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

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## CHANGE OF ACCOUNTING PERIOD 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.

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

For cale	ndar year 2017 or tax year beginning OCT	1, 2017	, and ending	DEC 31, 201	7
-	of foundation			A Employer identificatio	n number
FRE	ERES FOUNDATION				
	FRERES LUMBER CO.			93-602721	3
Number	and street (or P O box number if mail is not delivered to street	address)	Room/suite	<b>B</b> Telephone number	
PO	BOX 276			503-859-2	L21
City or	town, state or province, country, and ZIP or foreign p	ostal code		C If exemption application is	pending, check here
LYC	ONS, OR 97358		·		
<b>G</b> Chec	k all that apply: Initial return	lnitial return of a fo	rmer public charity	D 1. Foreign organization	is, check here
	Final return	Amended return		2 5	cetion the SEO/ test
	Address change	Name change		Foreign organizations m check here and attach of	omputation
H Chec	k type of organization: X Section 501(c)(3) ex	empt private foundation	15 <b>U</b>	E If private foundation st	atus was terminated
		Other taxable private founda	tion	under section 507(b)(1	)(A), check here
I Fair m	narket value of all assets at end of year   J   Accounti	•	Accrual	F If the foundation is in a	60-month termination
	Part II, col. (c), line 16)	her (specify)		under section 507(b)(1	I)(B), check here $ ightharpoonup$
<u>\$</u>	3,635,582. (Part I, colun	nn (d) must be on cash basis	S.)		<del></del>
Part	(The total of amounts in columns (b), (c) and (d) may not	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net	(d) Disbursements for charitable purposes
	necessarily equal the amounts in column (a) )	expenses per dooks	illoune		(cash basis only)
3 1	Contributions, gifts, grants, etc., received		<del></del>	N/A	<del> </del>
	Check X if the foundation is not required to attach Sch. B				<del> </del>
$U \mid 3$	Interest on savings and temporary cash investments	17 742	17,742.		CONTRACTOR 1
'   4	Dividends and interest from securities	17,742.	17,742.		STATEMENT 1
1	a Gross rents		<del></del>		
۔ ا	Net rental income or (loss)	155 500			<del> </del>
9 B	A Net gain or (loss) from sale of assets not on line 10  Gross sales price for all Assets on line 8a  388,639	155,598.			<del> </del>
Revenue	assets of finite oa	<del></del>	155,598.	<del> </del>	<del> </del>
<b>2</b>   2 €   7	· · · · · ·	<del></del>	155,596.		<del> </del>
20 8	Net short-term capital gain	~		<del> </del>	<del> </del>
9 10 11	Income modifications Gross sales less returns	<del>-</del>	<del></del>		<del> </del>
	a and allowances  b Less Cost of goods sold	3			
	c Gross profit or (loss)	(Q)			<del></del>
语   11		\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\	0.		STATEMENT 2
12	10/ 411, 3	173,576.	173,340.	<del></del>	<u> </u>
13	1(/)	0.	0.		0.
14	Other employee salaties and wages		<del>_</del>		<u> </u>
′ →   ] , ,					<u> </u>
90	a Legal fees				
	<b>b</b> Accounting fees		1		
(XE)	c Other professional fees STMT 3	3,348.	0.		0.
<u>9</u> 17	Interest				
E 18	Taxes STMT 4	450.	0.		0.
. <u>₹</u> 19	Depreciation and depletion				
喜 20	Occupancy				
₹ 21	Travel, conferences, and meetings				
E 22	Printing and publications				
වු 23	Other expenses				
E 24	Total operating and administrative				
Operating and Administrative Expense 12 0 12 12 13 14 15 15 15 15 15 15 15 15 15 15 15 15 15	expenses Add lines 13 through 23	3,798.	0.		0.
25	Contributions, gifts, grants paid	123,900.			123,900.
26	Total expenses and disbursements				
	Add lines 24 and 25	127,698.	0.		123,900.
27	Subtract line 26 from line 12:				
	a Excess of revenue over expenses and disbursements	45,878.			
	b Net investment income (if negative, enter -0-)		173,340.		
	C Adjusted net income (if negative, enter -0-)	<u> </u>		N/A	<u></u>

91	3 – (	60	2	7	2	1	3
	, ,		_		-	_	_

Page 2

	art	Balance Sheets Attached schedules and amounts in the description column should be for end-of-year amounts only	Beginning of year		End of year		
<u>_</u>	ai l	Column should be for end-of-year amounts only	(a) Book Value	(b) Book Value	(c) Fair Market Value		
	1	Cash - non-interest-bearing	193,181.	171,906.	<u> 171,906.</u>		
	2	Savings and temporary cash investments					
	3	Accounts receivable ► 236.					
		Less: allowance for doubtful accounts ▶		236.	236.		
	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					
s	8	Inventories for sale or use					
ssets	_	Prepaid expenses and deferred charges					
As		Investments - U.S. and state government obligations					
		Investments - corporate stock					
		Investments - corporate bonds	****				
		Investments - land, buildings, and equipment basis					
	ļ.,	Less accumulated depreciation	İ				
	12	Investments - mortgage loans					
	13	Investments - other STMT 5	2,805,140.	2,872,057.	3,463,440.		
	14	Land, buildings, and equipment basis	2/002/==00	<u> </u>	3 / 2 3 3 / 2 3 3 .		
	i	Less accumulated depreciation					
	15	Other assets (describe >					
	1	Total assets (to be completed by all filers - see the					
	'"	Instructions. Also, see page 1, item I)	2,998,321.	3,044,199.	3,635,582.		
_	17	Accounts payable and accrued expenses	2733073220	3732272331	070070021		
	18	Grants payable					
رم	19	Deferred revenue		<del></del>			
Liabilities	20	Loans from officers, directors, trustees, and other disqualified persons					
ig	21	Mortgages and other notes payable					
Ë		Other liabilities (describe )					
	23	Total liabilities (add lines 17 through 22)	0.	0.			
_	-	Foundations that follow SFAS 117, check here					
		and complete lines 24 through 26, and lines 30 and 31.					
ės	24	Unrestricted	2,998,321.	3,044,199.			
auc	25	Temporarily restricted		3702272331			
Bai	1	Permanently restricted					
פ		Foundations that do not follow SFAS 117, check here	****	*			
Ī	l	and complete lines 27 through 31.					
ŏ	27	Capital stock, trust principal, or current funds					
ets	28	Paid-in or capital surplus, or land, bldg., and equipment fund					
Net Assets or Fund Balance	29	Retained earnings, accumulated income, endowment, or other funds					
et	30	Total net assets or fund balances	2,998,321.	3,044,199.			
Z	"	Total not assess or land seranoss	2,330,321.	3,011,133.			
	31	Total liabilities and net assets/fund balances	2,998,321.	3,044,199.			
P	art			3,044,199.			
_				<del>-</del>			
1		net assets or fund balances at beginning of year - Part II, column (a), line (	3U		0 000 001		
^		it agree with end-of-year figure reported on prior year's return)		1	2,998,321.		
		amount from Part I, line 27a		2	45,878.		
		r increases not included in line 2 (itemize)		3	0.		
		lines 1, 2, and 3		4	3,044,199.		
		eases not included in line 2 (itemize)	luma (h) lun- 00	5	3 044 100		
<u>6</u>	TOTAL	net assets or fund balances at end of year (line 4 minus line 5) - Part II, co	iumn (b), line 30		3,044,199.		

Form 990-PF (2017) C/O FRERES LUMBER CO.
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.)						low acquired - Purchase - Donation	(c)	Date acquired no., day, yr.)	(d) Date sold (mo., day, yr.)
12 COLUMBIA TRUST INVESTMENTS						P	VA	RIOUS	12/31/17
b									
d	-								
е		,		<u>.</u>			1		
(e) Gross sales price	(f) [	Depreciation allowed (or allowable)		st or other basis expense of sale				(h) Gain or (loss ) plus (f) minus	
a 388,639.				233,04	1.				155,598.
b	····								
C									
d					$\dashv$				
Complete only for assets showin	v valu iu	column (h) and owned by t	the foundation	on 12/31/69			/I) Gai	ns (Col. (h) gair	minus
(i) FMV as of 12/31/69		(j) Adjusted basis as of 12/31/69	(k) Ex	cess of col. (i)		I	còl. (k),	but not less that esses (from col.	ın -0-) <b>or</b>
a									155,598
b									
С									
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								155,598.	
3 Net short-term capital gain or (los	s) as defi	ned in sections 1222(5) an	d (6):						
If gain, also enter in Part I, line 8,	column (d	C).			<b> </b>			<b>3</b> 7 / 7	
If (loss), enter -0- in Part I, line 8  Part V Qualification U	nder S	Section 4940(a) for	Reduced	Tay on Net	Inv	3 estment l	ncon	N/A	Ī
If section 4940(d)(2) applies, leave the Was the foundation liable for the section of the sectio	tion 4942 y under s	tax on the distributable amection 4940(e). Do not con	nplete this par	t					Yes X No
1 Enter the appropriate amount in (	each colu		nstructions be	fore making any e			Т		(d)
(a) Base period years Calendar year (or tax year beginnii	ng in)	(b) Adjusted qualifying dis		Net value of no		itable-use ass			bution ratio vided by col. (c))
2016			$\frac{8,211}{1,075}$			<u>, 358 , 59</u>			.047106
2015			1,975. 2,881.			,041,66 ,937,48			.04864
2014 2013			8,950.			, 746 , 55			.043309
2012	1		7,225.			,441,68		<del></del>	.043914
					_	, , _ ,			
2 Total of line 1, column (d)								2	.229647
3 Average distribution ratio for the	5-year ba	se period - divide the total (	on line 2 by 5.	0, or by the numb	er of	years .			· · ·
the foundation has been in exister	nce if less	than 5 years						3	.045929
4 Enter the net value of noncharitab	ole-use as	sets for 2017 from Part X,	line 5					4	3,538,544
5 Multiply line 4 by line 3								5	162,522
9 Multiply line 4 by line 5									
6 Enter 1% of net investment incon	ne (1% of	Part I, line 27b)					+	6	1,733
7 Add lines 5 and 6								7	164,255
8 Enter qualifying distributions from	n Part XII,	, line 4						8	123,900
If line 8 is equal to or greater than See the Part VI instructions.	line 7, ct	neck the box in Part VI, line	1b, and comp	plete that part usir	ng a 1'	% tax rate.			

FRERES FOUNDATION Form 990-PF (2017) C/O\_FRERES LUMBER CO. 93-6027213 Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see instructions) Part VI 1a Exempt operating foundations described in section 4940(d)(2), check here | Image: and enter "N/A" on line 1. (attach copy of letter if necessary-see instructions) Date of ruling or determination letter: b Domestic foundations that meet the section 4940(e) requirements in Part V, check here | L and enter 1% 3,467. 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 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 -0-5 6 Credits/Payments: 800. a 2017 estimated tax payments and 2016 overpayment credited to 2017 6a b Exempt foreign organizations - tax withheld at source 6b 0. 0. c Tax paid with application for extension of time to file (Form 8868) 6c d Backup withholding erroneously withheld ha 0. 800. 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 8 9 Tax due If the total of lines 5 and 8 is more than line 7, enter amount owed 9 2,667. 10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid 10 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 X X b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes? See the instructions for the definition 1b 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? X 10 d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: 0 . (2) On foundation managers ▶ \$ 0. (1) On the foundation. > \$ e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation 0. managers. > \$ X 2 Has the foundation engaged in any activities that have not previously been reported to the IRS? 2 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 3 X 4a Did the foundation have unrelated business gross income of \$1,000 or more during the year? 4a N/A b If "Yes," has it filed a tax return on Form 990-T for this year? 4b X 5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? 5 If "Yes," attach the statement required by General Instruction T 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?

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

7

8a Enter the states to which the foundation reports or with which it is registered. See instructions.

OR

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

9

10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses

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X

X

X

C/O FRERES LUMBER CO

had not been removed from jeopardy before the first day of the tax year beginning in 2017?

Page 5 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 11 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 12 X 13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? X 13 Website address ► N/A 14 The books are in care of  $\blacktriangleright$  FRERES LUMBER CO. Telephone no. > 503-859-2121Located at ▶PO BOX 276, LYONS, OR ZIP+4 ▶97358 15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - check here N/A and enter the amount of tax-exempt interest received or accrued during the year 16 At any time during calendar year 2017, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country? 16 See the instructions for exceptions and filing requirements for FinCEN Form 114. If "Yes," enter the name of the foreign country Part VII-B | Statements Regarding Activities for Which Form 4720 May Be Required Yes No 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 X No (1) Engage in the sale or exchange, or leasing of property with a disqualified person? (2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) Yes X No a disqualified person? Yes X No (3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? Yes X No (4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? (5) Transfer any income or assets to a disqualified person (or make any of either available Yes X No for the benefit or use of a disqualified person)? (6) Agree to pay money or property to a government official? (Exception. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after Yes X No termination of government service, if terminating within 90 days.) b If any answer is "Yes" to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance? See instructions 1b 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 1c 2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)): a At the end of tax year 2017, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2017? If "Yes," list the years 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 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 Yes X No during the year? b If "Yes," did it have excess business holdings in 2017 as a result of (1) any purchase by the foundation or disqualified persons after May 26, 1969; (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2017.) N/A 3b 4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes? Х 4a b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that

Form **990-PF** (2017)

Part VII-B   Statements Regarding Activities for Which I	orm 4/20 May Be H	<b>lequirea</b> (continu	ied)		
5a During the year, did the foundation pay or incur any amount to:			_	Yes	No
(1) Carry on propaganda, or otherwise attempt to influence legislation (section	า 4945(e))?	Ye	s 🗓 No	)	
(2) Influence the outcome of any specific public election (see section 4955); of	r to carry on, directly or indire				
any voter registration drive?			s X No		]
(3) Provide a grant to an individual for travel, study, or other similar purposes	?	Ye	s X No		
(4) Provide a grant to an organization other than a charitable, etc., organizatio	n described in section				
4945(d)(4)(A)? See instructions		Ye	s X No	1	
(5) Provide for any purpose other than religious, charitable, scientific, literary,	or educational purposes, or fo				
the prevention of cruelty to children or animals?		Ye	s 🗶 No		1
b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify und	der the exceptions described in	n Regulations			]
section 53.4945 or in a current notice regarding disaster assistance? See instr	uctions		N/A	5b	
Organizations relying on a current notice regarding disaster assistance, check l	nere		▶□		
c If the answer is "Yes" to question 5a(4), does the foundation claim exemption for	rom the tax because it maintail	ned			
expenditure responsibility for the grant?	N	/A 🔲 Ye	s 🔲 No 📗	[	
If "Yes," attach the statement required by Regulations section 53.4945-5(d).					İ
${\bf 6a}$ Did the foundation, during the year, receive any funds, directly or indirectly, to	pay premiums on				
a personal benefit contract?		☐ Ye	s 🗶 No	- 1	
<b>b</b> Did the foundation, during the year, pay premiums, directly or indirectly, on a p	ersonal benefit contract?		<u> </u>	6b	X
If "Yes" to 6b, file Form 8870.					
7a At any time during the tax year, was the foundation a party to a prohibited tax s	helter transaction?	☐ Ye	s 🗶 No 📙		<u> </u>
b If "Yes," did the foundation receive any proceeds or have any net income attribu	table to the transaction?	·- <u></u>	N/A	7b	<u> </u>
Part VIII Information About Officers, Directors, Trust Paid Employees, and Contractors	ees, Foundation Ma	nagers, Highly	<b>,</b>		
List all officers, directors, trustees, and foundation managers and t	heir compensation	<del></del>	<del></del>		
List all officers, directors, trustees, and foundation managers and t		(c) Compensation	(d) Contributions to	(a) Evi	nense
(a) Name and address	(b) Title, and average hours per week devoted to position	(If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Exp account allowa	t, other inces
ROBERT T. FRERES	PRESIDENT				
YONS, OR 97358	1.00	0.	<u> </u>		0.
THEODORE F. FRERES	VICE-PRESIDEN	T			
YONS, OR 97358	1.00	0.	0.		<u>0.</u>
ROBERT FRERES JR	VICE-PRESIDEN	T			
	,				
LYONS, OR 97358	1.00	0.	0.		<u>0.</u>
VILLIAM M. SMITH	SECRETARY				
YONS, OR 97358	1.00	0.	0.	L	<u>0.</u>
2 Compensation of five highest-paid employees (other than those inc	<u> </u>	enter "NONE."	(d) Continuitions to		
(a) Name and address of each employee paid more than \$50,000	(b) Title, and average hours per week	(c) Compensation	(d) Contributions to employee benefit plans and deferred	(e) Exp account allowa	pense t, other
NONE	devoted to position		compensation	allowa	inces
NONE					
	İ				
		<del>   </del>		<del></del>	
	<del> </del> -	<del></del>	- <del></del>		
Table I number of other ampleuses and area \$50,000	<u> </u>		<del>-                                    </del>	L	
Total number of other employees paid over \$50,000				000 55	0
			Form	990-PF	(2017)

## FRERES FOUNDATION

Form 990-PF (2017) C/O FRERES LUMBER CO.	93-	6027213 Page 7
Part VIII Information About Officers, Directors, Trustees, Found Paid Employees, and Contractors (continued)		
3 Five highest-paid independent contractors for professional services. If none, enter	er "NONE."	
(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Part IX-A Summary of Direct Charitable Activities	<del></del>	<u> </u>
List the foundation's four largest direct charitable activities during the tax year. Include relevant state number of organizations and other beneficiaries served, conferences convened, research papers pro	istical information such as the oduced, etc.	Expenses
1 <u>N/A</u>		
2		
3		
4		
Part IX-B Summary of Program-Related Investments		<u> </u>
Describe the two largest program-related investments made by the foundation during the tax year of N/A	n lines 1 and 2.	Amount
2		
All other program-related investments. See instructions.		
3		
Total. Add lines 1 through 3	_	

0 . Form **990-PF** (2017) Form 990-PF (2017) 93-6027213 C/O FRERES LUMBER CO. Page 8 Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see instructions.) Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes; 3,409,887. Average monthly fair market value of securities 1a 182,543. Average of monthly cash balances 1b c Fair market value of all other assets 1c 3,592,430. Total (add lines 1a, b, and c) 1d Reduction claimed for blockage or other factors reported on lines 1a and 0. 1c (attach detailed explanation) 1e Acquisition indebtedness applicable to line 1 assets 3,592. 3 Subtract line 2 from line 1d 53,886. Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions) 4 3,538,544. Net value of noncharitable-use assets Subtract line 4 from line 3. Enter here and on Part V. line 4 5 Minimum investment return. Enter 5% of line 5 ADJUSTED FOR SHORT TAX PERIOD 44.596. Part XI Distributable Amount (see instructions) (Section 4942(1)(3) and (1)(5) private operating foundations and certain foreign organizations, check here 
and do not complete this part.) Minimum investment return from Part X, line 6 44,596. 3,467 Tax on investment income for 2017 from Part VI, line 5 Income tax for 2017. (This does not include the tax from Part VI.) 2c 3,467. Add lines 2a and 2b 41,129. Distributable amount before adjustments. Subtract line 2c from line 1 3 Recoveries of amounts treated as qualifying distributions 4 41,129. Add lines 3 and 4 5 Deduction from distributable amount (see instructions) 6 Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1 41 Part XII Qualifying Distributions (see instructions) Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes: 123,900. Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26 1a Program-related investments - total from Part IX-B 1b Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes 2 2 Amounts set aside for specific charitable projects that satisfy the: 3 Suitability test (prior IRS approval required) 3a Cash distribution test (attach the required schedule) 3b 123,900. Qualifying distributions Add lines 1a through 3b. Enter here and on Part V, line 8; and Part XIII, line 4 4 Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment

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

Form **990-PF** (2017)

6

123,900.

income, Enter 1% of Part I, line 27b

Adjusted qualifying distributions. Subtract line 5 from line 4

4940(e) reduction of tax in those years.

Part XIII Undistributed Income (see instructions)

Form 990-PF (2017)

	(a) Corpus	(b) Years prior to 2016	( <b>c</b> ) 2016	( <b>d)</b> 2017
1 Distributable amount for 2017 from Part XI,				
line 7				41,129.
2 Undistributed income, if any, as of the end of 2017				
a Enter amount for 2016 only			20,944.	<u></u>
b Total for prior years:		0.		:   
3 Excess distributions carryover, if any, to 2017:				 
a From 2012				
<b>b</b> From 2013	İ			
<b>c</b> 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: ►\$ 123,900.				
a Applied to 2016, but not more than line 2a	1		20,944.	1
<b>b</b> Applied to undistributed income of prior				
years (Election required - see instructions)		0.		
c Treated as distributions out of corpus		<u>-</u> <u>-</u> -		
(Election required - see instructions)	0.			
d Applied to 2017 distributable amount		~		41,129.
e Remaining amount distributed out of corpus	61,827.			
5 Excess distributions carryover applied to 2017 (If an amount appears in column (d), the same amount	0.			0.
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	61,827.			
b Prior years' undistributed income. Subtract	01,017.			
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	0			
not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2018 Subtract lines 7 and 8 from line 6	61 007			
Subtract lines 7 and 8 from line 6a	61,827.			<u> </u>
O Analysis of line 9:				
a Excess from 2013				
b Excess from 2014				
c Excess from 2015 d Excess from 2016	)			
e Excess from 2017 61,827.		<u></u>		

FRERES FOUNDATION

Form 990-PF (2017) C/O FRERES LUMBER CO. 93-6027213 Page 10 Part XIV | Private Operating Foundations (see instructions and Part VII-A, question 9) N/A 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 b Check box to indicate whether the foundation is a private operating foundation described in section 4942(i)(3) or 4942(1)(5) Tax year Prior 3 years 2 a Enter the lesser of the adjusted net (é) Total (a) 2017 (b) 2016 (c) 2015 (d) 2014 income from Part I or the minimum investment return from Part X for each year listed **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 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 Supplementary Information (Complete this part only if the foundation had \$5,000 or more in assets at any time during the year-see instructions.) 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).) 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. Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs: Check here LX 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:

93-6027213 F

Page 11

Part XV Supplementary Information (continued) 3 Grants and Contributions Paid During the Year or Approved for Future Payment If recipient is an individual, show any relationship to Recipient Foundation status of recipient Purpose of grant or contribution Amount any foundation manager Name and address (home or business) or substantial contributor a Paid during the year CASCADE HIGH SCHOOL 2,500. FORESTS FOREVER, INC. 2,500. FRIENDS OF THE LYONS LIBRARY 500, MEALS-ON-WHEELS 250. OREGON JUNIOR BULL RIDERS ASSOCIATION 200. SEE CONTINUATION SHEET(S) ▶ 3a Total 123,900, b Approved for future payment NONE Total **▶** 3b

Part XVI-A Analysis of Income-Producing Activities

Enter aros	s amounts	s unless otherw	rise indicati	ed.	Unre	elated business inc			led by section 512, 513, or 514	(e)
_	m service		ioo maioak	· ·	(a) Busines code	SS (b)		(C) Exclu- sion code	(d) Amount	Related or exempt function income
-					Code					
_					<b>—</b> —	<del></del>	<del></del>			<del></del>
				<del></del>	<u> </u>	<del></del>		-+		
					<del></del>	<del></del>				
					<b> </b>	<del></del>			<del></del>	<del> </del>
e f	<del>_</del>	<del></del>								
g Fee	s and con	tracts from gov	ernment a	gencies						
2 Memb	ership due	s and assessm	ents		<u></u>					<u> </u>
3 Interes	t on savin	gs and tempora	ary cash					ł		
ınvestr	ments									
4 Dividei	nds and in	terest from sec	urities			_		14	17,742	•
5 Net rer	ntal income	e or (loss) from	ı real estate	e:						
a Del	ot-financed	d property								
<b>b</b> Not	t debt-finai	nced property								
		e or (loss) from	personal							
proper		(1000) o	porcoria		1	1		1		
	nvestment	tincome					f	+		<del></del>
		m sales of asse	ate ather			<del> </del>				<del> </del>
		iiii sales ui assi	sta Other		1	}		18	155,598	
	ventory	ana) from anno	al avaata						133,336	•
		oss) from speci								<del></del>
		oss) from sales	or invento	ory				+		<del></del>
11 Other (		T M337 T		<b>.</b>						226
		L XAT L			}					236.
										<del></del>
										<del></del>
d				·····						
e								↓	<del> </del>	<del> </del>
12 Subtot	al. Add co	lumns (b), (d),	and (e)				0.		173,340	. 236.
13 Total.	Add line 1	2, columns (b)	, (d), and (e	e)					13 _	173,576.
(See work	sheet in lir	ne 13 instructio	ns to verify	/ calculations.)						
Part X	VI-B	Relation	ship of	Activities t	o the A	ccomplishme	ent of Ex	empt	Purposes	
Line No								contrib	uted importantly to the acco	omplishment of
<b>▼</b>						g funds for such p		EO1	D CUADIMADI E	COMMETALIMIONS
11A	THE	FEDERA	J TAX	KEFUND	мттт	PROVIDE	FUNDS	FOI	R CHARITABLE	CONTRIBUTIONS
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	<del></del>									<del></del>
	<del> </del>					<del> </del>			<del> </del>	<del></del>
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<b>.</b>			S FOUNDA		_				_	
Form 99			RERES LU			15.1.1		027213	Pa	ge 13
Part	XVII			nsters to a	and Transactions a	ind Relations	hips With Nonc	haritable		
		Exempt Organ							· ·	
				-	ng with any other organizati		tion 501(c)		Yes	No
			•		ng to political organizations?	)				
		from the reporting found	ation to a nonchari	table exempt o	rganization of:					
	Cash							1a(1)		X
(2)	Other	assets						1a(2)		X
<b>b</b> Oth	er tran	sactions;								ı
(1)	Sales	of assets to a noncharita	ble exempt organiz	zation				1b(1)		X
(2)	Purch	ases of assets from a no	ncharitable exempt	t organization				1b(2)		X
(3)	Renta	I of facilities, equipment,	or other assets					1b(3)		X
(4)	Reimt	oursement arrangements						1b(4)		X
(5)	Loans	or loan guarantees						1b(5)		X
(6)	Perfo	mance of services or me	mbership or fundr	aısıng solicitati	ons			1b(6)		X
c Sha	aring of	facilities, equipment, ma	iling lists, other as:	sets, or paid en	nployees			_1c		X
<b>d</b> If the	ne ansv	er to any of the above is	"Yes," complete the	e following sch	edule. Column (b) should al	ways show the fair i	market value of the goo	ds, other ass	ets,	
or :	services	given by the reporting fo	oundation. If the fo	undation receiv	ved less than fair market val	ue in any transaction	n or sharing arrangeme	nt, show in		
col	umn (d	) the value of the goods,	other assets, or se	rvices received						
(a) Line n	0	(b) Amount involved	(c) Name	of noncharitabl	e exempt organization	(d) Description	n of transfers, transactions,	and sharing arr	angemer	nts
				N/A						
									-	
				··						
							***			
		*·**								
2a Ist	he four	dation directly or indirect	tly affiliated with, o	r related to, one	e or more tax-exempt organ	izations described				
		501(c) (other than sectio		,	or more tax exempt organ	izationio doborizoa		Yes	X	] No
		mplete the following sch							L48.	, 110
		(a) Name of org			(b) Type of organization		(c) Description of relati	ionship		
		N/A			1 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7 7		(-,			
								<u>-</u>		
			,	·····						
						-				
	Under	penalties of perjury, I declare	that I have examined t	this return, includi	ng accompanying schedules and	I statements, and to the	best of my knowledge			
Sign					an taxpayer) is based on all inform	nation of which prepare		May the IRS d return with the	prepare	er
Here		Kohen	+ FAINI	sh	14-20-18	PRESI	ראיי	shown below?	See ins	7 I
	Sian	ature of officer or trustee			Det	Title		LAL TES		No
		Print/Type preparer's na		Preparer's		Date /	Check If PT	ΓIN		
		- 7% - E Parier o 110	-			11/2/	self- employed			
Paid		BRAD BINGE	ИНЕТМЕР	AND T	SINGENHEIMER	7/20/18	· · ·	200257	7 // /	
Prepa	arer	Firm's name ► BOL			SMITH, LLC	1. 1	Firm's EIN ▶ 93-	200357'		
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Form **990-PF** (2017)

Phone no. 503-769-2186

Use Only

Firm's address ▶ 480 CHURCH ST S.E.

SALEM, OR 97301

Part XV Supplementary Information 3 Grants and Contributions Paid During the Ye				
Recipient	If recipient is an individual.			
Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of	Purpose of grant or contribution	Amount
	or substantial contributor	recipient		
REGON STATE UNIVERSITY FOUNDATION				
				10,35
EGIS FOUNDATION				
				100,00
				1
N. H. HOGDIEN, POINTON				
ALEM HOSPITAL FOUNDATION				10
OUNG ENTREPRENEURS BUSINESS PROGRAMS				7,50
				7,30
		e-		
	<u> </u>			
			i	
				1
Total from continuation sheets			<u> </u>	117,95

DIVIDENDO						•	
DIVIDENDS	AND INTER	REST	FROM SEC	URITIES	S'	TATEMENT	
GROSS AMOUNT	GAINS			NET	INVEST-		
17,742.		0.	17,74	2.	17,742.		
17,742.		0.	17,74	2.	17,742.		
	OTHER I	INCO	ME		S	TATEMENT	2
		RE	VENUE	NET IN	VEST-		
			236.		0.		
, PART I,	LINE 11		236.		0.		
ľO	THER PROFES	SSIO	NAL FEES		S	TATEMENT	3
	(A) EXPENSES PER BOOKS			ADJ	USTED		
NY	3,348		C	· ·			0.
, LN 16C	3,348	<u>.                                    </u>	(	).			0.
	TA	XES		··	S	TATEMENT	4
	(A) EXPENSES PER BOOKS			- ADJ	USTED		
<del></del>	450	<del>-</del>	(	).	<u> </u>		0.
, LN 18	450	•	(	· ·		·	0.
	AMOUNT 17,742. 17,742.	GROSS GAINS DIVIDENT 17,742.  17,742.  OTHER TOTHER TOTHER TOTHER PROFEST PER BOOKS NY 3,348  , LN 16C 3,348  (A) EXPENSES PER BOOKS TAX	AMOUNT DIVIDENDS  17,742. 0.  17,742. 0.  OTHER INCOME  REPER  PER  OTHER PROFESSION  (A)  EXPENSES NEPER BOOKS ME  ANY 3,348.  IN 16C 3,348.  TAXES  (A)  EXPENSES NEPER BOOKS ME  ASSUMBLY AND AND AND AND AND AND AND AND AND AND	GROSS AMOUNT DIVIDENDS PER BOOK  17,742.	GROSS AMOUNT DIVIDENDS PER BOOKS MENT  17,742.	GROSS AMOUNT DIVIDENDS PER BOOKS MENT INCOME  17,742.	GROSS AMOUNT DIVIDENDS PER BOOKS MENT INVEST- ADJUSTED NET INCOME  17,742. 0. 17,742. 17,742.  OTHER INCOME STATEMENT  (A) (B) (C) ADJUSTED NET INCOME  PER BOOKS MENT INCOME NET INCOME  OTHER PROFESSIONAL FEES STATEMENT  (A) (B) (C) (D) (D) (C) (D) (D) (D) (D) (D) (D) (D) (D) (D) (D

FORM 990-PF OTHER	INVESTMENTS		STATEMENT 5
DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
COLUMBIA TRUST COMPANY	FMV	2,872,057.	3,463,440.
TOTAL TO FORM 990-PF, PART II, LINE	13	2,872,057.	3,463,440.