

**Return of Private Foundation
or Section 4947(a)(1) Nonexempt Charitable Trust
Treated as a Private Foundation****2001****Note:** *The organization may be able to use a copy of this return to satisfy state reporting requirements.***For calendar year 2001, or tax year beginning** Jun 1 , 2001, **and ending** May 31 , 2002**G** Check all that apply: ☐ Initial return ☐ Final return ☐ Amended return ☐ Address Change ☐ Name change

Use the IRS label. Otherwise, print or type. See Specific Instructions.	Name of Organization Elizabeth F. Cheney Foundation		A Employer Identification Number 36-3375377
	Number and Street (or P.O. box number if mail is not delivered to street address) Room/Suite 120 S. LaSalle Street 1740		B Telephone Number (see instructions) (312) 782-1234
	City or Town State ZIP code Chicago IL 60603		C If exemption application is pending, check here . <input type="checkbox"/>
			D 1 Foreign organizations, check here <input type="checkbox"/> 2 Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
H Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation			E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, column c, line 16) \$ 13,904,316.		J Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ (Part I, column d must be on cash basis.)	F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

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 (att sch) Ck <input checked="" type="checkbox"/> if the foundn is not req to att Sch B				
	2 Distributions from split-interest trusts				
	3 Interest on savings and temporary cash investments.	3,569.	3,569.		
	4 Dividends and interest from securities	490,766.	490,766.		
	5a Gross rents				
	b (Net rental income or (loss) _____)				
	6a Net gain/(loss) from sale of assets not on line 10	165,649.			
	b Gross sales prices for all assets on line 6a 2,494,728.				
	7 Capital gain net income (from Part IV, line 2)		165,646.		
	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/(loss) (att sch)					
11 Other income (attach schedule) Prior year adjustment	-39,047.	-39,047.			
12 Total. Add lines 1 through 11.	620,937.	620,934.			
ADMINISTRATIVE EXPENSES	13 Compensation of officers, directors, trustees, etc.	54,000.	18,000.		36,000.
	14 Other employee salaries and wages	23,000.			23,000.
	15 Pension plans, employee benefits	4,800.			4,800.
	16a Legal fees (attach schedule)				
	b Accounting fees (attach sch)	17,500.	8,750.		8,750.
	c Other prof fees (attach sch) L-16c Stmt.	11,703.	11,703.		
	17 Interest.				
	18 Taxes (attach schedule) See Line 18 Stmt	1,760.			1,760.
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy.	10,228.			10,228.
	21 Travel, conferences, and meetings	3,346.	1,115.		2,231.
	22 Printing and publications	517.			517.
	23 Other expenses (attach schedule) See Line 23 Stmt	16,157.			15,297.
	24 Total operating and administrative expenses. Add lines 13 through 23	143,011.	39,568.		102,583.
25 Contributions, gifts, grants paid	720,173.			720,173.	
26 Total expenses and disbursements. Add lines 24 and 25	863,184.	39,568.		822,756.	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements	-242,247.				
b Net investment income (if negative, enter -0-)		581,366.			
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				
	2	Savings and temporary cash investments	119,180.	166,191.	166,191.	
	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 sch) ▶				
		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) . L-10b Stmt	13,494,337.	13,204,581.	13,738,125.	
	c	Investments — corporate bonds (attach schedule)				
	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 instructions. Also, see page 1, item I)	13,613,517.	13,370,772.	13,904,316.		
LIABILITIES	17	Accounts payable and accrued expenses	615.	115.		
	18	Grants payable				
	19	Deferred revenue				
	20	Loans from officers, directors, trustees, & other disqualified persons				
	21	Mortgages and other notes payable (attach schedule)				
	22	Other liabilities (describe ▶)				
	23	Total liabilities (add lines 17 through 22)	615.	115.		
NET ASSETS OR FUND BALANCES	Organizations that follow SFAS 117, check here. <input checked="" type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.					
	24	Unrestricted	13,612,902.	13,370,657.		
	25	Temporarily restricted				
	26	Permanently restricted				
	Organizations 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				
	28	Paid-in or capital surplus, or land, building, and equipment fund				
	29	Retained earnings, accumulated income, endowment, or other funds				
	30	Total net assets or fund balances (see instructions)	13,612,902.	13,370,657.		
	31	Total liabilities and net assets/fund balances (see instructions)	13,613,517.	13,370,772.		

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	13,612,902.
2	Enter amount from Part I, line 27a	2	-242,247.
3	Other increases not included in line 2 (itemize) . . . ▶ <u>Rounding</u>	3	2.
4	Add lines 1, 2, and 3	4	13,370,657.
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	13,370,657.

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shares MLC Company)

(b) How acquired
P — Purchase
D — Donation(c) Date acquired
(month, day, year)(d) Date sold
(month, day, year)

1 a 1349 Barclays Equity Index Fund B	P	06/01/88	08/14/01
b 48,757 Barclays Int Cap Eq Market Fd	P	08/05/98	09/06/01
c 1,534 Barclays Equity Index Fund B	P	06/01/88	10/04/01
d 1,381 Barclays Equity Index Fund B	P	06/01/88	11/23/01
e See Attached Part IV, Line 1 Stmt			

(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 200,001.		155,028.	44,973.
b 1,296,410.		1,566,573.	-270,163.
c 200,001.		179,627.	20,374.
d 200,001.		162,321.	37,680.
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	
a			44,973.
b			-270,163.
c			20,374.
d			37,680.
e			332,782.

2 Capital gain net income or (net capital loss).	<div> <div> <div>If gain, also enter in Part I, line 7</div> <div>If (loss), enter -0- in Part I, line 7</div> </div> </div>	2	165,646.
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 organization liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☒ No

If 'Yes,' the organization does not qualify under section 4940(e). Do not complete this part.

1 Enter the appropriate amount in each column for each year; see 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 (column (b) divided by column (c))
2000	947,874.	16,085,674.	0.058927
1999	883,208.	16,555,611.	0.053348
1998	845,906.	15,339,652.	0.055145
1997	664,075.	13,940,146.	0.047638
1996	609,568.	11,880,815.	0.051307

2 Total of line 1, column (d)	2	0.266365
3 Average distribution ratio for the 5-year base period — divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0.053273
4 Enter the net value of noncharitable-use assets for 2001 from Part X, line 5.	4	14,186,440.
5 Multiply line 4 by line 3	5	755,754.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	5,814.
7 Add lines 5 and 6.	7	761,568.
8 Enter qualifying distributions from Part XII, line 4	8	822,756.

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)

1 a Exempt operating foundations described in Section 4940(d)(2), check here <input type="checkbox"/> and enter 'N/A' on line 1. Date of ruling letter: _____ (attach copy of ruling letter if necessary — see instructions)			
b Domestic organizations 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	5,814.
c All other domestic organizations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, column (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	5,814.
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	5,814.
6 Credits/Payments:			
a 2001 estimated tax pmts and 2000 overpayment credited to 2001	6 a	6,303.	
b Exempt foreign organizations — tax withheld at source	6 b		
c Tax paid with application for extension of time to file (Form 8868)	6 c		
d Backup withholding erroneously withheld	6 d		
7 Total credits and payments. Add lines 6a through 6d		7	6,303.
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	489.
11 Enter the amount on line 10 to be: Credited to 2002 estimated tax 489. Refunded		11	

Part VII-A Statements Regarding Activities

	Yes	No
1 a During the tax year, did the organization attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1 a	X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)? <i>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 organization in connection with the activities.</i>	1 b	X
c Did the organization file Form 1120-POL for this year?	1 c	X
d Enter the amount (if any) of tax on political expenditures (Section 4955) imposed during the year: (1) On the organization \$ (2) On organization managers \$		
e Enter the reimbursement (if any) paid by the organization during the year for political expenditure tax imposed on organization managers \$		
2 Has the organization engaged in any activities that have not previously been reported to the IRS? <i>If 'Yes,' attach a detailed description of the activities.</i>	2	X
3 Has the organization made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? <i>If 'Yes,' attach a conformed copy of the changes</i>	3	X
4 a Did the organization have unrelated business gross income of \$1,000 or more during the year?	4 a	X
b If 'Yes,' has it filed a tax return on Form 990-T for this year?	4 b	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If 'Yes,' attach the statement required by General Instruction T.</i>	5	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?	6	X
7 Did the organization have at least \$5,000 in assets at any time during the year? <i>If 'Yes,' complete Part II, column (c), and Part XV</i>	7	X
8 a Enter the states to which the foundation reports or with which it is registered (see instructions) <u>Illinois</u>		
b If the answer is 'Yes' to line 7, has the organization furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? <i>If 'No,' attach explanation</i>	8 b	X
9 Is the organization claiming status as a private operating foundation within the meaning of Section 4942(j)(3) or 4942(j)(5) for calendar year 2001 or the taxable year beginning in 2001 (see instructions for Part XIV)? <i>If 'Yes,' complete Part XIV</i>	9	X
10 Did any persons become substantial contributors during the tax year? <i>If 'Yes,' attach a schedule listing their names and addresses.</i>	10	X
11 Did the organization comply with the public inspection requirements for its annual returns and exemption application? Web site address <u>www.cheneyfoundation.org</u>	11	X
12 The books are in care of <u>Elisabeth Geraghty</u> Telephone no. <u>(312) 782-1234</u> Located at <u>120 S. LaSalle St, Ste 1740, Chicago, IL</u> ZIP + 4 <u>60603</u>		
13 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 — Check here <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year	13	

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.

1 a During the year did the organization (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 organization 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)? ☐ **1 b** ☐ ☒

Organizations relying on a current notice regarding disaster assistance check here ☐

c Did the organization 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 2001? ☐ **1 c** ☐ ☒

2 Taxes on failure to distribute income (Section 4942) (does not apply for years the organization was a private operating foundation defined in Section 4942(j)(3) or 4942(j)(5)):

a At the end of tax year 2001, did the organization have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2001? ☐ Yes ☒ No

If 'Yes,' list the years ☐ 20__ , 19__ , 19__ , 19__ .

b Are there any years listed in 2a for which the organization 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.) ☐ **2 b** ☐

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__ , 19__ , 19__ , 19__ .

3 a Did the organization 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 2001 as a result of (1) any purchase by the organization 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 organization had excess business holdings in 2001.*) ☐ **3 b** ☐

4 a Did the organization invest during the year any amount in a manner that would jeopardize its charitable purposes? ☐ **4 a** ☐ ☒

b Did the organization 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 2001? ☐ **4 b** ☐ ☒

5 a During the year did the organization 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 509(a)(1), (2), or (3), or Section 4940(d)(2)? ☐ 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)? ☐ **5 b** ☐

Organizations relying on a current notice regarding disaster assistance check here ☐

c If the answer is 'Yes' to question 5a(4), does the organization claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☐ No

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

6 a Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No

b Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ **6 b** ☐ ☒

If you answered 'Yes' to 6b, also file 8870.

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors**1 List all officers, directors, trustees, 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
Lawrence L. Belles Rochester, NY	President & Director-4	18,000.	0.	0.
Allan R. Drebin Evanston, IL	Treasurer Director-8	24,000.	0.	0.
Howard M. McCue III Chicago, IL	Secretary Director-8	18,000.	0.	0.
Elisabeth Geraghty Winnetka, IL	Administrative Director	23,000.	4,800.	0.

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 none

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 none

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 NONE	
2	0.
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 None	
	0.
2	
All other program-related investments. See instructions.	
3	
Total. Add lines 1 through 3.	None

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	1 a	14,402,477.
b Average of monthly cash balances	1 b	
c Fair market value of all other assets (see instructions)	1 c	
d Total (add lines 1a, b and c)	1 d	14,402,477.
e Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1 e	0.
2 Acquisition indebtedness applicable to line 1 assets	2	0.
3 Subtract line 2 from line 1d	3	14,402,477.
4 Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	216,037.
5 Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4.	5	14,186,440.
6 Minimum investment return. Enter 5% of line 5	6	709,322.

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	709,322.
2a Tax on investment income for 2001 from Part VI, line 5	2 a	5,814.
b Income tax for 2001. (This does not include the tax from Part VI.)	2 b	
c Add lines 2a and 2b	2 c	5,814.
3 Distributable amount before adjustments. Subtract line 2c from line 1	3	703,508.
4a Recoveries of amounts treated as qualifying distributions	4 a	
b Income distributions from section 4947(a)(2) trusts	4 b	
c Add lines 4a and 4b	4 c	
5 Add lines 3 and 4c	5	703,508.
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	703,508.

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	1 a	822,756.
b Program-related investments — Total from Part IX-B	1 b	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:		
a Suitability test (prior IRS approval required)	3 a	
b Cash distribution test (attach the required schedule)	3 b	
4 Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	822,756.
5 Organizations 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	5,814.
6 Adjusted qualifying distributions. Subtract line 5 from line 4	6	816,942.

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 2000	(c) 2000	(d) 2001
1 Distributable amount for 2001 from Part XI, line 7				703,508.
2 Undistributed income, if any, as of the end of 2000:				
a Enter amount for 2000 only				
b Total for prior years: 20 ____, 19 ____, 19 ____				
3 Excess distributions carryover, if any, to 2001:				
a From 1996	0.			
b From 1997	353,938.			
c From 1998	115,653.			
d From 1999	96,923.			
e From 2000	174,462.			
f Total of lines 3a through e	740,976.			
4 Qualifying distributions for 2001 from Part XII, line 4: ▶ \$ 822,756.				
a Applied to 2000, 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 2001 distributable amount				703,508.
e Remaining amount distributed out of corpus	119,248.			
5 Excess distributions carryover applied to 2001 (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	860,224.			
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				
d Subtract line 6c from line 6b. Taxable amount — see instructions		0.		
e Undistributed income for 2000. Subtract line 4a from line 2a. Taxable amount — see instructions			0.	
f Undistributed income for 2001. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2002				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(E) or 4942(g)(3) (see instructions)				
8 Excess distributions carryover from 1996 not applied on line 5 or line 7 (see instructions)	0.			
9 Excess distributions carryover to 2002. Subtract lines 7 and 8 from line 6a	860,224.			
10 Analysis of line 9:				
a Excess from 1997	353,938.			
b Excess from 1998	115,653.			
c Excess from 1999	96,923.			
d Excess from 2000	174,462.			
e Excess from 2001	119,248.			

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

N/A

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2001, enter the date of the ruling. ▶					
b Check box to indicate whether the organization is a private operating foundation described in Section 4942(j)(3) or 4942(j)(5)					
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	Tax year	Prior 3 years			(e) Total
	(a) 2001	(b) 2000	(c) 1999	(d) 1998	
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 organization had \$5,000 or more in assets at any time during the year.)**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).)

None

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest.

None

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

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

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

Elisabeth Geraghty, Administrative Director
120 S. LaSalle Street, Suite 1740
Chicago, IL 60603 (312) 782-1234

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

Application form available from foundation at above address

c Any submission deadlines:

Applications should be submitted at least 30 days prior to a meeting of directors. Meetings usually held quarterly.

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

Grants limited to organizations exempt under sec 501(c)(3). Most grants awarded to artistic and cultural organizations in Chicago area.

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)				
<div>a Paid during the year</div> See Schedule Attached	N/A	Public	See Schedule	720,173.
Total ▶ 3 a				720,173.
<div>b Approved for future payment</div>				
Total ▶ 3 b				

Enter gross amounts unless otherwise indicated.	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (see instructions)
	(a) Business code	(b) Amount	(c) Exclu- sion code	(d) 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			14	3,569.	
4 Dividends and interest from securities			14	490,766.	
5 Net rental income or (loss) from real estate:					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	165,649.	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue:					
a <u>Prior year adjustment</u>			18	-39,047.	
b _____					
c _____					
d _____					
e _____					
12 Subtotal. Add columns (b), (d), and (e)				620,937.	
13 Total. Add line 12, columns (b), (d), and (e).					620,937.

(See worksheet in the instructions for line 13 to verify calculations.)

[illegible]

Form 990-PF
Part IV, Line 1
Statement

Capital Gains and Losses for Tax
on Investment Income

2001

Attach to return

Name
Elizabeth F. Cheney Foundation

Employer ID No.
36-3375377

Copy Number 1 of 1

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shares MLC Company)	(b) How acquired P-Purchase D-Donation	(c) Date acquired (month, day, year)	(d) Date sold (month, day, year)
1 a 6 Barclays Equity Index Fund B	P	06/01/88	12/05/01
b 44 Barclays Int Term Govt Fund B	P	11/30/89	12/05/01
c 1 Barclays Mid Cap Equity Index Fund B	P	09/06/01	12/05/01
d 56 Barclays Int Term Govt Fund B	P	11/30/89	02/05/02
e 8 Barclays Mid Cap Equity Index Fund B	P	09/06/01	02/05/02
f 2,151 Barclays Equity Index Fund B	P	06/01/88	04/18/02
g 5 Barclays Equity Index Fund B	P	06/01/88	04/30/02
h 55 Barclays Int Term Govt Fund B	P	11/30/89	05/01/02
i 8 Barclays Mid Cap Equity Index Fund B	P	09/06/01	05/01/02
j Capital Gain Distributions from Funds	P	06/01/88	05/31/02

(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 839.		688.	151.
b 1,055.		1,063.	-8.
c 30.		31.	-1.
d 1,350.		1,379.	-29.
e 253.		252.	1.
f 300,000.		259,823.	40,177.
g 755.		661.	94.
h 1,347.		1,382.	-35.
i 273.		253.	20.
j 292,412.		0.	292,412.

Complete only for assets showing gain in column (h) and owned
by the foundation on 12/31/69

(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	(l) Gains (column (h) gain minus column (k), but not less than -0-) or losses (from column (h))
a			151.
b			-8.
c			-1.
d			-29.
e			1.
f			40,177.
g			94.
h			-35.
i			20.
j			292,412.

Form 990-PF, Page 1, Part I, Line 18

Line 18 Stmt

Taxes: (see instructions)	Rev/Exp Book	Net Inv Inc	Adj Net Inc	Charity Disb
Excise Taxes				
Payroll Taxes	1,760.			1,760.
Total	1,760.			1,760.

Form 990-PF, Page 1, Part I, Line 23

Line 23 Stmt

Other expenses:	Rev/Exp Book	Net Inv Inc	Adj Net Inc	Charity Disb
Insurance	4,713.			4,713.
Membership Dues	860.			0.
Telephone	1,058.			1,058.
State Registration	44.			44.
Office Equipment	2,186.			2,186.
Office Expense	100.			100.
Postage	536.			536.
Internet Services	6,660.			6,660.
Total	16,157.			15,297.

Form 990-PF, Page 1, Part I, Line 16c

L-16c Stmt

Line 16c - Other Professional Fees:		
Name of Provider	Type of Service Provided	Amount Paid
Barclays Global Investors	Investment advice and Custody	11,653.
Smith Barney	Investment custody	50.
Total		11,703.

Form 990-PF, Page 2, Part II, Line 10b

L-10b Stmt

Line 10b - Investments - Corporate Stock:	End of Year	
	Book Value	Fair Market Value
Wm Wrigley Jr Co Class B	2,652.	34,386.
Barclays Equity Index Fund	4,843,592.	5,442,545.
Barclays Int Govt Bond Fund	7,027,359.	6,862,322.
Barclays Int Cap Equity Index Fund	0.	0.
Barclays Mid-Cap Equity Index Fund	1,330,978.	1,398,872.
Total	13,204,581.	13,738,125.

Elizabeth F. Cheney Foundation**36-3375377**

Form 990 PF, 2001

Part XV, line 3a

Grants and Contributions Paid During the Year

Recipient	City	State	Purpose of grant	Amount
About Face Theatre	Chicago	IL	"Fascination" world premiere by Jim Grimsley	1,000
American Writers' Theatre Chicago Foundation, Inc.	Glencoe	IL	Artistic Salaries for "Misalliance" by G.B. Shaw	5,000
Apple Tree Theatre	Highland Park	IL	"Indian Ink" June, 2002 by Tom Stoppard	5,000
Art Institute of Chicago	Chicago	IL	"Citi on the Web" 1st payment on two year grant	40,000
Art Institute of Chicago	Chicago	IL	HMM Matching Grant Photography Department	7,500
Art Institute of Chicago	Chicago	IL	General purposes	1,500
Art Institute of Chicago	Chicago	IL	General purposes	4,000
Art Institute of Chicago	Chicago	IL	General purposes	3,500
Arts & Cultural Council for Greater Rochester	Rochester	NY	General purposes	1,000
Bella Voce	Chicago	IL	10/25-27/02 concert: "Vigil: Music for the Midnight Sun"	2,500
Centre East	Skokie	IL	Jose Limon Dance Company	2,500
Chicago Botanic Garden	Glencoe	IL	"Great Gardens" 18 Jan - 30 March, 2003	5,000
Chicago Chamber Musicians	Chicago	IL	pair of subscription series concerts 2002-2003 season & C.S.Quartet Series	22,500
Chicago Choral Artists	Chicago	IL	May, 2003 concert support "Music of the People III"	1,000
Chicago Dramatists	Chicago	IL	"A Blue Moon" by Joel Drake Johnson-final stage development and production	1,000
Chicago Humanities Festival	Chicago	IL	November 2001 Festival -John Singer Sargent programs	7,500
Chicago Opera Theater	Chicago	IL	Baroque Orchestra support	5,000
Chicago Shakespeare Theater	Chicago	IL	Original music for "The Tempest"	15,000
Chicago Symphony Orchestra	Chicago	IL	"Music Now"- Matching Grant	7,500
Civic Orchestra of Chicago - Chicago Symphony Orchestra	Chicago	IL	Civic Scholar/Musician sponsorship	2,000
Civic Orchestra of Chicago - Chicago Symphony Orchestra	Chicago	IL	Scholarships	5,000
Columbia College Chicago	Chicago	IL	support for Trisha Brown Dance Co. in October 2002	20,000
Columbia College Chicago	Chicago	IL	"The Silver River" Chinese Music Theatre by Bright Sheng	5,000
Columbia College Chicago	Chicago	IL	General purposes	2,500
Columbia College Chicago	Chicago	IL	General purposes	500
Court Theatre	Chicago	IL	"My Fair Lady" April-June, 2002	12,000
CUBE - Contemporary Chamber Ensemble	Chicago	IL	15th anniversary season concert	2,000
Donor's Forum	Chicago	IL	General purposes	1,173
Evanston Art Center	Evanston	IL	"Two Are Halves of One" by Darrin Hallowell sculpture rearrangement	5,000
Evanston Historical Society	Evanston	IL	General purposes	2,000
Famous Door Theatre Company	Chicago	IL	"Louis Slotin Sonata" by Paul Mullin and "The Lonesome West" by Martin Mcdona	2,500
Field Museum	Chicago	IL	Japanese Baskets - on view 11/16/02 through 2/23/03	20,000
Genesee Country Museum	Mumford	NY	Restoration Fund	5,000
George Eastman House	Rochester	NY	General purposes	5,000
Goodman Theatre	Chicago	IL	New Work Development Initiative 2001-2002- Workshop element only	25,000
Guild Complex	Chicago	IL	Adrienne Rich in March 2003	2,500
Hedwig Dances	Chicago	IL	New Work "Angle of Ascent" by Jan Bartoszek	5,000
Historical Society of Oak Park and River Forest	Oak Park	IL	In memory of Elizabeth F. Cheney	1,000
Hubbard Street Dance	Chicago	IL	New work by Marguerite Donlon	20,000
Hubbard Street Dance	Chicago	IL	Directors matching	6,000

Humane Society of Rochester	Fairport	NY	General purposes	500
Intuit: The Center for Intuitive and Outsider Art	Chicago	IL	sponsorship of 10th anniversary retrospective exhibition and catalog	5,000
Intuit: The Center for Intuitive and Outsider Art	Chicago	IL	Outsider Photography	2,500
Joffrey Ballet	Chicago	IL	Title sponsorship world premiers by Julia Adam	25,000
Kneisel Hall	Blue Hill	ME	two scholarships for 2002 season	3,500
Kneisel Hall	Blue Hill	ME	Scholarship Support	3,500
Kravis Center of Performing Arts	West Palm Beach	FL	General purposes	1,000
Lifeline Theatre	Chicago	IL	Kurt Vonnegut's "Cat's Cradle"	2,000
Light Opera Works	Evanston	IL	2002 season support	2,500
Live Bait Theatrical Company	Chicago	IL	"Blind Tasting" Fall 2002 or 2003 development	1,000
Lookingglass Theatre Company	Chicago	IL	"La Luna Muda" creation of adapted by David Kersnar	10,000
Lyric Opera of Chicago	Chicago	IL	Final Payment - Orchestra for LOCAA 3/00	16,000
Lyric Opera of Chicago	Chicago	IL	August, 2001 reception	1,000
Lyric Opera of Chicago	Chicago	IL	August, 2001 reception	1,000
Lyric Opera of Chicago	Chicago	IL	multi year payment-March 2002 Rising Stars Concert	25,000
Lyric Opera of Chicago	Chicago	IL	Matching Grant	4,000
Melissa Thodos and Dancers	Chicago	IL	New Dances 2002	2,000
Morton Arboretum	Lisle	IL	On line catalogue of Sterling Morton Library	1,000
Museum of Broadcast Communication	Chicago	IL	Docufest Project	2,500
Music in the Loft	Chicago	IL	artist fees for Ying Quartet 9/21/02	2,000
Music Institute of Chicago	Winnetka	IL	Support for Lincoln Trio and Trio Settecento	9,000
Music of the Baroque	Chicago	IL	Support 2002-2003 season soloist and guest conductor fees	15,000
Newberry Library	Chicago	IL	"Agar et Ismaele" March 13-16, 2003	5,000
Next Theater Company	Evanston	IL	"The Laramie Project" Spring, 2002	5,000
Noble Fool Theater	Chicago	IL	"Mirandolina" First Play in new space on Randolph April, 2002	2,500
Northlight Theater	Skokie	IL	"Hearts: The Forward Observer"	12,000
Northwestern University	Evanston	IL	School of Music	7,500
Northwestern University	Evanston	IL	Athletic Department	2,500
Northwestern University	Evanston	IL	School of Music	5,000
Northwestern University	Evanston	IL	Final Payment for Winter Chamber Music Festival	34,000
Over the Rainbow	Evanston	IL	General purposes	1,000
Pegasus Players	Chicago	IL	"Bronzeville" by David Barr III	2,500
Poetry Center of Chicago	Chicago	IL	2002-03 30th Annual Reading Series	5,000
Porchlight Theatre	Chicago	IL	Support for Sondheim's "A Little Night Music"	1,000
Princeton University	Princeton	NJ	unrestricted matching grant	5,000
Ravinia Festival	Highland Park	IL	Eliz. F. Cheney Vocal and Chamber Music Series	25,000
Ravinia Festival	Highland Park	IL	Emerson Quartet at Ravinia 7/15/02	15,000
Ravinia Festival	Highland Park	IL	Steans Institute	1,000
Ravinia Festival	Highland Park	IL	Eliz. F. Cheney Scholarship Fund - Steans Institute Matching Grant	4,000
Redmoon Theatre	Chicago	IL	"Redmoon Theater Reflects on <i>The Old Man and the Sea</i> "	5,000
Rembrandt Chamber Players	Evanston	IL	October 7, 2002 concert Schubert Quintet	2,000
River North Dance Co.	Chicago	IL	Kevin Iega Jeff- new Choreography	7,500
Roadworks Productions	Chicago	IL	Support for "Lobby Hero"	5,000
Rochester Historical Society	Rochester	NY	General purposes	5,000
Rochester Philharmonic Orchestra	Rochester	NY	Building Restoration Fund	2,500
Roosevelt University	Chicago	IL	"Celebrating Faculty " series	10,000
Steppenwolf Theatre Company	Chicago	IL	New Plays Initiative	25,000
Symphony II	Evanston	IL	March 24, 2002 concert support	7,500

The David and Alfred Smart Museum of Art	Chicago	II	German Art 1800-2000 show in Fall, 2002-catalogue	10,000
The Lawrence Pucci Wedgwood Society of Chicago	Chicago	II	General purposes	500
The Renaissance Society	Chicago	II	Publications	10,000
University of Chicago Presents	Chicago	II	U of C Presents Series - 2002-2003	8,000
Victory Gardens Theater	Chicago	II	Support for James Sherman's "The Old Man's Friend"	10,000
Whirlwind	Chicago	IL	General purposes	500
Windows To The World	Chicago	II	Herseth Documentary and Algren Play by Lookingglass on WTTW	25,000
Windows To The World	Chicago	II	"Live From Studio One" on WFMT	25,000
Windows To The World	Chicago	II	unrestricted matching grant	5,000
WYCC Channel 20	Chicago	II	<i>Cover to Cover with Mara Tapp</i> - new literary series on WYCC	1,000
Zephyr Dance	Chicago	IL	11th annual Spring Performance June 7-9, 2002	1,000
Prior year grant voided				(500)
TOTAL				720,173