

Form **990-PF**Department of the Treasury
Internal Revenue Service**Return of Private Foundation**
or Section 4947(a)(1) Trust Treated as Private Foundation

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

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

OMB No 1545-0047

2019

Open to Public Inspection

For calendar year 2019 or tax year beginning 04/01/19, and ending 03/31/20

Name of foundation Stonemutter Foundation, Inc.		A Employer identification number 56-6044820
Number and street (or P.O. box number if mail is not delivered to street address) 230 Spindale Street	Room/suite	B Telephone number (see instructions) 828-286-2341
City or town, state or province, country and ZIP or foreign postal code Spindale NC 28160		C If exemption application is pending check here ▶ ☐
G Check all that apply ☐ Initial return ☐ Final return ☐ Address change ☐ Initial return of a former public charity ☐ Amended return ☐ Name change		D 1 Foreign organizations, check here ▶ ☐ 2 Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐
H Check type of organization ☒ Section 501(c)(3) exempt private foundation ☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation		E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐
I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ \$ 10,262,063	J Accounting method ☒ Cash ☐ Accrual ☐ Other (specify)	F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ ☐

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (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)	10,000			
	2 Check ☒ if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	3,523	3,523		
	4 Dividends and interest from securities	232,178	232,178		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	181,597			
	b Gross sales price for all assets on line 6a	402,057			
	7 Capital gain net income (from Part IV, line 2)		181,597		
	8 Net short-term capital gain			0	
	9 Income modifications				
	10a Gross sales less returns and allowances				
b Less Cost of goods sold					
c Gross profit or (loss) (attach schedule)					
11 Other income (attach schedule) Stmt 1	37,620	37,620			
12 Total. Add lines 1 through 11	430,918	420,918	0		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc				
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule) Stmt 2	5,500	5,500		
	c Other professional fees (attach schedule) Stmt 3	500	500		
	17 Interest	133	133		
	18 Taxes (attach schedule) (see instructions) Stmt 4	4,004			
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (att. sch) Stmt 5	81,113	42,855		
	24 Total operating and administrative expenses. Add lines 13 through 23	91,250	48,988	0	0
	25 Contributions, gifts, grants paid	573,850			573,850
26 Total expenses and disbursements. Add lines 24 and 25	665,100	48,988	0	573,850	
27 Subtract line 26 from line 12					
a Excess of revenue over expenses and disbursements	-234,182				
b Net investment income (if negative, enter -0-)		371,930			
c Adjusted net income (if negative, enter -0-)			0		

For Paperwork Reduction Act Notice, see instructions.

Form **990-PF** (2019)

DAA

SCANNED FEB 04 2021

Form 990-PF (2019) **Stonecutter Foundation, Inc.****56-6044820**Page **2****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	318,429	269,962	269,962
	2	Savings and temporary cash investments	5,057	24,557	24,557
	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 (att. schedule) ▶ Less allowance for doubtful accounts ▶	0		
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges	7,198	3,479	3,479
	10a	Investments – U S and state government obligations (attach schedule)			
	b	Investments – corporate stock (attach schedule) See Stmt 6	7,901,852	7,707,130	9,884,940
	c	Investments – corporate bonds (attach schedule)			
	11	Investments – land, buildings, and equipment: basis ▶ Less accumulated depreciation (attach sch) ▶			
	12	Investments – mortgage loans			
	13	Investments – other (attach schedule) See Statement 7	59,899	53,125	53,125
Liabilities	14	Land, buildings, and equipment: basis ▶ Less accumulated depreciation (attach sch) ▶ Stmt 8	3,841	3,841	26,000
	15	Other assets (describe ▶)			
	16	Total assets (to be completed by all filers – see the instructions Also, see page 1, item I)	8,296,276	8,062,094	10,262,063
	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 (attach schedule)			
	22	Other liabilities (describe ▶)			
	23	Total liabilities (add lines 17 through 22)	0	0	
Net Assets or Fund Balances		Foundations that follow FASB ASC 958, check here and complete lines 24, 25, 29, and 30. ▶ ☒			
	24	Net assets without donor restrictions	8,296,276	8,062,094	
	25	Net assets with donor restrictions			
		Foundations that do not follow FASB ASC 958, check here and complete lines 26 through 30. ▶ ☐			
	26	Capital stock, trust principal, or current funds			
	27	Paid-in or capital surplus, or land, bldg, and equipment fund			
	28	Retained earnings, accumulated income, endowment, or other funds			
	29	Total net assets or fund balances (see instructions)	8,296,276	8,062,094	
	30	Total liabilities and net assets/fund balances (see instructions)	8,296,276	8,062,094	

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 29 (must agree with end-of-year figure reported on prior year's return)	1	8,296,276
2	Enter amount from Part I, line 27a	2	-234,182
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	8,062,094
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 29	6	8,062,094

Form **990-PF** (2019)

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 Vanguard INSTL Index	P	Various	Various
b Capital Gain Distribution	P	Various	Various
c Options on Vanguard INSTL Index	P	Various	Various
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 255,000		194,722	60,278
b 147,057			147,057
c		25,738	-25,738
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			60,278
b			147,057
c			-25,738
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	181,597
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	181,597

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))
2018	535,107	11,263,601	0.047508
2017	481,079	10,833,132	0.044408
2016	434,544	9,972,764	0.043573
2015	461,249	9,229,688	0.049974
2014	465,991	9,520,382	0.048947

2 Total of line 1, column (d)	2	0.234410
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	0.046882
4 Enter the net value of noncharitable-use assets for 2019 from Part X, line 5	4	11,821,741
5 Multiply line 4 by line 3	5	554,227
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	3,719
7 Add lines 5 and 6	7	557,946
8 Enter qualifying distributions from Part XII, line 4	8	577,412

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions.

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 – see instructions)

1a	Exempt operating foundations described in section 4940(d)(2), check here ☐ and enter "N/A" on line 1 Date of ruling or determination letter (attach copy of letter if necessary—see instructions)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ☒ and enter 1% of Part I, line 27b	1	3,719
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations, enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only, others, enter -0-)	2	0
3	Add lines 1 and 2	3	3,719
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only, others, enter -0-)	4	0
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	3,719
6	Credits/Payments		
a	2019 estimated tax payments and 2018 overpayment credited to 2019	6a	7,198
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	7,198
8	Enter any penalty for underpayment of estimated tax. Check here ☐ if Form 2220 is attached	8	
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	3,479
11	Enter the amount of line 10 to be Credited to 2020 estimated tax 3,479 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 NC		
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 2019 or the tax year beginning in 2019? See 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

N/A

Part VII-A Statements Regarding Activities (continued)

- 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
- 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
- 13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► **N/A**

	Yes	No
11		☒
12		☒
13	☒	

- 14 The books are in care of ► **Terri Barringer**
230 Spindale Street

Telephone no ► **828-286-2341**Located at ► **Spindale**

NC

ZIP+4 ► **28160**

- 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 2019, 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 ►

	Yes	No
16		☒

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.

- 1a During the year, did the foundation (either directly or indirectly)
- (1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ Yes ☒ No
- (2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No
- (3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☒ Yes ☐ No
- (4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☒ No
- (5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☒ No
- (6) Agree to pay money or property to a government official? (Exception. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) ☐ Yes ☒ No
- b If any answer is "Yes" to 1a(1)–(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance? See instructions. 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 2019? **1c** ☒
- 2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))
- a At the end of tax year 2019, did the foundation have any undistributed income (Part XIII, lines 6d and 6e) for tax year(s) beginning before 2019? ☐ Yes ☒ No
If "Yes," list the years ► 20 , 20 , 20 , 20
- b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement – see instructions) **N/A** **2b**
- c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ► 20 , 20 , 20 , 20
- 3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ Yes ☒ No
- b If "Yes," did it have excess business holdings in 2019 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 Form 4720, Schedule C, to determine if the foundation had excess business holdings in 2019) **N/A** **3b**
- 4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes? **4a** ☒
- 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 2019? **4b** ☒

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))?	☐ Yes	☒ No
(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?	☐ Yes	☒ No
(3) Provide a grant to an individual for travel, study, or other similar purposes?	☐ Yes	☒ No
(4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? See instructions	☐ Yes	☒ No
(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?	☐ Yes	☒ No
b If any answer is "Yes" to 5a(1)–(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance? See instructions	N/A	
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?	N/A	
If "Yes," attach the statement required by Regulations section 53.4945–5(d)	☐ Yes	☐ No
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?	6b	
If "Yes" to 6b, file Form 8870		☒
7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	☐ Yes	☒ No
b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?	N/A	
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	☒ 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 Statement 9				

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

0

Form 990-PF (2019) **Stonecutter Foundation, Inc.****56-6044820**Page **7****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**

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

	Amount
1 Student Loans	
	3,562
2	
All other program-related investments See instructions	
3	
Total. Add lines 1 through 3	3,562

Form **990-PF** (2019)

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	11,682,355
b	Average of monthly cash balances	1b	293,413
c	Fair market value of all other assets (see instructions)	1c	26,000
d	Total (add lines 1a, b, and c)	1d	12,001,768
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	12,001,768
4	Cash deemed held for charitable activities. Enter 1½% of line 3 (for greater amount, see instructions)	4	180,027
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	11,821,741
6	Minimum investment return. Enter 5% of line 5	6	591,087

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	591,087
2a	Tax on investment income for 2019 from Part VI, line 5	2a	3,719	
b	Income tax for 2019 (This does not include the tax from Part VI.)	2b		
c	Add lines 2a and 2b	2c	3,719	
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	587,368	
4	Recoveries of amounts treated as qualifying distributions	4		
5	Add lines 3 and 4	5	587,368	
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	587,368	

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	573,850
b	Program-related investments – total from Part IX-B	1b	3,562
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	577,412
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	3,719
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	573,693

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 2018	(c) 2018	(d) 2019
1 Distributable amount for 2018 from Part XI, line 7				587,368
2 Undistributed income, if any, as of the end of 2019				
a Enter amount for 2018 only			551,471	
b Total for prior years 20____, 20____, 20____				
3 Excess distributions carryover, if any, to 2019				
a From 2014				
b From 2015				
c From 2016				
d From 2017				
e From 2018				
f Total of lines 3a through e				
4 Qualifying distributions for 2019 from Part XII, line 4 ▶ \$ 577,412				
a Applied to 2018, but not more than line 2a			551,471	
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 2019 distributable amount				25,941
e Remaining amount distributed out of corpus				
5 Excess distributions carryover applied to 2019 (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				
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 2018 Subtract line 4a from line 2a Taxable amount – see instructions				
f Undistributed income for 2019 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2020				561,427
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 2014 not applied on line 5 or line 7 (see instructions)				
9 Excess distributions carryover to 2020. Subtract lines 7 and 8 from line 6a				
10 Analysis of line 9				
a Excess from 2015				
b Excess from 2016				
c Excess from 2017				
d Excess from 2018				
e Excess from 2019				

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

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2019, enter the date of the ruling ▶

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

	Tax year				(e) Total
	(a) 2019	(b) 2018	(c) 2017	(d) 2016	
2a 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 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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
Terri Barringer 828-286-2341
230 Spindale Street Spindale NC 28160

b The form in which applications should be submitted and information and materials they should include
See Statement 10

c Any submission deadlines
N/A

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors
See Statement 11

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a Paid during the year See Statement 12				573,850
Total			▶ 3a	573,850
b Approved for future payment N/A				
Total			▶ 3b	

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

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

[illegible]

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

☐ Yes ☒ No

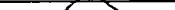
b If "Yes," complete the following schedule

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

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

**Sign
Here**

May the IRS discuss this return with the preparer shown below?
See instructions ☐ Yes ☐ No


Signature of officer or trustee

4/26/2020
Date

Vice President

Paid
Preparer
Use Only

Pnnt/Type preparer's name

Preparer's signature

Date _____

Check ☐ if self-employed

Andrew F. Deal

Firm's name ▶ **Anderson Smith & Wike PLLC**

PTIN P02329408

Firm's address ▶ 117 Stone Harbor Ct
Statesville, NC 28677

Firm's EIN ▶ **27-1473864**

Phone no **704-562-5039**

Form **990-PF** (2019)

Federal Statements

4/20/2020 4:17 PM

Statement 1 - Form 990-PF, Part I, Line 11 - Other Income

Description	Revenue per Books	Net Investment Income	Adjusted Net Income
Student Loan Interest	\$ 3,562	\$ 3,562	\$
Miscellaneous Income	58	58	
Total	\$ 3,620	\$ 3,620	\$ 0

Statement 2 - Form 990-PF, Part I, Line 16b - Accounting Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
Indirect Accounting Fees	\$ 5,500	\$ 5,500	\$	\$
Total	\$ 5,500	\$ 5,500	\$ 0	\$ 0

Statement 3 - Form 990-PF, Part I, Line 16c - Other Professional Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
Professional Fees	\$ 500	\$ 500	\$	\$
Total	\$ 500	\$ 500	\$ 0	\$ 0

Statement 4 - Form 990-PF, Part I, Line 18 - Taxes

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
Property tax	\$ 285	\$	\$	\$
Excise tax	3,719			
Total	\$ 4,004	\$ 0	\$ 0	\$ 0

Federal Statements

4/20/2020 4:17 PM

Statement 5 - Form 990-PF, Part I, Line 23 - Other Expenses

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
Expenses				
Administrative costs	76,517	38,259		
Dues and subscriptions	2,818	2,818		
Miscellaneous	2,248	2,248		
Bad debt	-470	-470		
Total	\$ 81,113	\$ 42,855	\$ 0	\$ 0

Statement 6 - Form 990-PF, Part II, Line 10b - Corporate Stock Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
Mutual Funds	\$ 7,901,852	\$ 7,707,130	Cost	\$ 9,884,940
Total	\$ 7,901,852	\$ 7,707,130		\$ 9,884,940

Statement 7 - Form 990-PF, Part II, Line 13 - Other Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
Student Loans	\$ 59,899	\$ 53,125	Market	\$ 53,125
Total	\$ 59,899	\$ 53,125		\$ 53,125

Federal Statements

4/20/2020 4:17 PM

Statement 8 - Form 990-PF, Part II, Line 14 - Land, Building, and Equipment

Description	Beginning Net Book	End Cost / Basis	End Accumulated Depreciation	Net FMV
Land	\$ 3,841	\$ 3,841	\$	\$ 26,000
Total	\$ 3,841	\$ 3,841	\$ 0	\$ 26,000

Statement 9 - Form 990-PF, Part VIII, Line 1 - List of Officers, Directors, Trustees, Etc.

Name and Address	Title	Average Hours	Compensation	Benefits	Expenses
D. Daniel Briscoe Spindale NC	President	0.00	0	0	0
James R. Cowan Spindale NC	Vice Preside	0.00	0	0	0
Maria Hunnicutt Spindale NC	Director	0.00	0	0	0
Terri C. Barringer Spindale NC	Secretary	0.00	0	0	0
Dillard Morrow Spindale NC	Director	0.00	0	0	0
Carolyn Keever Spindale NC	Director	0.00	0	0	0
Myra H. Cowan Spindale NC	Treasurer	0.00	0	0	0

Federal Statements**Statement 10 - Form 990-PF, Part XV, Line 2b - Application Format and Required Contents****Description**

Donation requests should be sent to the Foundation office and should list the purpose of the organization and what the donation will be used for specifically. If applicable, project budgets should be included and the organization must state how they plan to raise the majority of funding for the project. Any organizations that have not received donations from the Foundation in the past should provide documentation that shows the organization is a not-for-profit organization.

Statement 11 - Form 990-PF, Part XV, Line 2d - Award Restrictions or Limitations**Description**

The Foundation generally makes contributions to local educational institutions and civic organizations.

STONECUTTER FOUNDATION, INC.

56-6044820

FYE: 3/31/2020

Federal Statements**Statement 12 - Schedule of Contributions Paid**

<u>Date</u>	<u>Recipient</u>	<u>Purpose</u>	<u>Amount</u>
4/1/2019	Gardner Webb University P O Box 997 Boiling Springs, NC 28017	Education	20,000
4/1/2019	Asheville School 360 Asheville School Road Asheville, NC 28806	Education	50,000
4/1/2019	Forest Lake Baptist Church 292 Forest Lake Road Forest City, NC 28043	Religious	5,000
4/1/2019	Mars Hill University P O Box 6792 Mars Hill, NC 28754	Education	5,000
4/1/2019	Trinity School 299 Deter Street Rutherfordton, NC 28139	Education	25,000
4/10/2019	Trinity School 299 Deter Street Rutherfordton, NC 28139	Education	4,080
4/16/2019	Rutherford Co Cooperative Ext 193 Callahan-Koon Road Suite 164 Spindale, NC 28160	Community	7,500
4/17/2019	KidSenses Children's Museum P O Box 150 Rutherfordton, NC 28139	Community	50,000
4/17/2019	Friends of Notre-Dame de Paris PNC Bank 800 17th Street NW Washington, DC 20006	Religious	5,000
5/8/2019	HANDS ON Children's Museum 318 North Main Street Hendersonville, NC 28792	Community	10,000

STONECUTTER FOUNDATION, INC.

56-6044820

FYE: 3/31/2020

Federal Statements**Statement 12 - Schedule of Contributions Paid**

5/20/2019	Rutherford Enrichment Council P O Box 901 Rutherfordton, NC 28139	Community	1,800
6/3/2019	Young Life of Rutherford County Attn Heather Banfield 195 Valleyview Drive Forest City, NC 28043	Community	2,500
6/20/2019	Spencer Baptist Church 187 North Oak Street Spindale, NC 28160	Community	500
6/25/2019	Gilkey School Community Center c/o 172 Gilkey School Road Rutherfordton, NC 28139	Community	10,000
7/8/2019	Rutherford Co Economic Development Assoc 142 E Main St Forest City, NC 28043	Community	40,000
8/5/2019	Rutherford County Visual Artists Guild P O Box 2015 Rutherfordton, NC 28139	Community	2,500
8/5/2019	Veterans Memorial Park of Rutherford County 2501 US 64/74A Hwy Rutherfordton, NC 28139	Community	2,000
8/9/2019	Spencer Baptist Church 187 North Oak Street Spindale, NC 28160	Community	500
8/15/2019	First at Blue Ridge P O Box 40 Ridgecrest, NC 28770	Community	10,000
9/9/2019	Rutherford County Art Council P O Box 44 Forest City, NC 28043	Community	10,000

STONECUTTER FOUNDATION, INC.

56-6044820

FYE: 3/31/2020

Federal Statements**Statement 12 - Schedule of Contributions Paid**

9/30/2019	Trinity School 299 Deter Street Rutherfordton, NC 28139	Education	4,080
10/23/2019	ICC Foundation P O Box 804 Spindale, NC 28160	Community	50,000
10/23/2019	ICC Foundation P O Box 804 Spindale NC 28160	Education	10,000
11/6/2019	Trinity School 299 Deter Street Rutherfordton, NC 28139	Education	4,080
11/6/2019	Spencer Baptist Church 187 North Oak Street Spindale, NC 28160	Community	500
12/16/2019	Trinity School 299 Deter Street Rutherfordton, NC 28139	Education	4,080
1/6/2020	Foothills Credit Counseling 269 W Main St Forest City, NC 28043	Community	6,000
1/14/2020	Blue Ridge Hope P O Box 1138 Forest City, NC 28043	Community	5,000
2/11/2020	Trinity School 299 Deter Street Rutherfordton, NC 28139	Education	4,080
2/11/2020	Rutherford County Art Council P O Box 44 Forest City, NC 28043	Community	10,000

STONECUTTER FOUNDATION, INC.

56-6044820

FYE: 3/31/2020

Federal Statements**Statement 12 - Schedule of Contributions Paid**

2/21/2020	Rutherford County Habitat for Humanity P O Box 1534 Rutherfordton, NC 28139	Community	100,000
2/21/2020	Rutherford Housing Partnership P O Box 1525 Rutherfordton, NC 28139	Community	50,000
2/21/2020	Forrest W Hunt Elementary School 100 Forest Hunt Drive Forest City, NC 28043	Education	1,150
2/24/2020	Schiele Museum of Natural History 1500 E Garrison Blvd Gastonia, NC 28054	Community	2,500
2/24/2020	Independent College Fund of NC 530 N Blount Street Raleigh, NC 27604	Education	2,500
2/24/2020	Discovery Place 301 N Tryon Street Charlotte, NC 28202	Education	2,500
2/24/2020	N C Center for Public Policy Research P O Box 430 Raleigh, NC 27602	Community	500
2/24/2020	The James G Martin Center 353 E Six Forks Road Suite 200 Raleigh, NC 27609	Community	250
2/24/2020	CATO Institute P O Box 97128 Washington, DC 20077-7449	Community	250
2/24/2020	MemoryCare 100 Far Horizons Lane Asheville, NC 28803	Community	5,000

STONECUTTER FOUNDATION, INC.

56-6044820

FYE: 3/31/2020

Federal Statements**Statement 12 - Schedule of Contributions Paid**

2/24/2020	Indiana University of Pennsylvania Sutton Hall room 331 1011 South Drive Indiana, PA 25750	Education	5,000
3/5/2020	Gardner Webb University (2020 Internship Program Education P O Box 997 Boiling Springs, NC 28017		10,000
3/5/2020	Gardner Webb University (Science Academy) P O Box 997 Boiling Springs, NC 28017	Education	10,000
3/5/2020	Gardner Webb University (Computer Science Acadr Education P O Box 997 Boiling Springs, NC 28017		10,000
3/5/2020	Gardner Webb University (Math Academy) P O Box 997 Boiling Springs, NC 28017	Education	10,000
3/5/2020	Rutherford Quilt Guild, Inc 501 NC Hwy 108 Rutherfordton, NC 28139	Community	5,000

573,850