses and disbursements	-2,046,486				
b Net investment income (if negative, enter -0-)		0			
c Adjusted net income (if negative, enter -0-)					

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	564,749	677,391	677,391
	2 Savings and temporary cash investments	32,142,628	31,131,768	31,131,768
	3 Accounts receivable ▶ _____ Less allowance for doubtful accounts ▶ _____			
	4 Pledges receivable ▶ _____ Less allowance for doubtful accounts ▶ _____			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
	7 Other notes and loans receivable (attach schedule) ▶ _____ Less allowance for doubtful accounts ▶ _____			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges	30,780	29,688	29,688
	10a Investments—U S and state government obligations (attach schedule)			
	b Investments—corporate stock (attach schedule)			
	c Investments—corporate bonds (attach schedule)			
	11 Investments—land, buildings, and equipment basis ▶ _____ 6,220,888 Less accumulated depreciation (attach schedule) ▶ _____ 791,213	5,425,912	5,429,675	7,525,000
	12 Investments—mortgage loans			
	13 Investments—other (attach schedule)			
	14 Land, buildings, and equipment basis ▶ _____ 6,398,378 Less accumulated depreciation (attach schedule) ▶ _____ 3,103,609	2,916,025	3,294,769	3,700,000
15 Other assets (describe ▶ _____)	5,486,088	5,486,088	5,621,000	
16 Total assets (to be completed by all filers—see the instructions Also, see page 1, item I)	46,566,182	46,049,379	48,684,847	
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 ▶ _____)	49,690	52,640	
	23 Total liabilities (add lines 17 through 22)	49,690	52,640	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ <input type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ <input checked="" type="checkbox"/> and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds			
	28 Paid-in or capital surplus, or land, bldg , and equipment fund			
29 Retained earnings, accumulated income, endowment, or other funds	46,516,492	45,996,739		
30 Total net assets or fund balances (see instructions)	46,516,492	45,996,739		
31 Total liabilities and net assets/fund balances (see instructions) .	46,566,182	46,049,379		

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	46,516,492
2 Enter amount from Part I, line 27a		2	-2,046,486
3 Other increases not included in line 2 (itemize) ▶ _____		3	1,533,333
4 Add lines 1, 2, and 3		4	46,003,339
5 Decreases not included in line 2 (itemize) ▶ _____		5	6,600
6 Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30 .		6	45,996,739

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			

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

2 Capital gain net income or (net capital loss)	2	
{ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }		
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)	3	
{ If gain, also enter in Part I, line 8, column (c) (see instructions) If (loss), enter -0- in Part I, line 8 }		

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? Yes No
 If "Yes," the foundation does not qualify under section 4940(e) Do not complete this part

1 Enter the appropriate amount in each column for each year, see 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	2,116,821	46,002,543	0 04602
2014	2,984,784	46,818,467	0 06375
2013	5,832,660	48,398,139	0 12051
2012	2,272,740	50,301,264	0 04518
2011	2,093,758	51,433,551	0 04071
2 Total of line 1, column (d)			0 316172
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			0 063234
4 Enter the net value of noncharitable-use assets for 2016 from Part X, line 5			45,158,481
5 Multiply line 4 by line 3			2,855,551
6 Enter 1% of net investment income (1% of Part I, line 27b)			
7 Add lines 5 and 6			2,855,551
8 Enter qualifying distributions from Part XII, line 4			1,029,022

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)

Table with 11 rows for excise tax calculations. Includes fields for exempt foundations, tax under section 511, subtitle A tax, and total credits. Total amount owed is 8,130.

Part VII-A Statements Regarding Activities

Table with 10 rows for activity statements. Includes questions about political campaigns, political expenditures, and state reporting. Includes Yes/No columns.

Part VII-A Statements Regarding Activities (continued)

Table with 3 columns: Question, Yes, No. Rows 11-13 regarding controlled entities, donor advised funds, and public inspection requirements.

14 The books are in care of VALERIE ERVIN PRESIDENT Telephone no (323) 737-8000

Located at 2107 W WASHINGTON BLVD LOS ANGELES CA ZIP+4 90018

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? Includes instructions for exceptions and filing requirements for FinCEN Form 114.

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.

Main table for Part VII-B with 3 columns: Question, Yes, No. Rows 1a-1c, 2a-2c, 3a-3b, 4a-4b regarding Form 4720 exceptions and requirements.

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

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

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

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

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

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

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

b If any answer is "Yes" to 5a(1)-(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)? Yes No

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

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

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

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

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? Yes No

If "Yes" to 6b, file Form 8870

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

b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction? Yes No

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	Title, and average hours per week (b) devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	Expense account, (e) other allowances
See Additional Data Table				

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	Title, and average hours per week (b) devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	Expense account, (e) other allowances
SUZANNE ALPERT 2107 WEST WASHINGTON BLVD LOS ANGELES, CA 90018	ATTORNEY 40 00	231,600	6,000	
THU TRAN 2107 WEST WASHINGTON BLVD LOS ANGELES, CA 90018	SR ACCOUNTANT 40 00	88,991		
DENISE THIEL 2107 WEST WASHINGTON BLVD LOS ANGELES, CA 90018	PROPERTY MGR 40 00	80,061	2,402	
GWENDOLYN GREEN 2107 WEST WASHINGTON BLVD LOS ANGELES, CA 90018	BOOKKEEPER 40 00	77,761	2,333	
RAYMOND SHIVERS 2107 WEST WASHINGTON BLVD LOS ANGELES, CA 90018	FACILITIES MGR 40 00	67,559	2,027	

Total number of other employees paid over \$50,000. Yes No 1

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
GREENBERG GLUSKER 1900 AVENUE OF THE STARS 21ST FL LOS ANGELES, CA 90067	LEGAL	216,699
HUTCHINSON & BLOODGOOD LLP 550 N BRAND BLVD 14TH FL GLENDALE, CA 91203	ACCOUNTING	95,850
HOME REMODELING 5522 N ASPAN AVE AZUSA, CA 91702	CONTRACTOR	252,085
IVAN HOFFMAN ATTY AT LAW 10736 JEFFERSON BLVD SUITE 436 CULVER CITY, CA 90230	LEGAL	120,000

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 	
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 	
2 	
All other program-related investments. See instructions.	
3 	

Total. Add lines 1 through 3 **▶**

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	0
b	Average of monthly cash balances.	1b	32,700,174
c	Fair market value of all other assets (see instructions).	1c	13,146,000
d	Total (add lines 1a, b, and c).	1d	45,846,174
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	
3	Subtract line 2 from line 1d.	3	45,846,174
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions).	4	687,693
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4.	5	45,158,481
6	Minimum investment return. Enter 5% of line 5.	6	2,257,924

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	2,257,924
2a	Tax on investment income for 2016 from Part VI, line 5.	2a	
b	Income tax for 2016 (This does not include the tax from Part VI).	2b	
c	Add lines 2a and 2b.	2c	
3	Distributable amount before adjustments. Subtract line 2c from line 1.	3	2,257,924
4	Recoveries of amounts treated as qualifying distributions.	4	
5	Add lines 3 and 4.	5	2,257,924
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	2,257,924

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	1,029,022
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	1,029,022
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	
6	Adjusted qualifying distributions. Subtract line 5 from line 4.	6	1,029,022

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				2,257,924
2 Undistributed income, if any, as of the end of 2016				
a Enter amount for 2015 only.				
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.			1,500,437	
d From 2014.			643,861	
e From 2015.				
f Total of lines 3a through e.	2,144,298			
4 Qualifying distributions for 2016 from Part XII, line 4 ▶ \$ <u>1,029,022</u>				
a Applied to 2015, but not more than line 2a				
b Applied to undistributed income of prior years (Election required—see instructions).				
c Treated as distributions out of corpus (Election required—see instructions).	0			
d Applied to 2016 distributable amount.				1,029,022
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))	1,228,902			1,228,902
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	915,396			
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				0
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required - see instructions).				
8 Excess distributions carryover from 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	915,396			
10 Analysis of line 9				
a Excess from 2012.				
b Excess from 2013.			271,535	
c Excess from 2014.			643,861	
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 organization is a private operating foundation described in section 4942(j)(3) or 4942(j)(5)

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

	Tax year	Prior 3 years			(e) Total
	(a) 2016	(b) 2015	(c) 2014	(d) 2013	
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 organization had \$5,000 or more in assets at any time during the year—see instructions.)

1 Information Regarding Foundation Managers:

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

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

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

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

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

GRANT DEPARTMENT
2107 West Washington Boulevard
LOS ANGELES, CA 90018
(323) 737-8000
info@theraycharlesfoundation.org

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

The Ray Charles Foundation requests that the applicant print and follow the Grant Check List. Upon completing the instructions, mail the GRANT APPLICATION PACKAGE (Cover Letter, completed and signed Online Grant Application, Letter of Inquiry, Proof of IRS federal tax-exempt status, Annual Report [if available], and signed Grant Check List TO THE FOLLOWING ADDRESS GRANT DEPARTMENT The Ray Charles Foundation 2107 West Washington Boulevard Los Angeles, CA 90018

c Any submission deadlines

NO SUBMISSION DEADLINES - APPLICATIONS REVIEWED ALL YEAR

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

Obligations and Responsibilities of Grant Recipients 1) Since an award is made only for the purposes set forth in the Grantees submitted proposal and the Grantees grant application, any modifications to the project, as originally proposed, may be made only with prior written approval by The Ray Charles Foundation 2) The Grantee may not grant any portion of the award to a secondary Grantee without prior written permission of The Ray Charles Foundation 3) The Grant must be spent in full within the time set forth in the Grant proposal and if no such time is set forth, then within twelve (12) months following the Grant. In the event that the Grant is expressly made for multiple years, any funds not used in the current year may be applied to the purposes of the Grant in following years but only for the years covered by the Grant proposal 4) The Grantee must maintain complete records of receipts and expenditures sufficient to identify grant funds and expenditures made in the furtherance of t

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 <i>Paid during the year</i> SOUTH CENTRAL SCHOLARS FUND 29000 S WESTERN AVENUE SUITE 401 RANCHO PALOS VERDES, CA 90275	NONE	NOT A FDN	EDUCATION	10,000
Total			▶ 3a	10,000
b <i>Approved for future payment</i>				
Total			▶ 3b	

Form 990PF Part VIII Line 1 - List all officers, directors, trustees, foundation managers and their compensation

(a) Name and address	Title, and average hours per week (b) devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	Expense account, (e) other allowances
VALERIE ERVIN 2107 W WASHINGTON BLVD LOS ANGELES, CA 90018	President 40 00	333,440	9,391	
JOSEPH ADAMS 4244 MOUNT VERNON DRIVE LOS ANGELES, CA 90008	Chairman 1 00	0		
REV MARK WHITLOCK 2107 W WASHINGTON BLVD LOS ANGELES, CA 90018	Director 1 00	0		
REV CECIL L MURRAY 4821 PARKGLEN AVENUE LOS ANGELES, CA 90043	Treasurer 1 00	0		
RAMSEY JAY JR 2548 TOLTEC COURT VENTURA, CA 93001	Director 1 00	0		
DIANA TREISTER 349 S LINDEN DRIVE B BEVERLY HILLS, CA 90212	Director 1 00	0		
STEWART IAN ALPERT 605 TASMAN DRIVE 1417 SUNNYVALE, CA 94089	Director 1 00	0		

Form 990PF Part XVI-A Line 11 - Other revenue:

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See the instructions)
11 Other revenue	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
a ALBUM INCOME			15	40,955	
b FED/CA TAX REFUNDS			1		
c LEGAL SETTLEMENT			1	453	
d LICENSING/MERCHANDISE			15	75,506	
e MASTER LICENSE REVENUE			15	202,945	
f MISCELLANEOUS INCOME			1	2,557	
g OIL & GAS LEASE			1	3,711	
h PUBLISHING INCOME			15	270,969	
i ROYALTY RECEIPTS			15	911,170	
j SAG PENSION RECEIPTS			14		

TY 2016 Accounting Fees Schedule**Name:** THE RAY CHARLES FOUNDATION**EIN:** 95-4047622**Software ID:** 16000303**Software Version:** 2016v3.0

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
ACCOUNTING FEES	95,850	47,925	0	47,925

Note: To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.

TY 2016 Amortization Schedule

Name: THE RAY CHARLES FOUNDATION

EIN: 95-4047622

Software ID: 16000303

Software Version: 2016v3.0

Description of Amortized Expenses	Date Acquired, Completed, or Expended	Amount Amortized	Deduction for Prior Years	Amortization Method	Current Year Amortization	Net Investment Income	Adjusted Net Income	Total Amount of Amortization
MASTER RECORDING- DOD VAL	2008-01-01	23,000,000	12,266,664	15 0000	1,533,333			13,799,997

Note: To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.

TY 2016 Depreciation Schedule

Name: THE RAY CHARLES FOUNDATION

EIN: 95-4047622

Software ID: 16000303

Software Version: 2016v3.0

Description of Property	Date Acquired	Cost or Other Basis	Prior Years' Depreciation	Computation Method	Rate / Life (# of years)	Current Year's Depreciation Expense	Net Investment Income	Adjusted Net Income	Cost of Goods Sold Not Included
LINDEN 85 BLDG - DOD VAL	2004-06-10	636,600	185,100	SL	3 64 %	23,147	23,147		
LINDEN 91 BLDG - DOD VAL	2004-06-10	1,640,000	477,074	SL	3 64 %	59,630	59,630		
LINDEN 91 IMPROVEMENTS	2008-06-30	35,012	9,602	SL	3 64 %	1,273	1,273		
WASHINGTON BLDG - DOD VAL	2004-06-10	425,033	87,184	SL	2 56 %	10,898			
WASHINGTON BLVD - F&F	2009-06-30	8,671	8,051	SL	7 14 %	620			
WASHINGTON BLVD - F&F	2010-03-31	57,198	46,696	SL	7 0000	8,171			
NEW ROOF-LINDEN 85	2011-12-01	27,390	7,456	SL	15 0000	1,826	1,826		
PARKING LOT-IMP WASH BL	2011-04-05	19,040	12,920	SL	7 0000	2,720			
WASHINGTON BL-IMPROV	2011-07-01	245,569	73,670	SL	15 0000	16,371			
WASHINGTON BL-F&F	2011-04-11	21,499	14,587	SL	7 0000	3,071			
WASHINGTON BL-F&F	2012-11-08	32,811	14,842	SL	7 0000	4,687			
WASHINGTON BL-IMPROV	2012-03-05	32,544	8,318	SL	15 0000	2,170			
WASHINGTON BL-F&F	2013-03-04	17,756	7,188	SL	7 0000	2,537			
WASHINGTON BL-IMPROV	2013-07-23	25,510	4,111	SL	15 0000	1,701			
LINDEN 85 IMPROVEMENTS	2013-12-12	2,924	406	SL	15 0000	195	195		
LINDEN 91 IMPROVEMENTS	2013-12-17	33,043	4,406	SL	15 0000	2,203	2,203		
RAY CHARLES MUSEUM	2009-01-01	1,913,341	510,224	SL	15 0000	127,556			
OFFICE EQUIPMENT	2013-11-18	3,686	1,535	SL	5 0000	737			
WASHINGTON BL - F&F	2014-07-16	8,317	1,683	SL	7 0000	1,188			
WASHINGTON BL - IMPROV	2014-07-01	49,920	4,992	SL	15 0000	3,328			

Description of Property	Date Acquired	Cost or Other Basis	Prior Years' Depreciation	Computation Method	Rate / Life (# of years)	Current Year's Depreciation Expense	Net Investment Income	Adjusted Net Income	Cost of Goods Sold Not Included
LINDEN 91 IMPROVEMENTS	2014-07-01	23,202	2,320	SL	15 0000	1,547	1,547		
COMPUTER EQUIPMENT	2014-07-01	12,475	3,743	SL	5 0000	2,495			
SOFTWARE	2014-07-01	11,331	5,666	SL	3 0000	3,777			
WASHINGTON BL - IMPROV	2015-07-23	35,462	985	SL	15 0000	2,364			
LINDEN 85 IMPROVEMENTS	2015-07-01	16,600	553	SL	15 0000	1,107	1,107		
LINDEN 91 IMPROVEMENTS	2015-07-01	82,637	2,755	SL	15 0000	5,509	5,509		
COMPUTER EQUIPMENT	2015-07-01	13,558	1,356	SL	5 0000	2,712			
SOFTWARE	2015-07-01	11,641	1,940	SL	3 0000	3,880			
LINDEN 85 IMPROVEMENTS	2016-10-03	14,800		SL	15 0000	247	247		
LINDEN 91 IMPROVEMENTS	2016-07-01	88,831		SL	15 0000	2,961	2,961		
LINDEN 85 IMPROVEMENTS	2008-06-30	6,100	1,673	SL	3 64 %	222	222		
OFFICE EQUIPMENT	2016-07-01	8,026		SL	5 0000	803			
AUTO	2016-04-28	71,969		SL	5 0000	9,596			

TY 2016 Investments - Land Schedule**Name:** THE RAY CHARLES FOUNDATION**EIN:** 95-4047622**Software ID:** 16000303**Software Version:** 2016v3.0

Category/ Item	Cost/Other Basis	Accumulated Depreciation	Book Value	End of Year Fair Market Value
Buildings	2,261,250	791,213	1,470,037	2,761,250
Improvements	345,888		345,888	
Land	3,613,750		3,613,750	4,763,750

**TY 2016 Land, Etc.
Schedule****Name:** THE RAY CHARLES FOUNDATION**EIN:** 95-4047622**Software ID:** 16000303**Software Version:** 2016v3.0

Category / Item	Cost / Other Basis	Accumulated Depreciation	Book Value	End of Year Fair Market Value
Furniture and Fixtures	142,582	117,315	25,267	
Machinery and Equipment	2,230,932	2,116,782	114,150	2,100,000
Buildings	2,333,341	735,862	1,597,479	1,600,000
Improvements	911,523	133,650	777,873	
Land	780,000		780,000	

TY 2016 Legal Fees Schedule**Name:** THE RAY CHARLES FOUNDATION**EIN:** 95-4047622**Software ID:** 16000303**Software Version:** 2016v3.0

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
LEGAL FEES	358,213	179,107	0	179,106

TY 2016 Other Assets Schedule**Name:** THE RAY CHARLES FOUNDATION**EIN:** 95-4047622**Software ID:** 16000303**Software Version:** 2016v3.0**Other Assets Schedule**

Description	Beginning of Year - Book Value	End of Year - Book Value	End of Year - Fair Market Value
Net Intangible Assets	5,486,088	5,486,088	5,621,000

TY 2016 Other Decreases Schedule**Name:** THE RAY CHARLES FOUNDATION**EIN:** 95-4047622**Software ID:** 16000303**Software Version:** 2016v3.0

Description	Amount
FEDERAL INCOME TAXES	6,600

TY 2016 Other Expenses Schedule**Name:** THE RAY CHARLES FOUNDATION**EIN:** 95-4047622**Software ID:** 16000303**Software Version:** 2016v3.0**Other Expenses Schedule**

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
ADVERTISING	59,173	29,586		29,587
Amortization	1,533,333	1,533,333		
BANK CHARGES	179	90		89
DUES & SUBSCRIPTIONS	1,110	555		555
GARDENING	3,675	1,837		1,838
INSURANCE	209,974	104,987		104,987
INTERNET	44,716	22,358		22,358
LICENSES AND FEES	4,283	2,142		2,141
MEETINGS	1,772	886		886
OFFICE EXPENSE	2,855	1,427		1,428

Other Expenses Schedule

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
PEST CONTROL	690	345		345
PLUMBING & ELECTRICAL	4,194	2,097		2,097
POSTAGE & FREIGHT	1,939	969		970
PROMOTION	4,890	2,445		2,445
Rental Expenses	454,435	454,435		
REPAIRS & MAINTENANCE	15,256	7,628		7,628
SECURITY	6,003	3,002		3,001
SUPPLIES	6,418	3,209		3,209
TELEPHONE	16,954	8,477		8,477
TRASH SERVICE	1,832	916		916

Other Expenses Schedule

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
UTILITIES	19,124	9,562		9,562

TY 2016 Other Income Schedule**Name:** THE RAY CHARLES FOUNDATION**EIN:** 95-4047622**Software ID:** 16000303**Software Version:** 2016v3.0**Other Income Schedule**

Description	Revenue And Expenses Per Books	Net Investment Income	Adjusted Net Income
ALBUM INCOME	40,955	40,955	
LEGAL SETTLEMENT	453		
LICENSING/MERCHANDISE	75,506	75,506	
MASTER LICENSE REVENUE	202,945	202,945	
MISCELLANEOUS INCOME	2,557	2,557	
OIL & GAS LEASE	3,711	3,711	
PUBLISHING INCOME	270,969	270,969	
ROYALTY RECEIPTS	911,170	911,170	

TY 2016 Other Increases Schedule**Name:** THE RAY CHARLES FOUNDATION**EIN:** 95-4047622**Software ID:** 16000303**Software Version:** 2016v3.0

Description	Amount
AMORTIZATION ON RETURN NOT ON BOOKS	1,533,333

TY 2016 Other Liabilities Schedule**Name:** THE RAY CHARLES FOUNDATION**EIN:** 95-4047622**Software ID:** 16000303**Software Version:** 2016v3.0

Description	Beginning of Year - Book Value	End of Year - Book Value
SECURITY DEPOSITS	49,690	52,640

TY 2016 Other Professional Fees Schedule**Name:** THE RAY CHARLES FOUNDATION**EIN:** 95-4047622**Software ID:** 16000303**Software Version:** 2016v3.0

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
ARCHIVE	17,255	8,627	0	8,628
OTHER	5,786	2,893	0	2,893

TY 2016 Taxes Schedule**Name:** THE RAY CHARLES FOUNDATION**EIN:** 95-4047622**Software ID:** 16000303**Software Version:** 2016v3.0

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
OTHER	265	133		132
PAYROLL TAXES	57,525	28,763		28,762
PROPERTY TAX	31,483	15,741		15,742