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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 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 JUL 1, 2016 , and ending JUN 30, 2017

Name of foundation: RAY FOUNDATION, INC.

A Employer identification number: 81-0288819

Number and street (or P O box number if mail is not delivered to street address): 100 AVIATION DRIVE SOUTH

Room/suite: 203

B Telephone number: (239) 649-5733

City or town, state or province, country, and ZIP or foreign postal code: NAPLES, FL 34104

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)* ▶$ 172,342,778.

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 ▶ ☐

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).)

Line	Description	(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	56,785,829.		N/A	
2	Check ▶ ☐ if the foundation is not required to attach Sch B				
3	Interest on savings and temporary cash investments	34,690.	34,690.		STATEMENT 1
4	Dividends and interest from securities	1,193,826.	1,193,826.		STATEMENT 2
5a	Gross rents				
b	Net rental income or (loss)				
6a	Net gain or (loss) from sale of assets not on line 10	-181,590.			
b	Gross sales price for all assets on line 6a 2,192,908.				
7	Capital gain net income (from Part IV, line 2)		0.		
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	7,500.	7,500.		STATEMENT 3
12	**Total.** Add lines 1 through 11	57,840,255.	1,236,016.		
Operating and Administrative Expenses					
13	Compensation of officers, directors, trustees, etc	56,250.	0.		0.
14	Other employee salaries and wages	806.	0.		0.
15	Pension plans, employee benefits				
16a	Legal fees				
b	Accounting fees STMT 4	4,845.	0.		0.
c	Other professional fees				
17	Interest				
18	Taxes STMT 5	25,488.	13,842.		0.
19	Depreciation and depletion				
20	Occupancy	4,178.	0.		0.
21	Travel, conferences, and meetings				
22	Printing and publications				
23	Other expenses STMT 6	15,786.	0.		0.
24	**Total operating and administrative expenses.** Add lines 13 through 23	107,353.	13,842.		0.
25	Contributions, gifts, grants paid	145,000.			145,000.
26	**Total expenses and disbursements.** Add lines 24 and 25	252,353.	13,842.		145,000.
27	Subtract line 26 from line 12:				
a	Excess of revenue over expenses and disbursements	57,587,902.			
b	**Net investment income** (if negative, enter -0-)		1,222,174.		
c	**Adjusted net income** (if negative, enter -0-)			N/A	

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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		113,108.	113,108.
	2 Savings and temporary cash investments	2,043,202.	33,159,387.	33,159,387.
	3 Accounts receivable ▶ 2,192,832.			
	Less: allowance for doubtful accounts ▶		2,192,832.	2,192,832.
	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	5,760.	7,240.	7,240.
	10a Investments - U.S. and state government obligations			
	b Investments - corporate stock STMT 8	9,456,548.	41,440,283.	136,870,211.
	c Investments - corporate bonds			
	11 Investments - land, buildings, and equipment basis ▶			
	Less accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other			
	14 Land, buildings, and equipment: basis ▶ 15,414.			
	Less accumulated depreciation STMT 9 ▶ 15,414.			
	15 Other assets (describe ▶)			
	16 **Total assets** (to be completed by all filers - see the instructions. Also, see page 1, item I)	11,505,510.	76,912,850.	172,342,778.
Liabilities	17 Accounts payable and accrued expenses	848.	7,820,286.	
	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)	848.	7,820,286.	
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 ▶ [X] and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	11,504,662.	69,092,564.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	0.	0.	
	30 **Total net assets or fund balances**	11,504,662.	69,092,564.	
	31 **Total liabilities and net assets/fund balances**	11,505,510.	76,912,850.	

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	11,504,662.
2	Enter amount from Part I, line 27a	2	57,587,902.
3	Other increases not included in line 2 (itemize) ▶	3	0.
4	Add lines 1, 2, and 3	4	69,092,564.
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	69,092,564.

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				
b	SEE ATTACHED STATEMENTS			
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	2,192,908.		2,374,498.	-181,590.

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				
b				
c				
d				
e				-181,590.

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 -181,590.

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	3,592,790.	23,103,298.	.155510
2014	4,404,240.	23,690,218.	.185910
2013	1,688,071.	20,543,502.	.082171
2012	395,803.	17,440,526.	.022694
2011	165,000.	15,359,265.	.010743

2	**Total** of line 1, column (d)	2	.457028
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	.091406
4	Enter the net value of noncharitable-use assets for 2016 from Part X, line 5	4	65,414,832.
5	Multiply line 4 by line 3	5	5,979,308.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	12,222.
7	Add lines 5 and 6	7	5,991,530.
8	Enter qualifying distributions from Part XII, line 4	8	145,000.

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	24,443.
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	24,443.
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	24,443.
6	Credits/Payments:				
a	2016 estimated tax payments and 2015 overpayment credited to 2016	6a	7,240.		
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	7,240.
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	17,203.
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** ▶		**Refunded** ▶	11	

Part VII-A Statements Regarding Activities

		Line	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)? *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.*	1b		X
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? N/A	4b		
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) ▶ CO, FL			
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 ▶ THE FOUNDATION Telephone no. ▶ (239) 649-5733

Located at ▶ 100 AVIATION DRIVE SOUTH, NO. 203, NAPLES, FL ZIP+4 ▶ 34104

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

	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.			Yes	No
1a	During the year did the foundation (either directly or indirectly):				
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☐ Yes ☒ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	☐ Yes ☒ No			
	(6) Agree to pay money or property to a government official? (**Exception** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.)	☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)?	N/A	1b		
	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)*

			Yes	No
5a During the year did the foundation pay or incur any amount to:				
(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?	☐ Yes ☒ No			
(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?	☐ Yes ☒ No			
(3) Provide a grant to an individual for travel, study, or other similar purposes?	☐ Yes ☒ No			
(4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? (see instructions)	☐ Yes ☒ No			
(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?	☐ Yes ☒ No			
b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)?	N/A	5b		
Organizations relying on a current notice regarding disaster assistance check here	▶ ☐			
c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A	☐ Yes ☐ No			
If "Yes," attach the statement required by Regulations section 53.4945-5(d)				
6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	☐ Yes ☒ No			
b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		6b		X
If "Yes" to 6b, file Form 8870.				
7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	☐ Yes ☒ No			
b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?	N/A	7b		

Part VIII | Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation.

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
CHARLES J. AHEARN 100 AVIATION DRIVE SOUTH, #203 NAPLES, FL 34104	PRESIDENT/DIRECTOR 40.00	56,250.	0.	0.
JEFFERY J. TEMPAS 5856 S LOWELL BLVD #32-412 LITTLETON, CO 80123	TREASURER/DIRECTOR 8.00	0.	0.	0.
THEODORE H. BROUSSEAU 100 AVIATION DRIVE SOUTH, #203 NAPLES, FL 34104	SECRETARY/DIRECTOR 8.00	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

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

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

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

Total number of others receiving over $50,000 for professional services ▶ 0

Part IX-A **Summary of Direct Charitable Activities**

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

Part IX-B **Summary of Program-Related Investments**

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

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	55,266,920.
b	Average of monthly cash balances	1b	11,144,077.
c	Fair market value of all other assets	1c	
d	**Total** (add lines 1a, b, and c)	1d	66,410,997.
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	66,410,997.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	996,165.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	65,414,832.
6	**Minimum investment return.** Enter 5% of line 5	6	3,270,742.

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	3,270,742.
2a	Tax on investment income for 2016 from Part VI, line 5 2a 24,443.		
b	Income tax for 2016. (This does not include the tax from Part VI.) 2b		
c	Add lines 2a and 2b	2c	24,443.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	3,246,299.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	3,246,299.
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	3,246,299.

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	145,000.
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	145,000.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	0.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	145,000.

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				3,246,299.
2 Undistributed income, if any, as of the end of 2016				
a Enter amount for 2015 only			0.	
b Total for prior years: ______ , ______ , ______		0.		
3 Excess distributions carryover, if any, to 2016:				
a From 2011				
b From 2012				
c From 2013 670,754.				
d From 2014 3,231,249.				
e From 2015 2,452,045.				
f **Total** of lines 3a through e	6,354,048.			
4 Qualifying distributions for 2016 from Part XII, line 4: ▶ $ 145,000.				
a Applied to 2015, but not more than line 2a			0.	
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				145,000.
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).)	3,101,299.			3,101,299.
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	3,252,749.			
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				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)	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	3,252,749.			
10 Analysis of line 9:				
a Excess from 2012				
b Excess from 2013				
c Excess from 2014 800,704.				
d Excess from 2015 2,452,045.				
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:

CHARLES J. AHEARN, (239)649-5733
100 AVIATION DRIVE SOUTH, SUITE 203, NAPLES, FL 34104

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

SEE ATTACHED STATEMENT 8

c Any submission deadlines:

SEE ATTACHED STATEMENT 8

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

SEE ATTACHED STATEMENT 8

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				
ALZHEIMER'S SUPPORT NETWORK 660 TAMIAMI TRAIL N NAPLES, FL 34102	NONE	PUBLIC CHARITY	OPERATING BUDGET SUPPORT	50,000.
NAPLES ART ASSOCIATION 585 PARK STREET NAPLES, FL 34102	NONE	PUBLIC CHARITY	COLLEGE SCHOLARSHIP PROGRAM	10,000.
SOUTHEASTERN GUIDE DOGS 4210 77TH STREET EAST PALMETTO, FL 34221	NONE	PUBLIC CHARITY	HYDROTHERAPY TANK	55,000.
THE HERITAGE FOUNDATION 214 MASSACHUSETTS AVE NE WASHINGTON, DC 20002	NONE	PUBLIC CHARITY	INTERNSHIPS	30,000.
Total			▶ 3a	145,000.
b Approved for future payment				
NONE				
Total			▶ 3b	0.

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	34,690.	
4 Dividends and interest from securities			14	1,193,826.	
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			14	7,500.	
8 Gain or (loss) from sales of assets other than inventory			18	-181,590.	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue:					
a					
b					
c					
d					
e					
12 Subtotal. Add columns (b), (d), and (e)		0.		1,054,426.	0.

13 Total. Add line 12, columns (b), (d), and (e) 13 1,054,426.

(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

Signature of officer or trustee — Date: 13 NOV 17 — Title: PRESIDENT

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
JEFFERY J TEMPAS		11/9/17		P01203792

Firm's name ▶ JEFFERY J TEMPAS, CPA — Firm's EIN ▶ 84-0972271

Firm's address ▶ 5856 S LOWELL BLVD #32-412 LITTLETON, CO 80123 — Phone no. (303)798-3991

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	266 BTUUQ	P	06/06/12	04/10/17
b	FRACTIONAL HPE	D	03/28/17	06/30/17
c	411 ASIX	D	03/28/17	06/30/17
d	7723 T	P	01/01/10	06/30/17
e	7333 ARNC	D	03/28/17	06/30/17
f	2444 AA	D	03/28/17	06/30/17
g	20099 ENZ	D	03/28/17	06/30/17
h	3562 CTL	D	03/28/17	06/30/17
i	2000 EXC	D	03/28/17	06/30/17
j	2000 ETR	D	03/28/17	06/30/17
k	552 FTR	D	03/28/17	06/30/17
l	3000 HLX	D	03/28/17	06/30/17
m	483 MNK	D	03/28/17	06/30/17
n	4000 MRO	D	03/28/17	06/30/17
o	2652 QCP	D	03/28/17	06/30/17

	(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			109,289.	-109,289.
b	76.		6.	70.
c	12,866.		2,226.	10,640.
d	291,461.		60,035.	231,426.
e	165,585.		302,852.	-137,267.
f	79,940.		111,197.	-31,257.
g	222,291.		280,522.	-58,231.
h	85,641.		13,387.	72,254.
i	72,438.		129,008.	-56,570.
j	154,196.		193,008.	-38,812.
k	642.		2,767.	-2,125.
l	16,720.		60,616.	-43,896.
m	21,599.		7,145.	14,454.
n	47,579.		33,454.	14,125.
o	49,326.		81,814.	-32,488.

	Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Losses (from col. (h)) Gains (excess of col. (h) gain over col. (k), but not less than "-0-")
	(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				-109,289.
b				70.
c				10,640.
d				231,426.
e				-137,267.
f				-31,257.
g				-58,231.
h				72,254.
i				-56,570.
j				-38,812.
k				-2,125.
l				-43,896.
m				14,454.
n				14,125.
o				-32,488.

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	
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	

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	3700 OSK	D	03/28/17	06/30/17
b	1000 PJC	D	03/28/17	06/30/17
c	2500 EEM	P	09/10/08	06/30/17
d	3200 EFA	P	09/10/08	06/30/17
e	11000 CLNE	D	03/28/17	06/30/17
f	2000 BBBY	D	03/28/17	06/30/17
g	1000 DDS	D	03/28/17	06/30/17
h	1000 SODA	D	03/28/17	06/30/17
i	2000 M	D	03/28/17	06/30/17
j	2000 TOT	P	09/26/11	06/30/17
k				
l				
m				
n				
o				

	(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	254,776.		150,244.	104,532.
b	59,841.		6,032.	53,809.
c	103,725.		107,336.	-3,611.
d	208,259.		228,841.	-20,582.
e	28,048.		149,396.	-121,348.
f	60,812.		113,508.	-52,696.
g	58,074.		47,478.	10,596.
h	53,480.		34,998.	18,482.
i	46,226.		60,516.	-14,290.
j	99,307.		88,823.	10,484.
k				
l				
m				
n				
o				

	Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Losses (from col. (h)) Gains (excess of col. (h) gain over col. (k), but not less than "-0-")
	(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				104,532.
b				53,809.
c				-3,611.
d				-20,582.
e				-121,348.
f				-52,696.
g				10,596.
h				18,482.
i				-14,290.
j				10,484.
k				
l				
m				
n				
o				

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	-181,590.
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

Schedule B
(Form 990, 990-EZ, or 990-PF)
Department of the Treasury
Internal Revenue Service

Schedule of Contributors

▶ Attach to Form 990, Form 990-EZ, or Form 990-PF.
▶ Information about Schedule B (Form 990, 990-EZ, or 990-PF) and its instructions is at *www.irs.gov/form990* .

OMB No 1545-0047

2016

Name of the organization	Employer identification number
RAY FOUNDATION, INC.	81-0288819

Organization type (check one)

Filers of:	**Section:**
Form 990 or 990-EZ	☐ 501(c)( ) (enter number) organization
	☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
	☐ 527 political organization
Form 990-PF	☒ 501(c)(3) exempt private foundation
	☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation
	☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule.**
Note: Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule See instructions.

General Rule

☒ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, contributions totaling $5,000 or more (in money or property) from any one contributor Complete Parts I and II. See instructions for determining a contributor's total contributions.

Special Rules

☐ For an organization described in section 501(c)(3) filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), that checked Schedule A (Form 990 or 990-EZ), Part II, line 13, 16a, or 16b, and that received from any one contributor, during the year, total contributions of the greater of **(1)** $5,000 or **(2)** 2% of the amount on (i) Form 990, Part VIII, line 1h, or (ii) Form 990-EZ, line 1. Complete Parts I and II

☐ For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than $1,000 *exclusively* for religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals Complete Parts I, II, and III.

☐ For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions *exclusively* for religious, charitable, etc., purposes, but no such contributions totaled more than $1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Don't complete any of the parts unless the **General Rule** applies to this organization because it received *nonexclusively* religious, charitable, etc., contributions totaling $5,000 or more during the year . . . ▶ $ ____________

Caution: An organization that isn't covered by the General Rule and/or the Special Rules doesn't file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2, of its Form 990, or check the box on line H of its Form 990-EZ or on its Form 990-PF, Part I, line 2, to certify that it doesn't meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

Name of organization	Employer identification number
RAY FOUNDATION, INC.	81-0288819

Part I **Contributors** (See instructions) Use duplicate copies of Part I if additional space is needed

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	JAMES C RAY 100 AVIATION DRIVE SOUTH, STE 203 NAPLES, FL 34104	$ 30,247,033.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II for noncash contributions)
2	JAMES C RAY 100 AVIATION DRIVE SOUTH, STE 203 NAPLES, FL 34104	$ 8,371,285.	Person [ ] Payroll [ ] Noncash [X] (Complete Part II for noncash contributions)
3	JAMES C RAY 100 AVIATION DRIVE SOUTH, STE 203 NAPLES, FL 34104	$ 18,167,511.	Person [ ] Payroll [ ] Noncash [X] (Complete Part II for noncash contributions)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II for noncash contributions)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II for noncash contributions)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II for noncash contributions.)

Name of organization	Employer identification number
RAY FOUNDATION, INC.	81-0288819

Part II · **Noncash Property** (See instructions) Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (See instructions)	(d) Date received
2	MARKETABLE SECURITIES HELD AT NORTHERN TRUST COMPANY	$ 48,440,439.	03/28/17

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (See instructions)	(d) Date received
3	MARKETABLE SECURITIES HELD AT SCOTTRADE, INC	$ 59,735,607.	03/28/17

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (See instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (See instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (See instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (See instructions)	(d) Date received
		$	

Name of organization	Employer identification number
RAY FOUNDATION, INC.	81-0288819

Part III *Exclusively* religious, charitable, etc., contributions to organizations described in section 501(c)(7), (8), or (10) that total more than $1,000 for the year from any one contributor. Complete columns (a) through (e) and the following line entry. For organizations completing Part III, enter the total of exclusively religious, charitable, etc., contributions of $1,000 or less for the year (Enter this info once) ▶ $

Use duplicate copies of Part III if additional space is needed

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

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
TEMPORARY CASH INVESTMENTS	34,690.	34,690.	
TOTAL TO PART I, LINE 3	34,690.	34,690.	

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
CAPITAL STOCK	1,193,826.	0.	1,193,826.	1,193,826.	
TO PART I, LINE 4	1,193,826.	0.	1,193,826.	1,193,826.	

FORM 990-PF OTHER INCOME STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
MISCELLANEOUS	7,500.	7,500.	
TOTAL TO FORM 990-PF, PART I, LINE 11	7,500.	7,500.	

FORM 990-PF ACCOUNTING FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
TAX RETURN PREPARATION	4,845.	0.		0.
TO FORM 990-PF, PG 1, LN 16B	4,845.	0.		0.

FORM 990-PF TAXES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
EXCISE TAX ON INVESTMENT INCOME	7,343.	0.		0.
FOREIGN TAX PAID	13,842.	13,842.		0.
PAYROLL TAXES	4,303.	0.		0.
TO FORM 990-PF, PG 1, LN 18	25,488.	13,842.		0.

FORM 990-PF OTHER EXPENSES STATEMENT 6

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
BANK FEES	300.	0.		0.
FILING FEES	105.	0.		0.
PAYROLL SERVICE FEE	389.	0.		0.
CUSTODIAL ACCOUNT FEE	14,992.	0.		0.
TO FORM 990-PF, PG 1, LN 23	15,786.	0.		0.

FOOTNOTES STATEMENT 7

PART XV, LINES 2B, 2C, 2D

2B - THE FOUNDATION RECOMMENDS THAT AN APPLICANT INITIALLY SEND A BRIEF LETTER, NOT TO EXCEED TWO PAGES, SUMMARIZING THE GRANT REQUEST CONCEPT. THE FOUNDATION WILL UTILIZE THIS LETTER IN AN INITIAL SCREENING PROCESS. THE LETTER SHOULD CONTAIN THE FOLLOWING:

1. THE EXACT NAME OF THE APPLICANT - AS RECOGNIZED BY THE INTERNAL REVENUE SERVICE.

2. THE APPLICANT'S ADDRESS AND TELEPHONE NUMBER.

3. DATE OF THE APPLICATION.

4. NATURE, HISTORY AND PURPOSE OF APPLICANT'S ORGANIZATION.

5. APPLICANT'S TAX EXEMPT STATUS - INCLUDE A COPY OF IRS DETERMINATION LETTER CONFIRMING STATUS.

6. BRIEF GENERAL DESCRIPTION OF THE APPLICANT'S NEED OR PROBLEM TO BE ADDRESSED.

7. BRIEF PRELIMINARY BUDGET FOR THE PROJECT, INCLUDING THE AMOUNT TO BE REQUESTED FROM THE FOUNDATION, AND PROPOSED SOURCES AND AMOUNTS OF OTHER FUNDING.

8. PLANS FOR COOPERATION WITH OTHER INSTITUTIONS AND ORGANIZATIONS, IF ANY.

9. SIGNATURE AND TITLE OF APPLICANTS'S PROJECT DIRECTOR AND CHIEF ADMINISTRATIVE OFFICER (PRESIDENT, EXECUTIVE DIRECTOR OR OTHER) INDICATING ORGANIZATIONAL APPROVAL OF REQUEST.

2C - THE FOUNDATION HAS NO SUBMISSION DEADLINES. REQUESTS WILL BE CONSIDERED BY THE FOUNDATION AS RECEIVED AND PRESENTED TO THE FOUNDATION BOARD FOR ITS CONSIDERATION AT A REGULARLY SCHEDULED OR SPECIAL MEETING, AS APPROPRIATE.

2D - THE RAY FOUNDATION CONSIDERS A NUMBER OF PARAMETERS IN ITS GRANTMAKING ACTIVITIES. IT IS NOT PRACTICAL TO DETAIL ALL OF THESE CONSIDERATIONS; HOWEVER, THE FOLLOWING CONDITIONS DO APPLY TO ALL APPLICANTS:

1. APPLICANT ORGANIZATIONS MUST BE CLASSIFIED 501(C)(3) BY THE INTERNAL REVENUE SERVICE.

2. THE FOUNDATION WISHES TO ENCOURAGE CREATIVITY, RESPONSIBILITY, AND SELF-RELIANCE ON THE PART OF THE GRANT RECIPIENTS.

3. THE FOUNDATION HAS A PARTICULAR INTEREST IN AVIATION AND THE DEVELOPMENT OF STRATEGIES AND PROGRAMS WHICH ADDRESS THE INVOLVEMENT AND EDUCATION OF CHILDREN AND YOUNG ADULTS IN AVIATION AND FLIGHT.

4. THE FOUNDATION DOES NOT LIMIT APPLICANTS TO A PARTICULAR GEOGRAPHIC AREA.

5. THE FOUNDATION BOARD OF DIRECTORS MEETS AS NEEDED THROUGHOUT THE YEAR AS WELL AS IN JULY FOR THEIR ANNUAL MEETING. APPLICATIONS ARE CONSIDERED AS THEY ARE RECEIVED.

FORM 990-PF CORPORATE STOCK STATEMENT 8

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
8098 ACCO	59,683.	94,342.
2678 ACXM	12,573.	69,574.
369 ADNT	17,190.	24,125.
1105 ASIX	1,201.	34,520.
8000 AET	69,500.	1,214,640.
9152 A	48,427.	542,805.
8055 AKAM	4,014.	401,220.
673 AA	8,558.	21,973.
18100 AABA	317,693.	986,088.
2352 ALVR	29,625.	8.
12000 AXP	848,195.	1,010,880.
20244 APA	156,900.	970,295.
62960 AAPL	1,423,579.	9,067,499.
2021 ARNC	23,462.	45,776.
338000 T	3,560,707.	12,752,740.
2989 AZO	32,764.	1,705,105.
35716 BAC	841,735.	866,470.
1500 BDX	284,343.	292,665.
5000 BA	208,254.	988,750.
40000 BP	659,279.	1,386,000.
14000 BMY	658,483.	780,080.
4000 CAH	163,294.	311,680.
7000 CAT	262,851.	752,220.
2712 CBS	35,579.	172,971.
2000 CHRW	99,406.	137,360.
36012 CHV	615,760.	3,757,132.
15714 CIEN	52,545.	393,164.
26512 CSCO	127,056.	829,826.
6000 C	482,992.	401,280.
9980 KO	250,378.	447,603.
174214 CMCSA	2,863,132.	6,780,409.
42286 COP	457,532.	1,858,893.
10000 DHR	294,686.	843,900.
5015 DVMT	11,797.	306,467.
4800 DPS	41,921.	437,328.
4466 DXC	43,340.	342,632.
3862 EMN	14,837.	324,369.
6979 EXQNF	47,809.	18,746.
4859 ESRX	97,450.	310,199.
143439 XOM	1,349,794.	11,579,830.
60000 F	716,395.	668,940.
5000 FTV	91,683.	316,750.
8000 FCX	312,089.	96,080.
520811 FTR	53,375.	24,141.
23000 GRMN	905,491.	1,173,690.
33800 GE	730,605.	912,938.
10000 GSK	77,163.	431,200.

2500 GS	557,384.	554,750.
1504 GOOG	386,360.	1,366,730.
1500 GOOGL	387,631.	1,394,520.
13260 HCP	167,925.	423,790.
52000 HPE	129,906.	862,680.
52000 HPQ	154,568.	908,960.
37920 HON	642,440.	5,054,357.
274550 HRL	433,274.	9,364,901.
3191 NGVT	43,465.	183,163.
5000 INTC	94,202.	168,700.
20800 JPM	532,877.	1,901,120.
8400 JBL	150,612.	245,196.
10000 JNJ	616,868.	1,322,900.
3695 JCI	50,151.	160,215.
4578 KEYS	18,470.	178,144.
13158 KMI	546,518.	252,107.
4000 KHC	181,682.	342,560.
4166 LLY	249,132.	342,862.
17000 LOW	519,379.	1,318,010.
4000 MPC	22,631.	209,320.
13699 MDT	599,959.	1,215,786.
27480 MRK	736,733.	1,759,911.
8000 MDLZ	188,332.	345,520.
4300 MSI	258,401.	372,982.
9162 NCR	34,384.	374,176.
15000 NSRGY	77,163.	1,308,000.
15000 NWN	255,438.	897,750.
9000 NVS	244,963.	751,230.
44081 NUAN	107,733.	767,450.
21000 ORCL	270,200.	1,052,940.
5400 ORLY	151,869.	1,181,196.
7000 PAYX	204,885.	398,580.
928 PNR	17,931.	61,749.
34617 PFE	811,615.	1,162,785.
21143 PSX	73,494.	1,748,315.
11393 PTC	42,521.	627,982.
3000 RAYS#	3,666.	0.
2000 RS	93,056.	145,620.
20000 SLB	152,417.	1,316,800.
2500 SNN	44,858.	87,125.
13610 S	58,738.	111,738.
27684 SNPS	61,023.	2,018,994.
26070 TMUS	41,456.	1,580,363.
3870 TEL	74,299.	304,492.
9162 TDC	38,942.	270,187.
5500 TRV	583,987.	695,915.
7000 UTX	275,779.	854,770.
38379 USB	363,486.	1,992,638.
80678 VZ	1,861,141.	3,603,079.
2712 VIAB	54,200.	91,042.
63485 VSAT	4,317.	4,202,707.
29256 VOD	296,275.	840,525.
4200 WBA	152,071.	328,902.
6356 WAFD	26,597.	211,019.

17194 WF	298,026.	952,720.
19150 MWV	400,941.	1,085,039.
7500 ZBH	627,910.	963,000.
4000 IYF	214,056.	430,080.
41800 ITOT	1,286,530.	2,316,556.
18400 VB	2,500,506.	2,500,560.
17500 VO	2,499,785.	2,499,700.
TOTAL TO FORM 990-PF, PART II, LINE 10B	41,440,283.	136,870,211.

FORM 990-PF DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT STATEMENT 9

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
COMPUTER AND PERIFERALS	10,814.	10,814.	0.
CARPET	4,600.	4,600.	0.
TOTAL TO FM 990-PF, PART II, LN 14	15,414.	15,414.	0.

2016 DEPRECIATION AND AMORTIZATION REPORT

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Asset No	Description	Date Acquired	Method	Life	Conv	Line No	Unadjusted Cost Or Basis	Bus % Excl	Section 179 Expense	* Reduction In Basis	Basis For Depreciation	Beginning Accumulated Depreciation	Current Sec 179 Expense	Current Year Deduction	Ending Accumulated Depreciation
1	COMPUTER AND PERIFERALS	09/20/04	SL	5.00		16	10,814.				10,814.	10,814.		0.	10,814.
2	CARPET	10/25/04	SL	5.00		16	4,600.				4,600.	4,600.		0.	4,600.
	* TOTAL 990-PF PG 1 DEPR						15,414.				15,414.	15,414.		0.	15,414.

(D) - Asset disposed

* ITC, Salvage, Bonus, Commercial Revitalization Deduction, GO Zone