



990-PF

Department of the Treasury
Internal Revenue Service

EXTENDED TO NOVEMBER 15, 2018

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 for instructions and the latest information.

OMB No 1545-0052

2017

Open to Public Inspection

For calendar year 2017 or tax year beginning

, and ending

Name of foundation

ARTHUR S. DEMOSS FOUNDATION

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

700 SOUTH DIXIE HIGHWAY

Room/suite

105

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

WEST PALM BEACH, FL 33401

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

04

 Section 4947(a)(1) nonexempt charitable trust Other taxable private foundationI Fair market value of all assets at end of year (from Part II, col. (c), line 16) ► \$ 72,549,997. J Accounting method: Cash Accrual Other (specify) MODIFIED CASH (Part I, column (d) must be on cash basis)

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))		(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				N/A	
2 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B					
3 Interest on savings and temporary cash investments		276,956.	276,956.		STATEMENT 1
4 Dividends and interest from securities		1,008,076.	1,008,076.		STATEMENT 2
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		1,108,040.			
b Gross sales price for all assets on line 6a	16,614,137.				
7 Capital gain net income (from Part IV, line 2)			1,108,040.		
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		2,440,226.	2,449,954.		STATEMENT 3
12 Total. Add lines 1 through 11		4,833,298.	4,843,026.		
13 Compensation of officers, directors, trustees, etc		501,099.	100,220.		400,879.
14 Other employee salaries and wages		410,843.	123,253.		287,590.
15 Pension plans, employee benefits		298,401.	74,600.		223,801.
16a Legal fees	STMT 4	3,834.	958.		2,876.
b Accounting fees	STMT 5	135,400.	94,780.		40,620.
c Other professional fees	STMT 6	275,516.	275,516.		0.
17 Interest		73.	73.		0.
18 Taxes	STMT 7	169,814.	7,661.		22,154.
19 Depreciation and depletion		3,587.	0.		
20 Occupancy		286,991.	71,748.		215,243.
21 Travel, conferences, and meetings		10,161.	2,032.		8,129.
22 Printing and publications		1,321.	66.		1,255.
23 Other expenses	STMT 8	246,262.	180,597.		65,203.
24 Total operating and administrative expenses. Add lines 13 through 23		2,343,302.	931,504.		1,267,750.
25 Contributions, gifts, grants paid		3,339,935.			3,339,935.
26 Total expenses and disbursements. Add lines 24 and 25		5,683,237.	931,504.		4,607,685.
27 Subtract line 26 from line 12.		-849,939.			
a Excess of revenue over expenses and disbursements					
b Net investment income (if negative, enter -0-)			3,911,522.		
c Adjusted net income (if negative, enter -0-)				N/A	

723501 01-03-18 LHA For Paperwork Reduction Act Notice, see instructions.

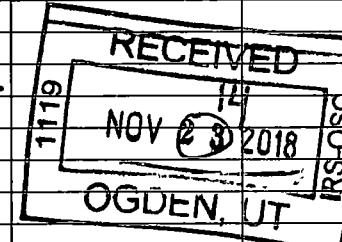
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Form 990-PF (2017)

SCANNED FEB 07 2019

Revenue

Operating and Administrative Expenses



12321109 781823 22565000.0

2017.04030 ARTHUR S. DEMOSS FOUNDATION 22565011

Assets	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
1	Cash - non-interest-bearing	9,237,687.	12,137,086.	12,137,086.
2	Savings and temporary cash investments			
3	Accounts receivable ►			
	Less: allowance for doubtful accounts ►			
4	Pledges receivable ►			
	Less: allowance for doubtful accounts ►			
5	Grants receivable			
6	Receivables due from officers, directors, trustees, and other disqualified persons			
7	Other notes and loans receivable ►			
	Less: allowance for doubtful accounts ►			
8	Inventories for sale or use			
9	Prepaid expenses and deferred charges			
10a	Investments - U.S. and state government obligations			
b	Investments - corporate stock	STMT 9	18,248,828.	23,007,666.
c	Investments - corporate bonds	STMT 10	13,587,847.	6,924,787.
11	Investments - land, buildings, and equipment basis ►			
	Less accumulated depreciation ►			
12	Investments - mortgage loans			
13	Investments - other	STMT 11	12,119,914.	10,268,733.
14	Land, buildings, and equipment basis ►	7,877,669.		15,620,132.
	Less accumulated depreciation	STMT 12 ►	992,186.	6,889,070.
				6,885,483.
15	Other assets (describe ►	STATEMENT 13)	1,230.	1,230.
16	Total assets (to be completed by all filers - see the instructions. Also, see page 1, item I)		60,084,576.	59,224,985.
				72,549,997.
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			
22	Other liabilities (describe ►	STATEMENT 14)	11,851.	2,199.
	23	Total liabilities (add lines 17 through 22)	11,851.	2,199.
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ► <input type="checkbox"/>			
	and complete lines 24 through 26, and lines 30 and 31.			
24	Unrestricted			
25	Temporarily restricted			
26	Permanently restricted			
Foundations that do not follow SFAS 117, check here ► <input checked="" type="checkbox"/>				
and complete lines 27 through 31.				
27	Capital stock, trust principal, or current funds	0.	0.	
28	Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
29	Retained earnings, accumulated income, endowment, or other funds	60,072,725.	59,222,786.	
30	Total net assets or fund balances	60,072,725.	59,222,786.	
31	Total liabilities and net assets/fund balances	60,084,576.	59,224,985.	

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	60,072,725.
2	Enter amount from Part I, line 27a	2	-849,939.
3	Other increases not included in line 2 (itemize) ►	3	0.
4	Add lines 1, 2, and 3	4	59,222,786.
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	59,222,786.

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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.)
1a SEE ATTACHED SCHEDULE #4			P	VARIOUS	VARIOUS
b					
c					
d					
e					
(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) ((e) plus (f) minus (g))		
a 16,614,137.		15,506,097.	1,108,040.		
b					
c					
d					
e					
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69.			(i) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))		
(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any			
a			1,108,040.		
b					
c					
d					
e					
2 Capital gain net income or (net capital loss)	{ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }		2	1,108,040.	
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	{ 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 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

(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))
2016	9,427,960.	63,927,296.	.147479
2015	23,474,123.	78,397,837.	.299423
2014	27,710,758.	103,325,887.	.268188
2013	27,704,678.	120,020,876.	.230832
2012	30,603,261.	137,379,698.	.222764

2 Total of line 1, column (d)

2 1.168686

3 Average distribution ratio for the 5-year base period - divide the total on line 2 by 5.0, or by the number of years the foundation has been in existence if less than 5 years

3 .233737

4 Enter the net value of noncharitable-use assets for 2017 from Part X, line 5

4 62,659,419.

5 Multiply line 4 by line 3

5 14,645,825.

6 Enter 1% of net investment income (1% of Part I, line 27b)

6 39,115.

7 Add lines 5 and 6

7 14,684,940.

8 Enter qualifying distributions from Part XII, line 4

8 4,607,685.

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.	Date of ruling or determination letter: _____ (attach copy of letter if necessary-see instructions)	1	78,230.
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► <input type="checkbox"/> and enter 1% of Part I, line 27b			
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-)			
3	Add lines 1 and 2			
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only; others, enter -0-)			
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-			
6	Credits/Payments:			
a	2017 estimated tax payments and 2016 overpayment credited to 2017	6a	89,723.	
b	Exempt foreign organizations - tax withheld at source	6b	0.	
c	Tax paid with application for extension of time to file (Form 8868)	6c	100,000.	
d	Backup withholding erroneously withheld	6d	0.	
7	Total credits and payments. Add lines 6a through 6d	7	189,723.	
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	0.	
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	►	
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	►	111,493.
11	Enter the amount of line 10 to be: Credited to 2018 estimated tax ► 111,493. Refunded ►	11	0.	

Part VII-A Statements Regarding Activities

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?	Yes	No
1b	Did it spend more than \$100 during the year (either directly or indirectly) for political purposes? See the instructions for the definition If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.	X	
1c	Did the foundation file Form 1120-POL for this year?	X	
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. ► \$ <u>0.</u> (2) On foundation managers. ► \$ <u>0.</u>		
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ► \$ <u>0.</u>		
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities.	X	
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes	X	
4a	Did the foundation have unrelated business gross income of \$1,000 or more during the year?	X	
4b	If "Yes," has it filed a tax return on Form 990-T for this year?	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> .	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?	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	X	
8a	Enter the states to which the foundation reports or with which it is registered. See instructions. ► <u>FL, DE</u>		
8b	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	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	X	
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses	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 ► <u>N/A</u>		
14 The books are in care of ► <u>YOUNT, HYDE & BARBOUR, P.C.</u> Telephone no. ► <u>540-687-6381</u> Located at ► <u>6 SOUTH PENDLETON STREET, MIDDLEBURG, VA</u> ZIP+4 ► <u>20118</u>		
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	► <input type="checkbox"/>
16 At any time during calendar year 2017, 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? See the instructions for exceptions and filing requirements for FinCEN Form 114. If "Yes," enter the name of the foreign country ►	16	Yes No <input type="checkbox"/> X

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

	Yes	No
File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.		
1a During the year, did the foundation (either directly or indirectly):		
(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> 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)?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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.)	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
b If any answer is "Yes" to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance? See instructions Organizations relying on a current notice regarding disaster assistance, check here	1b	► <input type="checkbox"/> X
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 2017?	1c	► <input type="checkbox"/> 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 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 ► _____, _____, _____, _____		
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.)	2b	N/A
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?	<input checked="" type="checkbox"/> Yes	<input 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.)	3b	X
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 2017?	4b	X

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

5a During the year, did the foundation pay or incur any amount to:	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No					
(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?						
(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?						
(3) Provide a grant to an individual for travel, study, or other similar purposes?						
(4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? See instructions						
(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?						
b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance? See instructions	5b	<input type="checkbox"/>				
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?		<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No				
SEE STATEMENT 15						
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?		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No				
b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	6b	<input type="checkbox"/>				
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?		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No				
b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?	7b	<input type="checkbox"/> N/A				

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.

(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
NANCY DEMOSS 700 SOUTH DIXIE HIGHWAY, SUITE 105 WEST PALM BEACH, FL 33401	CHAIRMAN OF BOARD & TREAS.			
	20.00	160,000.	19,788.	0.
CHARLOTTE DEMOSS 700 SOUTH DIXIE HIGHWAY, SUITE 105 WEST PALM BEACH, FL 33401	SECRETARY & ASSISTANT		TREA	
	40.00	185,848.	35,324.	0.
ELISABETH DEMOSS 700 SOUTH DIXIE HIGHWAY, SUITE 105 WEST PALM BEACH, FL 33401	ASSISTANT SECRETARY			
	40.00	155,251.	30,520.	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
HAYDEE MARIN - 700 SOUTH DIXIE HIGHWAY, SUITE 105, WEST PALM BEACH,	PROJECT COORDINATOR			
STEVEN KOLESZAR - 700 SOUTH DIXIE HIGHWAY, SUITE 105, WEST PALM BEACH,	40.00	91,763.	22,368.	0.
CARMEN OCHOA - 700 SOUTH DIXIE HIGHWAY, SUITE 105, WEST PALM BEACH,	ADMINISTRATIVE ASSISTANT			
KAREN MOORE - 700 SOUTH DIXIE HIGHWAY, SUITE 105, WEST PALM BEACH,	40.00	58,118.	38,361.	0.
OREST HOLOVATY - 700 SOUTH DIXIE HIGHWAY, SUITE 105, WEST PALM BEACH,	PROJECT COORDINATOR			
	40.00	63,152.	19,293.	0.
	ASSISTANT			
	40.00	59,859.	19,696.	0.
	PROJECT DIRECTOR			
	30.00	60,750.	2,615.	0.
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
INGALLS & SNYDER LLC - 1325 AVENUE OF THE		
AMERICAS, NEW YORK, NY 10019-6066	FINANCIAL ADVISORS	286,185.
YOUNT, HYDE & BARBOUR, P.C.	ACCT., CONSULTING &	
P.O. BOX 467, MIDDLEBURG, VA 20118	RETIREMENT ADMIN.	135,000.
</		

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

1

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

SEE STATEMENT 16

2,860,702.

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

Form 990-PF (2017)

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	55,313,787.
b	Average of monthly cash balances	1b	8,299,836.
c	Fair market value of all other assets	1c	
d	Total (add lines 1a, b, and c)	1d	63,613,623.
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	63,613,623.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	954,204.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	62,659,419.
6	Minimum investment return. Enter 5% of line 5	6	3,132,971.

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	3,132,971.
2a	Tax on investment income for 2017 from Part VI, line 5	2a	78,230.
b	Income tax for 2017. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	78,230.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	3,054,741.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	3,054,741.
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	3,054,741.

Part XII Qualifying Distributions (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:	1a	4,607,685.
a	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	1b	0.
b	Program-related investments - total from Part IX-B	2	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	3a	
3	Amounts set aside for specific charitable projects that satisfy the:	3b	
a	Suitability test (prior IRS approval required)	4	4,607,685.
b	Cash distribution test (attach the required schedule)	5	0.
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8; and Part XIII, line 4	6	4,607,685.
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		
6	Adjusted qualifying distributions. Subtract line 5 from line 4		

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				3,054,741.
2 Undistributed income, if any, as of the end of 2017			0.	
a Enter amount for 2016 only		0.		
b Total for prior years:				
3 Excess distributions carryover, if any, to 2017.				
a From 2012	23,956,864.			
b From 2013	22,411,347.			
c From 2014	22,969,116.			
d From 2015	19,671,493.			
e From 2016	6,358,610.			
f Total of lines 3a through e	95,367,430.			
4 Qualifying distributions for 2017 from Part XII, line 4: ► \$ 4,607,685.			0.	
a Applied to 2016, 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 2017 distributable amount				3,054,741.
e Remaining amount distributed out of corpus	1,552,944.			
5 Excess distributions carryover applied to 2017 (If an amount appears in column (d), the same amount must be shown in column (a))	0.			0.
6 Enter the net total of each column as indicated below:	96,920,374.			
a Corpus Add lines 3f, 4c, and 4e Subtract line 5			0.	
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2016. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2017. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2018				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 2012 not applied on line 5 or line 7	23,956,864.			
9 Excess distributions carryover to 2018. Subtract lines 7 and 8 from line 6a	72,963,510.			
10 Analysis of line 9:				
a Excess from 2013	22,411,347.			
b Excess from 2014	22,969,116.			
c Excess from 2015	19,671,493.			
d Excess from 2016	6,358,610.			
e Excess from 2017	1,552,944.			

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
Name and address (home or business)				
a Paid during the year				
SEE SCHEDULE # 5 - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR		CHARITABLE	CHARITABLE	3,339,935.
Total				► 3a 3,339,935.
b Approved for future payment				
NONE				
Total				► 3b 0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.

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) Exclu- sion 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	276,956.	
4 Dividends and interest from securities			14	1,008,076.	
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	900000	-9,728.	14	2,449,954.	
8 Gain or (loss) from sales of assets other than inventory			18	1,108,040.	
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)		-9,728.		4,843,026.	0.
13 Total. Add line 12, columns (b), (d), and (e)				13	4,833,298.
(See worksheet in line 13 instructions to verify calculations.)					

Relationship of Activities to the Accomplishment of Exempt Purposes

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
VARIOUS	276,956.	276,956.	
TOTAL TO PART I, LINE 3	276,956.	276,956.	

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
VARIOUS	1,008,076.	0.	1,008,076.	1,008,076.	
TO PART I, LINE 4	1,008,076.	0.	1,008,076.	1,008,076.	

FORM 990-PF OTHER INCOME STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
LITIGATION INCOME	855.	855.	
PARTNERSHIP PASSTHROUGH - NON-UBIT	2,449,099.	2,449,099.	
UBIT INCOME	-9,728.	0.	
TOTAL TO FORM 990-PF, PART I, LINE 11	2,440,226.	2,449,954.	

FORM 990-PF LEGAL FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL FEES	3,834.	958.		2,876.
TO FM 990-PF, PG 1, LN 16A	3,834.	958.		2,876.

FORM 990-PF

ACCOUNTING FEES

STATEMENT

5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	135,400.	94,780.		40,620.
TO FORM 990-PF, PG 1, LN 16B	135,400.	94,780.		40,620.

FORM 990-PF

OTHER PROFESSIONAL FEES

STATEMENT

6

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
OTHER PROFESSIONAL FEES	275,516.	275,516.		0.
TO FORM 990-PF, PG 1, LN 16C	275,516.	275,516.		0.

FORM 990-PF

TAXES

STATEMENT

7

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
TAXES	169,814.	7,661.		22,154.
TO FORM 990-PF, PG 1, LN 18	169,814.	7,661.		22,154.

FORM 990-PF

OTHER EXPENSES

STATEMENT

8

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
COMPUTER EXPENSES	40,673.	10,168.		30,505.
OFFICE EXPENSE	29,025.	7,256.		21,769.
INSURANCE EXPENSE	11,710.	2,928.		8,783.
INVESTMENT FEES	158,863.	158,863.		0.
SERVICE FEES	1,345.	336.		1,009.
POSTAGE	4,182.	1,046.		3,137.
NONDEDUCTIBLE PASSTHROUGH EXPENSES	464.	0.		0.
	246,262.	180,597.		65,203.

TO FORM 990-PF, PG 1, LN 23

FORM 990-PF	CORPORATE STOCK	STATEMENT 9
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DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
SEE ATTACHED SCHEDULE # 1 - CORPORATE STOCK INVESTMENTS	23,007,666.	31,078,141.
TOTAL TO FORM 990-PF, PART II, LINE 10B	23,007,666.	31,078,141.

FORM 990-PF	CORPORATE BONDS	STATEMENT 10
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DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
SEE ATTACHED SCHEDULE # 2 - CORPORATE BONDS INVESTMENTS	6,924,787.	6,827,925.
TOTAL TO FORM 990-PF, PART II, LINE 10C	6,924,787.	6,827,925.

FORM 990-PF	OTHER INVESTMENTS	STATEMENT 11
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DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
SEE ATTACHED SCHEDULE # 3 - OTHER INVESTMENTS	COST	10,268,733.	15,620,132.
TOTAL TO FORM 990-PF, PART II, LINE 13		10,268,733.	15,620,132.

FORM 990-PF DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT STATEMENT 12

DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
FURNITURE & FIXTURES	242,607.	236,838.	5,769.
HEADQUARTER BUILDING	4,424,845.	589,980.	3,834,865.
EQUIPMENT	149,596.	149,596.	0.
LAND	3,042,685.	0.	3,042,685.
AUTOMOBILES	16,226.	14,603.	1,623.
COMPUTER	1,710.	1,169.	541.
TOTAL TO FM 990-PF, PART II, LN 14	7,877,669.	992,186.	6,885,483.

FORM 990-PF OTHER ASSETS STATEMENT 13

DESCRIPTION	BEGINNING OF YR BOOK VALUE	END OF YEAR BOOK VALUE	FAIR MARKET VALUE
FLORIDA POWER AND LIGHT DEPOSIT	1,230.	1,230.	1,230.
TO FORM 990-PF, PART II, LINE 15	1,230.	1,230.	1,230.

FORM 990-PF OTHER LIABILITIES STATEMENT 14

DESCRIPTION	BOY AMOUNT	EOY AMOUNT
PAYROLL LIABILITIES	11,851.	2,199.
TOTAL TO FORM 990-PF, PART II, LINE 22	11,851.	2,199.

FORM 990-PF

EXPENDITURE RESPONSIBILITY STATEMENT
PART VII-B, LINE 5C

STATEMENT 15

GRANTEE'S NAME

SEE ATTACHED SCHEDULE # 6 - EXPENDITURE RESPONSIBILITY STATEMENT

GRANTEE'S ADDRESS

PURPOSE OF GRANT

FORM 990-PF

SUMMARY OF DIRECT CHARITABLE ACTIVITIES

STATEMENT 16

ACTIVITY ONE

LITERATURE FOR LITTLE ONES:

THE PURPOSE OF THE PROJECT IS TO GIVE YOUTH AND CHILDREN AN OPPORTUNITY TO LEARN ABOUT GOD. NEW TESTAMENTS AND OTHER LITERATURE ARE DISTRIBUTED FREE OF CHARGE TO YOUTH AND CHILDREN AT RISK IN SCHOOLS AND THROUGH GRASSROOTS PROGRAMS IN DEVELOPING NATIONS. GRANT REQUESTS ARE NOT ACCEPTED FOR THIS INITIATIVE.

TO FORM 990-PF, PART IX-A, LINE 1

EXPENSES

2,860,702.

2017 DEPRECIATION AND AMORTIZATION REPORT

FORM 990-PF PAGE 1

990-PF

Asset No	Description	Date Acquired	Method	Life	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	FURNITURE & FIXTURES		NC	.000	HY	242,607.				242,607.	236,838.		0.	236,838.
2	HEADQUARTER BUILDING	01/01/11	NC	30.00	HY	4,424,845.				4,424,845.	589,980.		0.	589,980.
3	EQUIPMENT		NC	.000	HY	149,596.				149,596.	149,596.		0.	149,596.
4	LAND	01/01/11	L			3,042,685.				3,042,685.			0.	
5	AUTOMOBILES	06/12/13	SL	5.00	16	16,226.				16,226.	11,358.		3,245.	14,603.
6	COMPUTER	07/17/14	SL	5.00	16	1,710.				1,710.	827.		342.	1,169.
* TOTAL 990-PF PG 1 DEPR														
CURRENT YEAR ACTIVITY														
BEGINNING BALANCE														
ACQUISITIONS														
DISPOSITIONS														
ENDING BALANCE														
ENDING ACCUM DEPR														
ENDING BOOK VALUE														

728111 04-01-17

(D) - Asset disposed

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

Arthur S. DeMoss Foundation

Schedule # 1 - Corporate Stock Investments - Form 990-PF

December 31, 2017

23-6404136

Investment Name	Cost Basis	Fair Market Value
See Attached Schedule - Ingalls & Snyder LLC Acct# 01-19897-4 - Large Cap	10,536,538	15,842,382
See Attached Schedule - Ingalls & Snyder LLC Acct# 01-19896-5 - Small Cap	3,644,203	4,826,649
21,980 shs AIM Funds Group Invesco European Growth Y (AEDYX)	1,980,682	2,245,350
19,079 shs Prudential Jennison Natural Resource Fund Class Z (PNRZX)	1,003,440	1,155,963
74,940 shs AIM Funds Group Invesco Euro Small Cap Y (ESMYX)	2,400,158	2,827,802
87,200 shs Matthews International Funds Japan Fund Investor (MJFOX)	3,442,645	4,179,996
	<hr/> 23,007,666	<hr/> 31,078,141

Arthur S. DeMoss Foundation

Schedule # 4-5 - Capital Gain/Loss - Partnerships - Form 990-PF

December 31, 2017

23-6404136

Description	Net Gain (Loss)
Oaktree Capital Group, LLC	3,897
Citigroup Real Estate Partners II	(277,483)
First Avenue Partners, LP	(146,589)
Macquarie Infrastructure Partners International, L P.	1,312,864
MSREF III Intl-TE Ltd	(17,901)
River Cities Capital Funds	<u>700</u>
	<u><u>875,488</u></u>

Arthur S DeMoss Foundation
Schedule # 4-6 - Capital Gain/Loss - Other - Form 990-PF
December 31, 2017
23-6404136

Description	Acquisition Date	Sale Date	Sales Price	Cost Basis	Gain (Loss)
First Avenue Partners, LP Liquidation	Various	12/31/2017	-	132,724	(132,724)
MSREF III Intl-TE Ltd Liquidation	Various	12/31/2017	-	52,736	(52,736)
Silvercreek Liquidation	Various	12/31/2017	17,467	-	17,467
GT Opportunities Fund Liquidation	Various	12/31/2017	169	-	169
Plus I&S 01-19898-3 LTCG Dividends	Various	12/31/2017	155,221	-	155,221
			172,856	185,460	(12,604)

Arthur S DeMoss Foundation
Schedule # 5 - Grants and contributions paid during the year - Form 990-PF
December 31, 2017
23-6404136

Recipient Name and address	Foundation Status of Recipient	Purpose of Grant or Contribution	Amount
Projects:			
Literature for Little Ones	NC	Direct Public Literature Distribution and General Support	\$ 2,658,176
Grants and Contributions:			
Child Evangelism Fellowship, Warrenton, MO	PC	General Support	16,000
CRU, Orlando, FL	PC	General Support	44,000
CRU-Asia Ltd	NC	General Support	20,000
Human Life Foundation, New York, NY	PC	General Support	20,000
Human Life Alliance, Minneapolis, MN	PC	General Support	50,000
Shaare Zedek Medical Center, Jerusalem	PC	General Support	12,000
Africa Ministries	NC	General Support	500,000
Eastern Europe Ministries	NC	General Support	19,600
Other Miscellaneous Grants	NC	General Support	159
Total grants and contributions paid during the year			\$ 3,339,935

Arthur S. DeMoss Foundation
Schedule # 6 – Expenditure Responsibility Statement – Form 990-PF
December 31, 2017
23-6404136

Information with respect to grants subject to expenditure responsibility -

Grantee Africa Ministries

Amount: \$500,000

Purpose: Sharing the love of God.

Grantee: Eastern Europe Ministries

Amount: \$19,600

Purpose: Sharing the love of God.

Diversions: To the knowledge of the Foundation, and based on reports from grantees, no portion of the grants has been utilized for purposes other than those for which the Foundation approved the grants.

Reports from grantee: The Foundation adheres strictly to a policy which requires both pre-grant and post grant information be sent to the Foundation. Based on such reports, it is our belief that no grants have been made or utilized in part or in whole for purposes other than those for which the Foundation approved the grants.

Arthur S. DeMoss Foundation

Schedule # 2 - Corporate Bond Investments - Form 990-PF

December 31, 2017

23-6404136

Investment Name	Cost Basis	Fair Market Value
See Attached Schedule - Ingalls & Snyder LLC Acct# 01-19902-7 - Breckinridge	2,943,112	2,925,318
Breckinridge - Accrued Interest Purchased	17,885	17,885
180,971 shs - DoubleLine Funds Total Return Bond I (DBLTX)	1,525,894	1,520,845
110,533 shs Eaton Vance Mutual Funds Floating Rate Class I (EIBLX)	897,383	877,797
149,200 shs Loomis Sayles Funds Bond Fund Institutional Class (LSBDX)	1,540,514	1,486,080
	<hr/> 6,924,787	<hr/> 6,827,925

Arthur S. DeMoss Foundation
Schedule # 3 - Other Investments - Form 990-PF
December 31, 2017
23-6404136

Investment Name	Cost Basis	Fair Market Value
100,000 shs - Attack Sys Conv Sub Note	100,000	-
255,451 shs - Attack Sys Inc	253,750	-
108,200 shs - Omega Pharmaceutical	100,085	0 10
27,500 shs MRI Interventions Inc	500,000	1,889
226,626 shs - Central Park of America-7%	226,626	-
40,000 shs - MZT Holdings	200,000	-
12,836 shs -SPDR Gold Trust	1,327,149	1,587,419
128 shs - Exterran Holdings, Inc	-	4,024
257 shs - Archrock Inc	-	2,699
Citigroup Real Estate Partners II (Institutional), LP	1,844,489	1,222,493
Council Fire, LP	(61,704)	103,600
First Avenue Partners, LP	11,271	11,271
GoldenTree Offshore Fund, LTD	(3,802,836)	282,969
Goldman Sachs Distressed Opportunities Fund IV Offshore, LP	1,044,443	1,327,040
Goldman Sachs Private Equity Partners 2005 Offshore, LP	752,391	693,535
Goldman Sachs Vintage Fund IV Offshore, LP	1,238,565	1,140,276
GSO Capital Opportunities Overseas Fund, LP	(316,312)	131,111
5,750 shs iShares TR Tips Bond Fund (TIP)	656,251	655,960
Macquarie Infrastructure Partners International, LP	3,918,990	5,415,268
Magnolia Holding Company, LLC	23,454	12,276
River Cities Capital Fund II, LP	7,615	1,323,601
StepStone Private Equity Partners Offshore II, LP	1,628,670	1,015,306
The Hillstreet Fund, LP	(26,254)	54,735
13,000 shs Vanguard Malvern Fds Strm Infproidx (VTIP)	642,090	634,660
	10,268,733	15,620,132

Arthur S. DeMoss Foundation
Schedule # 4 - Capital Gain/Loss - Form 990-PF
December 31, 2017
23-6404136

	Description	Sales Price	Cost Basis	Gain (Loss)
Schedule 4-1	Ingalls and Snyder Large Cap	1,362,707	1,116,355	246,352
Schedule 4-2	Ingalls and Snyder Small Cap	835,913	622,204	213,709
Schedule 4-3	Ingalls and Snyder Asset	2,223,003	2,329,399	(106,396)
Schedule 4-4	Ingalls and Snyder Breckenridge	11,144,170	11,252,679	(108,509)
Schedule 4-5	Partnerships	875,488	-	875,488
Schedule 4-6	Other	172,856	185,460	(12,604)
		16,614,137	15,506,097	1,108,040