

2939307503009 9

1809

Form **990-T****Exempt Organization Business Income Tax Return**
(and proxy tax under section 6033(e))

OMB No 1545-0687

Department of the Treasury
Internal Revenue ServiceFor calendar year 2017 or other tax year beginning 10/01, 2017, and ending 09/30, 20 18Go to www.irs.gov/Form990T for instructions and the latest information.

Do not enter SSN numbers on this form as it may be made public if your organization is a 501(c)(3)

2017Open to Public Inspection for
501(c)(3) Organizations Only

☐ Check box if address changed		Name of organization (☐ Check box if name changed and see instructions) CHILDREN INTERNATIONAL		D Employer identification number (Employees' trust, see instructions) 44-6005794	
B Exempt under section ☒ 501(c) 03 ☐ 408(e) ☐ 220(e) ☐ 408A ☐ 530(a) ☐ 529(a)		Print or Type Number, street, and room or suite no. If a P O box, see instructions 2000 EAST RED BRIDGE ROAD City or town, state or province, country, and ZIP or foreign postal code KANSAS CITY, MO 64131		E Unrelated business activity codes (See instructions) 900099	
C Book value of all assets at end of year 70,533,791.		F Group exemption number (See instructions) ▶		G Check organization type ▶ ☒ 501(c) corporation ☐ 501(c) trust ☐ 401(a) trust ☐ Other trust	

H Describe the organization's primary unrelated business activity ▶ **INVESTMENT IN PARTNERSHIPS**I During the tax year, was the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? ☐ Yes ☒ No

If "Yes," enter the name and identifying number of the parent corporation ▶

J The books are in care of ▶ **DANIELLE R. MITCHELL** Telephone number ▶ **(816) 942-2000**

Part I Unrelated Trade or Business Income				(A) Income	(B) Expenses	(C) Net
1a	Gross receipts or sales					
b	Less returns and allowances		c Balance ▶	1c		
2	Cost of goods sold (Schedule A, line 7)			2		
3	Gross profit Subtract line 2 from line 1c			3		
4a	Capital gain net income (attach Schedule D)			4a		
b	Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)			4b		
c	Capital loss deduction for trusts			4c		
5	Income (loss) from partnerships and S corporations (attach statement)			5	21,208.	21,208.
6	Rent income (Schedule C)			6		
7	Unrelated debt-financed income (Schedule E)			7		
8	Interest, annuities, royalties, and rents from controlled organizations (Schedule F)			8		
9	Investment income of a section 501(c)(7), (9), or (17) organization (Schedule G)			9		
10	Exploited exempt activity income (Schedule I)			10		
11	Advertising income (Schedule J)			11		
12	Other income (See instructions, attach schedule)			12		
13	Total. Combine lines 3 through 12			13	21,208.	21,208.

Part II Deductions Not Taken Elsewhere (See instructions for limitations on deductions) (Except for contributions, deductions must be directly connected with the unrelated business income)

14	Compensation of officers, directors, and trustees (Schedule K)		14	
15	Salaries and wages		15	
16	Repairs and maintenance		16	
17	Bad debts		17	
18	Interest (attach schedule)		18	
19	Taxes and licenses		19	1,138.
20	Charitable contributions (See instructions for limitation rules) ATTACHMENT. 2		20	2,007.
21	Depreciation (attach Form 4562)	21		
22	Less depreciation claimed on Schedule A and elsewhere on return	22a		22b
23	Depletion		23	
24	Contributions to deferred compensation plans		24	
25	Employee benefit programs		25	
26	Excess exempt expenses (Schedule I)		26	
27	Excess readership costs (Schedule J)		27	
28	Other deductions (attach schedule)		28	
29	Total deductions. Add lines 14 through 28		29	3,145.
30	Unrelated business taxable income before net operating loss deduction Subtract line 29 from line 13		30	18,063.
31	Net operating loss deduction (limited to the amount on line 30)		31	
32	Unrelated business taxable income before specific deduction Subtract line 31 from line 30		32	18,063.
33	Specific deduction (Generally \$1,000, but see line 33 instructions for exceptions)		33	1,000.
34	Unrelated business taxable income. Subtract line 33 from line 32. If line 33 is greater than line 32, enter the smaller of zero or line 32		34	17,063.

For Paperwork Reduction Act Notice, see instructions

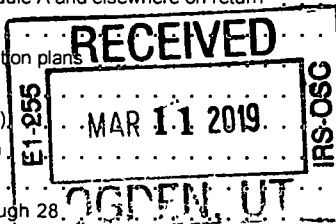
Form **990-T** (2017)

7X2740 2.000 24443R K922 2/8/2019 9:35:15 AM V 17-7.10

54233

PAGE 72

SCANNED APR 02 2019



612

Part III Tax Computation

35 Organizations Taxable as Corporations. See instructions for tax computation. Controlled group members (sections 1561 and 1563) check here ☐ See instructions and

a Enter your share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order)
 (1) \$ (2) \$ (3) \$

b Enter organization's share of (1) Additional 5% tax (not more than \$11,750) \$
 (2) Additional 3% tax (not more than \$100,000) \$

c Income tax on the amount on line 34. **ATCH. 3** **35c** 3,325.

36 Trusts Taxable at Trust Rates. See instructions for tax computation. Income tax on the amount on line 34 from ☐ Tax rate schedule or ☐ Schedule D (Form 1041), **36**

37 Proxy tax. See instructions **37**

38 Alternative minimum tax **38**

39 Tax on Non-Compliant Facility Income. See instructions **39**

40 Total. Add lines 37, 38 and 39 to line 35c or 36, whichever applies. **40** 3,325.

Part IV Tax and Payments

41 a Foreign tax credit (corporations attach Form 1118, trusts attach Form 1116). **41a**

b Other credits (see instructions). **41b**

c General business credit. Attach Form 3800 (see instructions). **41c**

d Credit for prior year minimum tax (attach Form 8801 or 8827). **41d**

e Total credits. Add lines 41a through 41d **41e**

42 Subtract line 41e from line 40. **42** 3,325.

43 Other taxes. Check if from ☐ Form 4255 ☐ Form 8611 ☐ Form 8897 ☐ Form 8866 ☐ Other (attach schedule). **43**

44 Total tax. Add lines 42 and 43. **44** 3,325.

45 a Payments. A 2016 overpayment credited to 2017 **45a**

b 2017 estimated tax payments **45b**

c Tax deposited with Form 8868. **45c** 5,500.

d Foreign organizations. Tax paid or withheld at source (see instructions) **45d**

e Backup withholding (see instructions) **45e**

f Credit for small employer health insurance premiums (Attach Form 8941) **45f**

g Other credits and payments ☐ Form 2439 ☐ Form 4136 ☐ Other **45g**

46 Total payments. Add lines 45a through 45g. **46** 5,500.

47 Estimated tax penalty (see instructions). Check if Form 2220 is attached. **47** 103.

48 Tax due. If line 46 is less than the total of lines 44 and 47, enter amount owed **48**

49 Overpayment. If line 46 is larger than the total of lines 44 and 47, enter amount overpaid **49** 2,072.

50 Enter the amount of line 49 you want: Credited to 2018 estimated tax **2,072** Refunded **0**

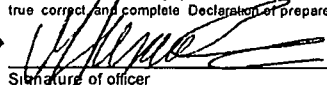
Part V Statements Regarding Certain Activities and Other Information (see instructions)

51 At any time during the 2017 calendar year, did the organization have an interest in or a signature or other authority over a financial account (bank, securities, or other) in a foreign country? If YES, the organization may have to file FinCEN Form 114, Report of Foreign Bank and Financial Accounts. If YES, enter the name of the foreign country here **CJ, CO, EC, GT, HO, IN, MX** Yes ☒ No ☐

52 During the tax year, did the organization receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? Yes ☐ No ☒

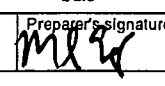
53 Enter the amount of tax-exempt interest received or accrued during the tax year **\$**

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  Date **2/28/19** Title _____

May the IRS discuss this return with the preparer shown below (see instructions)? ☒ Yes ☐ No

Paid Preparer Use Only

Print/Type preparer's name **MICHAEL J ENGLE** Preparer's signature  Date **02/15/2019** Check ☐ if self-employed PTIN **P00482834**

Firm's name **BKD, LLP** Firm's EIN **44-0160260**

Firm's address **1201 WALNUT, SUITE 1700, KANSAS CITY, MO 64106-2246** Phone no **816-221-6300**

Form 990-T (2017)

Schedule A - Cost of Goods Sold. Enter method of inventory valuation ►

1 Inventory at beginning of year	1	6 Inventory at end of year	6
2 Purchases	2	7 Cost of goods sold. Subtract line 6 from line 5. Enter here and in Part I, line 2.	7
3 Cost of labor	3		
4a Additional section 263A costs (attach schedule)	4a		
b Other costs (attach schedule)	4b	8 Do the rules of section 263A (with respect to property produced or acquired for resale) apply to the organization?	Yes No
5 Total. Add lines 1 through 4b	5		X

Schedule C - Rent Income (From Real Property and Personal Property Leased With Real Property)

(see instructions)

1 Description of property

(1)
(2)
(3)
(4)

2 Rent received or accrued

(a) From personal property (if the percentage of rent for personal property is more than 10% but not more than 50%)	(b) From real and personal property (if the percentage of rent for personal property exceeds 50% or if the rent is based on profit or income)	3(a) Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)
(1)		
(2)		
(3)		
(4)		
Total	Total	

(c) Total income. Add totals of columns 2(a) and 2(b). Enter here and on page 1, Part I, line 6, column (A) ►

(b) Total deductions. Enter here and on page 1, Part I, line 6, column (B) ►

Schedule E - Unrelated Debt-Financed Income (see instructions)

1 Description of debt-financed property		2 Gross income from or allocable to debt-financed property	3 Deductions directly connected with or allocable to debt-financed property	
			(a) Straight line depreciation (attach schedule)	(b) Other deductions (attach schedule)
(1)				
(2)				
(3)				
(4)				
4. Amount of average acquisition debt on or allocable to debt-financed property (attach schedule)	5 Average adjusted basis of or allocable to debt-financed property (attach schedule)	6 Column 4 divided by column 5	7 Gross income reportable (column 2 x column 6)	8 Allocable deductions (column 6 x total of columns 3(a) and 3(b))
(1)		%		
(2)		%		
(3)		%		
(4)		%		
			Enter here and on page 1, Part I, line 7, column (A)	Enter here and on page 1, Part I, line 7, column (B)
Totals ►				
Total dividends received deductions included in column 8 ►				

Form 990-T (2017)

Schedule F - Interest, Annuities, Royalties, and Rents From Controlled Organizations (see instructions)

1 Name of controlled organization	2 Employer identification number	Exempt Controlled Organizations			
		3 Net unrelated income (loss) (see instructions)	4 Total of specified payments made	5 Part of column 4 that is included in the controlling organization's gross income	6 Deductions directly connected with income in column 5
(1)					
(2)					
(3)					
(4)					

Nonexempt Controlled Organizations

7 Taxable income	8 Net unrelated income (loss) (see instructions)	9 Total of specified payments made	10 Part of column 9 that is included in the controlling organization's gross income	11 Deductions directly connected with income in column 10
(1)				
(2)				
(3)				
(4)				

Add columns 5 and 10
Enter here and on page 1,
Part I, line 8, column (A)

Add columns 6 and 11
Enter here and on page 1,
Part I, line 8, column (B)

Totals

Schedule G - Investment Income of a Section 501(c)(7), (9), or (17) Organization (see instructions)

1 Description of income	2 Amount of income	3 Deductions directly connected (attach schedule)	4 Set-asides (attach schedule)	5 Total deductions and set-asides (col 3 plus col 4)
(1)				
(2)				
(3)				
(4)				
Enter here and on page 1, Part I, line 9, column (A)				Enter here and on page 1, Part I, line 9, column (B)

Totals

Schedule I - Exploited Exempt Activity Income, Other Than Advertising Income (see instructions)

1 Description of exploited activity	2 Gross unrelated business income from trade or business	3 Expenses directly connected with production of unrelated business income	4 Net income (loss) from unrelated trade or business (column 2 minus column 3) If a gain, compute cols 5 through 7	5 Gross income from activity that is not unrelated business income	6 Expenses attributable to column 5	7 Excess exempt expenses (column 6 minus column 5, but not more than column 4)
(1)						
(2)						
(3)						
(4)						
Enter here and on page 1, Part I, line 10, col (A)		Enter here and on page 1, Part I, line 10, col (B)			Enter here and on page 1, Part II, line 26	

Totals

Schedule J - Advertising Income (see instructions)**Part I Income From Periodicals Reported on a Consolidated Basis**

1 Name of periodical	2 Gross advertising income	3 Direct advertising costs	4 Advertising gain or (loss) (col 2 minus col 3) If a gain, compute cols 5 through 7	5 Circulation income	6 Readership costs	7 Excess readership costs (column 6 minus column 5, but not more than column 4)
(1)						
(2)						
(3)						
(4)						
Totals (carry to Part II, line (5))						

Form 990-T (2017)

Part II **Income From Periodicals Reported on a Separate Basis** (For each periodical listed in Part II, fill in columns 2 through 7 on a line-by-line basis)

1 Name of periodical	2 Gross advertising income	3 Direct advertising costs	4 Advertising gain or (loss) (col 2 minus col 3) If a gain, compute cols 5 through 7	5 Circulation income	6 Readership costs	7 Excess readership costs (column 6 minus column 5, but not more than column 4)
(1)						
(2)						
(3)						
(4)						
Totals from Part I. ▶						
	Enter here and on page 1, Part I, line 11, col (A)	Enter here and on page 1, Part I, line 11, col (B)				Enter here and on page 1, Part II, line 27
Totals, Part II (lines 1-5) ▶						

Schedule K - Compensation of Officers, Directors, and Trustees (see instructions)

1 Name	2 Title	3 Percent of time devoted to business	4 Compensation attributable to unrelated business
(1)		%	
(2) ATTACHMENT 4		%	
(3)		%	
(4)		%	
Total Enter here and on page 1, Part II, line 14 ▶			

Form 990-T (2017)

ATTACHMENT 1

FORM 990T - LINE 5 -INCOME (LOSS) FROM PARTNERSHIPS

FLINT HILLS CREDIT OPPORTUNITIES II LP

21,208.

INCOME (LOSS) FROM PARTNERSHIPS

21,208.

FORM 990T - PART II - LINE 20 - CHARITABLE CONTRIBUTIONS

UNRELATED TRADE OR BUSINESS INCOME	21,208.
ADD: DOMESTIC PRODUCTION ACTIVITIES DEDUCTION	0.
LESS: DEDUCTIONS WITHOUT CHARITABLE CONTRIBUTIONS AND DPAD	<u>1,138.</u>
	* 10%
CHARITABLE CONTRIBUTION LIMITATION (10%)	2,007.
CHARITABLE CONTRIBUTION	93,987,589.
<u>CHARITABLE CONTRIBUTION DEDUCTION (SMALLER OF THE ABOVE TWO)</u>	<u>2,007.</u>

FORM 990-T: FISCAL YEAR CORPORATION TAX COMPUTATION APPLYING BLENDED TAX RATE

1 UNRELATED BUSINESS TAXABLE INCOME (PAGE1, PART II, LINE 34).	17,063.
2 TAX ON LINE 1 FIGURED USING THE TAX RATE SCHEDULE OR TAX COMPUTATION WORKSHEET FOR MEMBERS OF A CONTROLLED GROUP.....	2,559.
3 TAX ON LINE 1 FIGURED USING THE 21% RATE.....	3,583.
4 MULTIPLY LINE 2 BY THE NUMBER OF DAYS 92 IN THE CORPORATION'S TAX YEAR BEFORE 01/01/2018.....	235,428.
5 MULTIPLY LINE 3 BY THE NUMBER OF DAYS 273 IN THE CORPORATION'S TAX YEAR AFTER 12/31/2017.....	978,159.
6 DIVIDE LINE 4 BY THE TOTAL NUMBER OF DAYS 365 IN THE CORPORATION'S TAX YEAR.....	645.
7 DIVIDE LINE 5 BY THE TOTAL NUMBER OF DAYS 365 IN THE CORPORATION'S TAX YEAR.....	2,680.
8 ADD LINES 6 AND 7: THE TOTAL TAX FOR THE FISCAL YEAR.....	<u>3,325.</u>

ATTACHMENT 4SCHD. K, FORM 990-T, COMPENSATION OF OFFICERS, DIRECTORS, & TRUSTEES

<u>NAME AND ADDRESS</u>	<u>TITLE</u>	<u>BUSINESS PERCENT</u>	<u>COMPENSATION</u>
GORDON BAILEY 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	DIRECTOR	0	0.
MIKE REILLY 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	DIRECTOR	0	0.
DAVID CACIOPPA 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	DIRECTOR/CHAIRMAN	0	0.
DEAN OSKVIG 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	DIRECTOR/TREASURER	0	0.
SUSANA ESHLEMAN 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	DIRECTOR/PRESIDENT AND CEO	0	0.
JOHN MCCANNA 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	VP OF GLOBAL PROGRAMS	0	0.
DANIELLE MITCHELL 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	VP OF FINANCE	0	0.
ERIC MCCULLOUGH 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	VP OF HUMAN RESOURCES	0	0.
VICKIE WIEDENMANN 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	ASST. VP AND SECRETARY	0	0.
CAROL HALL 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	VP OF INFORMATION TECHNOLOGY	0	0.

ATTACHMENT 4 (CONT'D)SCHD. K, FORM 990-T, COMPENSATION OF OFFICERS, DIRECTORS, & TRUSTEES

<u>NAME AND ADDRESS</u>	<u>TITLE</u>	<u>BUSINESS PERCENT</u>	<u>COMPENSATION</u>
CLAIRE BISHOP 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	VP MARKETING AND ENGAGEMENT	0	0.
WILLIAM BREWSTER 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	VP OF OPERATIONS	0	0.
LIDERMAN DUIN 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	DIRECTOR	0	0.
TARA FRANK 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	DIRECTOR	0	0.
BRAD CLOVERDYKE 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	DIRECTOR	0	0.
ROBIN WIENS 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	DIRECTOR	0	0.
JOHN CLAUSE 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	VP OF GLOBAL PHILANTHROPY	0	0.
LEO VALDEZ 2000 EAST RED BRIDGE ROAD KANSAS CITY, MO 64131	VP OF GLOBAL TALENT GROWTH	0	0.

TOTAL COMPENSATION

0.

FEDERAL FOOTNOTES990-T CHARITABLE CONTRIBUTIONS CARRYOVER

6/30/2018 CONTRIBUTIONS	\$ 93,985,582

TOTAL CONTRIBUTIONS CARRYOVER	\$ 93,985,582
	=====