

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)			
		Beginning of year	End of year		
		(a) Book Value	(b) Book Value	(c) Fair Market Value	
Assets	1 Cash—non-interest-bearing	200	200	200	
	2 Savings and temporary cash investments	4,864,973	1,931,622	1,931,622	
	3 Accounts receivable ▶ <u>47,751</u>				
	Less allowance for doubtful accounts ▶ _____	2,489	47,751	47,751	
	4 Pledges receivable ▶ _____				
	Less allowance for doubtful accounts ▶ _____				
	5 Grants receivable				
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)				
	7 Other notes and loans receivable (attach schedule) ▶ _____				
	Less allowance for doubtful accounts ▶ _____				
	8 Inventories for sale or use				
	9 Prepaid expenses and deferred charges	12,792			
	10a Investments—U S and state government obligations (attach schedule)	205,007	3,475,127	3,475,127	
	b Investments—corporate stock (attach schedule)	22,241,271	22,531,923	22,531,923	
	c Investments—corporate bonds (attach schedule)	7,221,309	10,855,393	10,855,393	
	Liabilities	11 Investments—land, buildings, and equipment basis ▶ _____			
Less accumulated depreciation (attach schedule) ▶ _____					
12 Investments—mortgage loans		5,893,730	4,341,892	4,341,892	
13 Investments—other (attach schedule)		1,208,808	1,188,826	1,188,826	
14 Land, buildings, and equipment basis ▶ <u>94,396</u>					
Less accumulated depreciation (attach schedule) ▶ <u>62,803</u>		32,301	31,593	31,593	
15 Other assets (describe ▶ _____)		2,434,727	4,029,656	4,029,656	
16 Total assets (to be completed by all filers—see the instructions Also, see page 1, item I)		44,117,607	48,433,983	48,433,983	
Net Assets or Fund Balances		17 Accounts payable and accrued expenses	11,222		
		18 Grants payable			
		19 Deferred revenue			
		20 Loans from officers, directors, trustees, and other disqualified persons			
		21 Mortgages and other notes payable (attach schedule)			
		22 Other liabilities (describe ▶ _____)	1,135,544	1,804,506	
		23 Total liabilities (add lines 17 through 22)	1,146,766	1,804,506	
		Foundations that follow SFAS 117, check here ☒ and complete lines 24 through 26 and lines 30 and 31.			
24 Unrestricted	42,970,841	46,629,477			
25 Temporarily restricted					
26 Permanently restricted					
Foundations that do not follow SFAS 117, check here ☐ and complete lines 27 through 31.					
27 Capital stock, trust principal, or current funds					
28 Paid-in or capital surplus, or land, bldg , and equipment fund					
29 Retained earnings, accumulated income, endowment, or other funds					
30 Total net assets or fund balances (see instructions)	42,970,841	46,629,477			
31 Total liabilities and net assets/fund balances (see instructions) .	44,117,607	48,433,983			

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	42,970,841
2 Enter amount from Part I, line 27a	2	2,039,924
3 Other increases not included in line 2 (itemize) ▶ _____	3	1,948,395
4 Add lines 1, 2, and 3	4	46,959,160
5 Decreases not included in line 2 (itemize) ▶ _____	5	329,683
6 Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30 .	6	46,629,477

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 See Additional Data Table			
b			
c			
d			
e			

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a See Additional Data Table			
b			
c			
d			
e			

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	
a See Additional Data Table			
b			
c			
d			
e			

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }	2	2,229,675
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) (see instructions) If (loss), enter -0- in Part I, line 8 { }	3	81,242

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	2,477,412	40,462,653	0 06123
2015	1,933,529	40,859,507	0 04732
2014	1,785,940	30,610,954	0 05834
2013	548,330	27,711,961	0 01979
2012	1,236,984	24,892,985	0 04969
2 Total of line 1, column (d)			2 0 236370
3 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 047274
4 Enter the net value of noncharitable-use assets for 2017 from Part X, line 5			4 41,684,064
5 Multiply line 4 by line 3			5 1,970,572
6 Enter 1% of net investment income (1% of Part I, line 27b)			6 34,744
7 Add lines 5 and 6			7 2,005,316
8 Enter qualifying distributions from Part XII, line 4			8 2,356,041

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 ☐ 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	1	34,744
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	
3	Add lines 1 and 2.	3	34,744
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	34,744
6	Credits/Payments		
a	2017 estimated tax payments and 2016 overpayment credited to 2017	6a	34,016
b	Exempt foreign organizations—tax withheld at source	6b	
c	Tax paid with application for extension of time to file (Form 8868)	6c	
d	Backup withholding erroneously withheld	6d	
7	Total credits and payments. Add lines 6a through 6d.	7	34,833
8	Enter any penalty for underpayment of estimated tax. Check here ☒ if Form 2220 is attached	8	89
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed ▶	9	
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid ▶	10	
11	Enter the amount of line 10 to be Credited to 2018 estimated tax ▶ Refunded ▶	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?	1a	No
b	Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for definition)? <i>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</i>	1b	No
c	Did the foundation file Form 1120-POL for this year?	1c	No
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation ▶ \$ _____ (2) On foundation managers ▶ \$ _____		
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ \$ _____		
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? <i>If "Yes," attach a detailed description of the activities</i>	2	No
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? <i>If "Yes," attach a conformed copy of the changes</i>	3	No
4a	Did the foundation have unrelated business gross income of \$1,000 or more during the year?	4a	No
b	If "Yes," has it filed a tax return on Form 990-T for this year?	4b	No
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If "Yes," attach the statement required by General Instruction T</i>	5	No
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?	6	Yes
7	Did the foundation have at least \$5,000 in assets at any time during the year? <i>If "Yes," complete Part II, col (c), and Part XV</i>	7	Yes
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ CA _____		
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? <i>If "No," attach explanation</i> .	8b	Yes
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 taxable year beginning in 2017 (see instructions for Part XIV)? <i>If "Yes," complete Part XIV</i>	9	No
10	Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses</i>	10	No

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).	11		No
12	Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement (see instructions)	12		No
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address N/A	13	Yes	
14	The books are in care of Dennis Scott Telephone no (707) 725-1722			

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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 ▶	16	Yes	No

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)		Yes	No
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☒ 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)? ☐ Yes ☒ 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). ☐ Yes ☒ 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)? ☐ 1b			No
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2017? ☐ 1c			No
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? ☐ Yes ☒ No If "Yes," list the years ▶ 20____, 20____, 20____, 20____			
b	Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement—see instructions). ☐ 2b			No
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? ☐ Yes ☒ 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). ☐ Yes ☒ No 3b			No
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes? 4a			No
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			No

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)?	5b	No	
	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?	☐ Yes ☒ No		
	<i>If "Yes," attach the statement required by Regulations section 53.4945–5(d)</i>			
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? <i>If "Yes" to 6b, file Form 8870</i>	6b	No	
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?	7b	No	

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	Expense account, (e) 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	Contributions to employee benefit plans and deferred compensation (d)	Expense account, (e) other allowances
Denise L Marshall 2144 Skylark Lane Fortuna, CA 95540	Director 32 00	54,103		650
Lauren E Correll 1727 Clara Avenue Fortuna, CA 95540	Admin Assistant 24 00	37,756		150
Becky Giacomini 2370 Rio Vista Drive Rio Dell, CA 95562	clerk 1 00	945		

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

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
Atlantic Trust 24088 Network Place Chicago, IL 60673	Investment Service	99,004
The Harland Law Firm 622 H Street Eureka, CA 95501	Legal	67,333
Sabrina De Lashmutt 301 9th Street Arcata, CA 95521	Consulting	73,350
Anderson Lucas Somerville & Borges CPAs 1338 Main Street Fortuna, CA 95540	Accounting	54,544

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

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	
2	
3	
4	

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
1	
2	
All other program-related investments. See instructions.	
3	

Total. Add lines 1 through 3 ▶

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	34,527,074
b	Average of monthly cash balances.	1b	2,373,051
c	Fair market value of all other assets (see instructions).	1c	5,418,722
d	Total (add lines 1a, b, and c).	1d	42,318,847
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	
3	Subtract line 2 from line 1d.	3	42,318,847
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions).	4	634,783
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4.	5	41,684,064
6	Minimum investment return. Enter 5% of line 5.	6	2,084,203

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	2,084,203
2a	Tax on investment income for 2017 from Part VI, line 5.	2a	34,744
b	Income tax for 2017 (This does not include the tax from Part VI).	2b	
c	Add lines 2a and 2b.	2c	34,744
3	Distributable amount before adjustments. Subtract line 2c from line 1.	3	2,049,459
4	Recoveries of amounts treated as qualifying distributions.	4	
5	Add lines 3 and 4.	5	2,049,459
6	Deduction from distributable amount (see instructions).	6	
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1.	7	2,049,459

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	1,427,085
b	Program-related investments—total from Part IX-B.	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes.	2	928,956
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	2,356,041
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see instructions).	5	34,744
6	Adjusted qualifying distributions. Subtract line 5 from line 4.	6	2,321,297

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				2,049,459
2 Undistributed income, if any, as of the end of 2017				
a Enter amount for 2016 only.				
b Total for prior years 20____, 20____, 20____				
3 Excess distributions carryover, if any, to 2017				
a From 2012.				
b From 2013.				
c From 2014.				
d From 2015.				
e From 2016.				444,177
f Total of lines 3a through e.	444,177			
4 Qualifying distributions for 2017 from Part XII, line 4 ▶ \$ <u>2,356,041</u>				
a Applied to 2016, but not more than line 2a				
b Applied to undistributed income of prior years (Election required—see instructions).				
c Treated as distributions out of corpus (Election required—see instructions).	0			
d Applied to 2017 distributable amount.				2,049,459
e Remaining amount distributed out of corpus	306,582			
5 Excess distributions carryover applied to 2017 (If an amount appears in column (d), the same amount must be shown in column (a))				
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	750,759			
b Prior years' undistributed income Subtract line 4b from line 2b				
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed.				
d Subtract line 6c from line 6b Taxable amount—see instructions				
e Undistributed income for 2016 Subtract line 4a from line 2a Taxable amount—see instructions				
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).				
8 Excess distributions carryover from 2012 not applied on line 5 or line 7 (see instructions).				
9 Excess distributions carryover to 2018. Subtract lines 7 and 8 from line 6a	750,759			
10 Analysis of line 9				
a Excess from 2013.				
b Excess from 2014.				
c Excess from 2015.				
d Excess from 2016.				444,177
e Excess from 2017.				306,582

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

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 McLean Foundation 1336 Main Street Fortuna, CA 95540 (707) 725-1722 denise@mcleanfoundation.org
b The form in which applications should be submitted and information and materials they should include Grant application with instructions for completion is available at 1336 Main Street, Fortuna, CA 95540
c Any submission deadlines Various deadlines during the year
d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors Restrictions vary depending on the grant category

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 <i>Paid during the year</i> SEE ATTACHED SCHEDULE 1336 Main Street Fortuna, CA 95540	NONE		The Melvin F and Grace McLean Foundation honors the memory of Mel and Grace through proactive grant making to enhance the quality of life for the people of Humboldt County the Foundation supports projects and organizations that benefit children, youth, the elderly and those in need This mission is accomplished through partnerships, collaborations and supporting our local nonprofit sector	905,720
Total			▶ 3a	905,720
b <i>Approved for future payment</i>				
Total			▶ 3b	

Enter gross amounts unless otherwise indicated

Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

Form **990-PF** (2017)

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

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

(a) Line No	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements

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

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	2018-06-27 Date	***** 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 Keith D Borges	Preparer's Signature	Date	Check if self-employed ☐	PTIN P00183935
	Firm's name ▶ AndersonLucasSomerville & Borges				
	Firm's address ▶ 1338 Main Street Fortuna, CA 95540				
					Firm's EIN ▶ 94-1167235
					Phone no (707) 725-4442

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, (a) 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)
Vanguard -ST covered	P	2017-04-04	2017-04-06
vanguard-LT covered	P	2016-01-01	2017-07-01
schwab-ST covered	P	2017-01-01	2017-07-01
schwab - LT covered	P	2016-01-01	2017-07-01
schwab-LT noncovered	P	2016-01-01	2017-07-01
Sale of land	P	1999-01-01	2017-08-08

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

(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)
77,461		77,878	-417
808,895		608,082	200,813
1,234,568		1,152,909	81,659
5,220,895		3,375,817	1,845,078
161,029		110,216	50,813
230,000		178,271	51,729

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			(l) 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	
			-417
			200,813
			81,659
			1,845,078
			50,813
			51,729

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	Expense account, (e) other allowances
Walt Giacomini 2370 Rio Vista Lane Rio Dell, CA 95562	At Large 5 00	3,787		
Jon Sapper 1965 Home Avenue FORTUNA, CA 95540				
Dennis Scott 14 Pinecrest Drive Fortuna, CA 95540	Secretary 5 00 President & CEO 30 00	4,588		529
Tiara Brown 2450 Hillside Drive FORTUNA, CA 95540				
Erin Dunn 750 14TH STREET FORTUNA, CA 95540	CFO 5 00 Chairman 5 00	4,725		93

TY 2017 Accounting Fees Schedule**Name:** The Mel and Grace McLean Foundation**EIN:** 68-0400603**Software ID:** 17005038**Software Version:** 2017v2.2**Accounting Fees Schedule**

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
ALSB	53,224	18,628	0	34,596
David L Moonie & Co	15,000	3,750	0	11,250

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

TY 2017 Depreciation Schedule

Name: The Mel and Grace McLean Foundation

EIN: 68-0400603

Software ID: 17005038

Software Version: 2017v2.2

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
OFFICE LEASEHOLD IMPR	2000-04-18	6,253	2,674	SL	2 56 %	160	40		
Conference Room Remodel	2007-09-13	14,672	9,300	SL	6 67 %	979	245		
Copier/Pnnter/scanner/fa	2012-05-08	2,113	1,903	SL	10 00 %	210	53		
Laptop-Dennis	2012-05-23	1,858	1,674	SL	10 00 %	184	46		
Computer - Leigh	2012-08-30	1,007	905	SL	10 00 %	102	26		
Laptop - Sabrina	2013-12-03	864	541	SL	20 00 %	173	43		
Color Copier	2014-06-19	3,974	1,987	SL	20 00 %	795	199		
Leasehold Improve Front	2014-01-07	5,757	960	SL	6 67 %	384	96		
Office furn/sign	2014-05-09	4,006	2,003	SL	20 00 %	801	200		
Desks	2014-08-05	866	433	SL	20 00 %	173	43		
Computer	2016-02-05	900	90	SL	20 00 %	180	45		
Software	2016-01-14	15,000	2,501	SL	33 33 %	5,000	1,250		
Software	2017-11-15	9,200		SL	2 0000	767	192		

TY 2017 Investments Corporate Bonds Schedule**Name:** The Mel and Grace McLean Foundation**EIN:** 68-0400603**Software ID:** 17005038**Software Version:** 2017v2.2**Investments Corporate Bonds Schedule**

Name of Bond	End of Year Book Value	End of Year Fair Market Value
Schwab	6,283,380	6,283,380
Vanguard	4,570,795	4,570,795
Purchased Interest Receivable	1,218	1,218
Dividends Receivable		

TY 2017 Investments Corporate Stock Schedule**Name:** The Mel and Grace McLean Foundation**EIN:** 68-0400603**Software ID:** 17005038**Software Version:** 2017v2.2

Name of Stock	End of Year Book Value	End of Year Fair Market Value
Schwab	8,893,405	8,893,405
Vanguard	13,638,518	13,638,518

TY 2017 Investments Government Obligations Schedule**Name:** The Mel and Grace McLean Foundation**EIN:** 68-0400603**Software ID:** 17005038**Software Version:** 2017v2.2**US Government Securities - End
of Year Book Value:**

3,475,127

**US Government Securities - End
of Year Fair Market Value:**

3,475,127

**State & Local Government
Securities - End of Year Book
Value:****State & Local Government
Securities - End of Year Fair
Market Value:**

TY 2017 Investments - Other Schedule**Name:** The Mel and Grace McLean Foundation**EIN:** 68-0400603**Software ID:** 17005038**Software Version:** 2017v2.2**Investments Other Schedule 2**

Category/ Item	Listed at Cost or FMV	Book Value	End of Year Fair Market Value
Land for Resale	AT COST	1,076,830	1,076,830
Vilica - Misha Blacker Rec. from Bankrup	AT COST		
Schwab	FMV	111,996	111,996

**TY 2017 Land, Etc.
Schedule****Name:** The Mel and Grace McLean Foundation**EIN:** 68-0400603**Software ID:** 17005038**Software Version:** 2017v2.2

Category / Item	Cost / Other Basis	Accumulated Depreciation	Book Value	End of Year Fair Market Value
Furniture and Fixtures	16,115	14,652	1,463	1,463
Machinery and Equipment	20,011	18,038	1,973	1,973
Improvements	34,070	21,845	12,225	12,225
Miscellaneous	24,200	8,268	15,932	15,932

TY 2017 Legal Fees Schedule**Name:** The Mel and Grace McLean Foundation**EIN:** 68-0400603**Software ID:** 17005038**Software Version:** 2017v2.2

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
	39,441	33,639	0	5,802

TY 2017 Other Assets Schedule**Name:** The Mel and Grace McLean Foundation**EIN:** 68-0400603**Software ID:** 17005038**Software Version:** 2017v2.2**Other Assets Schedule**

Description	Beginning of Year - Book Value	End of Year - Book Value	End of Year - Fair Market Value
community center account			20,110
Community Center Account	19,110	20,110	
DEPOSITS	795	381	381
EDJ donation acct		3	3
ftna donation acct	1,113,783	1,679,183	1,679,183
Mora Property			2,229,996
Mora Property	1,301,039	2,229,996	
Solar fund donation acct		99,983	99,983

TY 2017 Other Decreases Schedule**Name:** The Mel and Grace McLean Foundation**EIN:** 68-0400603**Software ID:** 17005038**Software Version:** 2017v2.2

Description	Amount
Change in FMV - Schwab	294,690
Current period adj for tax etc. (2017)	34,904
Federal tax penalty (2017)	89

TY 2017 Other Expenses Schedule

Name: The Mel and Grace McLean Foundation

EIN: 68-0400603

Software ID: 17005038

Software Version: 2017v2.2

Other Expenses Schedule

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
Amortization bond discount/premium	45,635	45,635		
AUTO ALLOW FOR DENNIS INCL IN OFF COMP	-432			-432
Auto Allowance-employees	1,782			1,782
BANK CHARGES	35			35
Community Center Expenses	3,763			3,763
Consulting services	95,290	14,599		80,691
DUES	4,225			4,225
EDUCATION/CONFERENCES	919			919
Equipment rent	1,320	330		990
Foreign Tax - Schwab	4,855	4,855		

Other Expenses Schedule

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
Foreign tax-Vanguard	8,351	8,351		
Insurance	16,884	4,221		12,663
Investment expenses	129,490	129,490		
MEALS & ENTERTAINMENT	8,643			8,643
MISCELLANEOUS	1,532			1,532
MISCELLANEOUS DONATIONS	7,806			7,806
Note Rec Discount	38,439	38,439		
OB GYN R/M Expense	50,000			50,000
OFFICE EXPENSE	6,500	1,625		4,875
Open Door Clinic Expense	7,883			7,883

Other Expenses Schedule

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
Other payroll expense	130			130
Promotion Expense	7,697			7,697
Receipt of Purch Int 52802 +1599 -1218	53,183	53,183		
Reclass int inc open door accts	420	420		
reclassify div income-open door	74	74		
REPAIRS & MAINT	576	144		432
TECHNICAL SUPPORT	1,964	491		1,473
Utilities and telephone	4,517	1,129		3,388
Worker's compensation	2,250	458		1,792

TY 2017 Other Income Schedule**Name:** The Mel and Grace McLean Foundation**EIN:** 68-0400603**Software ID:** 17005038**Software Version:** 2017v2.2**Other Income Schedule**

Description	Revenue And Expenses Per Books	Net Investment Income	Adjusted Net Income
Blacker	163,727	163,727	
Late fees	8,322	8,322	
Prop Tax Ref-Investment	18,935	18,935	

TY 2017 Other Increases Schedule**Name:** The Mel and Grace McLean Foundation**EIN:** 68-0400603**Software ID:** 17005038**Software Version:** 2017v2.2

Description	Amount
Change in FMV - Vanguard	1,678,705
Change in FMV Reserve - notes rec./land for sale	265,926
Non dividend distributions (Return of Capital)	3,764

TY 2017 Other Liabilities Schedule**Name:** The Mel and Grace McLean Foundation**EIN:** 68-0400603**Software ID:** 17005038**Software Version:** 2017v2.2

Description	Beginning of Year - Book Value	End of Year - Book Value
Ftna donation acct-open door	1,116,272	1,683,421
FTB & Attorney Gen'l.	160	160
Community Ctr donations	19,110	20,110
Solar donation acct		99,998
Rounding	2	

TY 2017 Taxes Schedule**Name:** The Mel and Grace McLean Foundation**EIN:** 68-0400603**Software ID:** 17005038**Software Version:** 2017v2.2

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
Payroll taxes-employees	18,531	2,518		16,013
property taxes	14,393	5,635		8,758
Secretary of State filing fee	20			20