

EXTENDED TO NOVEMBER 15, 2019

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OMB No 1545-0052

2018

Open to Public Inspection

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 ► Go to www.irs.gov/Form990PF for instructions and the latest information.

For calendar year 2018 or tax year beginning

, and ending

Name of foundation

ARTHUR S. DEMOSS FOUNDATION

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

700 SOUTH DIXIE HIGHWAY

A Employer identification number

23-6404136

B Telephone number

561-804-9000

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

WEST PALM BEACH, FL 33401

G Check all that apply: Initial return Initial return of a former public charity
 Final return Amended return
 Address change Name change

H Check type of organization: Section 501(c)(3) exempt private foundation

Section 4947(a)(1) nonexempt charitable trust Other taxable private foundation

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

J Accounting method: Cash Accrual
 Other (specify) MODIFIED CASH

► \$ 63,535,268. (Part I, column (d) must be on cash basis.)

Part I Analysis of Revenue and Expenses

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

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1	Contributions, gifts, grants, etc., received			N/A	
2	Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B				
3	Interest on savings and temporary cash investments	117,924.	117,924.		STATEMENT 1
4	Dividends and interest from securities	1,963,957.	1,963,957.		STATEMENT 2
5a	Gross rents				
b	Net rental income or (loss)				
6a	Net gain or (loss) from sale of assets not on line 10	395,102.			
b	Gross sales price for all assets on line 6a	5,646,692.			
7	Capital gain net income (from Part IV, line 2)		395,102.	395,102.	RECEIVED NOV 22 2018 OGDEN, UT
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	1,029,468.	1,002,650.		STATEMENT 3
12	Total. Add lines 1 through 11	3,506,451.	3,479,633.		
13	Compensation of officers, directors, trustees, etc	501,099.	100,220.		400,879.
14	Other employee salaries and wages	315,410.	94,623.		220,787.
15	Pension plans, employee benefits	287,761.	71,940.		215,821.
16a	Legal fees	STMT 4 2,635.	659.		1,976.
b	Accounting fees	STMT 5 140,753.	95,958.		42,226.
c	Other professional fees	STMT 6 353,604.	344,390.		0.
17	Interest	STMT 7 229.	223.		0.
18	Taxes	129,408.	7,942.		21,465.
19	Depreciation and depletion	5,401.	0.		
20	Occupancy	113,307.	28,327.		84,980.
21	Travel, conferences, and meetings	2,810.	562.		2,248.
22	Printing and publications	3,077.	154.		2,923.
23	Other expenses	STMT 8 162,262.	94,277.		64,806.
24	Total operating and administrative expenses Add lines 13 through 23	2,017,756.	839,275.		1,058,111.
25	Contributions, gifts, grants paid	3,635,449.			3,635,449.
26	Total expenses and disbursements Add lines 24 and 25	5,653,205.	839,275.		4,693,560.
27	Subtract line 26 from line 12				
a	Excess of revenue over expenses and disbursements	-2,146,754.			
b	Net investment income (if negative, enter -0-)		2,640,358.		
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		12,137,086.	7,006,062.
	2 Savings and temporary cash investments			
	3 Accounts receivable ►			
	Less: allowance for doubtful accounts ►			
	4 Pledges receivable ►			
	Less: allowance for doubtful accounts ►			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons			
	7 Other notes and loans receivable ►			
	Less: allowance for doubtful accounts ►			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments - U.S. and state government obligations			
	b Investments - corporate stock	STMT 9	23,007,666.	27,878,557.
	c Investments - corporate bonds	STMT 10	6,924,787.	7,188,267.
Liabilities	11 Investments - land, buildings, and equipment basis ►			
	Less accumulated depreciation ►			
	12 Investments - mortgage loans			
	13 Investments - other	STMT 11	10,268,733.	8,126,537.
	14 Land, buildings, and equipment: basis ►	7,877,669.		11,649,286.
	Less accumulated depreciation	STMT 12	994,151.	6,885,483.
	15 Other assets (describe ► <u>FLORIDA POWER AND L</u>)		1,230.	6,883,518.
	16 Total assets (to be completed by all filers - see the instructions. Also, see page 1, item I)		59,224,985.	1,230.
			59,224,985.	63,535,268.
	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable			
	22 Other liabilities (describe ► <u>PAYROLL LIABILITIES</u>)		2,199.	8,139.
	23 Total liabilities (add lines 17 through 22)		2,199.	8,139.
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ► <input type="checkbox"/>			
	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 ► <input checked="" type="checkbox"/>			
	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		59,222,786.	57,076,032.
	30 Total net assets or fund balances		59,222,786.	57,076,032.
	31 Total liabilities and net assets/fund balances		59,224,985.	57,084,171.

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	59,222,786.
2 Enter amount from Part I, line 27a	2	-2,146,754.
3 Other increases not included in line 2 (itemize) ►	3	0.
4 Add lines 1, 2, and 3	4	57,076,032.
5 Decreases not included in line 2 (itemize) ►	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	57,076,032.

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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 SEE ATTACHED SCHEDULE #4			P	VARIOUS	VARIOUS
b					
c					
d					
e					
(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g))		
a 5,646,692.		5,251,590.	395,102.		
b					
c					
d					
e					
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69.			(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))		
(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any			
a			395,102.		
b					
c					
d					
e					
2 Capital gain net income or (net capital loss)	{ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }		2	395,102.	
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				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(e). Do not complete this part.

1 Enter the appropriate amount in each column for each year; see the instructions before making any entries.

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2017	4,607,685.	62,659,419.	.073535
2016	9,427,960.	63,927,296.	.147479
2015	23,474,123.	78,397,837.	.299423
2014	27,710,758.	103,325,887.	.268188
2013	27,704,678.	120,020,876.	.230832

2 Total of line 1, column (d)

1.019457

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

.203891

4 Enter the net value of noncharitable-use assets for 2018 from Part X, line 5

61,772,394.

5 Multiply line 4 by line 3

12,594,835.

6 Enter 1% of net investment income (1% of Part I, line 27b)

26,404.

7 Add lines 5 and 6

12,621,239.

8 Enter qualifying distributions from Part XII, line 4

4,693,560.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

c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations, enter 4% of Part I, line 12, col. (b).

2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only; others, enter -0-)

3 Add lines 1 and 2

4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only; others, enter -0-)

5 **Tax based on investment income.** Subtract line 4 from line 3. If zero or less, enter -0-

6 Credits/Payments:

a 2018 estimated tax payments and 2017 overpayment credited to 2018

6a 111,493.

b Exempt foreign organizations - tax withheld at source

6b 0.

c Tax paid with application for extension of time to file (Form 8868)

6c 80,000.

d Backup withholding erroneously withheld

6d 0.

7 Total credits and payments. Add lines 6a through 6d

7 191,493.

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 ► 138,686.

11 Enter the amount of line 10 to be: **Credited to 2019 estimated tax** ►

11 138,686. | Refunded ►

11 0.

Part VII-A Statements Regarding Activities

1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?

Yes

No

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.

1a

c Did the foundation file Form 1120-POL for this year?

1b

d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year:

X

(1) On the foundation. ► \$ 0. (2) On foundation managers. ► \$ 0.

1c

e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ► \$ 0.

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.

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

3

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?

4a

5 Was there a liquidation, termination, dissolution, or substantial contraction during the year?

X

If "Yes," attach the statement required by *General Instruction T*.

4b

6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either:

5

• By language in the governing instrument, or

X

• By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?

6

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. ►

7

FL, DE

X

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

8b

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 2018 or the tax year beginning in 2018? See the instructions for Part XIV. If "Yes," complete Part XIV

9

X

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

10

X

Part VII-A Statements Regarding Activities (continued)

	Yes	No
11 At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule. See instructions	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?	13	X
Website address ► N/A		
14 The books are in care of ► YOUNT, HYDE & BARBOUR, P.C. Telephone no. ► 540-687-6381 Located at ► 6 SOUTH PENDLETON STREET, MIDDLEBURG, VA ZIP+4 ► 20118		
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 2018, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country? See the instructions for exceptions and filing requirements for FinCEN Form 114. If "Yes," enter the name of the foreign country ►	16	Yes X

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):		
(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
(6) Agree to pay money or property to a government official? (Exception. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.)	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
b If any answer is "Yes" to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance? See instructions		
Organizations relying on a current notice regarding disaster assistance, check here ►		
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 2018?		
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 2018, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2018?	<input type="checkbox"/>	Yes <input checked="" type="checkbox"/> No
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.)		
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here.		
► _____, _____, _____, _____		
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	<input checked="" type="checkbox"/>	Yes <input type="checkbox"/> No
b If "Yes," did it have excess business holdings in 2018 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 2018.)		
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		
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 2018?		

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))?
- (2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?
- (3) Provide a grant to an individual for travel, study, or other similar purposes?
- (4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? See instructions
- (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 Yes No Yes No Yes No 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

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

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? SEE STATEMENT 15

 Yes No

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

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

 Yes No

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

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

 Yes No

N/A

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

 Yes No

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

8 Is the foundation subject to the section 4960 tax on payment(s) of more than \$1,000,000 in remuneration or excess parachute payment(s) during the year?

 Yes No5b 6b 7b

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
NANCY DEMOSS 700 SOUTH DIXIE HIGHWAY, SUITE 105 WEST PALM BEACH, FL 33401	CHAIRMAN OF BOARD & TREAS.			
CHARLOTTE DEMOSS 700 SOUTH DIXIE HIGHWAY, SUITE 105 WEST PALM BEACH, FL 33401	20.00	160,000.	18,666.	0.
ELISABETH DEMOSS 700 SOUTH DIXIE HIGHWAY, SUITE 105 WEST PALM BEACH, FL 33401	SECRETARY & ASSISTANT TREAS.			
	40.00	185,848.	34,738.	0.
	ASSISTANT SECRETARY			
	40.00	155,251.	29,935.	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
HAYDEE MARIN - 700 SOUTH DIXIE HIGHWAY, SUITE 105, WEST PALM BEACH,	PROJECT COORDINATOR			
STEVEN KOLESZAR - 700 SOUTH DIXIE HIGHWAY, SUITE 105, WEST PALM BEACH,	40.00	91,763.	22,108.	0.
CARMEN OCHOA - 700 SOUTH DIXIE HIGHWAY, SUITE 105, WEST PALM BEACH,	ADMINISTRATIVE ASSISTANT			
BEVERLY TURNER - 700 SOUTH DIXIE HIGHWAY, SUITE 105, WEST PALM BEACH,	40.00	58,118.	39,480.	0.
	PROJECT COORDINATOR			
	40.00	63,152.	19,229.	0.
	ASSISTANT			
	40.00	41,117.	17,002.	0.

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

0

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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
INGALLS & SNYDER LLC - 1325 AVENUE OF THE AMERICAS, NEW YORK, NY 10019-6066	FINANCIAL ADVISORS	364,332.
YOUNT, HYDE & BARBOUR, P.C. P.O. BOX 467, MIDDLEBURG, VA 20118	ACCT., CONSULTING & RETIREMENT ADMIN.	140,000.
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		
SEE STATEMENT 16		2,423,894.
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.		Amount
1	N/A	
2		
3	All other program-related investments. See instructions	
Total. Add lines 1 through 3		0.

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

1 Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:

a Average monthly fair market value of securities	1a	54,051,777.
b Average of monthly cash balances	1b	8,661,313.
c Fair market value of all other assets	1c	
d Total (add lines 1a, b, and c)	1d	62,713,090.
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	62,713,090.
4 Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	940,696.
5 Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	61,772,394.
6 Minimum investment return Enter 5% of line 5	6	3,088,620.

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

1 Minimum investment return from Part X, line 6	1	3,088,620.
2a Tax on investment income for 2018 from Part VI, line 5	2a	52,807.
b Income tax for 2018. (This does not include the tax from Part VI.)	2b	419.
c Add lines 2a and 2b	2c	53,226.
3 Distributable amount before adjustments. Subtract line 2c from line 1	3	3,035,394.
4 Recoveries of amounts treated as qualifying distributions	4	0.
5 Add lines 3 and 4	5	3,035,394.
6 Deduction from distributable amount (see instructions)	6	0.
7 Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	3,035,394.

Part XII **Qualifying Distributions** (see instructions)

1 Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:

a Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	1a	4,693,560.
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:	3a	
a Suitability test (prior IRS approval required)	3b	
b Cash distribution test (attach the required schedule)	4	4,693,560.
4 Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8; and Part XIII, line 4	5	
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	6	0.
6 Adjusted qualifying distributions. Subtract line 5 from line 4		4,693,560.

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

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2017	(c) 2017	(d) 2018
1 Distributable amount for 2018 from Part XI, line 7				3,035,394.
2 Undistributed income, if any, as of the end of 2018			0.	
a Enter amount for 2017 only				
b Total for prior years:		0.		
3 Excess distributions carryover, if any, to 2018:				
a From 2013	22,411,347.			
b From 2014	22,969,116.			
c From 2015	19,671,493.			
d From 2016	6,358,610.			
e From 2017	1,552,944.			
f Total of lines 3a through e	72,963,510.			
4 Qualifying distributions for 2018 from Part XII, line 4: ► \$ 4,693,560.			0.	
a Applied to 2017, but not more than line 2a				
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)		0.		
d Applied to 2018 distributable amount				3,035,394.
e Remaining amount distributed out of corpus	1,658,166.			
5 Excess distributions carryover applied to 2018 (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:	74,621,676.			
a Corpus Add lines 3f, 4c, and 4e Subtract line 5			0.	
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 2017. Subtract line 4a from line 2a. Taxable amount - see instr.				0.
f Undistributed income for 2018. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2019				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 2013 not applied on line 5 or line 7	22,411,347.			
9 Excess distributions carryover to 2019. Subtract lines 7 and 8 from line 6a	52,210,329.			
10 Analysis of line 9:				
a Excess from 2014	22,969,116.			
b Excess from 2015	19,671,493.			
c Excess from 2016	6,358,610.			
d Excess from 2017	1,552,944.			
e Excess from 2018	1,658,166.			

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment				
Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a Paid during the year				
SEE SCHEDULE # 5 - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR		CHARITABLE	CHARITABLE	3,635,449.
Total				► 3a 3,635,449.
b Approved for future payment				
SEE SCHEDULE # 6 - GRANTS AND CONTRIBUTIONS APPROVED FOR FUTURE PAYMENT		CHARITABLE	CHARITABLE	2,358,700.
Total				► 3b 2,358,700.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.

	Unrelated business income		Excluded by section 512, 513, or 514	(e) Related or exempt function income
	(a) Business code	(b) Amount		
1 Program service revenue:				
a				
b				
c				
d				
e				
f				
g Fees and contracts from government agencies				
2 Membership dues and assessments				
3 Interest on savings and temporary cash investments				
4 Dividends and interest from securities			14	117,924.
5 Net rental income or (loss) from real estate:			14	1,963,957.
a Debt-financed property				
b Not debt-financed property				
6 Net rental income or (loss) from personal property				
7 Other investment income			14	1,029,468.
8 Gain or (loss) from sales of assets other than inventory			18	395,102.
9 Net income or (loss) from special events				
10 Gross profit or (loss) from sales of inventory				
11 Other revenue:				
a				
b				
c				
d				
e				
12 Subtotal. Add columns (b), (d), and (e)		0.	3,506,451.	0.
13 Total. Add line 12, columns (b), (d), and (e)			13	3,506,451.
(See worksheet in line 13 instructions to verify calculations.)				

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

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

1 Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) (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

- (2) Other assets**
- b Other transactions:**
 - (1) Sales of assets to a noncharitable exempt organization**
 - (2) Purchases of assets from a noncharitable exempt organization**
 - (3) Rental of facilities, equipment, or other assets**
 - (4) Reimbursement arrangements**
 - (5) Loans or loan guarantees**
 - (6) Performance of services or membership or fundraising solicitations**
- c Sharing of facilities, equipment, mailing lists, other assets, or paid employees**
- d If the answer to any of the above is "Yes," complete the following schedule of services given by the reporting foundation. If the foundation received 1 column (d) the value of the goods, other assets, or services received.**

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

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.

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) (other than section 501(c)(3)) or in section 527?

Yes No

b If "Yes," complete the following schedule.

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

Sign
Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge

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

Signature of officer or trustee		Date	Title	
Paid Preparer Use Only	Print/Type preparer's name JOSHUA C. KERR-HOBERT, CPA	Preparer's signature 	Date 11/05/19	Check <input type="checkbox"/> if self-employed
	Firm's name ► YOUNT, HYDE & BARBOUR, PC			Firm's EIN ► 54-1149263
	Firm's address ► P.O. BOX 467 MIDDLEBURG, VA 20118			Phone no. 540-687-6381

FORM 990-PF INTEREST ON SAVINGS AND TEMPORARY CASH INVESTMENTS STATEMENT 1

SOURCE	(A) REVENUE PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME
VARIOUS	117,924.	117,924.	
TOTAL TO PART I, LINE 3	117,924.	117,924.	

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
VARIOUS	1,963,957.	0.	1,963,957.	1,963,957.	
TO PART I, LINE 4	1,963,957.	0.	1,963,957.	1,963,957.	

FORM 990-PF OTHER INCOME STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
LITIGATION INCOME	378.	378.	
PARTNERSHIP PASSTHROUGH - NON-UBIT	1,002,272.	1,002,272.	
UBIT INCOME	26,818.	0.	
TOTAL TO FORM 990-PF, PART I, LINE 11	1,029,468.	1,002,650.	

FORM 990-PF LEGAL FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL FEES	2,635.	659.		1,976.
TO FM 990-PF, PG 1, LN 16A	2,635.	659.		1,976.

FORM 990-PF

ACCOUNTING FEES

STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	140,753.	95,958.		42,226.
TO FORM 990-PF, PG 1, LN 16B	140,753.	95,958.		42,226.

FORM 990-PF

OTHER PROFESSIONAL FEES

STATEMENT 6

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
OTHER PROFESSIONAL FEES	353,604.	344,390.		0.
TO FORM 990-PF, PG 1, LN 16C	353,604.	344,390.		0.

FORM 990-PF

TAXES

STATEMENT 7

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
TAXES	129,408.	7,942.		21,465.
TO FORM 990-PF, PG 1, LN 18	129,408.	7,942.		21,465.

FORM 990-PF

OTHER EXPENSES

STATEMENT 8

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
COMPUTER EXPENSES	24,204.	6,051.		18,153.
OFFICE EXPENSE	28,598.	7,150.		21,448.
INSURANCE EXPENSE	28,672.	7,168.		21,504.
INVESTMENT FEES	74,620.	72,674.		0.
SERVICE FEES	1,798.	450.		1,348.
POSTAGE	3,137.	784.		2,353.
NONDEDUCTIBLE PASSTHROUGH EXPENSES	1,233.	0.		0.
TO FORM 990-PF, PG 1, LN 23	162,262.	94,277.		64,806.

FORM 990-PF

CORPORATE STOCK

STATEMENT 9

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
SEE ATTACHED SCHEDULE # 1 - CORPORATE STOCK INVESTMENTS	27,878,557.	31,050,517.
TOTAL TO FORM 990-PF, PART II, LINE 10B	27,878,557.	31,050,517.

FORM 990-PF

CORPORATE BONDS

STATEMENT 10

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
SEE ATTACHED SCHEDULE # 2 - CORPORATE BONDS INVESTMENTS	7,188,267.	6,944,655.
TOTAL TO FORM 990-PF, PART II, LINE 10C	7,188,267.	6,944,655.

FORM 990-PF	OTHER INVESTMENTS	STATEMENT 11
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DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
SEE ATTACHED SCHEDULE # 3 - OTHER INVESTMENTS	COST	8,126,537.	11,649,286.
TOTAL TO FORM 990-PF, PART II, LINE 13		8,126,537.	11,649,286.

FORM 990-PF	DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT	STATEMENT 12
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DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
FURNITURE & FIXTURES	242,607.	236,838.	5,769.
HEADQUARTER BUILDING	4,424,845.	589,980.	3,834,865.
EQUIPMENT	149,596.	149,596.	0.
LAND	3,042,685.	0.	3,042,685.
AUTOMOBILES	16,226.	16,226.	0.
COMPUTER	1,710.	1,511.	199.
TOTAL TO FM 990-PF, PART II, LN 14	7,877,669.	994,151.	6,883,518.

FORM 990-PF	OTHER ASSETS	STATEMENT 13
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DESCRIPTION	BEGINNING OF YR BOOK VALUE	END OF YEAR BOOK VALUE	FAIR MARKET VALUE
FLORIDA POWER AND LIGHT DEPOSIT	1,230.	1,230.	1,230.
TO FORM 990-PF, PART II, LINE 15	1,230.	1,230.	1,230.

FORM 990-PF	OTHER LIABILITIES	STATEMENT 14
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DESCRIPTION	BOY AMOUNT	EOY AMOUNT
PAYROLL LIABILITIES	2,199.	8,139.
TOTAL TO FORM 990-PF, PART II, LINE 22	2,199.	8,139.

FORM 990-PF

EXPENDITURE RESPONSIBILITY STATEMENT
PART VII-B, LINE 5C

STATEMENT 15

GRANTEE'S NAME

SEE ATTACHED SCHEDULE # 7 - EXPENDITURE RESPONSIBILITY STATEMENT

GRANTEE'S ADDRESS

GRANT AMOUNT

DATE OF GRANT

AMOUNT EXPENDED

PURPOSE OF GRANT

FORM 990-PF

SUMMARY OF DIRECT CHARITABLE ACTIVITIES

STATEMENT 16

ACTIVITY ONE

LITERATURE FOR LITTLE ONES:

THE PURPOSE OF THE PROJECT IS TO GIVE YOUTH AND CHILDREN AN OPPORTUNITY TO LEARN ABOUT GOD. NEW TESTAMENTS AND OTHER LITERATURE ARE DISTRIBUTED FREE OF CHARGE TO YOUTH AND CHILDREN AT RISK IN SCHOOLS AND THROUGH GRASSROOTS PROGRAMS IN DEVELOPING NATIONS. GRANT REQUESTS ARE NOT ACCEPTED FOR THIS INITIATIVE.

TO FORM 990-PF, PART IX-A, LINE 1

EXPENSES

2,423,894.

2018 DEPRECIATION AND AMORTIZATION REPORT

F0BM 990-BPF PAGE 1

990-PE

990-PF PAGE 1										990-PF				
Asset No	Description	Date Acquired	Method	Life	C Line No	Unadjusted Cost Or Basis	Bus % Excl	Section 179 Expense	* Reduction In Basis	Basis For Depreciation	Beginning Accumulated Depreciation	Current Sec 179 Expense	Current Year Deduction	Ending Accumulated Depreciation
1	FURNITURE & FIXTURES		NC	.000	HY	242,607.				242,607.	236,838.		0.	236,838.
2	HEADQUARTER BUILDING	01/01/11	NC	30.00	HY	4,424,845.				4,424,845.	589,980.		0.	589,980.
3	EQUIPMENT		NC	.000	HY	149,596.				149,596.	149,596.		0.	149,596.
4	LAND	01/01/11	L			3,042,685.				3,042,685.		0.		
5	AUTOMOBILES	06/12/13	SL	5.00	16	16,226.				16,226.	14,603.		1,623.	16,226.
6	COMPUTER	07/17/14	SL	5.00	16	1,710.				1,710.	1,169.		342.	1,511.
* TOTAL 990-PF PG 1 DEPR														
CURRENT YEAR ACTIVITY														
BEGINNING BALANCE														
ACQUISITIONS														386,434.
DISPOSITIONS													0.	
ENDING BALANCE														994,151.
ENDING ACCUM DEPR														
ENDING BOOK VALUE														883,518.

828111 04-01-18

(D) Asset disposed

* ITC Salvage Bonus Commercial Revitalization Deduction GO Zone

Arthur S. DeMoss Foundation

Schedule # 1 - Corporate Stock Investments - Form 990-PF

December 31, 2018

23-6404136

Investment Name	Cost Basis	Fair Market Value
See Attached Schedule - Ingalls & Snyder LLC Acct# 01-19897-4 - Large Cap	12,643,389	16,668,011
See Attached Schedule - Ingalls & Snyder LLC Acct# 01-19896-5 - Small Cap	5,498,767	5,586,308
54,380 shs AIM Funds Group Invesco European Growth Y (AEDYX)	1,980,682	1,796,171
32,379 shs Prudential Jennison Natural Resource Fund Class Z (PNRZX)	1,157,646	934,782
188,540 shs AIM Funds Group Invesco Euro Small Cap Y (ESMYX)	2,699,618	2,501,926
192,300 shs Matthews International Funds Japan Fund Investor (MJFOX)	3,898,455	3,563,319
	<hr/> 27,878,557	<hr/> 31,050,517

Arthur S. DeMoss Foundation

Schedule # 2 - Corporate Bond Investments - Form 990-PF

December 31, 2018

23-6404136

Investment Name	Cost Basis	Fair Market Value
See Attached Schedule - Ingalls & Snyder LLC Acct# 01-19902-7 - Breckinridge	2,956,986	2,958,343
Breckinridge - Accrued Interest Purchased	18,450	18,450
143,071 shs - DoubleLine Funds Total Return Bond I (DBLTX)	1,525,894	1,490,800
108,533 shs Eaton Vance Mutual Funds Floating Rate Class I (EIBLX)	997,263	943,152
119,000 shs Loomis Sayles Funds Bond Fund Institutional Class (LSBDX)	1,689,674	1,533,910
	<hr/> 7,188,267	<hr/> 6,944,655

Arthur S. DeMoss Foundation
Schedule # 3 - Other Investments - Form 990-PF
December 31, 2018
23-6404136

Investment Name	Cost Basis	Fair Market Value
100,000 shs - Attack Sys Conv Sub Note	100,000	-
255,451 shs - Attack Sys Inc	253,750	-
108,200 shs - Omega Pharmaceutical	100,085	0 10
687 shs MRI Interventions Inc	500,000	1,079
226,626 shs - Central Park of America-7%	226,626	-
40,000 shs - MZT Holdings	200,000	-
13,278 shs -SPDR Gold Trust	1,377,283	1,609,958
128 shs - Exterran Holdings, Inc	-	2,266
257 shs - Archrock Inc	-	1,925
Citigroup Real Estate Partners II (Institutional), LP	1,650,837	892,070
Council Fire, LP	(53,799)	111,505
GoldenTree Offshore Fund, LTD	(3,836,097)	240,091
Goldman Sachs Distressed Opportunities Fund IV Offshore, LP	667,665	802,872
Goldman Sachs Private Equity Partners 2005 Offshore, LP	571,371	506,309
Goldman Sachs Vintage Fund IV Offshore, LP	1,125,728	1,020,166
GSO Capital Opportunities Overseas Fund, LP	(315,299)	51,253
5,750 shs iShares TR Tips Bond Fund (TIP)	656,251	629,683
Macquarie Infrastructure Partners International, LP	3,710,284	4,518,200
Magnolia Holding Company, LLC	23,433	12,292
River Cities Capital Fund II, LP	(752,337)	20,561
StepStone Private Equity Partners Offshore II, LP	1,278,665	606,097
13,000 shs Vanguard Malvern Fds Strm Infproidx (VTIP)	642,090	622,960
	8,126,537	11,649,286

Arthur S. DeMoss Foundation

Schedule # 4 - Capital Gain/Loss - Form 990-PF

December 31, 2018

23-6404136

	Description	Sales Price	Cost Basis	Gain (Loss)
Schedule 4-1	Ingalls and Snyder Large Cap	2,581,604	2,470,805	110,799
Schedule 4-2	Ingalls and Snyder Small Cap	729,566	644,242	85,324
Schedule 4-3	Ingalls and Snyder Asset	130	-	130
Schedule 4-4	Ingalls and Snyder Breckenridge	2,120,413	2,136,543	(16,129)
Schedule 4-5	Partnerships	(83,039)	-	(83,039)
Schedule 4-6	Other	298,018	-	298,018
		5,646,692	5,251,590	395,102

Arthur S. DeMoss Foundation

Schedule # 4-5 - Capital Gain/Loss - Partnerships - Form 990-PF

December 31, 2018

23-6404136

Description	Net Gain (Loss)
Oaktree Capital Group, LLC	4,896
Citigroup Real Estate Partners II	53,047
Macquarie Infrastructure Partners International, L.P.	(52,683)
River Cities Capital Funds	(88,299)
	<u><u>(83,039)</u></u>

Arthur S DeMoss Foundation
Schedule # 4-6 - Capital Gain/Loss - Other - Form 990-PF
December 31, 2018
23-6404136

Description	Acquisition Date	Sale Date	Sales Price	Cost Basis	Gain (Loss)
Lennar Cash In Lieu	Various	12/31/2018	64	-	64
Hillstreet Fund Liquidation	Various	12/31/2018	71,585	-	71,585
Plus I&S 01-19898-3 LTCG Dividends	Various	12/31/2018	226,369	-	226,369
			<u>298,018</u>	<u>-</u>	<u>298,018</u>

Arthur S DeMoss Foundation
 Schedule # 5 - Grants and contributions paid during the year - Form 990-PF
 December 31, 2018
 23-6404136

Recipient Name and address	Foundation Status of Recipient	Purpose of Grant or Contribution	Amount
Projects.			
Literature for Little Ones	NC	Direct Public Literature Distribution and General Support	\$ 2,423,894
Grants and Contributions: Campus Crusade for Chnst, Orlando, FL CRU, Orlando, FL CRU-Asia, Ltd	PC PC NC	General Support General Support General Support	11,000 46,000 5,000
Africa Ministries Eastern Europe Ministries Other Miscellaneous Grants	NC NC NC	General Support General Support General Support	924,550 225,000 5
Total grants and contributions paid during the year			\$ 3,635,449

Arthur S DeMoss Foundation
Schedule # 6 - Grants and contributions approved for future payment - Form 990-PF
December 31, 2018
23-6404136

Recipient Name and address	Foundation Status of Recipient	Purpose of Grant or Contribution	Amount
Open Doors	PC	General Support	\$ 818,700
Total grants and contributions approved for future payment			\$ 818,700

Arthur S. DeMoss Foundation
Schedule # 7 – Expenditure Responsibility Statement – Form 990-PF
December 31, 2018
23-6404136

Information with respect to grants subject to expenditure responsibility -

Grantee: **Africa Ministries**

Amount: **\$924,550**

Purpose: **Sharing the love of God.**

Grantee: **Eastern Europe Ministries**

Amount: **\$225,000**

Purpose: **Sharing the love of God.**

Diversions: To the knowledge of the Foundation, and based on reports from grantees, no portion of the grants has been utilized for purposes other than those for which the Foundation approved the grants.

Reports from grantee: The Foundation adheres strictly to a policy which requires both pre-grant and post grant information be sent to the Foundation. Based on such reports, it is our belief that no grants have been made or utilized in part or in whole for purposes other than those for which the Foundation approved the grants.