

Return of Private Foundation or Section 4947(a)(1) Nonexempt Charitable Trust Treated as a Private Foundation

OMB No. 1545-0052

2003Department of the Treasury
Internal Revenue Service

Note: The organization may be able to use a copy of this return to satisfy state reporting requirements.

For calendar year **2003**, or tax year beginning **Jun 1**, **2003**, and ending **May 31**, **2004**

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) \$ 13,548,827.		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)
R E V E N U E	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.	1,043.	1,043.		
	4 Dividends and interest from securities	358,050.	358,050.		
	5a Gross rents				
	b (Net rental income or (loss) _____)				
	6a Net gain/(loss) from sale of assets not on line 10	85,958.			
	b Gross sales prices for all assets on line 6a 919,850.				
	7 Capital gain net income (from Part IV, line 2)		85,958.		
	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)					
12 Total. Add lines 1 through 11.	445,051.	445,051.			
A D M I N I S T R A T I V E O P E R A T I N G A N D E X P E N S E S	13 Compensation of officers, directors, trustees, etc.	54,000.	13,500.		40,500.
	14 Other employee salaries and wages	24,000.	0.		24,000.
	15 Pension plans, employee benefits	4,800.	0.		4,800.
	16a Legal fees (attach schedule). L-16a Stmt.	244.	0.		244.
	b Accounting fees (attach sch). L-16b Stmt.	9,000.	4,500.		4,500.
	c Other prof fees (attach sch). L-16c Stmt.	8,678.	8,678.		
	17 Interest.				
	18 Taxes (attach schedule) See Line 18 Stmt.	2,989.			1,989.
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy.	14,828.			14,828.
	21 Travel, conferences, and meetings	6,203.			6,203.
	22 Printing and publications				
	23 Other expenses (attach schedule) See Line 23 Stmt	8,835.			8,835.
	24 Total operating and administrative expenses. Add lines 13 through 23	133,577.	26,678.		105,899.
25 Contributions, gifts, grants paid	784,497.			784,497.	
26 Total expenses and disbursements. Add lines 24 and 25	918,074.	26,678.		890,396.	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements	-473,023.				
b Net investment income (if negative, enter -0-)		418,373.			
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
A s s e t s	1 Cash — non-interest-bearing			
	2 Savings and temporary cash investments	156,299.	48,585.	48,585.
	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	12,828,262.	12,463,104.	13,500,242.
	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)	12,984,561.	12,511,689.	13,548,827.	
L i a b i l i t i e s	17 Accounts payable and accrued expenses	595.	746.	
	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)	595.	746.	
N e t A s s e t s o r F u n d B a l a n c e s	Organizations that follow SFAS 117, check here. <input checked="" type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted	12,983,966.	12,510,943.	
	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)	12,983,966.	12,510,943.	
	31 Total liabilities and net assets/fund balances (see instructions)	12,984,561.	12,511,689.	

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	12,983,966.
2 Enter amount from Part I, line 27a	2	-473,023.
3 Other increases not included in line 2 (itemize) ▶	3	
4 Add lines 1, 2, and 3	4	12,510,943.
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	12,510,943.

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 BGI Intermediate Government Bond Fund	P	11/30/89	07/24/03
b BGI Intermediate Government Bond Fund	P	11/30/89	10/06/03
c BGI Intermediate Government Bond Fund	P	11/30/89	11/24/03
d BGI Intermediate Government Bond Fund	P	11/30/89	04/26/04
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 200,000.		206,186.	-6,186.
b 200,000.		204,502.	-4,502.
c 200,000.		206,648.	-6,648.
d 200,000.		208,257.	-8,257.
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			-6,186.
b			-4,502.
c			-6,648.
d			-8,257.
e			111,551.

2 Capital gain net income or (net capital loss).	<div> <div>If gain, also enter in Part I, line 7</div> <div>If (loss), enter -0- in Part I, line 7</div> </div>	2	85,958.
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))
2002	868,679.	12,607,945.	0.068899
2001	816,942.	14,186,440.	0.057586
2000	947,874.	16,085,674.	0.058927
1999	883,208.	16,555,611.	0.053348
1998	845,906.	15,339,652.	0.055145

2 Total of line 1, column (d)	2	0.293905
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	0.058781
4 Enter the net value of noncharitable-use assets for 2003 from Part X, line 5.	4	13,237,303.
5 Multiply line 4 by line 3	5	778,102.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	4,184.
7 Add lines 5 and 6.	7	782,286.
8 Enter qualifying distributions from Part XII, line 4	8	890,396.

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	4,184.
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	4,184.
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	4,184.
6 Credits/Payments:			
a 2003 estimated tax pmts and 2002 overpayment credited to 2003	6 a	1,548.	
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	1,548.	
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	2,636.	
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10		
11 Enter the amount on line 10 to be: Credited to 2004 estimated tax		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?		X
1 b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)?		X
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.		
c Did the organization 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 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? If 'Yes,' attach a detailed description of the activities.		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? If 'Yes,' attach a conformed copy of the changes		X
4 a Did the organization 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 General Instruction T.		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 organization have at least \$5,000 in assets at any time during the year? If 'Yes,' complete Part II, column (c), and Part XV	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? If 'No,' attach explanation	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 2003 or the taxable year beginning in 2003 (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
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>	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.

	Yes	No
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?	<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 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.)	<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)?	1 b	X
Organizations relying on a current notice regarding disaster assistance check here	<input type="checkbox"/>	
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 2003?	1 c	X
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 2003, did the organization have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2003?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
If 'Yes,' list the years ► 20__ , 20__ , 20__ , 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__ , 20__ , 20__ , 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?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
b If 'Yes,' did it have excess business holdings in 2003 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? (<i>Use Schedule C, Form 4720, to determine if the organization had excess business holdings in 2003.</i>)	3 b	
4 a Did the organization invest during the year any amount in a manner that would jeopardize its charitable purposes?	4 a	X
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 2003?	4 b	X
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))?	<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 509(a)(1), (2), or (3), or section 4940(d)(2)?	<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)?	5 b	
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 organization 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).		
6 a Did the organization, 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 organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	6 b	X
If you answered 'Yes' to 6b, also file Form 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	24,000.	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	13,438,886.
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	13,438,886.
e Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1 e	
2 Acquisition indebtedness applicable to line 1 assets	2	0.
3 Subtract line 2 from line 1d	3	13,438,886.
4 Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	201,583.
5 Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4.	5	13,237,303.
6 Minimum investment return. Enter 5% of line 5	6	661,865.

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	661,865.
2a Tax on investment income for 2003 from Part VI, line 5	2 a	4,184.
b Income tax for 2003. (This does not include the tax from Part VI.)	2 b	
c Add lines 2a and 2b	2 c	4,184.
3 Distributable amount before adjustments. Subtract line 2c from line 1	3	657,681.
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	657,681.
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	657,681.

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	890,396.
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	890,396.
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	4,184.
6 Adjusted qualifying distributions. Subtract line 5 from line 4	6	886,212.

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 2002	(c) 2002	(d) 2003
1 Distributable amount for 2003 from Part XI, line 7				657,681.
2 Undistributed income, if any, as of the end of 2002:				
a Enter amount for 2002 only			0.	
b Total for prior years: 20 ____, 20 ____, 19 ____				
3 Excess distributions carryover, if any, to 2003:				
a From 1998	0.			
b From 1999	0.			
c From 2000	115,498.			
d From 2001	119,248.			
e From 2002	873,598.			
f Total of lines 3a through e	1,108,344.			
4 Qualifying distributions for 2003 from Part XII, line 4: ► \$ 890,396.				
a Applied to 2002, 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 2003 distributable amount				657,681.
e Remaining amount distributed out of corpus	232,715.			
5 Excess distributions carryover applied to 2003 (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	1,341,059.			
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 2002. Subtract line 4a from line 2a. Taxable amount — see instructions			0.	
f Undistributed income for 2003. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2004				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 1998 not applied on line 5 or line 7 (see instructions)	0.			
9 Excess distributions carryover to 2004. Subtract lines 7 and 8 from line 6a	1,341,059.			
10 Analysis of line 9:				
a Excess from 1999	0.			
b Excess from 2000	115,498.			
c Excess from 2001	119,248.			
d Excess from 2002	873,598.			
e Excess from 2003	232,715.			

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 2003, 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) 2003	(b) 2002	(c) 2001	(d) 2000	
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)				
a Paid during the year See Schedule Attached	N/A	Public	See Schedule	784,497.
Total ▶ 3 a				784,497.
b Approved for future payment				
Total ▶ 3 b				

Enter gross amounts unless otherwise indicated.

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

Form 990-PF
Part IV, Line 1
Statement

Capital Gains and Losses for Tax
on Investment Income

2003

Attach to return

Name

Elizabeth F. Cheney Foundation

Employer ID No.

36-3375377

Copy Number 1 of 2

(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 aBGI Equity Index Fund	P	06/01/88	08/12/03
bBGI Mid-Cap Equity Index Fund	P	09/06/01	08/12/03
cBGI Intermediate Government Bond Fund	P	11/30/89	08/12/03
dBGI Equity Index Fund	P	06/01/88	10/30/03
eBGI Mid-Cap Equity Index Fund	P	09/06/01	10/30/03
fBGI Intermediate Government Bond Fund	P	11/30/89	10/30/03
gBGI Equity Index Fund	P	06/01/88	01/31/04
hBGI Intermediate Government Bond Fund	P	11/30/89	01/31/04
iBGI Mid-Cap Equity Index Fund	P	09/06/01	01/31/04
j			

(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 739.		716.	23.
b 249.		249.	0.
c 1,134.		1,173.	-39.
d 774.		710.	64.
e 273.		249.	24.
f 1,074.		1,108.	-34.
g 836.		694.	142.
h 1,016.		1,047.	-31.
i 303.		253.	50.
j			

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			23.
b			0.
c			-39.
d			64.
e			24.
f			-34.
g			142.
h			-31.
i			50.
j			

Form 990-PF
Part IV, Line 1
Statement

Capital Gains and Losses for Tax
on Investment Income

Attach to return

2003

Name Elizabeth F. Cheney Foundation	Employer ID No. 36-3375377
--	-------------------------------

Copy Number 2 of 2

(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 aBGI Equity Index Fund	P	06/01/88	04/30/04
bBGI Mid-Cap Equity Index Fund	P	09/06/01	04/30/04
cBGI Intermediate Government Bond Fund	P	11/30/89	04/30/04
dCapital Gains distributions from funds	P	06/01/88	05/31/04
e			
f			
g			
h			
i			
j			

(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 886.		753.	133.
b 323.		279.	44.
c 1,022.		1,069.	-47.
d 111,222.		0.	111,222.
e			
f			
g			
h			
i			
j			

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			133.
b			44.
c			-47.
d			111,222.
e			
f			
g			
h			
i			
j			

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	1,000.			
Payroll Taxes	1,989.			1,989.
Total	2,989.			1,989.

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	5,404.			5,404.
Membership Dues	1,280.			1,280.
Telephone	952.			952.
State Registration	20.			20.
Office Expense	723.			723.
Postage	231.			231.
Internet Services	225.			225.
Total	8,835.			8,835.

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

L-16a Stmt

Line 16a - Legal Fees: Name of Provider	Type of Service Provided	Amount Paid
Mayer, Brown, Rowe & Maw	legal advice	244.
Total		244.

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

L-16b Stmt

Line 16b - Accounting Fees: Name of Provider	Type of Service Provided	Amount Paid
Allan R. Drebin	Accounting and Tax services	6,000.
Altschuler Melvoin & Glasser	Audit	3,000.
Total		9,000.

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	8,628.
Smith Barney	Investment custody	50.

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

Continued

L-16c Stmt

Line 16c - Other Professional Fees:	Type of Service Provided	Amount Paid
Name of Provider		
Total		<u>8,678.</u>

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.	37,680.
Barclays Equity Index Fund	5,991,172.	7,035,980.
Barclays Int Govt Bond Fund	5,064,332.	4,816,973.
Barclays Mid-Cap Equity Index Fund	1,404,948.	1,609,609.
Total	<u>12,463,104.</u>	<u>13,500,242.</u>

Supporting Statement of:

Form 990-PF, p1/Line 20(a)

Description	Amount
Rent	11,168.
Parking	3,660.
Total	14,828.

Elizabeth F. Cheney Foundation					
Form 990-PF, 2003					
Part XV, line 3a					
Grants and Contributions Paid during Year					
	Address				
Recipient	City	State	Zip	Purpose of Grant	Amount
American Writers' Theatre Chicago Foundation	Glencoe	IL	60022	Production of "My Own Stranger"	7,500
Apple Tree Theatre	Highland Pk	IL	60035	"Necessary Targets" by Eve Ensler	1,000
Ars Viva	Skokie	IL	60076	Ned Rorem American Symphony May, 2005	5,000
Art Institute of Chicago	Chicago	IL	60603	Unrestricted	1,000
Art Institute of Chicago	Chicago	IL	60603	Textile Department Acquisition Fund	2,500
Art Institute of Chicago	Chicago	IL	60603	Seurat - digital color analysis	25,000
Art Institute of Chicago	Chicago	IL	60603	Photography Department Matching Grant	7,500
Arts & Cultural Council for Greater Rochester	Rochester	NY	14607	Unrestricted	1,000
Auditorium Theatre	Chicago	IL	60605	Orchestra for Bolshoi Ballet	15,000
Bella Voce	Chicago	IL	60605	October 2004 concert	2,500
Blair Thomas and Company	Chicago	IL	60624	"The Poet, the Puppet and the Prisoner"	1,000
BOA Editions Ltd.	Rochester	NY	14604	Unrestricted	500
Boston Preparatory School Foundation	Boston	MA	02119	Unrestricted	5,000
Canal Corridor Association	Chicago	IL	60602	"Prairie Tides" - A documentary film	1,000
Centre East	Skokie	IL	60676	Artistic Fees for Parsons Dance Company	2,500
Chicago Acapella	Chicago	IL	60614	CAC+1	5,000
Chicago Botanic Garden	Glencoe	IL	60022	Plants in Print - exhibit September, 2004	5,000
Chicago Chamber Musicians	Chicago	IL	60604	concert sponsorships	15,000
Chicago Humanities Festival	Chicago	IL	60601	<i>Pacific 1860</i> by Sir Noel Coward	5,000
Chicago International Film Fest/Cinema Chicago	Chicago	IL	60601	40th Chicago International Festival Support	1,000
Chicago Master Singers	Chicago	IL	60605	St. Matthew Passion	2,500
Chicago Music and Dance Alliance	Barrington	IL	60605	Dance Award	7,500
Chicago Opera Theatre	Chicago	IL	60601	Britten's <i>Midsummer Night's Dream</i> , Spring 2005	20,000
Chicago Public Library Foundation	Chicago	IL	60602	Mara Tapp book program	10,000
Chicago Shakespeare Theater	Chicago	IL	60610	sponsor music score for <i>King John</i> -	15,000
Chicago Symphony Orchestra	Chicago	IL	60604	Civic Orchestra programs	50,000
Chicago Symphony Orchestra	Chicago	IL	60604	Music Now Series - Matching Grant	7,500
Civic Orchestra of Chicago	Chicago	IL	60604	Civic Orchestra training	5,000
Civic Orchestra of Chicago	Chicago	IL	60604	Scholarship for 2004-2005 season	6,000
Columbia College Chicago	Chicago	IL	60605	Lyon Opera Ballet in October 2004	20,000
Columbia College Chicago	Chicago	IL	60605	Unrestricted	2,500
Court Theatre	Chicago	IL	60637	"Guys and Dolls"	15,000
CUBE	Chicago	IL	60605	EU Concert	5,000
Donors Forum	Chicago	IL	60603	support in addition to dues	997
Evanston Art Center	Evanston	IL	60201	Unrestricted	1,000
Evanston Art Center	Evanston	IL	60201	Sculpture on the Grounds - Kowalski project	5,000
Evanston Community Foundation	Evanston	IL	60201	Arts and Culture Fund	1,000
Evanston Festival Theatre	Evanston	IL	60201	French Play Series, Fall, 2004	1,000
Evanston Historical Society	Evanston	IL	60201	Unrestricted	2,500
Evanston Historical Society	Evanston	IL	60201	Unrestricted	2,000
Evanston Symphony Orchestra	Evanston	IL	60201	Unrestricted	500
Famous Door Theatre Company	Chicago	IL	60657	"The Great Society"	7,500
Gene Siskel Film Center	Chicago	IL	60601	Visiting Artist Program 2004-2005	1,000
Genesee Country Museum	Mumford	NY	14511	acquisition fund	4,000
Genesee Country Museum	Mumford	NY	14511	acquisition fund	6,000
Goodman Theatre	Chicago	IL	60601	Concert readings of 7 new plays and musicals	20,000
Grant Park Music Festival	Chicago	IL	60602	Support for soloists	10,000
greasy joan & co.	Chicago	IL	60613	"Dreams of Desire: Classic Short Stories"	1,000
Haystack Mountain School of Crafts	Deer Isle	ME	04627	Barbara Hurd Residency	2,500
Hedwig Dances	Chicago	IL	60657	Summer Concert at Vittum Theatre	5,000
Historical Society of Oak Park and River Forest	Oak Park	IL	60303	Elizabeth F. Cheney Fund	500
Holland America Society	Evanston	IL	60201	2004 HAMS competition 4/25/04	2,500
Hubbard Street Dance	Chicago	IL	60607	Performance with Chicago Symphony	25,000
Hubbard Street Dance	Chicago	IL	60607	Matching Grant	6,000
Joffrey Ballet	Chicago	IL	60601	Live music for 2003-2004 season	25,000
Jump Rhythm Jazz Project	Evanston	IL	60202	"The Sorrows of Unison Dancing" new choreography	1,000
Kneisel Hall	Blue Hill	ME	04614	scholarship	7,500
Kneisel Hall	Blue Hill	ME	04614	scholarship	2,500
Lakeside Singers	Evanston	IL	60202	Winter, 2004 concert	1,000
Lifeline Theatre	Chicago	IL	60626	Artistic Fees for Shaara's "The Killer Angels"	1,000
Light Opera Works	Evanston	IL	60201	Unrestricted	1,000

Elizabeth F. Cheney Foundation					
Form 990-PF, 2003					
Part XV, line 3a					
Grants and Contributions Paid during Year					
	Address				
Recipient	City	State	Zip	Purpose of Grant	Amount
Light Opera Works	Evanston	IL	60201	HMS Pinafore	1,000
Lookingglass Theatre Company	Chicago	IL	60657	new work by Andy White, Orwell's 1984	5,000
Lucky Plush	Chicago	IL	60622	"Voyaging" 4/9-17/04 at Vitum Theatre	2,500
Luna Negra	Chicago	IL	60606	Staging a work of Vincente Nebrada, choreographer	5,000
Lyric Opera of Chicago	Chicago	IL	60606	Lyric @ Grant Park and Rising Stars Concert	50,000
Lyric Opera of Chicago	Chicago	IL	60606	Endowment for LOCAA Director's Chair	1,000
Lyric Opera of Chicago	Chicago	IL	60606	reception following Opera Center performance	2,000
Mad Shak Dance Company	Chicago	IL	60660	Support for "So-Called Repetition"	1,000
Melissa Thodos and Dancers	Chicago	IL	60657	Fourth annual "New Dances" project	5,000
Museum of Contemporary Art	Chicago	IL	60611	"Soft Edge" exhibit 7/10/2004 opening	10,000
Music in the Loft	Chicago	IL	60607	Enso Quartet	1,000
Music Institute of Chicago	Winnetka	IL	60093	Support for Lincoln Trio	5,000
Music of the Baroque	Chicago	IL	60602	2004-2005 Soloists	15,000
Newberry Library/ Newberry Consort	Chicago	IL	60610	May 2005 concert	1,000
Next Theater Company	Evanston	IL	60201	Caryl Churchill's "Far Away"	5,000
Northlight Theater	Skokie	IL	60076	Studs Terkel! The Good War"- new musical	7,500
Northwestern University Settlement Association	Chicago	IL	60622	Unrestricted	500
Northwestern University	Evanston	IL	60208	Athletics and Recreation Dept	2,500
Northwestern University	Evanston	IL	60208	Winter Chamber Music Festival- January 2004	33,000
Northwestern University	Evanston	IL	60208	Matching, School of Music	7,500
Opera Theatre North	Highland Pk	IL	60035	Carmen April, 2005	1,000
Operation Migration	Buffalo	NY	14207	matching grant	4,000
Over the Rainbow	Evanston	IL	60201	concert in October, 2003	1,000
Porchlight Theatre	Oak Park	IL	60652	"Amadeus" spring 2004	1,000
Ravinia Festival	Highland Pk	IL	60035	Emerson String Quartet and Postludes	50,000
Redmoon Theatre	Chicago	IL	60657	"Cyrano de Bergerac"	5,000
Rembrandt Chamber Players	Evanston	IL	60204	concert sponsorships	1,000
Renaissance Society	Chicago	IL	60637	publications	5,000
River North Dance Co.	Chicago	IL	60610	"Unveiling the curve" by Margo Sappington	10,000
Rochester City Ballet	Rochester	NY	14607	Unrestricted	500
Rochester Historical Society	Rochester	NY	14607	exterior restoration fund	2,500
Rochester Philharmonic Orchestra	Rochester	NY	14604	Unrestricted	3,000
Shattered Globe Theatre	Chicago	IL	60657	"Meet John Doe" by Robert Riskin	5,000
Shaw Chicago	Chicago	IL	60614	"Fanny's First Play" at Ruth Page Center	1,000
Sherwood Conservatory of Music	Chicago	IL	60605	Recital Hall Spring 2004	1,000
Splinter Group Theater-Irish Rep.	Chicago	IL	60610	Thomas Kilroy's "The Seagull: After Chekhov"	1,000
St. James Cathedral	Chicago	IL	60611	Rush Hour concert Series	1,000
St. John the Divine Church	Burlington	WI	53105	organ fund	1,500
St. John the Divine Church	Burlington	WI	53105	organ refurbishment fund	1,000
Steppenwolf Theatre Company	Chicago	IL	60610	"Man from Nebraska" by Tracy Lett	20,000
Symphony II	Evanston	IL	60201	2004-2005 season	1,000
Symphony II	Evanston	IL	60201	Unrestricted	1,000
T. Daniel	Chicago	IL	60202	Mime with French Festival	500
The David and Alfred Smart Museum	Chicago	IL	60657	exhibit	10,000
The Field Museum	Chicago	IL	60605	Splendors of China	20,000
The Lawrence Pucci Wedgwood Society	Chicago	IL	60601	Unrestricted	500
The Poetry Center	Chicago	IL	60603	Support for visiting poet's stipends 2004-2005	5,000
The Seldoms	Chicago	IL	60616	goCity and Lil' Roy & the Weird Sisters	2,500
The Utopian Theatre Asylum	Chicago	IL	60613	World premiere of "The Little Prince"	500
UIC - Gallery 400	Chicago	IL	60637	James Turrell Exhibit 9/04	1,000
University of Chicago	Chicago	IL	60637	Radio Broadcasts of U of C Presents	4,000
University of Michigan	Ann Arbor	MI	48106	Business School Fund	1,000
Victory Gardens Theater	Chicago	IL	60614	Creative Advancement Workshops for two productions	7,500
WFMT Radio	Chicago	IL	60625	Support of classical music on WFMT Black Dog Fund	5,000
Windows to the World	Chicago	IL	60625	2003-2004 Live from WFMT	29,000
Zephyr Dance	Chicago	IL	60647	13th annual spring season in June 2004	1,000
				Total	784,497