

Form 990-PF

Department of the Treasury
Internal Revenue ServiceReturn of Private Foundation
or Section 4947(a)(1) Trust Treated as Private FoundationDo 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

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OMB No 1545-0052

2017

Open to Public Inspection

For calendar year 2017 or tax year beginning

, and ending

Name of foundation

A Employer identification number

K.A.H.B. FOUNDATION-IMA

43-2093439

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

Room/suite

4395 TRILLIUM WAY

B Telephone number

(888) 730-4933

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

MINNETRISTA, MN 55364-7708

C If exemption application is pending, check here ☐

G Check all that apply

☐ Initial return☐ Initial return of a former public charity☐ Final return☐ Amended return☐ Address change☐ Name changeD 1 Foreign organizations, check here ☐2 Foreign organizations meeting the 85% test, check here and attach computation ☐

H Check type of organization.

☒ Section 501(c)(3) exempt private foundation☐ Section 4947(a)(1) nonexempt charitable trust☐ Other taxable private foundationE If private foundation status was terminated under section 507(b)(1)(A), check here ☐

I Fair market value of all assets at end of year (from Part II, col. (c), line 16)

J Accounting method

☒ Cash☐ Accrual☐ Other (specify)F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ☐

\$ 73,881,369. (Part I, column (d) must be on cash basis)

Part I Analysis of Revenue and Expenses

(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))

(a) Revenue and expenses per books

(b) Net investment income

(c) Adjusted net income

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

1	Contributions, gifts, grants, etc., received				
2	Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch. B				
3	Interest on savings and temporary cash investments	9,640.	9,640.		STATEMENT 1
4	Dividends and interest from securities	1,055,295.	1,043,978.		STATEMENT 2
5a	Gross rents				
b	Net rental income or (loss)				
6a	Net gain or (loss) from sale of assets not on line 10	5,620,351.			
b	Gross sales price for all assets on line 6a	19,701,419.			
7	Capital gain net income (from Part IV, line 2)		5,620,351.		
8	Net short-term capital gain			N/A	
9	Income modifications				
10a	Gross sales less returns and allowances				
b	Less: Cost of goods sold				
c	Gross profit or (loss)				
11	Other income	390,570.	301,628.	0.	STATEMENT 3
12	Total. Add lines 1 through 11	7,075,856.	6,975,597.	0.	
13	Compensation of officers, directors, trustees, etc.	0.	0.	0.	0.
14	Other employee salaries and wages				
15	Pension plans, employee benefits				
16a	Legal fees	11,707.	0.	0.	11,707.
b	Accounting fees	6,075.	3,037.	0.	3,038.
c	Other professional fees	109,804.	109,804.	0.	0.
17	Interest				
18	Taxes	72,505.	21,705.	0.	0.
19	Depreciation and depletion				
20	Occupancy				
21	Travel, conferences, and meetings				
22	Printing and publications				
23	Other expenses	34,329.	33,564.	0.	765.
24	Total operating and administrative expenses. Add lines 13 through 23	234,420.	168,110.	0.	15,510.
25	Contributions, gifts, grants paid	4,515,315.			4,515,315.
26	Total expenses and disbursements. Add lines 24 and 25	4,749,735.	168,110.	0.	4,530,825.
27	Subtract line 26 from line 12.				
a	Excess of revenue over expenses and disbursements	2,326,121.			
b	Net investment income (if negative, enter -0-)		6,807,487.		
c	Adjusted net income (if negative, enter -0-)			0.	

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		8,188.	1,739,098.	1,739,098.
	2	Savings and temporary cash investments		657,542.	373,967.	373,967.
	3	Accounts receivable ▶				
		Less: allowance for doubtful accounts ▶				
	4	Pledges receivable ▶				
		Less: allowance for doubtful accounts ▶				
	5	Grants receivable				
	6	Receivables due from officers, directors, trustees, and other disqualified persons				
	7	Other notes and loans receivable ▶				
		Less: allowance for doubtful accounts ▶				
	8	Inventories for sale or use				
	9	Prepaid expenses and deferred charges				
	10a	Investments - U.S. and state government obligations				
	b	Investments - corporate stock STMT 12	8,759,755.	7,948,069.	44,728,908.	
	c	Investments - corporate bonds				
	Liabilities	11	Investments - land, buildings, and equipment basis ▶			
		Less: accumulated depreciation ▶				
12		Investments - mortgage loans				
13		Investments - other STMT 13	20,247,496.	24,072,656.	27,039,396.	
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)	29,672,981.	34,133,790.	73,881,369.	
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.			
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ <input type="checkbox"/>					
	24	Unrestricted				
	25	Temporarily restricted				
	26	Permanently restricted				
	Foundations that do not follow SFAS 117, check here ▶ <input checked="" type="checkbox"/>					
	27	Capital stock, trust principal, or current funds	29,672,981.	34,133,790.		
	28	Paid-in or capital surplus, or land, bldg, and equipment fund	0.	0.		
	29	Retained earnings, accumulated income, endowment, or other funds	0.	0.		
30	Total net assets or fund balances	29,672,981.	34,133,790.			
31	Total liabilities and net assets/fund balances	29,672,981.	34,133,790.			

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	29,672,981.
2	Enter amount from Part I, line 27a	2	2,326,121.
3	Other increases not included in line 2 (itemize) ▶ SEE STATEMENT 10	3	2,314,839.
4	Add lines 1, 2, and 3	4	34,313,941.
5	Decreases not included in line 2 (itemize) ▶ SEE STATEMENT 11	5	180,151.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	34,133,790.

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 PUBLICLY TRADED SECURITIES	D		
b PUBLICLY TRADED SECURITIES	P		
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 7,063,608.		2,064,305.	4,999,303.
b 12,637,811.		12,016,763.	621,048.
c			
d			
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
a			4,999,303.
b			621,048.
c			
d			
e			

2 Capital gain net income or (net capital loss)	{ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }	2	5,620,351.
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	5,620,351.

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	4,530,992.	55,174,258.	.082121
2015	2,032,749.	50,467,050.	.040279
2014	2,032,433.	41,482,984.	.048994
2013	1,718,661.	34,970,009.	.049147
2012	1,542,779.	26,208,904.	.058865

2 Total of line 1, column (d)	2	.279406
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	.055881
4 Enter the net value of noncharitable-use assets for 2017 from Part X, line 5	4	66,037,903.
5 Multiply line 4 by line 3	5	3,690,264.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	68,075.
7 Add lines 5 and 6	7	3,758,339.
8 Enter qualifying distributions from Part XII, line 4	8	4,530,825.

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 4910(d)(2), check here ☐ and enter "N/A" on line 1.
 Date of ruling or determination letter _____ (attach copy of letter if necessary-see instructions)
- b Domestic foundations that meet the section 4940(e) requirements in Part V, check here ☒ and enter 1% of Part I, line 27b
- c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations, enter 4% of Part I, line 12, col. (b)
- 2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only; others, enter -0-)
- 3 Add lines 1 and 2
- 4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only; others, enter 0)
- 5 Tax based on investment income Subtract line 4 from line 3. If zero or less, enter -0-
- 6 Credits/Payments
- a 2017 estimated tax payments and 2016 overpayment credited to 2017
- b Exempt foreign organizations - tax withheld at source
- c Tax paid with application for extension of time to file (Form 8868)
- d Backup withholding erroneously withheld

Ga	9,081.
6b	0.
6c	95,000.
6d	0.

- 7 Total credits and payments Add lines 6a through 6d
- 8 Enter any penalty for underpayment of estimated tax Check here ☒ if Form 2220 is attached
- 9 Tax due If the total of lines 5 and 8 is more than line 7, enter amount owed
- 10 Overpayment If line 7 is more than the total of lines 5 and 8, enter the amount overpaid
- 11 Enter the amount of line 10 to be Credited to 2018 estimated tax **34,284.** Refunded

1	68,075.
2	0.
3	68,075.
4	0.
5	68,075.
7	104,081.
8	1,722.
9	
10	34,284.
11	0.

Part VII Statements Regarding Activities

- 1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?
- b 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
- c Did the foundation file Form 1120-POL for this year?
- 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.
- 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
- 4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?
- 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
- 6 Are the requirements of section 508(c) (relating to sections 4911 through 4915) 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?
- 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
- 8a Enter the states to which the foundation reports or with which it is registered See instructions. **MN**
- 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
- 9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2017 or the tax year beginning in 2017? See the instructions for Part XIV. If "Yes," complete Part XIV
- 10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses

	Yes	No
1a		X
1b		X
1c		X
2		X
3		X
4a	X	
4b	X	
5		X
6	X	
7	X	
8b	X	
9		X
10		X

Part VII-A Statements Regarding Activities (continued)

	Yes	No
11 At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule. See instructions		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?	X	
Website address N/A		
14 The books are in care of WELLS FARGO BANK N. A TRUST TAX DEP Telephone no. (888) 730-4933		
Located at PO BOX 53456 MAC S3908-021, PHOENIX, AZ ZIP+4 85072		
15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - check here and enter the amount of tax-exempt interest received or accrued during the year	15 N/A	
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?	Yes	No
See the instructions for exceptions and filing requirements for FinCEN Form 114. If "Yes," enter the name of the foreign country	16	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?	1b	
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))	1c	X
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		
b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see instructions.)	2b	
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.)	3b	
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2017?	4b	X

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

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

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

☐ Yes ☒ No

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

☐ Yes ☒ No

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

☐ Yes ☒ No

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

☐ Yes ☒ No

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

☐ Yes ☒ No

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

N/A

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

☒

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant?

N/A

☐ Yes ☐ No

If "Yes," attach the statement required by Regulations section 53.4945-5(d).

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?

☐ Yes ☒ No

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

If "Yes" to 6b, file Form 8870

☐ Yes ☒ No

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?

N/A

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?

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

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

(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 14		0.	0.	0.

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

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

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

0

Part 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	65,715,950.
b	Average of monthly cash balances	1b	1,327,606.
c	Fair market value of all other assets	1c	
d	Total (add lines 1a, b, and c)	1d	67,043,556.
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	67,043,556.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	1,005,653.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	66,037,903.
6	Minimum investment return. Enter 5% of line 5	6	3,301,895.

Part XI Distributable Amount (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations, check here ☐ and do not complete this part.)

1	Minimum investment return from Part X, line 6	1	3,301,895.
2a	Tax on investment income for 2017 from Part VI, line 5	2a	68,075.
b	Income tax for 2017. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	68,075.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	3,233,820.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	3,233,820.
6	Deduction from distributable amount (see instructions)	6	0.
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	3,233,820.

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	4,530,825.
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	4,530,825.
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	68,075.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	4,462,750.

Note. The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years.

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2016	(c) 2016	(d) 2017
1 Distributable amount for 2017 from Part XI, line 7				3,233,820.
2 Undistributed income, if any, as of the end of 2017				
a Enter amount for 2016 only			0.	
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	1,790,482.			
f Total of lines 3a through e	1,790,482.			
4 Qualifying distributions for 2017 from Part XII, line 4 ▶ \$ 4,530,825.				
a Applied to 2016, but not more than line 2a			0.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2017 distributable amount				3,233,820.
e Remaining amount distributed out of corpus	1,297,005.			
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	3,087,487.			
b Prior years' undistributed income Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b Taxable amount - see instructions		0.		
e Undistributed income for 2016. Subtract line 4a from line 2a. Taxable amount - see instr			0.	
f Undistributed income for 2017 Subtract lines 4d and 5 from line 1. This amount must be distributed in 2018				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required - see instructions)	0.			
8 Excess distributions carryover from 2012 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2018 Subtract lines 7 and 8 from line 6a	3,087,487.			
10 Analysis of line 9				
a Excess from 2013				
b Excess from 2014				
c Excess from 2015				
d Excess from 2016	1,790,482.			
e Excess from 2017	1,297,005.			

N/A

- ☐ 1942(1)(3) ^{or} ☐ 4942(1)(5)

- (4) Gross investment income

[illegible]

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

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a Paid during the year				
BESTPREP MN BUSINESS VENTURE & TECHNOLOGY WORKSHOP 7100 NORTHLAND CIRCLE N #402 MINNEAPOLIS, MN 55428	NONE	PC	TECH WORKSHOP & MN BUSINESS VENTURE PROGRAMS	45,000.
CAN DO CANINES 9440 SCIENCE CENTER DR. NEW HOPE, MN 55428	NONE	PC	GENERAL SUPPORT	10,000.
FAMILY POLICY ALLIANCE FOUNDATION 8655 EXPLORER DRIVE COLORADO SPRINGS, CO 80920	NONE	PC	GENERAL SUPPORT	30,000.
HARVARD SCHOOL OF PUBLIC HEALTH 677 HUNTINGTON AVENUE BOSTON, MA 02115	NONE	PC	GENERAL SUPPORT	10,000.
HOPE ACADEMY 2300 CHICAGO AVE. MINNEAPOLIS, MN 55404	NONE	PC	SCHOLARSHIPS & GROWING HOPE PROGRAM - YEAR 1	350,000.
Total	SEE CONTINUATION SHEET(S)			4,515,315.
b Approved for future payment				
NONE				
Total				0.

Part XVI-A

Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated

Enter gross amounts unless otherwise indicated		Unrelated business income		Excluded by section 512 513 or 514		(e)
	(a) Business code	(b) Amount	(c) Exclu- sion code	(d) Amount		Related or exempt function income
1 Program service revenue.						
a _____						
b _____						
c _____						
d _____						
e _____						
f _____						
g Fees and contracts from government agencies						
2 Membership dues and assessments						
3 Interest on savings and temporary cash investments			14	9,640.		
4 Dividends and interest from securities			14	1,055,295.		
5 Net rental income or (loss) from real estate						
a Debt-financed property						
b Not debt-financed property						
6 Net rental income or (loss) from personal property						
7 Other investment income			01	390,570.		
8 Gain or (loss) from sales of assets other than inventory			18	5,620,351.		
9 Net income or (loss) from special events						
10 Gross profit or (loss) from sales of inventory						
11 Other revenue:						
a _____						
b _____						
c _____						
d _____						
e _____						
12 Subtotal Add columns (b), (d), and (e)		0.		7,075,856.		0.
13 Total Add line 12, columns (b), (d), and (e)					13	7,075,856.

(See worksheet in line 13 instructions to verify calculations.)

Part XVI-B

Relationship of Activities to the Accomplishment of Exempt Purposes

[illegible]

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

- | | | Yes |
|----------|---|--------------|
| 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) |
| | (2) Other assets | 1a(2) |
| b | Other transactions | |
| | (1) Sales of assets to a noncharitable exempt organization | 1b(1) |
| | (2) Purchases of assets from a noncharitable exempt organization | 1b(2) |
| | (3) Rental of facilities, equipment, or other assets | 1b(3) |
| | (4) Reimbursement arrangements | 1b(4) |
| | (5) Loans or loan guarantees | 1b(5) |
| | (6) Performance of services or membership or fundraising solicitations | 1b(6) |
| c | Sharing of facilities, equipment, mailing lists, other assets, or paid employees | 1c |
| 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 | |

	Yes	No
1a(1)		X
1a(2)		X
1b(1)		X
1b(2)		X
1b(3)		X
1b(4)		X
1b(5)		X
1b(6)		X
1c		X

[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.

and belief, it is true, correct, and complete Declaration of preparer (other than the taxpayer) if the preparer is not the taxpayer's principal preparer. (other than the taxpayer) if the preparer is not the taxpayer's principal preparer.

Date _____

VP & TREASURER

Title

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

☒ Yes ☐ No

**Paid
Preparer
Use Only**

Print/Type preparer's name

LAURI A. ROBERTS,
CPA

Preparer's signature

LAURI A. ROBERTS,

Date

11/07/18

Check ☐ self-employed

PTIN

P00298140

Firm's name ► WIPFLI LLP

Firm's EIN ► 39-0758449

Firm's address ▶ 7601 FRANCE AVENUE SOUTH, SUITE 400
MINNEAPOLIS, MN 55435

Phone no 952.548.3400

Form **990-PF** (2017)

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
HOPE CHEST 3850 SHORELINE DR. S. ORONO, MN 55391	NONE	PC	MERCHANDISE DIRECTOR	25,000.
MINNESOTA ZOO 13000 ZOO BLVD. APPLE VALLEY, MN 55124	NONE	PC	ZOO SAFARI PROGRAM - YEAR 3 & GENERAL SUPPORT	115,000.
MN ADULT & TEEN CHALLENGE 1619 PORTLAND AVE. S MINNEAPOLIS, MN 55404	NONE	PC	VETERAN'S PROGRAM, ROCHESTER WOMEN CENTER & SCHERBER ACTIVITY CENTER	1,040,000.
MN FAMILY COUNCIL 2855 ANTHONY LANE SOUTH MINNEAPOLIS, MN 55418	NONE	PC	GENERAL SUPPORT	50,000.
NORMAN ROCKWELL MUSEUM 9 GLENDALE ROAD PO BOX 308 STOCKBRIDGE, MA 01262	NONE	PC	FREEDOM CURR. & EXHIBITS YR 3	100,000.
PULSE OUTREACH 34 13TH AVE. NE, SUITE B001 MINNEAPOLIS, MN 55413	NONE	PC	WINTER JAM/CHURCH, COMMUNITY RELATIONS & 2017 FOUNDERS WEEKEND	70,000.
ROCK COUNTY HISTORICAL SOCIETY 426 N. JACKSON ST. JANESVILLE, WI 53548	NONE	PC	MATCHING GRANT	85,000.
SOUTHWEST CHRISTIAN HIGH SCHOOL - SEE STATEMENT 1981 BAVARIA RD. CHASKA, MN 55318	NONE	PC	SCHOOL EXPANSION & TECH TRAINING	1,562,965.
SOUTHWEST INITIATIVE FOUNDATION 15 3RD AVENUE NW HUTCHINSON, MN 55350	NONE	PC	GENERAL ENDOWMENT	25,000.
YOUNG AMERICA'S FOUNDATION 11480 COMMERCE PARK DRIVE RESTON, VA 20191	NONE	PC	MILITARY SCHOLARSHIPS	25,000.
Total from continuation sheets				4,070,315.

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
UNIVERSITY OF MINNESOTA SCHOOL OF NURSING 308 HARVARD STREET SE MINNEAPOLIS, MN 55455	NONE	PC	GENERAL SUPPORT	250,000.
NPH USA 945 BROADWAY STREET NE, SUITE 230 MINNEAPOLIS, MN 55413	NONE	PC	GENERAL SUPPORT	15,000.
TREEHOUSE YOUTH OUTREACH 5666 LINCOLN DRIVE, SUITE 201 MINNEAPOLIS, MN 55436	NONE	PC	TREEHOUSE NEXT	20,000.
MN HISTORY THEATRE 30 EAST 10TH STREET ST. PAUL, MN 55101	NONE	PC	EDUCATIONAL PROGRAMMING	30,000.
TWIN CITIES RISE 1301 BRYANT AVENUE N. MINNEAPOLIS, MN 55411	NONE	PC	EMPOWERMENT CAMPAIGN	25,000.
PAWS FOR PURPLE HEARTS 10201 OLD REDWOOD HWY PENN GROVE, CA 94951	NONE	PC	SERVICE DOGS	35,000.
BLANDIN FOUNDATION 100 NORTH POKEGAMA AVENUE GRAND RAPIDS, MN 55744	NONE	PC	LUVERNE INITIATIVES FOR TOMORROW	17,850.
TWIN CITIES PUBLIC TELEVISION 172 EAST 4TH STREET ST. PAUL, MN 55101	NONE	PC	MN REMEMBERS VIETNAM PROJECT	100,000.
REMEMBER RALLY 404 E. OAKLAND AVENUE LUVERNE, MN 56156	NONE	PC	WALKING MILITARY MEMORIAL	2,500.
HAITI TEEN CHALLENGE 740 EAST 24TH STREET MINNEAPOLIS, MN 55404	NONE	PC	NURSING SCHOLARSHIP	25,000.
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
YOUNG ADULT KOINONIA (FREEDOM CENTER) 561 EDMUND AVENUE ST. PAUL, MN 55103	NONE	PC	GENERAL SUPPORT	25,000.
MINNESOTA HISTORICAL SOCIETY 345 W. KELLOGG BLVD. ST. PAUL, MN 55102	NONE	PC	WWI EXHIBIT	10,000.
FELLOWSHIP OF CHRISTIAN ATHLETES 8701 LEEDS ROAD KANSAS CITY, MO 64129	NONE	PC	CAMPS & SCHOLARSHIPS	10,000.
CRADLE OF HOPE 1970 OAKCREST AVENUE, SUITE 104 ROSEVILLE, MN 55113	NONE	PC	GENERAL SUPPORT	5,000.
FOUNDATION FOR MIDDLE EAST PEACE 1319 18TH STREET NW WASHINGTON, DC 20036	NONE	PC	JERUSALEM PROJECT	400,000.
EXPONENT PHILANTHROPY 1720 N ST. NW WASHINGTON, DC 20036	NONE	PC	GENERAL SUPPORT	2,000.
Total from continuation sheets				

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
WELLS FARGO - 6840	183.	183.	0.
WELLS FARGO - 7600	9,457.	9,457.	0.
TOTAL TO PART I, LINE 3	9,640.	9,640.	0.

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
NON-DIVIDEND DISTRIBUTION	11,317.	0.	11,317.	0.	0.
WELLS FARGO - 6840	648,787.	0.	648,787.	648,787.	0.
WELLS FARGO - 7600	395,191.	0.	395,191.	395,191.	0.
TO PART I, LINE 4	1,055,295.	0.	1,055,295.	1,043,978.	0.

FORM 990-PF

OTHER INCOME

STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
OTHER INCOME (WELLS FARGO)	49,011.	49,011.	0.
CAPITAL GAIN DISTRIBUTIONS (WELLS FARGO)	89,669.	89,669.	0.
PASSTHROUGH INCOME FROM SIGULER GUFF DISTRESSED REAL ESTATE ASP FUND, LLC	58,834.	58,719.	0.
PASSTHROUGH INCOME FROM TRICADIA CREDIT STRATEGIES II ASP FUND	485.	485.	0.
PASSTHROUGH INCOME FROM CANYON BALANCE II ASP FUND	522.	522.	0.
PASSTHROUGH INCOME FROM MATLINPATTERSON SECURITIZED CREDIT II ASP FUND	-397.	-397.	0.
PASSTHROUGH INCOME FROM BLACKROCK SPECIAL CREDIT OPPORTUNITIES II ASP FUND	4,083.	4,083.	0.
PASSTHROUGH INCOME FROM STRATEGIC PARTNERS VII ASP FUND	-8,539.	-8,539.	0.
PASSTHROUGH INCOME FROM CARLYLE REALTY PARTNERS VII-II ASP FUND	37,930.	37,930.	0.
PASSTHROUGH INCOME FROM ALTERNATIVE INCOME LEGENDS II ASP FUND	1,716.	1,716.	0.
PASSTHROUGH INCOME FROM CARLYLE ENERGY MEZZANINE ACCESS ASP FUND	6,445.	5,406.	0.
PASSTHROUGH INCOME FROM MARSHALL WACE EUREKA ASP FUND	21,283.	21,245.	0.
PASSTHROUGH INCOME FROM COLONY DISTRESSED CREDIT IV ACCESS ASP FUND	41,778.	41,778.	0.
2016 TAX REFUND	87,750.	0.	0.
TOTAL TO FORM 990-PF, PART I, LINE 11	390,570.	301,628.	0.

FORM 990-PF

LEGAL FEES

STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL FEES	11,707.	0.	0.	11,707.
TO FM 990-PF, PG 1, LN 16A	11,707.	0.	0.	11,707.

FORM 990-PF

ACCOUNTING FEES

STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	6,075.	3,037.	0.	3,038.
TO FORM 990-PF, PG 1, LN 16B	6,075.	3,037.	0.	3,038.

FORM 990-PF

OTHER PROFESSIONAL FEES

STATEMENT 6

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ASSET MANAGEMENT FEES	109,804.	109,804.	0.	0.
TO FORM 990-PF, PG 1, LN 16C	109,804.	109,804.	0.	0.

FORM 990-PF

TAXES

STATEMENT 7

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
TAXES PAID	50,800.	0.	0.	0.
FOREIGN TAXES PAID	21,705.	21,705.	0.	0.
TO FORM 990-PF, PG 1, LN 18	72,505.	21,705.	0.	0.

FORM 990-PF

OTHER EXPENSES

STATEMENT 8

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
MN FILING FEE	25.	0.	0.	25.
INVESTMENT EXPENSES FROM WELLS FARGO -760	1,378.	1,378.	0.	0.
FOUNDATION, EDUCATION, AND OPERATIONS	740.	0.	0.	740.
INVESTMENT INTEREST EXPENSE - WELLS FARGO - 7600	32,186.	32,186.	0.	0.
TO FORM 990-PF, PG 1, LN 23	34,329.	33,564.	0.	765.

FOOTNOTES

STATEMENT 9

FORM 990, PART XV, STOCK DONATION:
 SOUTHWEST CHRISTIAN HIGH SCHOOL
 STOCK: UNITEDHEALTH GROUP INC. (UNH)
 DATE OF DONATION: 11/30/2017
 NUMBER OF UNITS: 6,850
 DONOR BASIS: 166,386.50

FORM 990-PF OTHER INCREASES IN NET ASSETS OR FUND BALANCES STATEMENT 10

DESCRIPTION	AMOUNT
DONATED STOCK - COST BASIS ADJUSTMENT	1,396,578.
PP COST BASIS ADJSUTMENT - UHG STOCK	918,261.
TOTAL TO FORM 990-PF, PART III, LINE 3	2,314,839.

FORM 990-PF OTHER DECREASES IN NET ASSETS OR FUND BALANCES STATEMENT 11

DESCRIPTION	AMOUNT
PARTNERSHIP INVESTMENT ADJUSTMENTS - BOOK TO TAX	164,140.
TIMING DIFFERENCES	16,011.
TOTAL TO FORM 990-PF, PART III, LINE 5	180,151.

FORM 990-PF CORPORATE STOCK STATEMENT 12

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
244,823 SHARES OF UNITED HEALTH GROUP, INC.	7,447,325.	44,199,584.
1510 SHARES OF ABIOMED INC.	250,027.	282,989.
675 SHARES OF INTUITIVE SURGICAL INC	250,717.	246,335.
TOTAL TO FORM 990-PF, PART II, LINE 10B	7,948,069.	44,728,908.

FORM 990-PF

OTHER INVESTMENTS

STATEMENT 13

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
WELLS FARGO - 7600 (SEE ATTACHMENT)	COST	15,532,919.	17,804,831.
WELLS FARGO - 7601 (SEE ATTACHMENT)	COST	2,174,468.	2,544,356.
IMPRICOR	COST	1,100,000.	1,100,000.
LABELS TO LEARN	COST	50,000.	50,000.
WELLS FARGO - 7602 (SEE ATTACHMENT)	COST	2,193,223.	2,228,065.
WELLS FARGO - 7603 (SEE ATTACHMENT)	COST	3,022,046.	3,312,144.
TOTAL TO FORM 990-PF, PART II, LINE 13		24,072,656.	27,039,396.

FORM 990-PF

PART VIII - LIST OF OFFICERS, DIRECTORS
TRUSTEES AND FOUNDATION MANAGERS

STATEMENT 14

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN- SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
JEANNINE REIVET 4305 TRILLIUM WAY MINNESTRISTA, MN 55364	PRESIDENT 1.00	0.	0.	0.
WARREN G HERREID II 4305 TRILLIUM WAY MINNESTRISTA, MN 55364	VP & TREASURER 1.00	0.	0.	0.
KERRI BAWEK 4305 TRILLIUM WAY MINNESTRISTA, MN 55364	SECRETARY 1.00	0.	0.	0.
JADI GRAY 4305 TRILLIUM WAY MINNESTRISTA, MN 55364	DIRECTOR 1.00	0.	0.	0.
NIKKI HERREID NESS 4305 TRILLIUM WAY MINNESTRISTA, MN 55364	DIRECTOR 1.00	0.	0.	0.
TOTALS INCLUDED ON 990-PF, PAGE 6, PART VIII		0.	0.	0.