

Form **990-PF****Return of Private Foundation**

OMB No 1545-0052

Department of the Treasury
Internal Revenue Service

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

▶ Do not enter social security numbers on this form as it may be made public

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

2018**Open to Public Inspection**

For calendar year 2018 or tax year beginning , 2018, and ending , 20

Name of foundation
The Baker Foundation

Number and street (or P.O. box number if mail is not delivered to street address) Room/suite
P.O. Box 1469

City or town state or province, country, and ZIP or foreign postal code
Decatur, AL 35602-1469

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 **04**
☐ 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) ▶ \$ **3,592,883.48** (Part I, column (d) must be on cash basis)
☒ Accounting method ☒ Cash ☐ Accrual
☐ Other (specify) _____

A Employer identification number
63-0843636

B Telephone number (see instructions)
256-353-7826

C If exemption application is pending check here. ☐ **0**

D 1 Foreign organizations check here. ☐
2 Foreign organizations meeting the 85% test check here and attach computation ☐

E If private foundation status was terminated under section 507(b)(1)(A) check here ☐

F If the foundation is in a 60-month termination under section 507(b)(1)(B) check here ☐

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions))		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc. received (attach schedule)				
	2 Check <input type="checkbox"/> if the foundation is not required to attach Sch. B.				
	3 Interest on savings and temporary cash investments.				
	4 Dividends and interest from securities	100,233.54	100,233.54		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	2,768,170.86			
	b Gross sales price for all assets on line 6a 4,209,181.47				
	7 Capital gain net income (from Part IV, line 2)		2,768,170.86		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
Operating and Administrative Expenses	b Less Cost of goods sold				
	c Gross profit or (loss) (attach schedule)				
	11 Other income (attach schedule)	91.94	91.94		
	12 Total. Add lines 1 through 11	2,868,496.34	2,868,496.34		
	13 Compensation of officers, directors, trustees, etc.	22,644.00	3,284.80		19,359.20
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)	20,710.60	3,520.80		14,083.20
	b Accounting fees (attach schedule)				
	c Other professional fees (attach schedule)	65,940.82	29,940.82		36,000.00
	17 Interest				
	18 Taxes (attach schedule) (see instructions)	5,000.00			
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings	1,178.73			
	22 Printing and publications				
	23 Other expenses (attach schedule)				
	24 Total operating and administrative expenses. Add lines 13 through 23.	115,474.15	36,746.42		69,442.40
	25 Contributions, gifts, grants paid	596,113.28			596,113.28
	26 Total expenses and disbursements. Add lines 24 and 25	711,587.43	36,746.42		665,555.68
	27 Subtract line 26 from line 12				
	a Excess of revenue over expenses and disbursements	2,156,908.91			
	b Net investment income (if negative, enter -0-)		2,831,749.92		
	c Adjusted net income (if negative, enter -0-)				

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)		Beginning of year	End of year	
				(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1	Cash - non-interest-bearing		25,142.00	40,495.39	40,495.39
	2	Savings and temporary cash investments		364,261.68	803,779.32	803,779.32
	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 (attach schedule) (see instructions)				
	7	Other notes and loans receivable (attach schedule) ▶				
		Less: allowance for doubtful accounts ▶				
	8	Inventories for sale or use				
	9	Prepaid expenses and deferred charges				
	10a	Investments - U S and state government obligations (attach schedule)				
	b	Investments - corporate stock (attach schedule)	1,288,907.41	2,990,945.29	2,748,608.77	
	c	Investments - corporate bonds (attach schedule)				
	Liabilities	11	Investments - land, buildings, and equipment basis ▶			
		Less: accumulated depreciation ▶ (attach schedule)				
12		Investments - mortgage loans				
13		Investments - other (attach schedule)				
14		Land, buildings, and equipment basis ▶				
		Less: accumulated depreciation ▶ (attach schedule)				
15		Other assets (describe ▶)				
16		Total assets (to be completed by all filers - see the instructions. Also, see page 1, item I)	1,678,311.09	3,835,220.00	3,592,883.48	
17		Accounts payable and accrued expenses				
18		Grants payable				
Net Assets or Fund Balances	19	Deferred revenue				
	20	Loans from officers, directors, trustees, and other disqualified persons . .				
	21	Mortgages and other notes payable (attach schedule)				
	22	Other liabilities (describe ▶)				
23	Total liabilities (add lines 17 through 22)	0.00	0.00			
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 type="checkbox"/> and complete lines 27 through 31					
	27	Capital stock, trust principal, or current funds	1,678,311.09	3,835,220.00		
	28	Paid-in or capital surplus or land bldg and equipment fund				
	29	Retained earnings, accumulated income, endowment, or other funds . .				
	30	Total net assets or fund balances (see instructions)	1,678,311.09	3,835,220.00		
31	Total liabilities and net assets/fund balances (see instructions)	1,678,311.09	3,835,220.00			

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	1,678,311.09
2	Enter amount from Part I, line 27a	2	2,156,908.91
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	3,835,220.00
5	Decreases not included in line 2 (itemize) ▶	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	3,835,220.00

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.)
1 a SEE ATTACHED SCHEDULE.				P		
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 4,209,181.47		1,441,010.61	2,768,170.86			
b						
c						
d						
e						
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69						
(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))			
a			2,768,170.86			
b						
c						
d						
e						
2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }				2	2,768,170.86	
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) See instructions If (loss), enter -0- in Part I, line 8 }				3		

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	430,333.81	4,022,285.79	0.1070
2016	247,808.38	3,613,492.09	0.0686
2015	163,791.00	3,281,108.00	0.0499
2014	118,400.00	2,836,130.00	0.0417
2013	185,993.00	2,510,372.00	0.0741
2 Total of line 1, column (d)			2 0.3413
3 Average distribution ratio for the 5-year base period - divide the total on line 2 by 5 0, or by the number of years the foundation has been in existence if less than 5 years			3 0.0683
4 Enter the net value of noncharitable-use assets for 2018 from Part X, line 5			4 3,874,009.11
5 Multiply line 4 by line 3.			5 264,594.82
6 Enter 1% of net investment income (1% of Part I, line 27b).			6 28,317.50
7 Add lines 5 and 6.			7 292,912.32
8 Enter qualifying distributions from Part XII, line 4. 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			8 665,555.68

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 <input type="checkbox"/> 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 <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b	1	28,317.50
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only, others, enter -0-)	2	
3	Add lines 1 and 2	3	28,317.50
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only, others, enter -0-)	4	
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	28,317.50
6	Credits/Payments		
a	2018 estimated tax payments and 2017 overpayment credited to 2018	6a	30,302.95
b	Exempt foreign organizations - tax withheld at source	6b	
c	Tax paid with application for extension of time to file (Form 8868)	6c	
d	Backup withholding erroneously withheld	6d	
7	Total credits and payments. Add lines 6a through 6d	7	30,302.95
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> 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	
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	1,985.45
11	Enter the amount of line 10 to be Credited to 2019 estimated tax ▶ 1,985.45 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?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes? See the instructions for the definition If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities		X
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation ▶ \$ _____ (2) On foundation managers ▶ \$ _____		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ \$ _____		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by <i>General Instruction T</i>		X
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?	X	
7 Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col (c), and Part XV	X	
8a Enter the states to which the foundation reports or with which it is registered. See instructions ▶ <u>ALABAMA</u>		
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 <i>General Instruction G</i> ? If "No," attach explanation	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2018 or the tax year beginning in 2018? See the instructions for Part XIV. If "Yes," complete Part XIV		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

Part VII-A Statements Regarding Activities (continued)

	Yes	No
11 At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule See instructions		X
12 Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement See instructions		X
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► N/A	X	
14 The books are in care of ► MARK DANIEL MALONEY Telephone no ► 256-353-7826 Located at ► 201 SECOND AVENUE, S.E., DECATUR, AL ZIP+4 ► 35601		
15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - check here and enter the amount of tax-exempt interest received or accrued during the year ► 15		
16 At any time during calendar year 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?		X
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

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.

	Yes	No
1a During the year, did the foundation (either directly or indirectly)		
(1) Engage in the sale or exchange, or leasing of property with a disqualified person? <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 checked="" type="checkbox"/> Yes <input 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		X
Organizations relying on a current notice regarding disaster assistance, check here ► <input type="checkbox"/>		
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?		X
2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))		
a At the end of tax year 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 type="checkbox"/> Yes <input checked="" 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?		X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2018?		X

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

		Yes	No
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))?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
(2)	Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
(3)	Provide a grant to an individual for travel, study, or other similar purposes?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
(4)	Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? See instructions	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
(5)	Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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	<input type="checkbox"/>	
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?	<input type="checkbox"/> Yes	<input type="checkbox"/> 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?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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		
7a	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors**1** List all officers, directors, trustees, and foundation managers and their compensation. See instructions.

(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
SEE ATTACHED SCHEDULE.				

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

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

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

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors *(continued)*

3 . Five highest-paid independent contractors for professional services. See instructions. If none, enter "NONE."

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		

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

Part IX-A	Summary of Direct Charitable Activities
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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.

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.	Expenses
1 N/A	
2	
3	
4	

Part IX-B **Summary of Program-Related Investments** (see instructions)

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

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 	
All other program-related investments See instructions	
3 N/A 	

Total. Add lines 1 through 3

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
a	Average monthly fair market value of securities	1a	3,461,038.62
b	Average of monthly cash balances	1b	471,965.55
c	Fair market value of all other assets (see instructions)	1c	
d	Total (add lines 1a, b, and c)	1d	3,933,004.17
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	3,933,004.17
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	58,995.06
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	3,874,009.11
6	Minimum investment return. Enter 5% of line 5	6	193,700.46

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	193,700.46
2a	Tax on investment income for 2018 from Part VI, line 5	2a	28,317.50
b	Income tax for 2018 (This does not include the tax from Part VI)	2b	
c	Add lines 2a and 2b	2c	28,317.50
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	165,382.96
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	165,382.96
6	Deduction from distributable amount (see instructions)	6	
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	165,382.96

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	665,555.68
b	Program-related investments - total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	665,555.68
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b. See instructions	5	28,317.50
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	637,238.18

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				165,382.96
2 Undistributed income if any as of the end of 2018				
a Enter amount for 2017 only,				
b Total for prior years 20____, 20____, 20____				
3 Excess distributions carryover, if any, to 2018				
a From 2013	63,570.00			
b From 2014	0.00			
c From 2015	3,742.80			
d From 2016	68,033.02			
e From 2017	235,269.28			
f Total of lines 3a through e	370,615.10			
4 Qualifying distributions for 2018 from Part XII, line 4 ▶ \$ 665,555.68				
a Applied to 2017, but not more than line 2a . . .				
b Applied to undistributed income of prior years (Election required - see instructions).				
c Treated as distributions out of corpus (Election required - see instructions)				
d Applied to 2018 distributable amount.				165,382.96
e Remaining amount distributed out of corpus. .	500,172.72			
5 Excess distributions carryover applied to 2018 (If an amount appears in column (d), the same amount must be shown in column (a))				
6 Enter the net total of each column as indicated below.				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	870,787.82			
b Prior years' undistributed income Subtract line 4b from line 2b.				
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d Subtract line 6c from line 6b Taxable amount - see instructions				
e Undistributed income for 2017 Subtract line 4a from line 2a Taxable amount - see instructions				
f Undistributed income for 2018 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2019.				
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required - see instructions)				
8 Excess distributions carryover from 2013 not applied on line 5 or line 7 (see instructions)	63,570.00			
9 Excess distributions carryover to 2019 Subtract lines 7 and 8 from line 6a	807,217.82			
10 Analysis of line 9				
a Excess from 2014 . . .	0.00			
b Excess from 2015 . . .	3,742.80			
c Excess from 2016 . . .	68,033.02			
d Excess from 2017 . . .	235,269.28			
e Excess from 2018 . . .	500,172.72			

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

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 2018, enter the date of the ruling **N/A**

b Check box to indicate whether the foundation is a private operating foundation described in section 4942(j)(3) or 4942(j)(5) ☐ 4942(j)(3) or ☐ 4942(j)(5)

	Tax year	Prior 3 years			(e) Total
	(a) 2018	(b) 2017	(c) 2016	(d) 2015	
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon:					
a "Assets" alternative test - enter:					
(1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test - enter:					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)) or royalties)					
(2) Support from general public and 25 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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

1 Information Regarding Foundation Managers

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than \$5,000) (See section 507(d)(2))

N/A

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

N/A

2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:

Check here ☒ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc., to individuals or organizations under other conditions, complete items 2a, b, c, and d. See instructions.

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

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

c Any submission deadlines

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors

Part XV **Supplementary Information** *(continued)***3 Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient	If recipient is an individual show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a <i>Paid during the year</i> SEE ATTACHED SCHEDULE.				596,113.28
Total			▶ 3a	596,113.28
b <i>Approved for future payment</i>				
Total			▶ 3b	

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	1a(1)	X
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(2) Other assets.	1a(2)		X
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b Other transactions

(1) Sales of assets to a noncharitable exempt organization	1b(1)	X
--	-------	---

(2) Purchases of assets from a noncharitable exempt organization.	1b(2)		X
---	-------	--	---

(3) Rental of facilities, equipment, or other assets.	1b(3)	X
---	-------	---

(4) Reimbursement arrangements	1b(4)	X
--	-------	---

(5) Loans or loan guarantees.	1b(5)		X
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(6) Performance of services or membership or fundraising solicitations	1b(6)		X
--	-------	--	---

c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees.	1c	X
d	If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation. If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received.		

[illegible]

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

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship

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


**Sign
Here**

Signature of officer or trustee: Cindy Baker Strickland Date: 11/05/2019 Title: President

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

See instructions ☒ Yes ☐ No

**Paid
Preparer
Use Only**

Print/Type preparer's name MARK DANIEL MALONEY	Preparer's signature 	Date 10-30-2019	Check <input type="checkbox"/> if self-employed	PTIN P01249187
Firm's name ► BLACKBURN, MALONEY AND SCHUPPERT, LLC			Firm's EIN ► 63-1190364	
Firm's address ► P.O. BOX 1469 DECATUR, AL 35602-1469			Phone no 256-353-7826	

THE BAKER FOUNDATION

EIN: 63-0843636

2018 FORM 990-PF

PART I, LINE 16c
OTHER PROFESSIONAL FEES

	(a) <u>Total</u>	(b) Net <u>Investment</u>	(d) <u>Charitable</u>
Keel Point, LLC:	\$26,415.87	\$26,415.87	\$ 0.00
Oakworth Capital:	\$ 3,524.95	\$ 3,524.95	\$ 0.00
Trudy Grisham	<u>\$36,000.00</u>	<u>\$ 0.00</u>	<u>\$36,000.00</u>
Total	<u>\$65,940.82</u>	<u>\$29,940.82</u>	<u>\$36,000.00</u>

THE BAKER FOUNDATION
EIN: 63-0843636

2018 FORM 990-PF
PART II, BALANCE SHEET
LINE 16(c) FAIR MARKET VALUE
TOTAL ASSETS

Oakworth Capital Bank Custody
Account Number 22540000307,
Schedule Attached:

Oakworth Capital Cash Sweep Account:	\$ 803,779.32
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Equities	<u>\$ 2,748,608.77</u>
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Total	\$ 3,552,388.09
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Oakworth Capital Bank Checking Account Number 200007225:	<u>\$ 40,495.39</u>
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Total	<u><u>\$ 3,592,883.48</u></u>
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THE BAKER FOUNDATION
EIN 63-0843636
2018 FORM 990-PF
CAPITAL GAIN (LOSS)
SCHEDULE

<u>DESCRIPTION OF ASSET</u>	<u>DATE SOLD</u>	<u>SALES PRICE</u>	<u>COST/BASIS</u>	<u>GAIN (LOSS)</u>
0.9986 SHARE LAMB WESTON HOLDINGS, INC	03/29/18	55.33	28.99	26.34
400 SHARES APPLE INC	05/22/18	75,003.02	7,215.48	67,787.54
396 SHARES HOME DEPOT INC	05/22/18	74,136.14	4,925.80	69,210.34
108 SHARES APPLE INC	05/30/18	20,213.02	1,948.18	18,264.84
2,016 SHARES GENERAL ELECTRIC CO	08/07/18	26,610.85	29,307.60	-2,696.75
182 SHARES PHILIP MORRIS INTERNATIONAL INC	08/07/18	15,550.23	18,531.66	-2,981.43
4,104 SHARES HOME DEPOT INC	08/07/18	808,310.87	73,461.42	734,849.45
5,770 SHARES CISCO SYSTEMS INC	08/07/18	250,815.76	34,218.73	216,597.03
542 SHARES PFIZER INC	08/07/18	22,175.64	18,594.45	3,581.19
160 SHARES HONEYWELL INTERNATIONAL INC	08/07/18	24,983.68	18,476.71	6,506.97
3,066 SHARES AT&T	08/07/18	98,999.85	42,268.00	56,731.85
3,000 SHARES PC CONNECTION, INC.	08/07/18	114,057.62	67,440.00	46,617.62
2,376 SHARES ROLLINS INC	08/07/18	134,053.84	66,846.54	67,207.30
255 SHARES LOWES COMPANIES, INC	08/07/18	25,219.17	18,550.36	6,668.81
5,334 SHARES AFLAC INC	08/07/18	249,521.80	122,717.01	126,804.79
141 SHARE LAMB WESTON HOLDINGS, INC,	08/07/18	10,123.67	4,093.32	6,030.35
182 SHARES MASTERCARD INCORPORATED	08/07/18	36,850.88	18,528.87	18,322.01
316 SHARES AMDocs LTD	08/07/18	20,381.73	18,544.33	1,837.40
2,964 SHARES PROASSURANCE CORP	08/07/18	125,219.66	64,720.74	60,498.92
294 SHARES BRITISH AMERICAN TOB-SP ADR	08/07/18	15,834.60	20,359.50	-4,524.90
156 SHARES JOHNSON & JOHNSON	08/07/18	20,512.17	18,561.44	1,950.73
173 SHARES PEPSICO INC	08/07/18	19,723.47	18,543.68	1,179.79
5,567 SHARES DYCOM INDUSTRIES, INC	08/07/18	495,354.68	221,165.90	274,188.78

THE BAKER FOUNDATION
EIN 63-0843636
2018 FORM 990-PF
CAPITAL GAIN (LOSS)
SCHEDULE

<u>DESCRIPTION OF ASSET</u>	<u>DATE SOLD</u>	<u>SALES PRICE</u>	<u>COST/BASIS</u>	<u>GAIN (LOSS)</u>
353 SHARES VERIZON COMMUNICATIONS	08/07/18	18,501 48	18,580 97	-79 49
861 SHARES VAIL RESORTS INC	08/07/18	246,449 01	100,024 95	146,424 06
917 SHARES L3 TECHNOLOGIES, INC NPV	08/07/18	193,928 77	53,141 12	140 787 65
291 SHARES ALTRIA GROUP INC	08/07/18	17,327 37	18,593 94	-1,266 57
4,397 SHARES APPLE INC	08/07/18	911,210 56	171,594 32	739,616 24
22 SHARES ALPHABET INC	08/09/18	27,917 20	17,923 40	9,993 80
75 SHARES XL GROUP LTD	09/12/18	4,320 00	4,226 63	93 37
2 014 SHARES SCANA CORPORATION	10/26/18	73,687 88	76,726 35	-3,038 47
1 662 SHARES PG&E CORP	11/15/18	<u>32,131 52</u>	<u>71,150 22</u>	<u>-39,018 70</u>
TOTAL		4,209,181 47	1,441,010 61	2,768,170 86

THE BAKER FOUNDATION

EIN 63-0843636

2018 FORM 990-PF

PART VIII

INFORMATION ABOUT OFFICERS, DIRECTORS, TRUSTEES,
FOUNDATION MANAGERS, HIGHLY PAID EMPLOYEES, AND CONTRACTORS

OFFICERS AND BOARD OF DIRECTORS

<u>Name and Address</u>	<u>Title and Average Hours Per Week Devoted to Position</u>	<u>Compensation</u>	<u>Contributions Employee Benefit Plan & Deferred Compensation</u>	<u>Expense Account Other Allowances</u>
Cindy Strickland 3836 Forest Glen Drive Birmingham, AL 35213	President Director -5- hours	\$16,424.00	-0-	-0-
Becky Wachholz 47 Sea Marsh Road Fernandina Beach, FL 32034	Chair of Board Director -0- hours	-0-	-0-	-0-
Charles R. Paler 823 Jackson Street, S.E. Decatur, AL 35601	Secretary Director -2- hours	\$ 6,220.00	-0-	-0-

THE BAKER FOUNDATION
2018 FORM 990-PF
PART XV, LINE 3a
GRANTS

<u>INSTITUTION</u>	<u>RELATIONSHIP</u>	<u>STATUS</u>	<u>PURPOSE</u>	<u>AMOUNT</u>
Decatur Youth Symphony	None		Charitable	1,000 00
Phillips Brooks House Association	None		Charitable	4,000 00
Decatur Public Library	None		Charitable	4,000 00
University of Alabama - UA Libraries Special Collections Preservation and Conservation Fund	None		Charitable	20,000 00
Cook Museum of Natural Science	None	POF	Charitable	40,000 00
Bascom Museum	None		Charitable	5,000 00
Daniel Memorial, Inc	None		Charitable	6,000 00
The Literacy Council	None		Charitable	1,000 00
Menninger Clinic - Foundation	None		Charitable	25,000 00
AJ Donohue Foundation, Inc	None		Charitable	1,000 00
City of Decatur - Cemetery Project	None		Charitable	422,613 28
Decatur Morgan County Minority Development Association	None		Charitable	2,500 00
American Morgan Horse Ed Char Trust	None		Charitable	1,500 00
Decatur Morgan Hospital Foundation	None		Charitable	2,500 00
Highlands - Cashiers Hospital Fdn	None		Charitable	20,000 00
Decatur City Schools Foundation	None		Charitable	5,000 00
Community Fdn for Greater Decatur - Decatur Downtown Redevelopment Authority	None		Charitable	25,000 00
United Way of Central Alabama	None		Charitable	10,000 00
Total				<u>596,113.28</u>