

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.  
► Go to [www.irs.gov/Form990PF](http://www.irs.gov/Form990PF) for instructions and the latest information.

For calendar year 2017 or tax year beginning 6.70, 2017, and ending , 20

Name of foundation

Trust under the Will of Marion E.C. Walls

Number and street (or P O box number if mail is not delivered to street address)

Roberta Schoen Kessler, Trustee, 33 Hemlock Circle

City or town, state or province, country, and ZIP or foreign postal code

Cranford NJ 07016

G Check all that apply  Initial return  Initial return of a former public charity  
 Final return  Amended return  
 Address change  Name change

H Check type of organization  Section 501(c)(3) exempt private foundation  Other taxable private foundation

Section 4947(a)(1) nonexempt charitable trust  Other taxable private foundation

I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ► \$ 2,080,597.76 (Part I, column (d) must be on cash basis.)

A Employer identification number

22-6664941

B Telephone number (see instructions)

908-272-7696

C If exemption application is pending, check here ► D 1. Foreign organizations, check here ► 2. Foreign organizations meeting the 85% test, check here and attach computation ► E If private foundation status was terminated under section 507(b)(1)(A), check here ► 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) (see instructions))		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received (attach schedule)		0.00			
2 Check ► <input type="checkbox"/> if the foundation is not required to attach Sch B					
3 Interest on savings and temporary cash investments		296.55	296.55		
4 Dividends and interest from securities		40,937.81	40,937.81		
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		91,951.09			
b Gross sales price for all assets on line 6a	120,000.00				
7 Capital gain net income (from Part IV, line 2)			91,951.09		
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)		0.00			
11 Other income (attach schedule)		6.70	6.70		
12 Total. Add lines 1 through 11		133,192.15	133,192.15	0.00	
13 Compensation of officers, directors, trustees, etc.		11,260.00	11,260.00		
14 Other employee salaries and wages					
15 Pension plans, employee benefits					
16a Legal fees (attach schedule)		5,000.00	5,000.00		
b Accounting fees (attach schedule)					
c Other professional fees (attach schedule)					
17 Interest					
18 Taxes (attach schedule) (see instructions)					
19 Depreciation (attach schedule) and depletion					
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses (attach schedule)					
24 Total operating and administrative expenses.					
Add lines 13 through 23		16,260.00	16,260.00	0.00	0.00
25 Contributions, gifts, grants paid		275,000.00			275,000.00
26 Total expenses and disbursements. Add lines 24 and 25		291,260.00	16,260.00	0.00	275,000.00
27 Subtract line 26 from line 12					
a Excess of revenue over expenses and disbursements		(158,067.85)			
b Net investment income (if negative, enter -0-)			116,932.15		
c Adjusted net income (if negative, enter -0-)				0.00	

For Paperwork Reduction Act Notice, see instructions.

Form 990-PF (2017)

5/8 15

Assets	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
	1 Cash—non-interest-bearing		1.63	2,036.62	2,036.62
	2 Savings and temporary cash investments		233,654.00	185,474.00	185,474.00
	3 Accounts receivable ►				
	Less: allowance for doubtful accounts ►				
	4 Pledges receivable ►				
	Less: allowance for doubtful accounts ►				
	5 Grants receivable				
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)				
	7 Other notes and loans receivable (attach schedule) ►				
	Less: allowance for doubtful accounts ►				
	8 Inventories for sale or use				
	9 Prepaid expenses and deferred charges				
	10a Investments—U.S. and state government obligations (attach schedule)				
	b Investments—corporate stock (attach schedule)				
	c Investments—corporate bonds (attach schedule)				
	11 Investments—land, buildings, and equipment basis ►				
	Less accumulated depreciation (attach schedule) ►				
	12 Investments—mortgage loans				
	13 Investments—other (attach schedule)		1,923,217.36	1,814,075.57	1,893,087.14
	14 Land, buildings, and equipment basis ►				
	Less accumulated depreciation (attach schedule) ►				
	15 Other assets (describe ► )				
	16 Total assets (to be completed by all filers—see the instructions Also, see page 1, item I)		2,156,872.99	2,001,586.19	2,080,597.76
Liabilities	17 Accounts payable and accrued expenses				
	18 Grants payable				
	19 Deferred revenue				
	20 Loans from officers, directors, trustees, and other disqualified persons				
	21 Mortgages and other notes payable (attach schedule)				
	22 Other liabilities (describe ► )				
	23 Total liabilities (add lines 17 through 22)		0.00	0.00	
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 type="checkbox"/> and complete lines 27 through 31.				
	27 Capital stock, trust principal, or current funds		2,156,872.99	2,001,586.19	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund				
	29 Retained earnings, accumulated income, endowment, or other funds				
	30 Total net assets or fund balances (see instructions)		2,156,872.99	2,001,586.19	
	31 Total liabilities and net assets/fund balances (see instructions)		2,156,872.99	2,001,586.19	

## Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	2,156,872.99
2 Enter amount from Part I, line 27a	2	(158,067.85)
3 Other increases not included in line 2 (itemize) ► Principal payments/adjustment to book value	3	2,781.05
4 Add lines 1, 2, and 3	4	2,001,586.19
5 Decreases not included in line 2 (itemize) ►	5	
6 Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	2,001,586.19

3

**Part IV Capital Gains and Losses for Tax on Investment Income**

(a) List and describe the kind(s) of property sold (for example, 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)
<b>1a</b> See Statement attached to this schedule				
<b>b</b>				
<b>c</b>				
<b>d</b>				
<b>e</b>				
<b>(e) Gross sales price</b>	<b>(f) Depreciation allowed (or allowable)</b>	<b>(g) Cost or other basis plus expense of sale</b>	<b>(h) Gain or (loss) (e) plus (f) minus (g)</b>	
<b>a</b>			<b>0.00</b>	
<b>b</b>				
<b>c</b>				
<b>d</b>				
<b>e</b>				
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69				<b>(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))</b>
<b>(i) FMV as of 12/31/69</b>	<b>(j) Adjusted basis as of 12/31/69</b>	<b>(k) Excess of col (i) over col (j), if any</b>		
<b>a</b>				
<b>b</b>				
<b>c</b>				
<b>d</b>				
<b>e</b>				
<b>2</b> 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 }		<b>2</b>	<b>91,951.09</b>
<b>3</b> Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c) See instructions If (loss), enter -0- in Part I, line 8			<b>3</b>	

**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 doesn't 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.

<b>(a)</b> Base period years Calendar year (or tax year beginning in)	<b>(b)</b> Adjusted qualifying distributions	<b>(c)</b> Net value of noncharitable-use assets	<b>(d)</b> Distribution ratio (col (b) divided by col (c))
2016	280,000.00	2,240,810.14	0.1250
2015	175,000.00	2,398,108.13	0.0730
2014	150,000.00	2,516,406.11	0.0596
2013	100,000.00	2,457,334.86	0.0407
2012	250,000.00	2,402,763.68	0.1040
<b>2</b> Total of line 1, column (d)			<b>2</b> 0.4023
<b>3</b> Average distribution ratio for the 5-year base period—divide the total on line 2 by 50, or by the number of years the foundation has been in existence if less than 5 years			<b>3</b> .08046
<b>4</b> Enter the net value of noncharitable-use assets for 2017 from Part X, line 5			<b>4</b> 2,071,117.25
<b>5</b> Multiply line 4 by line 3			<b>5</b> 166,642.09
<b>6</b> Enter 1% of net investment income (1% of Part I, line 27b)			<b>6</b> 1,169.32
<b>7</b> Add lines 5 and 6			<b>7</b> 167,811.41
<b>8</b> Enter qualifying distributions from Part XII, line 4			<b>8</b> 275,000.00
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 ► <input type="checkbox"/> and enter "N/A" on line 1.	(attach copy of letter if necessary—see instructions)	1	1,169	32		
1b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b						
1c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations, enter 4% of Part I, line 12, col. (b).						
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only, others, enter -0-)	2	3	1,169	32		
3	Add lines 1 and 2						
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only, others, enter -0-)	4	5	1,169	32		
5	<b>Tax based on investment income.</b> Subtract line 4 from line 3. If zero or less, enter -0-						
6	Credits/Payments:	6a 6b 6c 6d	6a 6b 6c 6d	6a 6b 6c 6d	6a 6b 6c 6d		
a	2017 estimated tax payments and 2016 overpayment credited to 2017					440	70
b	Exempt foreign organizations—tax withheld at source						
c	Tax paid with application for extension of time to file (Form 8868)						
d	Backup withholding erroneously withheld						
7	Total credits and payments. Add lines 6a through 6d	7	440	70			
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	9	728	62		
9	<b>Tax due.</b> If the total of lines 5 and 8 is more than line 7, enter <b>amount owed</b>						
10	<b>Overpayment.</b> If line 7 is more than the total of lines 5 and 8, enter the <b>amount overpaid</b>	10	Refunded	0	00		
11	Enter the amount of line 10 to be Credited to 2018 estimated tax ►						

**Part VII-A Statements Regarding Activities**

		Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a	X
1b	Did it spend more than \$100 during the year (either directly or indirectly) for political purposes? See the instructions for the definition	1b	X
	If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities		
1c	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. ► \$	(2)	On foundation managers. ► \$
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ► \$		
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities.	2	X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes	3	X
4a	Did the foundation have unrelated business gross income of \$1,000 or more during the year?	4a	X
b	If "Yes," has it filed a tax return on Form 990-T for this year?	4b	X
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by <i>General Instruction T</i>	5	X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either:	6	X
	• By language in the governing instrument, or		
	• By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?		
7	Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col. (c), and Part XV	7	X
8a	Enter the states to which the foundation reports or with which it is registered. See instructions. ► NJ filing not required when contributions under \$10,000	8b	X
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 <i>General Instruction G</i> ? If "No," attach explanation	9	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 2017 or the tax year beginning in 2017? See the instructions for Part XIV. If "Yes," complete Part XIV	10	X
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		

**Part VII-A Statements Regarding Activities (continued)**

	Yes	No
11		X
12		X
13	X	
14	The books are in care of ► Roberta Schoen Kessler Located at ► 33 Hemlock Circle, Cranford NJ	
	Telephone no. ► 908-272-7696	
	ZIP+4 ► 07016-2045	
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041—check here ► <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year ► <b>15</b>	
16	Yes	No
	X	X

Website address ►

See the instructions for exceptions and filing requirements for FinCEN Form 114. If "Yes," enter the name of the foreign country ►

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

	Yes	No
<b>1a</b>	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.	
(1)	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
(2)	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
(3)	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
(4)	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
(5)	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
(6)	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
<b>b</b>	If any answer is "Yes" to 1a(1)–(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance? See instructions Organizations relying on a current notice regarding disaster assistance, check here ► <input type="checkbox"/>	
<b>c</b>	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 2017? ► <input type="checkbox"/>	
<b>2</b>	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 2017, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2017? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," list the years ► 20____, 20____, 20____, 20____	
b	Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement—see instructions) .	
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ► 20____, 20____, 20____, 20____	
<b>3a</b>	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
b	If "Yes," did it have excess business holdings in 2017 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 2017.)	
<b>4a</b>	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	
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 2017? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	

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

		<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	Yes	No
<b>5a</b>	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))?	<input type="checkbox"/>	<input checked="" type="checkbox"/>		
(2)	Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?	<input type="checkbox"/>	<input checked="" type="checkbox"/>		
(3)	Provide a grant to an individual for travel, study, or other similar purposes?	<input type="checkbox"/>	<input checked="" type="checkbox"/>		
(4)	Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? See instructions	<input type="checkbox"/>	<input checked="" type="checkbox"/>		
(5)	Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?	<input type="checkbox"/>	<input checked="" type="checkbox"/>		
<b>b</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.				
	Organizations relying on a current notice regarding disaster assistance, check here ► <input type="checkbox"/>				
<b>c</b>	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?	<input type="checkbox"/>	<input checked="" type="checkbox"/>		
	If "Yes," attach the statement required by Regulations section 53.4945–5(d).				
<b>6a</b>	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	<input type="checkbox"/>	<input checked="" type="checkbox"/>		
<b>b</b>	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?				
	If "Yes" to 6b, file Form 8870				
<b>7a</b>	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	<input type="checkbox"/>	<input checked="" type="checkbox"/>		
<b>b</b>	If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?				

**Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors****1 List all officers, directors, trustees, and foundation managers and their compensation. See instructions.**

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
Roberta Schoen Kessler 33 Hemlock Circle, Cranford NJ 07016	Trustee one hour	11,260.00	0.00	0.00

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

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

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

0.00

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

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

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

Total number of others receiving over \$50,000 for professional services . . . . . ► 0.00

## **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.

Organisations and other bodies/associations served, conferences convened, research papers produced, etc	
<b>1</b>	NONE
	.....
	.....
<b>2</b>	.....
	.....
<b>3</b>	.....
	.....
<b>4</b>	.....
	.....

**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.

Describe the two largest program-related investments made by the foundation during the last year on lines 1 and 2	
1	_____
	_____
2	_____
	_____
All other program-related investments See instructions	
3	_____
	_____
Total Add lines 1 through 3	
	0.00

**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 1,969,184.46
b	Average of monthly cash balances	1b 133,472.64
c	Fair market value of all other assets (see instructions)	1c
d	<b>Total</b> (add lines 1a, b, and c)	1d 2,102,657.10
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e
2	Acquisition indebtedness applicable to line 1 assets	2
3	Subtract line 2 from line 1d	3 2,102,657.10
4	Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see instructions)	4 31,539.85
5	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4	5 2,071,117.25
6	<b>Minimum investment return.</b> Enter 5% of line 5	6 103,555.86

**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	1 103,555.86
2a	Tax on investment income for 2017 from Part VI, line 5	2a 1,169.32
b	Income tax for 2017. (This does not include the tax from Part VI)	2b
c	Add lines 2a and 2b	2c 1,169.32
3	Distributable amount before adjustments. Subtract line 2c from line 1	3 102,386.54
4	Recoveries of amounts treated as qualifying distributions	4
5	Add lines 3 and 4	5 102,386.54
6	Deduction from distributable amount (see instructions)	6
7	<b>Distributable amount as adjusted</b> Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7 102,386.54

**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 275,000.00
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	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4 275,000.00
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	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4	6 275,000.00

**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 2016	(c) 2016	(d) 2017
1 Distributable amount for 2017 from Part XI, line 7				102,386.54
2 Undistributed income, if any, as of the end of 2017.				
a Enter amount for 2016 only				
b Total for prior years: 20 ____, 20 ____, 20 ____				
3 Excess distributions carryover, if any, to 2017				
a From 2012	194,740.41			
b From 2013				
c From 2014	24,179.69			
d From 2015	56,600.49			
e From 2016	170,742.50			
f Total of lines 3a through e	446,263.09			
4 Qualifying distributions for 2017 from Part XII, line 4 ► \$ 275,000.00				
a Applied to 2016, 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)				
d Applied to 2017 distributable amount				102,386.54
e Remaining amount distributed out of corpus	172,613.46			
5 Excess distributions carryover applied to 2017 (If an amount appears in column (d), the same amount must be shown in column (a))				
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	618,876.55			
b Prior years' undistributed income Subtract line 4b from line 2b		0.00		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d Subtract line 6c from line 6b Taxable amount—see instructions		0.00		
e Undistributed income for 2016 Subtract line 4a from line 2a Taxable amount—see instructions				0.00
f Undistributed income for 2017 Subtract lines 4d and 5 from line 1. This amount must be distributed in 2018				0.00
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 2012 not applied on line 5 or line 7 (see instructions)				
9 Excess distributions carryover to 2018. Subtract lines 7 and 8 from line 6a	618,876.55			
10 Analysis of line 9.				
a Excess from 2013				
b Excess from 2014	24,179.69			
c Excess from 2015	56,600.49			
d Excess from 2016	170,742.50			
e Excess from 2017	172,613.46			

**Part XIV** **Private Operating Foundations** (see instructions and Part VI-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 2017, enter the date of the ruling				►
b	Check box to indicate whether the foundation is a private operating foundation described in section				<input type="checkbox"/> 4942(j)(3) or <input type="checkbox"/> 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				
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				0.00
	(2) Value of assets qualifying under section 4942(j)(3)(B)(i)				0.00
b	"Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed				0.00
c	"Support" alternative test—enter				0.00
	(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)				0.00
	(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)				0.00
	(3) Largest amount of support from an exempt organization				0.00
	(4) Gross investment income				0.00

**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., to individuals or organizations under other conditions, complete items 2a, b, c, and d. See instructions

- a The name, address, and telephone number or email address of the person to whom applications should be addressed;
- b The form in which applications should be submitted and information and materials they should include;
- c Any submission deadlines;
- d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors;

**Part XV | Supplementary Information (continued)****3 Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient	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
<b>Name and address (home or business)</b>				
<b>a Paid during the year</b>				
Morristown Memorial Hospital Center 75 South St. Morristown NJ 07960 Morristown Memorial Center Foundation		Public		100,000.00
Morristown Memorial Hospital Center Behavioral Health Impact		Public		75,000.00
Morristown Memorial Hospital Center Behavioral Health		Public		50,000.00
Morristown Memorial Hospital Center Oncology Nurse Practitioner Program		Public		50,000.00
<b>Total</b>				► 3a 275,000.00
<b>b Approved for future payment</b>				
<b>Total</b>				► 3b 0.00

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

Enter gross amounts unless otherwise indicated.

**1 Program service revenue:**a NONE

b \_\_\_\_\_

c \_\_\_\_\_

d \_\_\_\_\_

e \_\_\_\_\_

f \_\_\_\_\_

g Fees and contracts from government agencies

2 Membership dues and assessments

3 Interest on savings and temporary cash investments

4 Dividends and interest from securities

5 Net rental income or (loss) from real estate:

a Debt-financed property

b Not debt-financed property

6 Net rental income or (loss) from personal property

7 Other investment income

8 Gain or (loss) from sales of assets other than inventory

9 Net income or (loss) from special events

10 Gross profit or (loss) from sales of inventory

11 Other revenue. a \_\_\_\_\_

b \_\_\_\_\_

c \_\_\_\_\_

d \_\_\_\_\_

e \_\_\_\_\_

12 Subtotal. Add columns (b), (d), and (e) . . . . .

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

(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) (See instructions )

NOT APPLICABLE

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

<b>1</b>	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?	<b>Yes</b>	<b>No</b>
		<input checked="" type="checkbox"/>	<input type="checkbox"/>
<b>a</b>	Transfers from the reporting foundation to a noncharitable exempt organization of:		
(1)	Cash	<input checked="" type="checkbox"/>	X
(2)	Other assets	<input checked="" type="checkbox"/>	X
<b>b</b>	Other transactions		
(1)	Sales of assets to a noncharitable exempt organization	<input checked="" type="checkbox"/>	X
(2)	Purchases of assets from a noncharitable exempt organization	<input checked="" type="checkbox"/>	X
(3)	Rental of facilities, equipment, or other assets	<input checked="" type="checkbox"/>	X
(4)	Reimbursement arrangements	<input checked="" type="checkbox"/>	X
(5)	Loans or loan guarantees	<input checked="" type="checkbox"/>	X
(6)	Performance of services or membership or fundraising solicitations	<input checked="" type="checkbox"/>	X
<b>c</b>	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	<input checked="" type="checkbox"/>	X
<b>d</b>	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.	<input checked="" type="checkbox"/>	X

**2a** Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) (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

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.

rect, and complete Declaration of preparer (other than taxpayer) is based on all information of which p  
Robert Schoen Kessler | 5/4/18 ► Trustee

May the IRS discuss this return  
with the preparer shown below?  
See instructions.  Yes  No

<b>Paid Preparer Use Only</b>	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Michael A. Backer, Esq.		5/1/18		P01264048
	Firm's name ► Greenbaum Rowe Smith & Davis LLP			Firm's EIN ► 22-1544785	
Firm's address ► PO Box 5600, Woodbridge Nj 07095			Phone no 732-549-5600		

Walls Trust - 2017 Form 990-PF - Average Corpus Balances per month

Month	Merrill Lynch cash balance
Jan	\$222,559.64
Feb	\$122,562.30
March	\$124,022.99
April	\$127,428.48
May	\$128,989.76
June	\$134,372.81
July	\$132,254.78
August	\$135,710.87
Sept	\$93,219.22
Oct	\$95,306.04
Nov	\$97,734.15
Dec	<u>\$187,510.62</u>
	\$1,601,671.66

\$1,601,671.65 divided by 12 = **Average balance of ML cash** **\$133,472.64** **\$133,472.64**

Month	Merrill Lynch Mutual Funds
Jan	\$1,968,406.46
Feb	\$2,001,587.70
March	\$2,001,166.60
April	\$2,015,865.94
May	\$2,030,860.19
June	\$2,024,587.00
July	\$1,923,146.66
August	\$1,926,391.87
Sept	\$1,936,114.42
Oct	\$1,948,885.80
Nov	\$1,960,113.74
Dec	<u>\$1,893,087.14</u>

**Total average cash investments** **\$133,472.64**

**\$23,630,213.52 divided by 12 =** **\$1,969,184.46** **\$1,969,184.46**

**Average balance of securities**

**Amount for Part X Line 1d** **\$2,102,657.10**

## PART IV Capital Gains and Losses for Tax on Investment Income

(a) Description of property sold	(b) How Acquired	(c) Date Acquired	(d) Date Sold	(e) Sales Price	(f) Cost Basis	(h) Gain or (Loss)
2,501 Blackrock Total Return Fund	Purchased	5/22/1998	7/19/2017	29,460.46	28,655.60	804.86
172 Blackrock Total Return Fund	Purchased	6/18/1998	7/19/2017	2,026.06	1,968.60	57.46
217 Blackrock Total Return Fund	Purchased	7/23/1998	7/19/2017	2,556.14	2,482.40	73.74
173 Blackrock Total Return Fund	Purchased	8/20/1998	7/19/2017	2,037.84	1,983.60	54.24
170 Blackrock Total Return Fund	Purchased	9/17/1998	7/19/2017	2,002.51	1,965.60	36.91
214 Blackrock Total Return Fund	Purchased	10/22/1998	7/19/2017	2,520.80	2,466.59	54.21
175 Blackrock Total Return Fund	Purchased	11/19/1998	7/19/2017	2,061.40	1,999.88	61.52
280 Blackrock Total Return Fund	Purchased	12/31/1998	7/19/2017	3,298.25	3,220.92	77.33
112 Blackrock Total Return Fund	Purchased	1/21/1999	7/19/2017	1,319.30	1,294.26	25.04
176 Blackrock Total Return Fund	Purchased	2/18/1999	7/19/2017	2,073.18	2,007.96	65.22
178 Blackrock Total Return Fund	Purchased	3/18/1999	7/19/2017	2,096.74	2,031.04	65.70
228 Blackrock Total Return Fund	Purchased	4/22/1999	7/19/2017	2,685.72	2,585.25	100.47
184 Blackrock Total Return Fund	Purchased	5/20/1999	7/19/2017	2,167.42	2,065.70	101.72
185 Blackrock Total Return Fund	Purchased	6/17/1999	7/19/2017	2,179.20	2,056.92	122.28
239 Blackrock Total Return Fund	Purchased	7/22/1999	7/19/2017	2,815.29	2,650.28	165.01
195 Blackrock Total Return Fund	Purchased	8/19/1999	7/19/2017	2,297.00	2,133.12	163.88
186 Blackrock Total Return Fund	Purchased	9/16/1999	7/19/2017	2,190.98	2,044.24	146.74
242 Blackrock Total Return Fund	Purchased	10/21/1999	7/19/2017	2,850.63	2,624.22	226.41
197 Blackrock Total Return Fund	Purchased	11/18/1999	7/19/2017	2,320.56	2,145.64	174.92
4,163 Blackrock Total Return Fund	Purchased	12/10/1999	7/19/2017	49,038.03	45,645.83	3,392.20
211 Blackrock Total Return Fund	Purchased	2/28/2017	7/19/2017	2.49	2.46	0.03
10,187.2110 units	Sold			120,000.00	114,030.11	5,969.89
						GAIN

## LONG TERM CAPITAL GAIN DISTRIBUTIONS:

Victory Munder Index Fund	66,095.60
Franklin Global Discovery Fund	5,877.73
Davis NY Venture Fund	14,007.90
<b>Total Long Term Capital Gain Distributions</b>	<b>\$ 85,981.23</b>

## PRINCIPAL PAYMENTS

Pimco Total Return Fund	555.88
Pimco Total Return Fund	623.40
Pimco Total Return Fund	796.79
<b>Total Principal payments</b>	<b>1976.07</b>

Total capital gains 5,969.86  
 Total long term capital gain distributions 85,981.23

**Total for Part IV Line 2 \$ 91,951.09**

5060716

Attachment to page 3

**PART II BALANCE SHEETS**

		<b>Book Value 12/31/17</b>	<b>Fair Market Value 12/31/17</b>
<b>Item 1.</b>	<b>Cash - non-interest bearing</b>	\$2,036.62	\$2,036.62
<b>Savings and temporary cash investments</b>			
<b>Item 2.</b>			
233,654.00 Merrill Lynch bank deposit program			
		\$185,474.00	\$185,474.00
<b>Total of Items 1 and 2. \$187,510.62</b>			
<b>Item 13.</b>	<b>Investments - Other</b>		
43,107 5210 Blackrock Total Return Fund		\$484,134.44	\$504,358.00
5,236.5970 Davis New York Venture Fund		\$179,445.86	\$179,353.45
6,784.0790 Franklin Discovery Global Fund		\$180,272.79	\$215,733.71
19,934 8460 Victory Munder Index 500 Fund		\$400,464.92	\$422,020.69
22,656 0520 Pimco Real Return Fund		\$238,214.79	\$250,575.94
31,260.5010 Pimco Total Return Fund		<u>\$331,542.77</u>	<u>\$321,045.35</u>
<b>Total of Item 13 - \$1,893,087.14</b>		<b>\$1,814,075.57</b>	<b>\$1,893,087.14</b>
Cash and bank deposits		\$187,510.62	\$187,510.62
Investments		<u>\$1,814,075.57</u>	<u>\$1,893,087.14</u>
<b>Total value of Assets</b>		<b><u>\$2,001,586.19</u></b>	<b><u>\$2,080,597.76</u></b>

**PART I ANALYSIS OF REVENUE AND EXPENSES**

<b>Item 11</b>	Interest on tax refund	\$6 70
<b>Item 16a</b>	Greenbaum, Rowe, Smith & Davis LLP Attorneys' fees and disbursements, tax preparation	\$5,000.00