

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

Form 990-PF

Department of the Treasury
Internal Revenue Service

For calendar year 2017 or tax year beginning

, and ending

Name of foundation

The Saab Family Foundation

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

579 East Merrimack Street

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

Lowell, MA 01852

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

☐

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)

\$ 18,724,706.

J Accounting method:

☒

Cash

☐

Accrual

Other (specify)

(Part I, column (d) must be on cash basis.)

A Employer identification number

27-4392768

B Telephone number

603-628-1340

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).)

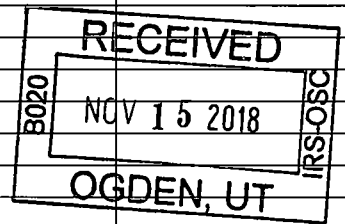
(a) Revenue and expenses per books

(b) Net investment income

(c) Adjusted net income

(d) Disbursements for charitable purposes (cash basis only)

Revenue	1	Contributions, gifts, grants, etc., received			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	11,589.	11,589.		Statement 1
	4	Dividends and interest from securities	319,884.	304,745.		Statement 2
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10	12,987,344.			
	b	Gross sales price for all assets on line 6a	18,788,925.			
	7	Capital gain net income (from Part IV, line 2)		12,987,344.		
	8	Net short-term capital gain				
	9	Income modifications				
	10a	Gross sales less returns and allowances				
Operating and Administrative Expenses	b	Less: Cost of goods sold				
	c	Gross profit or (loss)				
	11	Other income	41,580.	41,580.		Statement 3
	12	Total. Add lines 1 through 11	13,360,397.	13,345,258.		
	13	Compensation of officers, directors, trustees, etc	0.	0.		0.
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16a	Legal fees Stmt 4	10,342.	0.		0.
	b	Accounting fees				
	c	Other professional fees				
	17	Interest				
	18	Taxes Stmt 5	11,863.	0.		0.
	19	Depreciation and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses Stmt 6	78,428.	0.		0.
	24	Total operating and administrative expenses. Add lines 13 through 23	100,633.	0.		0.
	25	Contributions, gifts, grants paid	212,500.			212,500.
	26	Total expenses and disbursements. Add lines 24 and 25	313,133.	0.		212,500.
	27	Subtract line 26 from line 12:				
	a	Excess of revenue over expenses and disbursements	13,047,264.			
	b	Net investment income (if negative, enter -0-)		13,345,258.		
	c	Adjusted net income (if negative, enter -0-)			N/A	



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	7.	-11,029.	-11,029.
	2	Savings and temporary cash investments	157,167.	3,993,187.	3,993,187.
	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 Stmt 7	268,368.	320,551.	316,445.
	b	Investments - corporate stock Stmt 8	3,647,860.	6,012,935.	6,391,092.
	c	Investments - corporate bonds	897,448.	0.	0.
Liabilities	11	Investments - land, buildings, and equipment basis ▶			
		Less: accumulated depreciation ▶			
	12	Investments - mortgage loans			
	13	Investments - other Stmt 9	269,744.	7,972,214.	8,035,011.
	14	Land, buildings, and equipment: basis ▶			
		Less: accumulated depreciation ▶			
	15	Other assets (describe ▶)			
	16	Total assets (to be completed by all filers - see the instructions. Also, see page 1, item I)	5,240,594.	18,287,858.	18,724,706.
	17	Accounts payable and accrued expenses			
	18	Grants payable			
Net Assets or Fund Balances	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)	0.	0.	
		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	4,000,000.	4,000,000.	
	28	Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29	Retained earnings, accumulated income, endowment, or other funds	1,240,594.	14,287,858.	
	30	Total net assets or fund balances	5,240,594.	18,287,858.	
	31	Total liabilities and net assets/fund balances	5,240,594.	18,287,858.	

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	5,240,594.
2	Enter amount from Part I, line 27a	2	13,047,264.
3	Other increases not included in line 2 (itemize) ▶	3	0.
4	Add lines 1, 2, and 3	4	18,287,858.
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	18,287,858.

Form 990-PF (2017)

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			
b See Attached Statement			
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 18,788,925.		5,801,581.	12,987,344.
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			
b			
c			
d			
e			12,987,344.
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 12,987,344.
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 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	209,980.	4,027,919.	.052131
2015	178,927.	4,314,770.	.041468
2014	221,974.	4,467,946.	.049681
2013	219,787.	4,247,795.	.051741
2012	193,866.	4,005,134.	.048404
2 Total of line 1, column (d)			2 .243425
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 .048685
4 Enter the net value of noncharitable-use assets for 2017 from Part X, line 5			4 13,983,052.
5 Multiply line 4 by line 3			5 680,765.
6 Enter 1% of net investment income (1% of Part I, line 27b)			6 133,453.
7 Add lines 5 and 6			7 814,218.
8 Enter qualifying distributions from Part XII, line 4			8 212,500.

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)			
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		1	266,905.
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	266,905.
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	266,905.
6 Credits/Payments:			
a 2017 estimated tax payments and 2016 overpayment credited to 2017	6a	2,080.	
b Exempt foreign organizations - tax withheld at source	6b	0.	
c Tax paid with application for extension of time to file (Form 8868)	6c	264,825.	
d Backup withholding erroneously withheld	6d	0.	
7 Total credits and payments. Add lines 6a through 6d	7	266,905.	
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	0.	
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 2018 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>	11		

Part VII-A Statements Regarding Activities

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
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. \$ 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		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	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>NH</u>		
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 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

Form 990-PF (2017)

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		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		X
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► <u>www.saabfamilyfoundation.org</u>	X	
14 The books are in care of ► <u>Tricia L. Albert</u> Telephone no ► <u>603-233-2195</u> Located at ► <u>29 Northwestern Drive, Salem, NH</u> ZIP+4 ► <u>03079</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		
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 ►		X

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? <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 type="checkbox"/> Yes <input checked="" 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	N/A	
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?		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.)	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 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.)	N/A	
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		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?		X

Form 990-PF (2017)

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

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

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?

☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?

☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes?

☒ Yes ☐ No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? See instructions

☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?

☐ Yes ☒ No

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

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

☐

5b

X

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

6b

X

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

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, 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
See Statement 10		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

Form 990-PF (2017)

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 Provide funds to charitable organizations in the Lowell, MA and Salem, NH areas that provide assistance to low-income individuals, youth and homeless individuals.	148,500.
2 High school and college scholarships for deserving local youth of limited economic means.	64,000.
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.

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	11,201,007.
b	Average of monthly cash balances	1b	2,994,985.
c	Fair market value of all other assets	1c	
d	Total (add lines 1a, b, and c)	1d	14,195,992.
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	14,195,992.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	212,940.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	13,983,052.
6	Minimum investment return. Enter 5% of line 5	6	699,153.

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	699,153.
2a	Tax on investment income for 2017 from Part VI, line 5	2a	266,905.
b	Income tax for 2017. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	266,905.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	432,248.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	432,248.
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	432,248.

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	212,500.
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	212,500.
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	212,500.

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.

Form 990-PF (2017)

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				432,248.
2 Undistributed income, if any, as of the end of 2017				
a Enter amount for 2016 only			197,544.	
b Total for prior years:		0.		
3 Excess distributions carryover, if any, to 2017:				
a From 2012				
b From 2013				
c From 2014				
d From 2015				
e From 2016				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2017 from Part XII, line 4: ▶ \$ 212,500.				
a Applied to 2016, but not more than line 2a			197,544.	
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				14,956.
e Remaining amount distributed out of corpus	0.			
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				
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				417,292.
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	0.			
9 Excess distributions carryover to 2018. Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2013				
b Excess from 2014				
c Excess from 2015				
d Excess from 2016				
e Excess from 2017				

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				
Aaron's Presents 180 Main St. Andover, MA 01810	none	PC	Mentoring and logistical assistance for school children carrying out an idea that benefits at least	5,000.
Agassiz Village 238 Bedford St. #8 Lexington, MA 02420	none	PC	Fund 10 low-income children from Middlesex County to attend overnight summer camp in Maine	7,000.
Alternative House P.O. Box 2100 Lowell, MA 01853	none	PC	Fund after school activities program, academic tutoring, and vacation and summer camps for children who	5,000.
Bethany Community Services 10 Phoenix Row Haverhill, MA 01832	none	PC	To provide suport such as meals, wellness assistance, group activities, and transportation to	10,000.
Boys & Girls Club of Greater Lowell 657 Middlesex St. Lowell, MA 01851	none	PC	Fund creation of a Makerspace providing science and technology programs to underrepresented teens	5,000.
Total			See continuation sheet(s) ▶ 3a	212,500.
b Approved for future payment				
None				
Total			▶ 3b	0

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)(3) (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. | | |

[illegible]

- 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
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 _____

Trustee

May the IRS discuss this return with the preparer shown below? See instr

☒ Yes ☐ No

**Paid
Preparer
Use Only**

Print/Type preparer's name

William V. A. Zorn

Preparer's signature

Wick V A. Fen

Date

10/18/18

Check ☐ self-employed

PTIN

P00291996

Firm's name ► **McLane Middleton, Professional Assoc.**

Firm's EIN ▶ 02-0325043

Firm's address ► P.O. Box 326
Manchester, NH 03105-0326

Phone no. (603) 625-6464

The Saab Family Foundation

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	Morgan Stanley - 52923			
b	Morgan Stanley - 52923			
c	Invesco Convert Sec - 7538.594 sh			
d	Morgan Stanley - 68345			
e	Morgan Stanley - 68339			
f	Morgan Stanley - 68339			
g	Fidelity Adv Fltg Rt - 12,991.345 sh			
h	Gabelli Asset - 375.713 sh			
i	John Hancock Income - 43,340.406 sh			
j	Vention common & A-2 - 76,668 sh	D		04/03/17
k	Capital Gains Dividends			
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	93,714.	85,394.	8,320.
b	33,641.	31,475.	2,166.
c	181,303.	154,812.	26,491.
d	1,945,000.	1,944,994.	6.
e	743,714.	670,715.	72,999.
f	1,623,523.	1,409,621.	213,902.
g	125,237.	127,419.	-2,182.
h	21,416.	18,609.	2,807.
i	208,272.	218,425.	-10,153.
j	13,784,934.	1,140,117.	12,644,817.
k	28,171.		28,171.
l			
m			
n			
o			

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) Losses (from col. (h)) Gains (excess of col. (h) gain over col. (k), but not less than "-0-")
a			8,320.
b			2,166.
c			26,491.
d			6.
e			72,999.
f			213,902.
g			-2,182.
h			2,807.
i			-10,153.
j			12,644,817.
k			28,171.
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	12,987,344.
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 XV Supplementary Information**3 Grants and Contributions Paid During the Year (Continuation)**

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
Boys & Girls Club of Greater Manchester 555 Union St. Manchester, NH 03104	none	PC	Fund after school programs and summer camp scholarships for economically and socially challenged	5,000.
Catie's Closet 19 School St. Dracut, MA 01826	None	PC	Support expansion of programs providing clothing and necessities to children living in	10,000.
Community Teamwork, Inc. 155 Merrimack St. Lowell, MA 01852	None	PC	Providing training, translation and other services to African refugee and immigrant parents with children	5,000.
Family Promise of Greater Nashua 180 Lowell Road Hudson, NH 03051	none	PC	Funding transitional housing for homeless children and their families	5,000.
Farmsteads of New England 213 Center Road Hillsborough, NH 03244	None	PC	Funding purchase of tools and implements for use by disabled and/or autistic farmers to grow crops	6,000.
Friends Program 202 N. State St. Concord, NH 03301	none	PC	Funding program enabling low-income senior volunteers in childcare centers, public school	5,000.
Housing Families, Inc. 919 Eastern Ave Malden, MA 02148	None	PC	Funding therapeutic and academic services to housing instable children.	5,000.
Massachusetts Alliance of Portuguese Speakers 1046 Cambridge St. Cambridge, MA 02139	none	PC	Providing outreach, education and connections to elders and their families about Lowell area	5,000.
Mayhew Program 293 W. Shore Rd. Bristol, NH 03222	none	PC	Funding summer programming and school year mentoring to help at-risk boys build self-confidence.	3,000.
Merrimack Valley Food Bank 735 Broadway St. Lowell, MA 01854	None	PC	Funding mobile pantry home grocery delivery service for homebound elderly and disabled residents.	7,500.
Total from continuation sheets				180,500.

Part XV Supplementary Information**3 Grants and Contributions Paid During the Year (Continuation)**

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
Merrimack Valley YMCA 101 Amesbury St., 4th Floor Lawrence, MA 01840	None	PC	Funding after-school safe haven with programs in personal and academic development and	10,000.
Middlesex Community College 591 Springs Rd. Bedford, MA 01730	None	PC	Support testing preparation and fees, certification training, books and classroom materials	10,000.
Nashua Childrens Home 125 Amherst St. Nashua, NH 03064	none	PC	Provide housing, staff support and guidance to children aging out of child-protective or juvenile justice	5,000.
One Family, Inc. 800 South St. #610 Waltham, MA 02453	none	PC	Support eight homeless or at-risk single parents living in Lowell or attending college in the	5,000.
Rise Above Foundation P.O. Box 174 Northbridge, MA 01534	None	PC	Provide enriching activities, opportunities and experiences to children in foster care.	15,000.
Si, Se Puede 675 Essex St. Lawrence, MA 01841	none	PC	Providing educational, social and economic support to very low-income Lawrence youth and their	3,000.
Webster House 135 Webster St. Manchester, NH 03104	none	PC	Funding life skill classes for children unable to live at home.	2,000.
Kelly Bettencourt 233 Lawrence Street Lowell, MA 01852	None	I	College scholarship	3,000.
Youssef Bourouphael 45 Wesley Street Lawrence, MA 01841	None	I	High school scholarship	1,000.
Juliana Bouzerdan 99 Cluff Crossing Road, Apt. F-10 Salem, NH 03079	None	I	College scholarship	2,000.
Total from continuation sheets				

Part XV Supplementary Information**3 Grants and Contributions Paid During the Year (Continuation)**

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
Janelle Bouzerdan 99 Cluff Crossing Road, Apt. F-10 Salem, NH 03079	None	I	College scholarship	3,000.
Lily Kelley 11 Etta Road Lowell, MN 01851	None	I	College scholarship	2,000.
Keegan Lannon 8 Arrowwood Street Methuen, MA 01844	none	I	College scholarship	2,000.
Miranda Melo 10 Merrill Street Lowell, MA 01852	None	I	College scholarship	3,000.
Michael Montijo 45 Foster St., Apt. A Lowell, MA 01851	none	I	College scholarship	3,000.
Geoffrey Paige 376 Hale St., #1946 Beverly, MA 01915	none	I	College scholarship	3,000.
Courtney Richards 346 Concord Street Lowell, MA 01852	none	I	College scholarship	3,000.
Devonn Smith 65 South Highland St. Lowell, MA 01852	None	I	College scholarship	3,000.
Stephanie Silva 10 Independent Drive Lowell, MA 01854	none	I	College scholarship	3,000.
Amanda Simoneau 114 Talent Road Litchfield, NH 03052	none	I	College scholarship	3,000.
Total from continuation sheets				

Part XV Supplementary Information**3 Grants and Contributions Paid During the Year (Continuation)**

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
Loren Sullivan 208 Chapman Road Tewksbury, MA 01876	None	I	College scholarship	2,000.
Cole Ogonowski 606 Broadway Road Dracut, MA 01826	None	I	College scholarship	2,000.
David Simoneau 114 Talent Road Litchfield, NH 03052	none	I	College scholarship	2,500.
Jennifer Henriquez 23 Clinton Court, Apt #2 Lawrence, MA 01841	None	I	College scholarship	2,500.
Joargy Perez 55 Avon Street Lawrence, MA 01841	none	I	College scholarship	3,500.
Jakob Scopelites 30 Brickyard Drive Litchfield, NH 03052	None	I	College scholarship	3,500.
Stephanie Torres 725 Bridge Street, Apt 5 Lowell, MA 01850	None	I	College scholarship	3,500.
Cody Twombly 130 Dawson Ave. Manchester, NH 03104	None	I	College scholarship	2,500.
Dan DeAngelis 20 Bromfield Street Watertown, MA 02472	None	I	College scholarship	4,000.
Kyle Luis Melo 599 Central Street Lowell, MA 01852	None	I	High school scholarship	2,000.
Total from continuation sheets				

3 Grants and Contributions Paid During the Year (Continuation)

Total from continuation sheets

Part XV Supplementary Information

3a Grants and Contributions Paid During the Year Continuation of Purpose of Grant or Contribution

Name of Recipient - Aaron's Presents

Mentoring and logistical assistance for school children carrying out an idea that benefits at least one other person, animal or the environment

Name of Recipient - Alternative House

Fund after school activities program, academic tutoring, and vacation and summer camps for children who are victims of domestic violence

Name of Recipient - Bethany Community Services

To provide suport such as meals, wellness assistance, group activities, and transportation to low-income elderly residents to enable them to age-in-place

Name of Recipient - Boys & Girls Club of Greater Manchester

Fund after school programs and summer camp scholarships for economically and socially challenged youth.

Name of Recipient - Catie's Closet

Support expansion of programs providing clothing and necessities to children living in poverty.

Name of Recipient - Community Teamwork, Inc.

Providing training, translation and other services to African refugee and immigrant parents with children in public school.

Name of Recipient - Farmsteads of New England

Funding purchase of tools and implements for use by disabled and/or autistic farmers to grow crops to sell in their communities.

Part XV Supplementary Information**3a** Grants and Contributions Paid During the Year Continuation of Purpose of Grant or Contribution

Name of Recipient - Friends Program

Funding program enabling low-income senior volunteers in childcare centers, public school classroom, and after school programs to improve student learning.

Name of Recipient - Massachusetts Alliance of Portuguese Speakers

Providing outreach, education and connections to elders and their families about Lowell area long-term care housing options.

Name of Recipient - Merrimack Valley YMCA

Funding after-school safe haven with programs in personal and academic development and community service.

Name of Recipient - Middlesex Community College

Support testing preparation and fees, certification training, books and classroom materials for recently emigrated students.

Name of Recipient - Nashua Childrens Home

Provide housing, staff support and guidance to children aging out of child-protective or juvenile justice system and at extreme risk of homelessness.

Name of Recipient - One Family, Inc.

Support eight homeless or at-risk single parents living in Lowell or attending college in the Merrimack Valley.

Name of Recipient - Si, Se Puede

Part XV · **Supplementary Information**

3a Grants and Contributions Paid During the Year Continuation of Purpose of Grant or Contribution

Providing educational, social and economic support to very low-income
Lawrence youth and their families.

Name of Recipient - Jumpstart

Recruiting and training volunteers to help prepare preschool children
in Merrimack for success in kindergarten and beyond

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
Morgan Stanley - 52923	1,059.	1,059.	
Morgan Stanley - 68339	281.	281.	
Morgan Stanley - 68345	10,239.	10,239.	
Morgan Stanley - 68922	10.	10.	
Total to Part I, line 3	11,589.	11,589.	

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
Morgan Stanley - 52923	175,486.	26,005.	149,481.	134,342.	
Morgan Stanley - 68339	165,127.	2,166.	162,961.	162,961.	
Morgan Stanley - 68345	7,442.	0.	7,442.	7,442.	
To Part I, line 4	348,055.	28,171.	319,884.	304,745.	

Form 990-PF Other Income Statement 3

Description	(a) Revenue Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income
Nondividend dist. - 52923	18,126.	18,126.	
Nondividend dist. - 68339	23,454.	23,454.	
Total to Form 990-PF, Part I, line 11	41,580.	41,580.	

Form 990-PF	Legal Fees			Statement	4
Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes	
Professional Fees	10,342.	0.		0.	
To Fm 990-PF, Pg 1, ln 16a	10,342.	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	
Foreign Taxes - 52923	1,831.	0.		0.	
Foreign Taxes - 68339	5,452.	0.		0.	
Federal Excise Taxes	4,580.	0.		0.	
To Form 990-PF, Pg 1, ln 18	11,863.	0.		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	
Investment Fees - 52923	32,660.	0.		0.	
Investment Fees - 68922	1,267.	0.		0.	
Investment Fees & exp - 68339	42,001.	0.		0.	
Management software	2,500.	0.		0.	
To Form 990-PF, Pg 1, ln 23	78,428.	0.		0.	

Form 990-PF	U.S. and State/City Government Obligations	Statement	7
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Description	U.S. Gov't	Other Gov't	Book Value	Fair Market Value
NY City Mun Wtr Fin Auth		X	227,727.	219,304.
Illinois St Genl Oblig		X	40,105.	44,422.
MorganStanley Govt Sec	X		52,719.	52,719.
Total U.S. Government Obligations			52,719.	52,719.
Total State and Municipal Government Obligations			267,832.	263,726.
Total to Form 990-PF, Part II, line 10a			320,551.	316,445.

Form 990-PF	Corporate Stock	Statement	8
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Description	Book Value	Fair Market Value
Morgan Stanley - see attachment	6,012,935.	6,391,092.
Total to Form 990-PF, Part II, line 10b	6,012,935.	6,391,092.

Form 990-PF	Other Investments	Statement	9
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Description	Valuation Method	Book Value	Fair Market Value
Morgan Stanley - see attachment ETF	COST	4,963,318.	4,987,522.
Morgan Stanley - see attachment mut fd	COST	2,508,896.	2,528,742.
Millennium Intl HF Adv	COST	500,000.	518,747.
Total to Form 990-PF, Part II, line 13		7,972,214.	8,035,011.

Form 990-PF Part VIII - List of Officers, Directors Statement 10
Trustees and Foundation Managers

Name and Address	Title and Avrg Hrs/Wk	Compen- sation	Employee Ben Plan Expense Contrib Account	
Elisia M. Saab 396 Andover Street Lowell, MA 01852	Trustee, Chair, Treasurer 1.60	0.	0.	0.
Mark A. Saab 396 Andover Street Lowell, MA 01852	Trustee 1.60	0.	0.	0.
Analise S. Brown 45 Clark Road Lowell, MA 01853	Trustee 1.60	0.	0.	0.
Tricia L. Albert 29 Northwestern Drive Salem, NH 03079	Trustee 1.60	0.	0.	0.
Alana T. Saab 396 Andover Street Lowell, MA 01852	Trustee 1.60	0.	0.	0.
Totals included on 990-PF, Page 6, Part VIII		0.	0.	0.

Form 990-PF	Grant Application Submission Information	Statement 11
	Part XV, Lines 2a through 2d	

Name and Address of Person to Whom Applications Should be Submitted

Board of Directors
27 Northwestern Drive
Salem, NH 03079

Telephone Number	Name of Grant Program
------------------	-----------------------

603-475-6162	Organization grants
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Email Address

grant@saabfamilyfoundation.org

Form and Content of Applications

Application should include information on the applicant, reason for the request for a grant, and budget information.

Any Submission Deadlines

October 15 for grant applications

Restrictions and Limitations on Awards

The Foundation focuses in the areas of fostering education, supporting youth, elderly, disabled and low income individuals, addressing housing and homelessness and fostering social responsibility

Name and Address of Person to Whom Applications Should be Submitted

Board of Directors
27 Northwestern Drive
Salem, NH 03079

<u>Telephone Number</u>	<u>Name of Grant Program</u>
603-475-6162	Scholarships

Email Address

Grant@saabfamilyfoundation.org

Form and Content of Applications

Scholarship applications should include grade transcript, statement demonstrating financial need, latest tax return, list of liabilities and letters of recommendation.

Any Submission Deadlines

May 15 for scholarship applications

Restrictions and Limitations on Awards

The Foundation focuses in the areas of fostering education for youth who might not be able to pursue continued education without financial assistance.