

Form **990-PF**  
 Department of the Treasury  
 Internal Revenue Service

**Return of Private Foundation**  
**or Section 4947(a)(1) Trust Treated as Private Foundation**

OMB No 1545-0052

**2017**

**Open to Public Inspection**

▶ Do not enter social security numbers on this form as it may be made public.  
 ▶ Information about Form 990-PF and its instructions is at [www.irs.gov/form990pf](http://www.irs.gov/form990pf).

**For calendar year 2017, or tax year beginning 01-01-2017, and ending 12-31-2017**

Name of foundation Pattee Foundation Inc		<b>A Employer identification number</b> 37-1138998
Number and street (or P O box number if mail is not delivered to street address) 51 Public Square PO Box 647	Room/suite	<b>B Telephone number</b> (see instructions)
City or town, state or province, country, and ZIP or foreign postal code Monmouth, IL 61462		<b>C</b> If exemption application is pending, check here <input type="checkbox"/>
<b>G</b> Check all that apply: <input type="checkbox"/> Initial return <input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Address change <input type="checkbox"/> Name change		<b>D 1.</b> Foreign organizations, check here <input type="checkbox"/> <b>2.</b> Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
<b>H</b> Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		<b>E</b> If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
<b>I</b> Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ \$ 42,145,574	<b>J</b> Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ (Part I, column (d) must be on cash basis)	<b>F</b> If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

<b>Part I Analysis of Revenue and Expenses</b> <i>(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions) )</i>		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
<b>1</b>	Contributions, gifts, grants, etc., received (attach schedule)				
<b>2</b>	Check <input checked="" type="checkbox"/> if the foundation is <b>not</b> required to attach Sch. B				
<b>3</b>	Interest on savings and temporary cash investments	10	10		
<b>4</b>	Dividends and interest from securities	701,803	701,803		
<b>5a</b>	Gross rents	969,788	969,788		
<b>b</b>	Net rental income or (loss)				
<b>6a</b>	Net gain or (loss) from sale of assets not on line 10	707,404			
<b>b</b>	Gross sales price for all assets on line 6a				
	1,040,820				
<b>7</b>	Capital gain net income (from Part IV, line 2)		707,404		
<b>8</b>	Net short-term capital gain				
<b>9</b>	Income modifications				
<b>10a</b>	Gross sales less returns and allowances				
<b>b</b>	Less Cost of goods sold				
<b>c</b>	Gross profit or (loss) (attach schedule)				
<b>11</b>	Other income (attach schedule)	81,078	81,078		
<b>12</b>	<b>Total.</b> Add lines 1 through 11	2,460,083	2,460,083		
<b>13</b>	Compensation of officers, directors, trustees, etc	187,800	75,120		112,680
<b>14</b>	Other employee salaries and wages	27,600	10,680		16,920
<b>15</b>	Pension plans, employee benefits	2,043	817		1,226
<b>16a</b>	Legal fees (attach schedule)				
<b>b</b>	Accounting fees (attach schedule)				
<b>c</b>	Other professional fees (attach schedule)				
<b>17</b>	Interest				
<b>18</b>	Taxes (attach schedule) (see instructions)	31,279			
<b>19</b>	Depreciation (attach schedule) and depletion	0			
<b>20</b>	Occupancy				
<b>21</b>	Travel, conferences, and meetings				
<b>22</b>	Printing and publications				
<b>23</b>	Other expenses (attach schedule)	417,499	417,499		
<b>24</b>	<b>Total operating and administrative expenses.</b>				
	Add lines 13 through 23	666,221	504,116		130,826
<b>25</b>	Contributions, gifts, grants paid	1,950,000			1,950,000
<b>26</b>	<b>Total expenses and disbursements.</b> Add lines 24 and 25	2,616,221	504,116		2,080,826
<b>27</b>	Subtract line 26 from line 12				
<b>a</b>	<b>Excess of revenue over expenses and disbursements</b>	-156,138			
<b>b</b>	<b>Net investment income</b> (if negative, enter -0-)		1,955,967		
<b>c</b>	<b>Adjusted net income</b> (if negative, enter -0-)			0	

<b>Part II Balance Sheets</b> Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
<b>Assets</b>	<b>1</b> Cash—non-interest-bearing . . . . .		351,857	351,857
	<b>2</b> Savings and temporary cash investments . . . . .	313,875	84,529	84,529
	<b>3</b> Accounts receivable ▶ _____ Less allowance for doubtful accounts ▶ _____			
	<b>4</b> Pledges receivable ▶ _____ Less allowance for doubtful accounts ▶ _____			
	<b>5</b> Grants receivable . . . . .			
	<b>6</b> Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions) . . . . .			
	<b>7</b> Other notes and loans receivable (attach schedule) ▶ _____ Less allowance for doubtful accounts ▶ _____			
	<b>8</b> Inventories for sale or use . . . . .			
	<b>9</b> Prepaid expenses and deferred charges . . . . .			
	<b>10a</b> Investments—U S and state government obligations (attach schedule)			
	<b>b</b> Investments—corporate stock (attach schedule) . . . . .	11,225,461	11,278,706	24,829,188
	<b>c</b> Investments—corporate bonds (attach schedule) . . . . .			
	<b>11</b> Investments—land, buildings, and equipment basis ▶ _____ 8,128,753 Less accumulated depreciation (attach schedule) ▶ _____ 216,166		7,912,587	16,880,000
	<b>12</b> Investments—mortgage loans . . . . .			
	<b>13</b> Investments—other (attach schedule) . . . . .			
	<b>14</b> Land, buildings, and equipment basis ▶ _____ Less accumulated depreciation (attach schedule) ▶ _____			
<b>15</b> Other assets (describe ▶ _____)				
<b>16 Total assets</b> (to be completed by all filers—see the instructions Also, see page 1, item I)	11,539,336	19,627,679	42,145,574	
<b>Liabilities</b>	<b>17</b> Accounts payable and accrued expenses . . . . .			
	<b>18</b> Grants payable . . . . .			
	<b>19</b> Deferred revenue . . . . .			
	<b>20</b> Loans from officers, directors, trustees, and other disqualified persons			
	<b>21</b> Mortgages and other notes payable (attach schedule) . . . . .			
	<b>22</b> Other liabilities (describe ▶ _____)			
	<b>23 Total liabilities</b> (add lines 17 through 22) . . . . .	0	0	
<b>Net Assets or Fund Balances</b>	<b>Foundations that follow SFAS 117, check here</b> <input checked="" type="checkbox"/> <b>and complete lines 24 through 26 and lines 30 and 31.</b>			
	<b>24</b> Unrestricted . . . . .	11,539,336	19,627,679	
	<b>25</b> Temporarily restricted . . . . .			
	<b>26</b> Permanently restricted . . . . .			
	<b>Foundations that do not follow SFAS 117, check here</b> <input type="checkbox"/> <b>and complete lines 27 through 31.</b>			
	<b>27</b> Capital stock, trust principal, or current funds . . . . .			
	<b>28</b> Paid-in or capital surplus, or land, bldg , and equipment fund			
<b>29</b> Retained earnings, accumulated income, endowment, or other funds				
<b>30 Total net assets or fund balances</b> (see instructions) . . . . .	11,539,336	19,627,679		
<b>31 Total liabilities and net assets/fund balances</b> (see instructions) .	11,539,336	19,627,679		

<b>Part III Analysis of Changes in Net Assets or Fund Balances</b>		
<b>1</b> 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) . . . . .	<b>1</b>	11,539,336
<b>2</b> Enter amount from Part I, line 27a . . . . .	<b>2</b>	-156,138
<b>3</b> Other increases not included in line 2 (itemize) ▶ _____	<b>3</b>	8,244,481
<b>4</b> Add lines 1, 2, and 3 . . . . .	<b>4</b>	19,627,679
<b>5</b> Decreases not included in line 2 (itemize) ▶ _____	<b>5</b>	
<b>6</b> Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30 .	<b>6</b>	19,627,679

**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 )
<b>1a</b> See Additional Data Table			
<b>b</b>			
<b>c</b>			
<b>d</b>			
<b>e</b>			

(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)
<b>a</b> See Additional Data Table			
<b>b</b>			
<b>c</b>			
<b>d</b>			
<b>e</b>			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
<b>a</b> See Additional Data Table			
<b>b</b>			
<b>c</b>			
<b>d</b>			
<b>e</b>			

<b>2</b> Capital gain net income or (net capital loss)	2	707,404
<b>3</b> Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) (see instructions) If (loss), enter -0- in Part I, line 8	3	

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

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

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

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

**1** Enter the appropriate amount in each column for each year, see instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2016	2,029,602	38,451,005	0 052784
2015	2,026,002	38,919,450	0 052056
2014	1,741,912	35,974,399	0 048421
2013	1,536,305	30,541,309	0 050303
2012	1,426,304	28,067,170	0 050818

<b>2</b> Total of line 1, column (d)	2	0 254381
<b>3</b> Average distribution ratio for the 5-year base period—divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0 050876
<b>4</b> Enter the net value of noncharitable-use assets for 2017 from Part X, line 5	4	40,470,693
<b>5</b> Multiply line 4 by line 3	5	2,058,987
<b>6</b> Enter 1% of net investment income (1% of Part I, line 27b)	6	19,560
<b>7</b> Add lines 5 and 6	7	2,078,547
<b>8</b> Enter qualifying distributions from Part XII, line 4	8	2,080,826

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate See the Part VI instructions

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see instructions)

Table with 11 rows for excise tax calculations. Includes categories like 'Exempt operating foundations', 'Domestic foundations that meet the section 4940(e) requirements', and 'Tax due'. Total amount owed is 4,440.

Part VII-A Statements Regarding Activities

Table with 10 rows for activity statements. Includes questions about political campaigns, political expenditures, and state reporting. Columns for 'Yes' and 'No' are provided for each question.

Part VII-A Statements Regarding Activities (continued)

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).
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)
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address NA
14 The books are in care of Larry Lee Spears Telephone no (309) 734-5105
Located at 51 Public Square PO Box 647 Monmouth IL ZIP+4 61462
15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here and enter the amount of tax-exempt interest received or accrued during the year 15
16 At any time during calendar year 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 instructions for exceptions and filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR) If "Yes," enter the name of the foreign country

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

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.
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?
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?
(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)?
(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).
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.
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?
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? If "Yes," list the years 20, 20, 20, 20
b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement-see instructions)
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here 20, 20, 20, 20
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?
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).
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2017?

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

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

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

**1 List all officers, directors, trustees, foundation managers and their compensation (see instructions).**

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

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

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

**Total** number of other employees paid over \$50,000. . . . . **0**

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

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

**Total** number of others receiving over \$50,000 for professional services. . . . . **0**

**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
<b>1</b> NONE	<b>0</b>
<b>2</b>	
<b>3</b>	
<b>4</b>	

**Part IX-B Summary of Program-Related Investments (see instructions)**

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
<b>1</b> NONE	<b>0</b>
<b>2</b>	
All other program-related investments See instructions	
<b>3</b>	

**Total.** Add lines 1 through 3 . . . . . **0**

**Part X Minimum Investment Return** (All domestic foundations must complete this part. Foreign foundations, see instructions.)

<b>1</b>	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
<b>a</b>	Average monthly fair market value of securities.	<b>1a</b>	22,614,832
<b>b</b>	Average of monthly cash balances.	<b>1b</b>	1,638,491
<b>c</b>	Fair market value of all other assets (see instructions).	<b>1c</b>	16,833,675
<b>d</b>	<b>Total</b> (add lines 1a, b, and c).	<b>1d</b>	41,086,998
<b>e</b>	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation).	<b>1e</b>	
<b>2</b>	Acquisition indebtedness applicable to line 1 assets.	<b>2</b>	0
<b>3</b>	Subtract line 2 from line 1d.	<b>3</b>	41,086,998
<b>4</b>	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions).	<b>4</b>	616,305
<b>5</b>	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4.	<b>5</b>	40,470,693
<b>6</b>	<b>Minimum investment return.</b> Enter 5% of line 5.	<b>6</b>	2,023,535

**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.)

<b>1</b>	Minimum investment return from Part X, line 6.	<b>1</b>	2,023,535
<b>2a</b>	Tax on investment income for 2017 from Part VI, line 5.	<b>2a</b>	19,560
<b>b</b>	Income tax for 2017 (This does not include the tax from Part VI).	<b>2b</b>	
<b>c</b>	Add lines 2a and 2b.	<b>2c</b>	19,560
<b>3</b>	Distributable amount before adjustments. Subtract line 2c from line 1.	<b>3</b>	2,003,975
<b>4</b>	Recoveries of amounts treated as qualifying distributions.	<b>4</b>	
<b>5</b>	Add lines 3 and 4.	<b>5</b>	2,003,975
<b>6</b>	Deduction from distributable amount (see instructions).	<b>6</b>	
<b>7</b>	<b>Distributable amount</b> as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1.	<b>7</b>	2,003,975

**Part XII Qualifying Distributions** (see instructions)

<b>1</b>	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes		
<b>a</b>	Expenses, contributions, gifts, etc.—total from Part I, column (d), line 26.	<b>1a</b>	2,080,826
<b>b</b>	Program-related investments—total from Part IX-B.	<b>1b</b>	
<b>2</b>	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes.	<b>2</b>	
<b>3</b>	Amounts set aside for specific charitable projects that satisfy the		
<b>a</b>	Suitability test (prior IRS approval required).	<b>3a</b>	
<b>b</b>	Cash distribution test (attach the required schedule).	<b>3b</b>	
<b>4</b>	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4.	<b>4</b>	2,080,826
<b>5</b>	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see instructions).	<b>5</b>	19,560
<b>6</b>	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4.	<b>6</b>	2,061,266

**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
<b>1</b> Distributable amount for 2017 from Part XI, line 7				2,003,975
<b>2</b> Undistributed income, if any, as of the end of 2017				
<b>a</b> Enter amount for 2016 only. . . . .			939,545	
<b>b</b> Total for prior years 20___, 20___, 20___				
<b>3</b> Excess distributions carryover, if any, to 2017				
<b>a</b> From 2012. . . . .				
<b>b</b> From 2013. . . . .				
<b>c</b> From 2014. . . . .				
<b>d</b> From 2015. . . . .				
<b>e</b> From 2016. . . . .				
<b>f</b> Total of lines 3a through e. . . . .				
<b>4</b> Qualifying distributions for 2017 from Part XII, line 4 ▶ \$ <u>2,080,826</u>				
<b>a</b> Applied to 2016, but not more than line 2a			939,545	
<b>b</b> Applied to undistributed income of prior years (Election required—see instructions). . . . .				
<b>c</b> Treated as distributions out of corpus (Election required—see instructions). . . . .				
<b>d</b> Applied to 2017 distributable amount. . . . .				1,141,281
<b>e</b> Remaining amount distributed out of corpus				
<b>5</b> Excess distributions carryover applied to 2017 (If an amount appears in column (d), the same amount must be shown in column (a) )				
<b>6 Enter the net total of each column as indicated below:</b>				
<b>a</b> Corpus Add lines 3f, 4c, and 4e Subtract line 5				
<b>b</b> Prior years' undistributed income Subtract line 4b from line 2b . . . . .				
<b>c</b> 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. . . . .				
<b>d</b> Subtract line 6c from line 6b Taxable amount—see instructions . . . . .				
<b>e</b> Undistributed income for 2016 Subtract line 4a from line 2a Taxable amount—see instructions . . . . .				
<b>f</b> Undistributed income for 2017 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2018 . . . . .				862,694
<b>7</b> 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). . . . .				
<b>8</b> Excess distributions carryover from 2012 not applied on line 5 or line 7 (see instructions). . . . .				
<b>9 Excess distributions carryover to 2018.</b> Subtract lines 7 and 8 from line 6a . . . . .				
<b>10</b> Analysis of line 9				
<b>a</b> Excess from 2013. . . . .				
<b>b</b> Excess from 2014. . . . .				
<b>c</b> Excess from 2015. . . . .				
<b>d</b> Excess from 2016. . . . .				
<b>e</b> Excess from 2017. . . . .				

**Part XIV Private Operating Foundations** (see instructions and Part VII-A, question 9)

**1a** If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2017, enter the date of the ruling. . . . . ▶

**b** Check box to indicate whether the organization is a private operating foundation described in section  4942(j)(3) or  4942(j)(5)

	Tax year	Prior 3 years			<b>(e) Total</b>
	<b>(a) 2017</b>	<b>(b) 2016</b>	<b>(c) 2015</b>	<b>(d) 2014</b>	
<b>2a</b> Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed . . . . .					
<b>b</b> 85% of line 2a . . . . .					
<b>c</b> Qualifying distributions from Part XII, line 4 for each year listed . . . . .					
<b>d</b> Amounts included in line 2c not used directly for active conduct of exempt activities . . . . .					
<b>e</b> Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c . . . . .					
<b>3</b> Complete 3a, b, or c for the alternative test relied upon					
<b>a</b> "Assets" alternative test—enter					
<b>(1)</b> Value of all assets . . . . .					
<b>(2)</b> Value of assets qualifying under section 4942(j)(3)(B)(i)					
<b>b</b> "Endowment" alternative test— enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed. . . . .					
<b>c</b> "Support" alternative test—enter					
<b>(1)</b> Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties) . . . . .					
<b>(2)</b> Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii). . . . .					
<b>(3)</b> Largest amount of support from an exempt organization					
<b>(4)</b> Gross investment income					

**Part XV Supplementary Information (Complete this part only if the organization had \$5,000 or more in assets at any time during the year—see instructions.)**

**1 Information Regarding Foundation Managers:**

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

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

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

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

**a** The name, address, and telephone number or e-mail address of the person to whom applications should be addressed  
 Marcum A Spears  
 51 Public Square PO Box 647  
 Monmouth, IL 61462  
 (309) 734-5105

**b** The form in which applications should be submitted and information and materials they should include  
 Grant applicants must be 501c3 organizations or otherwise tax exempt to qualify for grants (i e a governmental entity)

**c** Any submission deadlines  
 Not Applicable

**d** Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors  
 NONE

**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)				
<b>a</b> <i>Paid during the year</i> See Additional Data Table				
<b>Total . . . . .</b> ▶ <b>3a</b>				1,950,000
<b>b</b> <i>Approved for future payment</i>				
<b>Total . . . . .</b> ▶ <b>3b</b>				0







**Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns a - d**

List and describe the kind(s) of property sold (e.g., real estate, <b>(a)</b> 2-story brick warehouse, or common stock, 200 shs MLC Co )	<b>(b)</b> How acquired P—Purchase D—Donation	<b>(c)</b> Date acquired (mo , day, yr )	<b>(d)</b> Date sold (mo , day, yr )
1000 shares of Union Pacific	P	2006-05-30	2017-02-15

**Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns e - h**

<b>(e)</b> Gross sales price	<b>(f)</b> Depreciation allowed (or allowable)	<b>(g)</b> Cost or other basis plus expense of sale	<b>(h)</b> Gain or (loss) (e) plus (f) minus (g)
109,360		17,395	91,965

**Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns i - l**


Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			<b>(l)</b> Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
<b>(i)</b> F M V as of 12/31/69	<b>(j)</b> Adjusted basis as of 12/31/69	<b>(k)</b> Excess of col (i) over col (j), if any	

Form 990PF Part VIII Line 1 - List all officers, directors, trustees, foundation managers and their compensation				
(a) Name and address	Title, and average hours per week (b) devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
Larry Lee Spears 51 Public Square PO Box 647 Monmouth, IL 61462	SecretaryTreasurer 20 00	60,000	0	0
Raymond E Defenbaugh 51 Public Square PO Box 647 Monmouth, IL 61462	President 20 00	60,000	0	0
Marcum A Spears 51 Public Square PO Box 647 Monmouth, IL 61462	Vice President 20 00	35,000	0	0
Alice J Defenbaugh 51 Public Square PO Box 647 Monmouth, IL 61462	Asst SecretaryTreasurer 5 00	8,800	0	0
Jennifer Kinneer 51 Public Square PO Box 647 Monmouth, IL 61462	Director 2 00	6,000	0	0
Donald G Spears 51 Public Square PO Box 647 Monmouth, IL 61462	Director 2 00	6,000	0	0
Daniel Defenbaugh 51 Public Square PO Box 647 Monmouth, IL 61462	Director 2 00	6,000	0	0
Ann V Bergren 51 Public Square PO Box 647 Monmouth, IL 61462	Director 2 00	6,000	0	0

**Form 990PF Part XV Line 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)				
<b>a</b> <i>Paid during the year</i>				
Monmouth College 700 East Broadway Monmouth, IL 61462	Stranger	PC	Building Naming	300,000
Warren County YMCA 700 West Harlem Ave Monmouth, IL 61462	Stranger	PC	Acquisiton of Land for Outdoor Pool	325,000
Monmouth Roseville School District 500 West Broadway Monmouth, IL 61462	Stranger	GOV	Development of Soccer Field	410,000
Jamieson Community Center 900 South 2nd St Monmouth, IL 61462	Stranger	PC	After school learning program	157,500
Monmouth Park District 200 East Broadway Monmouth, IL 61462	Stranger	GOV	Splash Park	75,000
<b>Total . . . . . ▶</b> <b>3a</b>				1,950,000

**Form 990PF Part XV Line 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)				
<b>a</b> <i>Paid during the year</i>				
Warren County Historical Society 200 South Sunnyslane Monmouth, IL 61462	Stranger	PC	Executive Director Position	375,000
Roseville Community Center Main St Roseville, IL 61473	Stranger	PC	Unrestricted	17,500
City of Monmouth 100 East Broadway Monmouth, IL 61462	Stranger	GOV	Infrastructure	225,000
United Boy Scout Main St Kirkwood, IL 61447	Stranger	PC	Unrestricted	10,000
Teddy Bear Day Care 200 South 8th St Monmouth, IL 61462	Stranger	PC	Purchase of Van	12,500
<b>Total</b> . . . . . <b>3a</b> 				1,950,000

**Form 990PF Part XV Line 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)				
<b>a</b> <i>Paid during the year</i>				
Warren County 100 West Broadway Monmouth, IL 61462	Stranger	GOV	Development of Assessment Software	42,500
<b>Total . . . . .</b> ▶				<b>1,950,000</b>
<b>3a</b>				

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

## TY 2017 Depreciation Schedule

**Name:** Pattee Foundation Inc

**EIN:** 37-1138998

Description of Property	Date Acquired	Cost or Other Basis	Prior Years' Depreciation	Computation Method	Rate / Life (# of years)	Current Year's Depreciation Expense	Net Investment Income	Adjusted Net Income	Cost of Goods Sold Not Included
See Attached	2009-06-06	150,000	218,166			0	0	0	

**TY 2017 Investments Corporate Stock Schedule****Name:** Pattee Foundation Inc**EIN:** 37-1138998

<b>Name of Stock</b>	<b>End of Year Book Value</b>	<b>End of Year Fair Market Value</b>
Stocks	11,278,706	24,829,188

## TY 2017 Investments - Land Schedule

**Name:** Pattee Foundation Inc

**EIN:** 37-1138998

Category/ Item	Cost/Other Basis	Accumulated Depreciation	Book Value	End of Year Fair Market Value
Land and Building	8,128,753	216,166	7,912,587	16,880,000

**TY 2017 Other Expenses Schedule****Name:** Pattee Foundation Inc**EIN:** 37-1138998**Other Expenses Schedule**

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
See Att - Farm and Ofc Expens	417,499	417,499	0	0

**TY 2017 Other Income Schedule****Name:** Pattee Foundation Inc**EIN:** 37-1138998**Other Income Schedule**

Description	Revenue And Expenses Per Books	Net Investment Income	Adjusted Net Income
BRR LLC Attached K-1	81,078	81,078	0

**TY 2017 Other Increases Schedule****Name:** Pattee Foundation Inc**EIN:** 37-1138998

<b>Description</b>	<b>Amount</b>
Unrealized Gains Losses	8,244,481

**TY 2017 Taxes Schedule****Name:** Pattee Foundation Inc**EIN:** 37-1138998

<b>Category</b>	<b>Amount</b>	<b>Net Investment Income</b>	<b>Adjusted Net Income</b>	<b>Disbursements for Charitable Purposes</b>
Excise Tax	24,000	0	0	0
Foreign Tax Paid	7,279	0	0	0

## PATTEE FOUNDATION

37-1138998

**Statement 1**

Form 990-PF, Part I, Line 11; Part II, Line 15

**Other Income; Other Assets**

	(a) Expenses per Books	(b) Net Investment Income (Loss)	Adjusted Net Income	(d) Charitable Purposes
Big River Resources (Ethanol) See K-1 Attached	\$0 00	\$ 81,078 00	\$0 00	\$0 00
Total	\$0 00	\$ 81 078 00	\$0 00	\$0 00
	Book Value	Fair Market Value		
Big River Resources (Ethanol)	\$250,000 00	\$147,500 00		
Total	\$250 000 00	\$147 500 00		

**Statement 2**

Form 990-PF, Part I, Line 18

**Taxes**

	(a) Expenses per Books	(b) Net Investment Income	Adjusted Net Income	(d) Charitable Purposes
Excises Taxes - 2017	\$24 000 00	\$24 000 00	\$24 000 00	\$0 00
Foreign Taxes Paid	\$7,278 51	\$7,278 51	\$7,278 51	\$0 00
Total	\$31 278 51	\$31 278 51	\$31 278 51	\$0 00

**Statement 3**

Form 990-PF, Part I, Line 23

**Other Expenses**

	(a) Expenses per Books	(b) Net Investment Income	Adjusted Net Income	(d) Charitable Purposes
Rental Expenses (Farm Inputs)	\$406 435 51	\$406 435 51	\$406 435 51	\$0 00
Rental Expenses - Office	\$11,063 00	\$11,063 00	\$11,063 00	\$0 00
	\$417 498 51	\$417 498 51	\$417 498 51	\$0 00

**Statement 4**

Form 990-PF, Part II, Line 24

**Land, Buildings, and Equipment**

Category	Basis	Accumulated Depreciation	Book Value	Fair Market Value
Furniture and Fixtures	\$20 993 00	\$20 993 00	\$0 00	\$0 00
Buildings	\$78 000 00	\$38 910 04	\$39 089 96	\$100 000 00
Improvements	\$6 089 00	\$6 089 00	\$0 00	\$0 00
Land	\$7 869 495 00	\$0 00	\$7 869 495 00	\$21 000 000 00
Miscellaneous	\$154,176 00	\$150,173 72	\$4,002 28	\$0 00
	\$8,128 753 00	\$216 165 76	\$7 912 587 24	\$16 880 000 00

## PATTEE FOUNDATION

37 1138998

## Statement 6

Form 990-PF, Part IV, Line 1

## Capital Gains and Losses from Tax on Investment Income

(a) Item	(b) Description	(c) How Acquired	(d) Date Acquired	(d) Date Sold	(e) Gross Pr	(f) Dep Allowed	(g) Cost	(h) Gain(Loss)	TOTALS
1	2000 shares of Deere and Company	Purchased	05/30/06	02/21/17	\$217,249.11	\$0.00	\$59,180.00	\$158,069.11	\$158,069.11
2	1 share of Dow DuPont	Purchased	05/30/06	12/07/17	\$67.08	\$0.00	\$33.45	\$33.63	\$33.63
3	1000 shares of Bristol Myer Squibb	Purchased	05/28/10	02/15/17	\$53,791.88	\$0.00	\$23,440.89	\$30,350.99	\$30,350.99
4	1000 shares of DuPont	Purchased	05/30/06	02/15/17	\$77,824.25	\$0.00	\$42,873.10	\$34,951.15	\$34,951.15
5	1000 shares of General Mills	Purchased	05/30/06	02/15/17	\$62,735.98	\$0.00	\$22,730.00	\$40,005.98	\$40,005.98
6	1300 shares of Illinois Tool Works	Purchased	08/18/16	02/15/17	\$129,447.43	\$0.00	\$26,660.00	\$102,787.43	\$102,787.43
7	5000 shares of Olin	Purchased	06/24/09	02/15/17	\$151,109.76	\$0.00	\$54,386.73	\$96,723.03	\$96,723.03
8	2000 shares of Portland GE	Purchased	11/04/09	02/15/17	\$86,027.17	\$0.00	\$37,042.32	\$48,984.85	\$48,984.85
9	1000 shares of Southern Company	Purchased	05/30/06	02/15/17	\$48,092.00	\$0.00	\$29,250.00	\$18,842.00	\$18,842.00
10	2500 shares of Spectra Energy	Purchased	05/30/06	02/15/17	\$105,115.76	\$0.00	\$20,425.00	\$84,690.76	\$84,690.76
11	1000 shares of Union Pacific	Purchased	05/30/06	02/15/17	\$109,360.37	\$0.00	\$17,395.00	\$91,965.37	\$91,965.37
TOTALS					\$1,040,820.79		\$333,416.49		\$707,404.30

## Statement 7

Form 990-PF, Part VIII, Line 1

## List of Officers, Directors, Trustees and Key Employees

NAME AND ADDRESS	TITLE and AVERAGE HOURS PER WEEK DEVOTED	COMPENSATION	CONTRIBUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
Raymond E. Defenbaugh 51 Public Square Monmouth, IL 61462	President 20 hours	\$60,000.00	\$0.00	\$0.00
Marcum A. Spears 51 Public Square Monmouth, IL 61462	Vice President 20 hours	\$35,000.00	\$0.00	\$0.00
Larry Lee Spears 51 Public Square Monmouth, IL 61462	Secretary/Treasurer 20 hours	\$60,000.00	\$0.00	\$0.00
Alice J. Defenbaugh 51 Public Square Monmouth, IL 61462	Asst. Sec./Treas 10 hours	\$8,800.00	\$0.00	\$0.00
Jennifer M. Kinneer 51 Public Square Monmouth, IL 61462	Director 2 hours	\$6,000.00	\$0.00	\$0.00
Donald G. Spears 51 Public Square Monmouth, IL 61462	Director 2 hours	\$6,000.00	\$0.00	\$0.00
Daniel Defenbaugh 51 Public Square Monmouth, IL 61462	Director 2 hours	\$6,000.00	\$0.00	\$0.00
Ann V. Bergren 51 Public Square Monmouth, IL 61462	Director 2 hours	\$6,000.00	\$0.00	\$0.00

## Statement 8

Form 990-PF, Part XV, Line 2a

## Name and Address of Person to Whom Applicants should be Addressed

Larry Lee Spears  
Spears and Spears  
51 Public Square  
PO Box 647  
Monmouth, IL 61462

## LINE 23, Form 990PF

## FARM EXPENSES

Chemicals	\$96,346.89
Fertilizer	\$77,130.94
Seed	\$109,730.71
Real Estate Taxes	\$117,040.32
Insurance	\$12,634.00
Trucking & Aerial Application	\$6,438.26
Utilities	\$0.00
Repairs	\$4,582.00
Fuel - LP Gas Drying	\$1,792.55
Storage and Drying	\$5,274.84
Miscellaneous and Appraisal	\$5,400.00
Refund and Insurance Claims	\$(29,935.00)
<b>TOTAL FARM EXP</b>	<b>\$406,435.51</b>

## OFFICE BUILDING EXPENSES

Real Estate Taxes	\$3,481.00
Insurance	
Utilities	\$1,837.00
Repairs	\$208.00
Office Supplies	\$119.00
Telephone	\$1,732.00
Miscellaneous	\$1,085.00
Dues	\$130.00
Postage	\$271.00
Bank Service Charges	\$0.00
D&O Insurance	\$2,200.00
<b>TOTAL OFFICE EXP</b>	<b>\$11,063.00</b>

<b>GRAND TOTAL</b>	<b>\$417,498.51</b>
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2017 Federal Book Depreciation Schedule  
 PATTEE FOUNDATION

No	Description	Date Acquired	Date Sold	Cost/Basis	Basis for Depreciation	Prior Yrs Depreciation	Method	Life	Rate	Current Year Depreciation
3	Building	7/30/1997		\$78,000.00	\$78,000.00	\$40,909.96	S/L MM	39	0.02564	\$1,999.92
1	Office Equipment	7/30/1997		\$3,724.00	\$3,724.00	\$3,724.00	200DB HY	7	0	\$0.00
4	Office Equipment	6/30/2000		\$2,360.00	\$2,360.00	\$2,360.00	200DB HY	7	0	\$0.00
6	Furniture & Fixtures	6/30/1999		\$6,089.00	\$6,089.00	\$6,089.00	200DB HY	7	0	\$0.00
10	Misc Furniture	1/1/2003		\$6,125.00	\$6,125.00	\$6,125.00	200DB HY	7	0	\$0.00
11	Misc Carpets	1/1/2003		\$2,375.00	\$2,375.00	\$2,375.00	S/L HY	7	0	\$0.00
13	Carpeting	6/30/2002		\$5,934.00	\$5,934.00	\$5,934.00	S/L HY	7	0	\$0.00
14	Sign	6/30/2002		\$475.00	\$475.00	\$475.00	S/L HY	7	0	\$0.00
5	Farmland	7/30/1997		\$662,250.00	\$662,250.00	\$0.00	N/A	N/A	0	\$0.00
8	Farmland	1/1/2003		\$7,207,245.00	\$7,207,245.00	\$0.00	N/A	N/A	0	\$0.00
2	Field Tiling Farm	7/30/1997		\$16,167.00	\$16,167.00	\$16,167.00	150DB HY	15	0.0591	\$0.00
7	Tiling	3/31/2003		\$28,254.00	\$28,254.00	\$27,434.62	150DB HY	15	0.0591	\$1,669.81
9	Tiling	1/1/2003		\$109,755.00	\$109,755.00	\$106,572.10	150DB HY	15	0.0591	\$6,486.52
				\$8,128,753.00						
<b>TOTAL DEPRECIATION</b>						<b>\$218,165.68</b>				<b>\$10,156.25</b>