

EXTENDED TO NOVEMBER 15, 2018
Return of Private Foundation

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

- ▶ Do not enter social security numbers on this form as it may be made public.
▶ Go to www.irs.gov/Form990PF for instructions and the latest information.

OMB No. 1545-0052

2017

Open to Public Inspection

Form 990-PF

Department of the Treasury
Internal Revenue Service

For calendar year 2017 or tax year beginning

, and ending

Name of foundation THE SMART FAMILY FUND		A Employer identification number 81-2297831
Number and street (or P.O. box number if mail is not delivered to street address) 1001 WARRENVILLE ROAD	Room/suite 500	B Telephone number 331-702-2760
City or town, state or province, country, and ZIP or foreign postal code LISLE, IL 60532-4306		C If exemption application is pending, check here ☐ 6
G Check all that apply: ☐ Initial return ☐ Initial return of a former public charity ☐ Final return ☐ Amended return ☐ Address change ☐ Name change		D 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 04 ☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation		E 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) ▶ \$ 29,554,097.	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 ☐

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		1,994.		N/A	
2 Check ☒ If the foundation is not required to attach Sch. B Interest on savings and temporary cash investments					
3 Dividends and interest from securities		274,944.	274,944.		STATEMENT 1
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		2,656,591.			
b Gross sales price for all assets on line 6a 6,069,627.					
7 Capital gain net income (from Part IV, line 2)			2,656,591.		
8 Net short-term capital gain					
9 Income modifications					
10a Gross sales less returns and allowances					
b Less Cost of goods sold					
c Gross profit or (loss)					
11 Other income		19,523.	0.		STATEMENT 2
12 Total. Add lines 1 through 11		2,953,052.	2,931,535.		
13 Compensation of officers, directors, trustees, etc.		137,500.	13,750.		123,750.
14 Other employee salaries and wages					
15 Pension plans, employee benefits					
16a Legal fees STMT 3		6,184.	0.		6,184.
b Accounting fees STMT 4		11,600.	2,900.		8,700.
c Other professional fees STMT 5		178,795.	178,795.		0.
17 Interest					
18 Taxes STMT 6		66,875.	6,875.		0.
19 Depreciation and depletion					
20 Occupancy		3,600.	360.		3,240.
21 Travel, conferences, and meetings		2,104.	210.		1,894.
22 Printing and publications					
23 Other expenses STMT 7		13.	1.		12.
24 Total operating and administrative expenses. Add lines 13 through 23		406,671.	202,891.		143,780.
25 Contributions, gifts, grants paid		1,230,000.			1,230,000.
26 Total expenses and disbursements. Add lines 24 and 25		1,636,671.	202,891.		1,373,780.
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements		1,316,381.			
b Net investment income (if negative, enter -0-)			2,728,644.		
c Adjusted net income (if negative, enter -0-)				N/A	

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only		
		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing	411,919.	328,185.	328,185.
	2 Savings and temporary cash investments	2,784,498.	1,629,565.	1,629,565.
	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	0.	744,792.	745,491.
	b Investments - corporate stock	11,021,144.	12,810,762.	26,830,218.
	c Investments - corporate bonds			
	Liabilities	11 Investments - land, buildings, and equipment basis		
Less: accumulated depreciation				
12 Investments - mortgage loans				
13 Investments - other				
14 Land, buildings, and equipment basis				
Less: accumulated depreciation				
15 Other assets (describe: OTHER)		573.	20,638.	20,638.
16 Total assets (to be completed by all filers - see the instructions. Also, see page 1, item I)		14,218,134.	15,533,942.	29,554,097.
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 and complete lines 24 through 26, and lines 30 and 31.			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	0.	0.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	14,218,134.	15,533,942.	
30 Total net assets or fund balances	14,218,134.	15,533,942.		
31 Total liabilities and net assets/fund balances	14,218,134.	15,533,942.		

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	14,218,134.
2 Enter amount from Part I, line 27a	2	1,316,381.
3 Other increases not included in line 2 (itemize)	3	0.
4 Add lines 1, 2, and 3	4	15,534,515.
5 Decreases not included in line 2 (itemize) 12/31/2016 FMV ADJUSTMENT	5	573.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	15,533,942.

Form 990-PF (2017)

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (for example, real estate, 2-story brick warehouse; or common stock, 200 shs. MLC Co.)	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a			
b SEE ATTACHED STATEMENT			
c			
d			
e			

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) ((e) plus (f) minus (g))
a			
b			
c			
d			
e 6,069,627.		3,413,036.	2,656,591.

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69.

(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	(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
a			
b			
c			
d			
e			2,656,591.

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 2,656,591.

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6):
If gain, also enter in Part I, line 8, column (c).
If (loss), enter -0- in Part I, line 8 } 3 N/A

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☒ No

If "Yes," the foundation doesn't qualify under section 4940(c). 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	11,567.	1,447,781.	.007989
2015			
2014			
2013			
2012			

2 Total of line 1, column (d)	2	.007989
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	.007989
4 Enter the net value of noncharitable-use assets for 2017 from Part X, line 5	4	27,878,792.
5 Multiply line 4 by line 3	5	222,724.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	27,286.
7 Add lines 5 and 6	7	250,010.
8 Enter qualifying distributions from Part XII, line 4	8	1,373,780.

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	27,286.
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations, enter 4% of Part I, line 12, col. (b).		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only; others, enter -0-)	2	0.
3	Add lines 1 and 2	3	27,286.
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only; others, enter 0)	4	0.
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	27,286.
6	Credits/Payments:		
a	2017 estimated tax payments and 2016 overpayment credited to 2017	6a	59,999.
b	Exempt foreign organizations - tax withheld at source	6b	0.
c	Tax paid with application for extension of time to file (Form 8868)	6c	0.
d	Backup withholding erroneously withheld	6d	0.
7	Total credits and payments. Add lines 6a through 6d	7	59,999.
8	Enter any penalty for underpayment of estimated tax. Check here ☐ if Form 2220 is attached	8	0.
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	32,713.
11	Enter the amount of line 10 to be: Credited to 2018 estimated tax ☒ 32,713. Refunded ☐	11	0.

Part VII-A Statements Regarding Activities

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
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.		X
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. ► \$ 0. (2) On foundation managers. ► \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ► \$ 0.		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities.		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?		N/A
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.		X
6 Are the requirements of section 508(c) (relating to sections 1941 through 1945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	X	
7 Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col. (c), and Part XV	X	
8a Enter the states to which the foundation reports or with which it is registered. See instructions. ► IL		
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2017 or the tax year beginning in 2017? See the instructions for Part XIV. If "Yes," complete Part XIV		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

Form 990-PF (2017)

Part VII A Statements Regarding Activities (Continued)

	Yes	No
11 At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule. See instructions		X
12 Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement. See instructions		X
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	X	
Website address N/A		
14 The books are in care of THE FOUNDATION Telephone no. 331-702-2760		
Located at 1001 WARRENVILLE ROAD, NO. 500, LISLE, IL ZIP+4 60532-4306		
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		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? ☐ 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		X
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?		X
2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)):		
a At the end of tax year 2017, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2017? ☐ Yes ☒ No		
If "Yes," list the years N/A		
b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see instructions.) N/A		
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here.		
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ 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.) N/A		
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2017?		X

Form 990-PF (2017)

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

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

- (1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No
- (2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No
- (3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No
- (4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? See instructions ☐ Yes ☒ No
- (5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations

section 53.4945 or in a current notice regarding disaster assistance? See instructions ☐ N/AOrganizations 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

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 ☒ Nob Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ Yes ☒ No

If "Yes" to 6b, file Form 8870.

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ Nob If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? ☐ Yes ☒ No**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
RAYMOND L SMART 1001 WARRENVILLE ROAD, SUITE 500 LISLE, IL 60532-4306	PRESIDENT AND 15.00	DIRECTOR 87,500.	0.	0.
DAVID ARCHIBALD SMART 1001 WARRENVILLE ROAD, SUITE 500 LISLE, IL 60532-4306	VP/TREASURER 5.00	AND DIRECTOR 25,000.	0.	0.
ROLAND M SMART 1001 WARRENVILLE ROAD, SUITE 500 LISLE, IL 60532-4306	VP/SECRETARY 5.00	AND DIRECTOR 25,000.	0.	0.

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

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

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

0

Form 990-PF (2017)

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)**3** Five highest-paid independent contractors for professional services. If none, enter "NONE."

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
RUANE, CUNNIFF & GOLDFARB, INC 767 FIFTH AVENUE, NEW YORK, NY 10153	INVESTMENT MANAGEMENT	100,554.
FIRST MANHATTAN CO. 437 MADISON AVENUE, NEW YORK, NY 10022	INVESTMENT MANAGEMENT	54,592.
Total number of others receiving over \$50,000 for professional services		0

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.

	Expenses
1 N/A	
2	
3	
4	

Part IX-B Summary of Program-Related Investments

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.

1	N/A	
2		
All other program-related investments. See instructions.		
3		
Total. Add lines 1 through 3		0

Form 990-PF (2017)

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	27,729,073.
b	Average of monthly cash balances	1b	574,269.
c	Fair market value of all other assets	1c	
d	Total (add lines 1a, b, and c)	1d	28,303,342.
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	28,303,342.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	424,550.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	27,878,792.
6	Minimum investment return. Enter 5% of line 5	6	1,393,940.

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	1,393,940.
2a	Tax on investment income for 2017 from Part VI, line 5	2a	27,286.
b	Income tax for 2017. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	27,286.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	1,366,654.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	1,366,654.
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	1,366,654.

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	1,373,780.
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	1,373,780.
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	27,286.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	1,346,494.

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

Form 990-PF (2017)

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2016	(c) 2016	(d) 2017
1 Distributable amount for 2017 from Part XI, line 7				1,366,654.
2 Undistributed income, if any, as of the end of 2017				
a Enter amount for 2016 only			40,195.	
b Total for prior years:		0.		
3 Excess distributions carryover, if any, to 2017:				
a From 2012				
b From 2013				
c From 2014				
d From 2015				
e From 2016				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2017 from Part XII, line 4: ► \$ 1,373,780.				
a Applied to 2016, but not more than line 2a			40,195.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions) **	1,250,133.			
d Applied to 2017 distributable amount				83,452.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2017 (If an amount appears in column (d), the same amount must be shown in column (a).)	0.			0.
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	1,250,133.			
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				1,283,202.
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)	1,250,133.			
8 Excess distributions carryover from 2012 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2018. Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2013				
b Excess from 2014				
c Excess from 2015				
d Excess from 2016				
e Excess from 2017				

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

N/A

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

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

1 Information Regarding Foundation Managers:

- 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).)

NONE

- 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.

NONE

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., to individuals or organizations under other conditions, complete items 2a, b, c, and d.

- a The name, address, and telephone number or email address of the person to whom applications should be addressed:**

- b The form in which applications should be submitted and information and materials they should include:**

- c Any submission deadlines:**

- 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				
ACHIEVEMENT NETWORK, LTD 1 BEACON STREET BOSTON, MA 02108	NONE	PC	SUPPORT SCHOOL SERVICE, GROWTH AND IMPACT IN THE PHILADELPHIA METROPOLITAN MARKET	20,000.
CHILDREN'S DISCOVERY MUSEUM 111 JORDAN AVENUE SAN ANSELMO, CA 94960	NONE	PC	A NEW STRATEGIC PLAN	50,000.
EVERYTOWN FOR FUN SAFETY SUPPORT FUND, INC PO BOX 4184 NEW YORK, NY 10163	NONE	PC	GENERAL SUPPORT	25,000.
EXPLORATORIUM PEIR 17, SUITE 100 SAN FRANCISCO, CA 94111	NONE	PC	TO SUPPORT EDUCATIONAL PROGRAMMING	20,000.
GIRLS ON THE RUN PHILADELPHIA PO BOX 30072 PHILADELPHIA, PA 19103	NONE	PC	TO COVER PROGRAM EXPENSES FOR FOUR SCHOLARSHIP TEAMS	10,000.
Total SEE CONTINUATION SHEET(S) ▶ 3a				1,230,000.
b Approved for future payment				
NONE				
Total ▶ 3b				0.

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

		Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c)(3) (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?		
a	Transfers from the reporting foundation to a noncharitable exempt organization of:		
	(1) Cash	1a(1)	X
	(2) Other assets	1a(2)	X
b	Other transactions:		
	(1) Sales of assets to a noncharitable exempt organization	1b(1)	X
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)	X
	(3) Rental of facilities, equipment, or other assets	1b(3)	X
	(4) Reimbursement arrangements	1b(4)	X
	(5) Loans or loan guarantees	1b(5)	X
	(6) Performance of services or membership or fundraising solicitations	1b(6)	X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c	X
d	If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation. If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received.		

[illegible]

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) (other than section 501(c)(3)) or in section 527? ☐ Yes ☒ No

b If "Yes," complete the following schedule.		
(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

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.

Sign Here  **4/12/18** **DIRECTOR**

Signature of officer or trustee 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	Preparer's signature	Date	Check ☐ if self-employed	PTIN
	EDWARD F. CLEARY		11/10/18		P00651269
	Firm's name ▶ T. M. BYXBEE COMPANY, P.C.			Firm's EIN ▶ 06-1386456	
	Firm's address ▶ P.O. BOX 187169 HAMDEN, CT 06518			Phone no. (203) 281-4933	

THE SMART FAMILY FUND

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	PUBLICLY TRADED SECURITIES (RUANNE CUNNIFF)	P		
b	PUBLICLY TRADED SECURITIES (RUANNE CUNNIFF)	P		
c	PUBLICLY TRADED SECURITIES (FIRST MANHATTAN CO)	P		
d	PUBLICLY TRADED SECURITIES (FIRST MANHATTAN CO)	P		
e	PUBLICLY TRADED SECURITIES (ARIEL INVESTMENTS)	P		
f	PUBLICLY TRADED SECURITIES (ARIEL INVESTMENTS)	P		
g				
h				
i				
j				
k				
l				
m				
n				
o				

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a 455,222.		429,834.	25,388.
b 4,363,516.		1,998,061.	2,365,455.
c 127,460.		128,663.	-1,203.
d 498,857.		453,459.	45,398.
e 151,862.		116,041.	35,821.
f 472,710.		286,978.	185,732.
g			
h			
i			
j			
k			
l			
m			
n			
o			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Losses (from col. (h)) Gains (excess of col. (h) gain over col. (k), but not less than "-0-")
(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			25,388.
b			2,365,455.
c			-1,203.
d			45,398.
e			35,821.
f			185,732.
g			
h			
i			
j			
k			
l			
m			
n			
o			

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter "-0-" in Part I, line 7 }	2	2,656,591.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter "-0-" in Part I, line 8	3	N/A

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
GOLDEN GATE NATIONAL PARKS ASSOCIATION FORT HANSON BUILDING 201 SAN FRANCISCO, CA 94123	NONE	PC	TO SUPPORT THE ONE TAM INITIATIVE	10,000.
GRAND TETON NATIONAL PARK FOUNDATION PO BOX 249 MOOSE, WY 83012	NONE	PC	FOR GENERAL SUPPORT	10,000.
HORIZONS NATIONAL 120 POST ROAD WEST, SUITE 202 WESTPORT, CT 06880	NONE	PC	TO HELP SUPPORT HORIZON'S STRATEGIC PLAN	50,000.
INSTITUTE ON AGING 3575 GEARY BLVD SAN FRANCISCO, CA 94118	NONE	PC	FRIENDSHIP TELEPHON LINE FOR OLDER ADULTS AND ADULTS WITH DISABILITIES	10,000.
MARIN MONTESSORI SCHOOL, INC PO BOX 943 ROSS, CA 94957	NONE	PC	TO SUPPORT TUITION AND FEES FOR LOW INCOME STUDENTS OF COLOR	25,000.
MIGHTY WRITERS TWO BALA PLAZA, SUITE 604 BALA CYNWYD, PA 19004	NONE	PC	TO SUPPORT ONGOING PROGRAMMING	15,000.
MILL VALLEY PUBLIC LIBRARY FOUNDATION 375 THROCKMORTON AVENUE MILL VALLEY, CA 94941	NONE	PC	TO SUPPORT ONGOING PROGRAMMING AND THE ENDOWMENT	10,000.
MILL VALLEY LIVEARTS 142 THROCKMORTON THEATRE, PO BOX 1058 MILL VALLEY, CA 94942	NONE	PC	FOR THE THROCKMORTON THEATRE ART ACCESS PROGRAM	20,000.
NEW YORK PUBLIC RADIO 160 VARICK STREET, FLOOR 7 NEW YORK, NY 10013	NONE	PC	TO SUPPORT RADIOLAB PRESENTS: MORE PERFECT	5,000.
STORY OF STUFF PROJECT 1442 A WALNUT STREET, #272 BERKELEY, CA 94709	NONE	PC	GENERAL SUPPORT	10,000.
Total from continuation sheets				1,105,000.

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
WILDLIFE OF THE AMERICAN WEST PO BOX 6825 JACKSON, WY 83002	NONE	PC	TO REFURBISH THE CHILDREN'S READING NOOK	10,000.
MILL VALLEY SCHOOLS COMMUNITY FOUNDATION DBA KIDDO 409 SYCAMORE AVENUE MILL VALLEY, CA 94941	NONE	PC	GENERAL SUPPORT	50,000.
UCSF FOUNDATION UCSF NEUROSCIENCES, 220 MONTGOMERY ST 5TH FLOOR SAN FRANCISCO, CA 94104	NONE	PC	FOR THE MOVEMENT DISORDER CENTER	50,000.
THE BOARD OF TRUSTEES FOR THE LELAND STANFORD JUNIOR UNIVERSITY 3172 PORTER DRIVE, SUITE 210 PALO ALTO, CA 94304	NONE	PC	TO BE ALLOCATED TO THE SCHOOL OF MEDICINE FOR PARKINSON'S RESEARCH	230,000.
NORTHLAND PIONEER COLLEGE FRIENDS & FAMILY 1611 SOUTH MAIN STREET SNOWFLAKE, AZ 85937	NONE	PC	FOR THE PRESCOTT WINSLOW MEMORIAL SCHOLARSHIP	50,000.
COLUMBIA TEACHER'S COLLEGE 525B W 120 STREET NEW YORK, NY 10027	NONE	PC	GENERAL SUPPORT	250,000.
BLAIR HOUSE RESTORATION FUND PO BOX 27208 WASHINGTON, DC 20038	NONE	PC	GENERAL SUPPORT	50,000.
HORIZONS GREATER WASHINGTON 3000 CATHEDRAL AVENUE NW WASHINGTON, DC 20008	NONE	PC	GENERAL SUPPORT	35,000.
WANDA ALSTON FOUNDATION 300 NEW JERSEY NW, SUITE 900 WASHINGTON, DC 20001	NONE	PC	GENERAL SUPPORT	10,000.
ST. JOHN'S COLLEGE OFFICE OF THE PRESIDENT, 60 COLLEGE AVENUE ANNAPOLIS, MD 21401	NONE	PC	TO SUPPORT GENDER DIVERSITY THROUGH SCHOLARSHIPS FOR WOMEN	50,000.
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
PHILADELPHIA CHILDREN'S ALLIANCE 300 E. HUNTING PARK AVENUE PHILADELPHIA, PA 19124	NONE	PC	GENERAL SUPPORT	35,000.
PLANNED PARENTHOOD FEDERATION OF AMERICA 123 WILLIAMS STREET, 10TH FLOOR NEW YORK, NY 10038	NONE	PC	FOR RURAL CLINIC OPERATIONS	50,000.
IMAGINATION STAGE DC 4908 AUBURN AVENUE BETHESDA, MD 20814	NONE	PC	FOR THE LEARNING THROUGH THEATRE PROGRAM	15,000.
NATIONAL PUBLIC RADIO 111 NORTH CAPITOL STREET NE WASHINGTON, DC 20002	NONE	PC	HIDDEN BRAIN	25,000.
MARTHA'S TABLE 2114 14TH STREET NW WASHINGTON, DC 20009	NONE	PC	GENERAL SUPPORT	30,000.
Total from continuation sheets				

FORM 990-PF	DIVIDENDS AND INTEREST FROM SECURITIES	STATEMENT	1
-------------	--	-----------	---

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
ARIEL INVESTMENTS	52,995.	0.	52,995.	52,995.	
FIRST MANHATTAN CO	133,553.	0.	133,553.	133,553.	
RUANE CUNNIFF	88,396.	0.	88,396.	88,396.	
TO PART I, LINE 4	274,944.	0.	274,944.	274,944.	

FORM 990-PF	OTHER INCOME	STATEMENT	2
-------------	--------------	-----------	---

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
EXCISE TAX REFUND	19,523.	0.	
TOTAL TO FORM 990-PF, PART I, LINE 11	19,523.	0.	

FORM 990-PF	LEGAL FEES	STATEMENT	3
-------------	------------	-----------	---

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL FEES	6,184.	0.		6,184.
TO FM 990-PF, PG 1, LN 16A	6,184.	0.		6,184.

FORM 990-PF	ACCOUNTING FEES	STATEMENT	4
-------------	-----------------	-----------	---

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	11,600.	2,900.		8,700.
TO FORM 990-PF, PG 1, LN 16B	11,600.	2,900.		8,700.

FORM 990-PF	OTHER PROFESSIONAL FEES			STATEMENT	5
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
INVESTMENT MANAGEMENT FEES	178,122.	178,122.		0.	
INVESTMENT CUSTODIAN FEES	673.	673.		0.	
TO FORM 990-PF, PG 1, LN 16C	178,795.	178,795.		0.	

FORM 990-PF	TAXES			STATEMENT	6
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
FOREIGN TAXES	6,875.	6,875.		0.	
INVESTMENT INCOME EXCISE TAX	60,000.	0.		0.	
TO FORM 990-PF, PG 1, LN 18	66,875.	6,875.		0.	

FORM 990-PF	OTHER EXPENSES			STATEMENT	7
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
OFFICE EXPENSE	13.	1.		12.	
TO FORM 990-PF, PG 1, LN 23	13.	1.		12.	

FORM 990-PF	U.S. AND STATE/CITY GOVERNMENT OBLIGATIONS	STATEMENT	8
-------------	--	-----------	---

DESCRIPTION	U.S. GOV'T	OTHER GOV'T	BOOK VALUE	FAIR MARKET VALUE
US TREASURY BILLS	X		744,792.	745,491.
TOTAL U.S. GOVERNMENT OBLIGATIONS			744,792.	745,491.
TOTAL STATE AND MUNICIPAL GOVERNMENT OBLIGATIONS				
TOTAL TO FORM 990-PF, PART II, LINE 10A			744,792.	745,491.

FORM 990-PF	CORPORATE STOCK	STATEMENT	9
-------------	-----------------	-----------	---

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
CORPORATE STOCKS (STATEMENT ATTACHED)	12,810,762.	26,830,218.
TOTAL TO FORM 990-PF, PART II, LINE 10B	12,810,762.	26,830,218.

THE SMART FAMILY FUND

EIN 81-2297831

SCHEDULE OF INVESTMENT COST AND FAIR MARKET VALUE

YEAR ENDED DECEMBER 31, 2017

Page 2, Part II, Lines 2, 10 and 13 - Investments

Investment Manager	Ruane, Cunniff & Goldfarb, LLC	First Manhattan Co.	Ariel Investments	TOTAL 2017
<u>COST</u>				
SAVINGS AND TEMPORARY CASH INVESTMENTS	1,388,381	14,015	227,169	1,629,565
US AND STATE GOVERNMENT OBLIGATIONS	-	744,792		744,792
CORPORATE STOCKS	6,502,789	3,072,419	3,235,554	12,810,762
CORPORATE BONDS	-			-
OTHER	-			-
TOTAL	7,891,170	3,831,226	3,462,724	15,185,119

FAIR MARKET VALUE

SAVINGS AND TEMPORARY CASH INVESTMENTS	1,388,381	14,015	227,169	1,629,565
US AND STATE GOVERNMENT OBLIGATIONS	-	745,491		745,491
CORPORATE STOCKS	16,336,045	6,284,058	4,210,115	26,830,218
CORPORATE BONDS	-	-		-
OTHER	-	-		-
TOTAL	17,724,426	7,043,564	4,437,284	29,205,274

FORM 990-PF

ELECTION UNDER REGULATIONS SECTION
53.4942(A)-3(D)(2) TO TREAT
EXCESS QUALIFYING DISTRIBUTIONS
AS DISTRIBUTIONS OUT OF CORPUS

STATEMENT 10

PART XIII, LINE 4C

PURSUANT TO INTERNAL REVENUE CODE SECTION 4942(H)(2) AND REGULATIONS
SECTIONS 53.4942(A)-3(D)(1)(III) AND (D)(2), THE SMART FAMILY FUND,
HEREBY ELECTS TO TREAT QUALIFYING DISTRIBUTIONS OF \$1,250,133 AS
DISTRIBUTIONS MADE OUT OF CORPUS.

GENERAL EXPLANATION

STATEMENT 11

FORM/LINE IDENTIFIER

PART VII-B, LINE 1A(4)

EXPLANATION:

IN 2017 THE SMART FAMILY ("THE FUND") PAID ITS DIRECTORS COMPENSATION FOR SERVICES RENDERED TO THE FUND. THE COMPENSATION WAS NOT EXCESSIVE AND THE SERVICES RENDERED BY THE DIRECTORS WERE REASONABLE AND NECESSARY FOR CARRYING OUT THE EXEMPT PURPOSE OF THE FUND.