

990-PF

Return of Private Foundation

OMB No 1545-0052

Form Department of the Treasury Internal Revenue Service

or Section 4947(a)(1) Nonexempt Charitable Trust Treated as a Private Foundation Note: The organization may be able to use a copy of this return to satisfy state reporting requirements

2003

For calendar year 2003, or tax year beginning, 2003, and ending

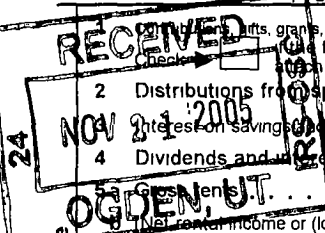
G Check all that apply Initial return Final return [X] Amended return Address change Name change

Name of organization: CHARLES G. KOCH CHARITABLE FOUNDATION. Employer identification number: 48-0918408. Address: P.O. BOX 2256, WICHITA, KS 67201-2256. Telephone number: (316) 828-5552.

H Check type of organization: [X] Section 501(c)(3) exempt private foundation. I Fair market value of all assets at end of year: \$ 35,159,504. J Accounting method: [X] Accrual.

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 page 10 of the instructions))

Table with 5 columns: (a) Revenue and expenses per books, (b) Net investment income, (c) Adjusted net income, (d) Disbursements for charitable purposes. Rows include Revenue (1-12) and Operating and Administrative Expenses (13-26), ending with Adjusted net income of -0-.



SCANNED NOV 23 2005

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 (a) Book Value	End of year (b) Book Value (c) Fair Market Value		
Assets	1	Cash - non-interest-bearing			
	2	Savings and temporary cash investments	21,301,726.	28,768,053.	28,768,053.
	3	Accounts receivable ▶ 29,694.			
		Less allowance for doubtful accounts ▶	1,838.	29,694.	29,694.
	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 page 15 of the instructions)			
	7	Other notes and loans receivable (attach schedule) ▶			
		Less allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges	58,336.	55,877.	55,877.
	10 a	Investments - U S and state government obligations (attach schedule)			
	b	Investments - corporate stock (attach schedule)	1,610,532.	1,610,532.	880,880.
	c	Investments - corporate bonds (attach schedule)			
	11	Investments - land, buildings, and equipment basis ▶ 3,377,694.			
	Less accumulated depreciation (attach schedule) ▶	3,377,694.	3,377,694.	5,070,000.	
12	Investments - mortgage loans				
13	Investments - other (attach schedule)				
14	Land, buildings, and equipment basis ▶				
	Less accumulated depreciation (attach schedule) ▶				
15	Other assets (describe ▶)	NONE	355,000.	355,000.	
16	Total assets (to be completed by all filers - see page 16 of the instructions Also, see page 1, item I)	26,350,126.	34,196,850.	35,159,504.	
Liabilities	17	Accounts payable and accrued expenses	21,287.	56,381.	
	18	Grants payable	3,450,000.	1,560,000.	
	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)	3,471,287.	1,616,381.		
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	22,878,839.	32,580,469.	
	25	Temporarily restricted			
	26	Permanently restricted			
	Organizations that do not follow SFAS 117, check here and complete lines 27 through 31. <input type="checkbox"/>				
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, bldg, and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds			
30	Total net assets or fund balances (see page 17 of the instructions)	22,878,839.	32,580,469.		
31	Total liabilities and net assets/fund balances (see page 17 of the instructions)	26,350,126.	34,196,850.		

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 22,878,839.
2	Enter amount from Part I, line 27a	2 9,701,630.
3	Other increases not included in line 2 (itemize) ▶	3
4	Add lines 1, 2, and 3	4 32,580,469.
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 32,580,469.

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 shs MLC Co)	(b) How acquired P-Purchase D-Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a			
b			
c			
d			
e			

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a			
b			
c			
d			
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
a			
b			
c			
d			
e			

2 Capital gain net income or (net capital loss)	{ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }	2	
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 pages 13 and 17 of the 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 page 17 of 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))
2002	3,313,808.	28,571,232.	0.1160000000
2001	4,296,259.	27,673,813.	0.1552000000
2000	5,028,478.	33,847,015.	0.1486000000
1999	3,078,832.	33,281,910.	0.0925000000
1998	3,320,358.	32,850,792.	0.1011000000

2 Total of line 1, column (d)	2	0.6134000000
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	0.1227000000
4 Enter the net value of noncharitable-use assets for 2003 from Part X, line 5	4	25,930,498.
5 Multiply line 4 by line 3	5	3,181,672.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	2,459.
7 Add lines 5 and 6	7	3,184,131.
8 Enter qualifying distributions from Part XII, line 4	8	3,285,889.

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 on page 17.

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see page 17 of the instructions)

Table with 11 rows for excise tax calculations. Includes sub-rows 6a-6d for credits. Total tax due is 46. Includes handwritten 'STATEMENT 12' and 'Credited to 2004 estimated tax'.

Part VII-A Statements Regarding Activities

Table with 13 rows for activity statements. Includes questions about political campaigns, tax on political expenditures, and state registration. Includes handwritten 'KANSAS & DISTRICT OF COLUMBIA' and 'WWW.CGKFOUNDATION.ORG'.

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.

Table with columns for question descriptions, Yes/No checkboxes, and a grid for Yes/No responses. Rows include questions about disqualifying acts, taxes on undistributed income, and investments jeopardizing charitable purposes.

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 page 20 of the instructions):

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (if not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE ATTACHED STATEMENT 17		NONE	NONE	NONE

2 Compensation of five highest-paid employees (other than those included on line 1 - see page 20 of the 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 page 20 of the instructions). If none, enter "NONE."

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
TYLER COWEN FAIRFAX, VIRGINIA	CONSULTING SERVICES	80,000.
KOCH INDUSTRIES, INC. WICHITA, KANSAS	GRANT MANAGEMENT	140,289.

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 DURING 2003, THE FOUNDATION CONDUCTED AN EDUCATIONAL CONFERENCE FOCUSING ON PHILANTHROPIC GIVING.	12,145.
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see page 21 of the instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 SEE ATTACHED STATEMENT 16	
	355,000.
2	
All other program-related investments See page 21 of the instructions	
3 NONE	
Total. Add lines 1 through 3	355,000.

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see page 21 of the 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	772,913.
b Average of monthly cash balances	1b	20,482,466.
c Fair market value of all other assets (see page 22 of the instructions)	1c	5,070,000.
d Total (add lines 1a, b, and c)	1d	26,325,379.
e Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	
2 Acquisition indebtedness applicable to line 1 assets	2	NONE
3 Subtract line 2 from line 1d	3	26,325,379.
4 Cash deemed held for charitable activities Enter 1 1/2 % of line 3 (for greater amount, see page 23 of the instructions)	4	394,881.
5 Net value of noncharitable-use assets. Subtract line 4 from line 3 Enter here and on Part V, line 4	5	25,930,498.
6 Minimum investment return. Enter 5% of line 5	6	1,296,525.

Part XI Distributable Amount (see page 23 of the 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	1,296,525.
2a Tax on investment income for 2003 from Part VI, line 5	2a	2,459.
b Income tax for 2003 (This does not include the tax from Part VI)	2b	
c Add lines 2a and 2b	2c	2,459.
3 Distributable amount before adjustments Subtract line 2c from line 1	3	1,294,066.
4a Recoveries of amounts treated as qualifying distributions	4a	NONE
b Income distributions from section 4947(a)(2) trusts	4b	
c Add lines 4a and 4b	4c	NONE
5 Add lines 3 and 4c	5	1,294,066.
6 Deduction from distributable amount (see page 23 of the instructions)	6	NONE
7 Distributable amount as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	1,294,066.

Part XII Qualifying Distributions (see page 23 of the 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	2,930,889.
b Program-related investments - Total from Part IX-B	1b	355,000.
2 Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	NONE
3 Amounts set aside for specific charitable projects that satisfy the		
a Suitability test (prior IRS approval required)	3a	NONE
b Cash distribution test (attach the required schedule)	3b	NONE
4 Qualifying distributions. Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	3,285,889.
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 page 24 of the instructions)	5	2,459.
6 Adjusted qualifying distributions. Subtract line 5 from line 4	6	3,283,430.

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 page 24 of the instructions)

	(a) Corpus	(b) Years prior to 2002	(c) 2002	(d) 2003
1 Distributable amount for 2003 from Part XI, line 7				1,294,066.
2 Undistributed income, if any, as of the end of 2002				
a Enter amount for 2002 only			NONE	
b Total for prior years		NONE		
3 Excess distributions carryover, if any, to 2003				
a From 1998	1,784,123.			
b From 1999	1,506,398.			
c From 2000	3,380,679.			
d From 2001	2,919,590.			
e From 2002	1,893,383.			
f Total of lines 3a through e	11,484,173.			
4 Qualifying distributions for 2003 from Part XII, line 4: ▶ \$ 3,285,889.				
a Applied to 2002, but not more than line 2a			NONE	
b Applied to undistributed income of prior years (Election required - see page 24 of the instructions)		NONE		
c Treated as distributions out of corpus (Election required - see page 24 of the instructions)	NONE			
d Applied to 2003 distributable amount				1,294,066.
e Remaining amount distributed out of corpus	1,991,823.			
5 Excess distributions carryover applied to 2003 (If an amount appears in column (d), the same amount must be shown in column (a))	NONE			NONE
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	13,475,996.			
b Prior years' undistributed income Subtract line 4b from line 2b		NONE		
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		NONE		
d Subtract line 6c from line 6b Taxable amount - see page 24 of the instructions		NONE		
e Undistributed income for 2002 Subtract line 4a from line 2a Taxable amount - see page 24 of the instructions			NONE	
f Undistributed income for 2003 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2004				NONE
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(E) or 4942(g)(3) (see page 25 of the instructions)	NONE			
8 Excess distributions carryover from 1998 not applied on line 5 or line 7 (see page 25 of the instructions)	1,784,123.			
9 Excess distributions carryover to 2004. Subtract lines 7 and 8 from line 6a	11,691,873.			
10 Analysis of line 9				
a Excess from 1999	1,506,398.			
b Excess from 2000	3,380,679.			
c Excess from 2001	2,919,590.			
d Excess from 2002	1,893,383.			
e Excess from 2003	1,991,823.			

Part XIV Private Operating Foundations (see page 25 of the instructions and Part VII-A, question 9) **NOT APPLICABLE**

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 - see page 25 of the 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))
- CHARLES G. KOCH**
-
- 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 page 25 of the 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
- SEE STATEMENT 2**
-
- b The form in which applications should be submitted and information and materials they should include
- LETTER EXPLAINING PROJECT AND AMOUNT REQUESTED, PLUS A COPY OF IRS DETERMINATION LETTER SHOWING EXEMPTION.**
-
- c Any submission deadlines
- NONE**
-
- d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors **SEE ATTACHED STATEMENT 18**

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
<p>a <i>Paid during the year</i></p> <p>SEE STATEMENT 3</p>				
Total				2,934,528.
<p>b <i>Approved for future payment</i></p> <p>SEE STATEMENT 4</p>				
Total				1,560,000.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated

Table with 5 main columns: (a) Business code, (b) Amount, (c) Exclusion code, (d) Amount, and (e) Related or exempt function income. Rows include: 1 Program service revenue (PROGRAM INTEREST 3,579), 2 Membership dues and assessments, 3 Interest on savings and temporary cash investments (212,637), 4 Dividends and interest from securities (35,615), 5 Net rental income or (loss) from real estate (243), 6 Net rental income or (loss) from personal property, 7 Other investment income, 8 Gain or (loss) from sales of assets other than inventory, 9 Net income or (loss) from special events, 10 Gross profit or (loss) from sales of inventory, 11 Other revenue, 12 Subtotal (252,074), 13 Total (252,074).

(See worksheet in line 13 instructions on page 26 to verify calculations)

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

Table with 2 columns: Line No. and Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the organization's exempt purposes (other than by providing funds for such purposes) (See page 26 of the instructions). Content: NOT APPLICABLE

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

Table with 3 columns: Question, Yes, No. Contains questions 1a through 1c regarding transfers and transactions.

Table with 4 columns: (a) Line no, (b) Amount involved, (c) Name of noncharitable exempt organization, (d) Description of transfers, transactions, and sharing arrangements.

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

Table with 3 columns: (a) Name of organization, (b) Type of organization, (c) Description of relationship.

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

Sign Here: Signature of officer or trustee (Vonda Hellman), Preparer's signature (BKD, LLP), Firm's name and address (125 N. MARKET, STE. WICHITA, KS).

Schedule of Contributors

2003

Supplementary Information for
line 1 of Form 990, 990-EZ, and 990-PF (see instructions)

Name of organization
CHARLES G. KOCH CHARITABLE FOUNDATION

Employer identification number
48-0918408

Organization type (check one)

Filers of:

Section:

Form 990 or 990-EZ

501(c)() (enter number) organization

4947(a)(1) nonexempt charitable trust **not** treated as a private foundation

527 political organization

Form 990-PF

501(c)(3) exempt private foundation

4947(a)(1) nonexempt charitable trust treated as a private foundation

501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**. (Note: Only a section 501(c)(7), (8), or (10) organization can check box(es) for both the General Rule and a Special Rule - see instructions)

General Rule -

For organizations filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor (Complete Parts I and II)

Special Rules -

For a section 501(c)(3) organization filing Form 990, or Form 990-EZ, that met the 33 1/3% support test of the regulations under sections 509(a)(1)/170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of \$5,000 or 2% of the amount on line 1 of these forms (Complete Parts I and II)

For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, aggregate contributions or bequests of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals (Complete Parts I, II, and III)

For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, some contributions for use *exclusively* for religious, charitable, etc , purposes, but these contributions did not aggregate to more than \$1,000 (If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc , purpose Do not complete any of the Parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc , contributions of \$5,000 or more during the year) ▶ \$ _____

Caution: Organizations that are not covered by the General Rule and/or the Special Rules do not file Schedule B (Form 990, 990-EZ, or 990-PF), but they **must** check the box in the heading of their Form 990, Form 990-EZ, or on line 1 of their Form 990-PF, to certify that they do not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)

If a section 501(c)(7), (8), or (10) organization received contributions or bequests for use exclusively for religious, charitable, etc., purposes (sections 170(c)(4), 2055(a)(3), or 2522(a)(3)) -

List in Part I each contributor whose contributions total more than \$1,000 during the year that were for a religious, charitable, etc., purpose. To determine the \$1,000, aggregate all of a contributor's gifts for the year (regardless of amount). For a noncash contribution, complete Part II.

All section 501(c)(7), (8), or (10) organizations that received **any** charitable contributions and listed **any** charitable contributors on Part I must also complete Part III.

If a section 501(c)(7), (8), or (10) organization received charitable gifts, but is not required to list **any** charitable contributors on Part I, check the box on line A at the top of Schedule B (Form 990 or 990-EZ) and enter the amount of charitable contributions received in the space provided. The organization need not complete and attach Part III.

Specific Instructions

Note: You may duplicate Parts I, II, and III if more copies are needed. Number each page of each Part.

Part I. In column (a), identify the first contributor listed as no. 1 and the second contributor as no. 2, etc. Number consecutively. Show the contributor's name, address, aggregate contributions for the year, and the type of contribution (e.g., whether an individual, payroll, or noncash contribution). Report payroll contributions by listing the employer's name, address, and total amount given (unless an employee gave enough to be listed individually).

Part II. In column (a), show the number that corresponds to the contributor's number in Part I. Describe the noncash contribution fully. Report on property with readily determinable market value (i.e., market quotations for securities) by listing its fair market value (FMV). For marketable securities registered and listed on a recognized securities exchange, measure market value by the average of the highest and lowest quoted selling prices (or the average between the bona fide bid and asked prices) on the contribution date. See Regulations section 20.2031-2 to determine the value of contributed stocks and bonds. When market value cannot be readily determined, use an appraised or estimated value. To determine the amount of a noncash contribution that is subject to an outstanding debt, subtract the debt from the property's fair market value.

Part III. Section 501(c)(7), (8), or (10) organizations that received contributions or bequests for use exclusively for religious, charitable, etc., purposes must complete Parts I through III for those persons whose gifts totaled more than \$1,000 during the year. Show also, in the heading of Part III, total gifts that were \$1,000 or less and were for a religious, charitable, etc., purpose. Complete this information only on the first Part III page.

If an amount is set aside for a religious, charitable, etc., purpose, show in column (d) how the amount is held (e.g., whether it is mingled with amounts held for other purposes). If the organization transferred the gift to another organization, show the name and address of the transferee organization in column (e) and explain the relationship between the two organizations.

Name of organization **CHARLES G. KOCH CHARITABLE FOUNDATION**

Employer identification number

48-0918408

Part I Contributors (See Specific Instructions.)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	CHARLES G. KOCH 4111 E. 37TH STREET NORTH WICHITA, KS 67220	11,019,250.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)

CHARLES G. KOCH CHARITABLE FOUNDATION
EIN 48-0918408
SCHEDULE OF INFORMATION FOR 2003 FORM 990-PF

PART I, LINE 11 - OTHER INCOME	STATEMENT 5		
	(a)	(b)	(c)
Interest income from program-related investment	3,579	3,579	0

PART I, LINE 16 A, B, C - PROFESSIONAL FEES	STATEMENT 6		
Part 1, Line 16a - Legal Fees			
Legal services for general matters during the year	25,994	0	25,476
Part 1, Line 16b - Accounting Fees			
General accounting, preparation of financial statements, and preparation of Form 990-PF	25,787	0	23,612
Part 1, Line 16c - Other Professional Fees			
Land Maintenance fees	3,703	3,703	0
Bank and investment management fees	2,559	2,341	218
Website Fees	1,430	0	1,330
Administrative management fees for managing grants and general matters	403,498	0	378,065
Total Other Professional Fees	411,190	6,044	379,613

PART I, LINE 18 - TAXES	STATEMENT 7		
Excise Tax on Net Investment Income	2,459	0	0
Real Estate Tax on real estate held for investment	110	110	0
Total Taxes	2,569	110	0

PART I, LINE 23 - OTHER EXPENSES	STATEMENT 8		
Insurance	11,223	0	11,223
Postage & Delivery	223	0	162
Telephone Expenses	792	0	893
Membership & Dues	2,593	0	2,593
Miscellaneous	1,485	0	1,016
Total Other Expenses	16,316	0	15,887

CHARLES G. KOCH CHARITABLE FOUNDATION
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PART II, Line 10b - Investments - Corporate Stock

STATEMENT 9

	<u>Cost</u>	<u>Market Value</u>
Common Stock - Bristol Myers Squibb Co.	1,610,532	880,880

PART II, Line 11 - Investments - Land, Buildings, & Equipment:

STATEMENT 10

	<u>Basis / Book Value</u>	<u>Market Value</u>
Unimproved Land	3,377,694	5,070,000

PART II, Line 15 - Other Assets

STATEMENT 11

Program-Related Investment Notes Receivable	355,000
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CHARLES G. KOCH CHARITABLE FOUNDATION
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SCHEDULE OF INFORMATION FOR 2003 Form 990-PF

PART VI, Line 7 - Total Credits and Payments

STATEMENT 12

2003 estimated tax payments and 2002 overpayment credited to 2003	58,336
Less. amount refunded with original return	<u>(40,831)</u>
	17,505

CHARLES G. KOCH CHARITABLE FOUNDATION
EIN 48-0918408
ATTACHMENT TO FORM 990-PF TO REPORT
EXPENDITURE RESPONSIBILITY GRANT
For the Year Ended 12/31/03

PART VII-B, Question on Line 5c:

STATEMENT 13

Expenditure Responsibility Statement for the Year 2003

Pursuant to IRC Regulation section 53 4945-5(d)(2), the CHARLES G. KOCH CHARITABLE FOUNDATION provides the following information.

- (i) Name & Address of Grantee: Kansas Cultural Trust
255 N Roosevelt
Wichita, KS 67208

- (ii) Date and Amount of Grant: April 7, 2003 \$112,955

- (iii) Purpose of Grant: General operating support for the Kansas Cultural Trust, an educational foundation which provides grants to young visual and performing artists to allow them to take advantage of key opportunities arising early in their careers

- (iv) Amounts expended: Report received from the Kansas Cultural Trust shows the following expenditures:
\$112,955 of the April 2003 grant was spent for providing enabling grants to artists and for professional fees

- (v) Diversions: To the knowledge of this grantor foundation, no funds have been diverted to any activity other than the activity for which the grant was originally made.

- (vi) Date of Reports: On May 4, 2004, the Kansas Cultural Trust submitted a full and complete report of its expenditures of the April 2003 operating support grant

- (vi) Verification: The grantor has no reason to doubt the accuracy or reliability of the report from the grantee; therefore, no independent verification of the reports were made

CHARLES G. KOCH CHARITABLE FOUNDATION
EIN 48-0918408
ATTACHMENT TO FORM 990-PF TO REPORT
EXPENDITURE RESPONSIBILITY GRANT
For the Year Ended 12/31/03

PART VII-B, Question on Line 5c:

STATEMENT 14

Expenditure Responsibility Statement for the Year 2003

Pursuant to IRC Regulation section 53 4945-5(d)(2), the CHARLES G KOCH CHARITABLE FOUNDATION provides the following information:

- (i) **Name & Address of Grantee:** Fred C & Mary R. Koch Foundation, Inc
PO Box 2256
Wichita, KS 67201-2256
- (ii) **Date and Amount of Grant.** April 7, 2003 \$300,000
December 17, 2003 \$160,000
- (iii) **Purpose of Grant** Grant program support for the Fred C & Mary R Koch Foundation, an educational foundation which provides grants to tax-exempt public charities in the state of Kansas, in the areas of human service, higher education, and the cultural arts
- (iv) **Amounts expended.** Report received from the Fred C & Mary R Koch Foundation shows the following expenditures
\$300,000 of the April 2003 grant was spent directly for providing grants
\$160,000 of the December 2003 grant was spent directly for providing grants
- (v) **Diversions:** To the knowledge of this grantor foundation, no funds have been diverted to any activity other than the activity for which the grant was originally made.
- (vi) **Date of Reports:** On May 12, 2004, the Fred C & Mary R. Koch Foundation submitted a full and complete report of its expenditures of the April 2003 grant and the December 2003 grant.
- (vi) **Verification:** The grantor has no reason to doubt the accuracy or reliability of the report from the grantee; therefore, no independent verification of the reports were made

CHARLES G. KOCH CHARITABLE FOUNDATION
EIN 48-0918408
ATTACHMENT TO FORM 990-PF TO REPORT
EXPENDITURE RESPONSIBILITY GRANT
For the Year Ended 12/31/03

PART VII-B, Question on Line 5c:

STATEMENT 15

Expenditure Responsibility Statement for the Year 2003

Pursuant to IRC Regulation section 53.4945-5(d)(2), the CHARLES G KOCH CHARITABLE FOUNDATION provides the following information

- (i) Name & Address of Grantee. The Phillips Foundation
7811 Montrose Road, Suite 100
Potomac, MD 20854

- (ii) Date and Amount of Grant May 8, 2003 \$25,000

- (iii) Purpose of Grant Support for the Journalism Fellowship Program run by the Phillips Foundation

- (iv) Amounts expended. Report received from The Phillips Foundation shows the following expenditures:
\$25,000 of the May 2003 grant was spent directly for providing grants through
their Journalism Fellowship Program.

- (v) Diversions. To the knowledge of this grantor foundation, no funds have been diverted to any
activity other than the activity for which the grant was originally made.

- (vi) Date of Reports On June 7, 2004, The Phillips Foundation submitted a full and complete
report of its expenditures of the May 2003 grant.

- (vi) Verification: The grantor has no reason to doubt the accuracy or reliability of the report from
the grantee; therefore, no independent verification of the reports were made.

CHARLES G. KOCH CHARITABLE FOUNDATION
EIN 48-0918408
ATTACHMENT TO FORM 990-PF TO REPORT
EXPENDITURE RESPONSIBILITY GRANT
For the Year Ended 12/31/03

PART IX-B - Program-Related Investment

STATEMENT 16

Expenditure Responsibility Statement for the Year 2003

The CHARLES G. KOCH CHARITABLE FOUNDATION provides the following information regarding the payment of a program-related investment.

- (i) Name & Address of Borrower: Inland Sea Productions
1600 Genessee, Suite 328
Kansas City, MO 64102
- (ii) Date and Amount of Loan: July 10, 2003 \$355,000
- (iii) Purpose of Loan: To fund expenses to produce an educational IMAX film titled "We The People, By The People", to be used solely by and under a contract with Bill of Rights Institute, an organization exempt under Section 501(c)(3), and a public charity within the meaning of section 509(a)(1).
- (iv) Amounts expended: Report received from Inland Sea Productions shows the following expenditures. \$355,000 of the July 2003 loan was spent directly for production of the IMAX film.
- (v) Diversions: To the knowledge of this foundation, no funds have been diverted to any activity other than the activity for which the loan was originally made.
- (vi) Date of Reports. On November 5, 2004, Inland Sea Productions submitted a full and complete report of its expenditures of the July 2003 loan.
- (vi) Verification. The foundation has no reason to doubt the accuracy or reliability of the report from the borrower; therefore, no independent verification of the reports were made.

CHARLES G. KOCH CHARITABLE FOUNDATION
EIN 48-0918408
SCHEDULE OF INFORMATION FOR 2003 FORM 990 PF

PART VIII, Line 1 - Officers, Directors, Trustees, Managers, Etc.

STATEMENT 17

<u>(a) Name and Address</u>	<u>(b) Title, and average hours per week devoted to position</u>	<u>(c) Compensation</u>	<u>(d) Contributions to employee benefit plans</u>	<u>(e) Expense account, other allowances</u>
Richard Fink 655 15th Street, NW, Suite 445 Washington, DC 20005	President / Director 1 hour per week average	0	0	0
Kelly Young 655 15th Street, NW, Suite 445 Washington, DC 20005	Vice President 18 hours per week average	0	0	0
Alex A. Beehler 655 15th Street, NW, Suite 445 Washington, DC 20005	Vice President 10/8/03 to 12/31/03 10 hours per week average	0	0	0
Kevin L. Gentry 655 15th Street, NW, Suite 445 Washington, DC 20005	Vice President 10/8/03 to 12/31/03 17 hours per week average	0	0	0
Anthony Woodlief 655 15th Street, NW, Suite 445 Washington, DC 20005	Vice President 10/8/03 to 12/31/03 10 hours per week average	0	0	0
Mark Humphrey P O Box 2256 Wichita, KS 67201	Secretary 10/8/03 to 12/31/03 Less than 1 hour per week	0	0	0
Vonda Holliman P O Box 2256 Wichita, KS 67201	Treasurer 7 hours per week average	0	0	0
Charles G. Koch P O Box 2256 Wichita, KS 67201	Director Less than 1 hour per week	0	0	0
Elizabeth B. Koch P O Box 2256 Wichita, KS 67201	Director Less than 1 hour per week	0	0	0
Elizabeth Robinson Koch P O Box 2256 Wichita, KS 67201	Director Less than 1 hour per week	0	0	0
Charles Chase Koch P O Box 2256 Wichita, KS 67201	Director Less than 1 hour per week	0	0	0
Koch Industries, Inc P O Box 2256 Wichita, KS 67201	Not Applicable (Payment for management services of officers above)	119,570	0	0
TOTAL		119,570	0	0

CHARLES G. KOCH CHARITABLE FOUNDATION
EIN 48-0918408
SCHEDULE OF INFORMATION FOR 2003 FORM 990 PF

PART XV, LINE 2D, INFORMATION REGARDING GRANTS - LIMITATIONS ON AWARDS

STATEMENT 18

The foundation primarily supports research and education into free societies, in particular how they advance the well-being of mankind. Building on this knowledge, the Charles Koch Foundation fosters the partnership of scientists and practitioners in order to integrate theory and practice. By doing so, the Foundation strives to develop market-based tools that enable individuals, institutions and societies to survive and prosper.

Grants from the Foundation are restricted to charitable organizations as defined in section 501(c)(3) of the Internal Revenue Code. The Charles G. Koch Charitable Foundation does not make grants to individuals.

For grant guidelines, please contact the Foundation via street address, email, telephone, or fax below. Interested grantees should carefully review the guidelines before submitting proposals or otherwise request support.

Charles G. Koch Charitable Foundation
655 15th Street NW, Suite 445
Washington, DC 20005
Phone: 202-393-2354
Fax: 202-393-2355
email @ cgkfoundation.org

CHARLES G. KOCH CHARITABLE FOUNDATION
EIN 48-0918408
SCHEDULE OF INFORMATION FOR 2003 FORM 990 PF

Part XV, Line 3a - Grants and Contributions Paid During the Year

STATEMENT 19

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				
The Acton Institute Grand Rapids, MI		Public	General Operating Support	25,000
Center for Excellence in Education Vienna, VA		Public	General Operating Support	5,000
Environmental Literacy Council Washington, DC		Public	General Operating Support	57,516
The Federalist Society Washington, DC		Public	General Operating Support	71,200
Fred C and Mary R Koch Foundation, Inc Wichita, KS		Private	General Operating Support	460,000
George Mason University Foundation Fairfax, VA		Public	Educational and Research Programs	1,943,400
Institute for Humane Studies Washington, DC		Public	General Operating Support Educational Programs	15,000 7,457
Institute for Responsible Citizenship Washington, DC		Public	General Operating Support	10,000
Institute of Spontaneous Order Economics Santa Clara, CA		Public	General Operating Support	7,500
Intercollegiate Studies Institute Wilmington, DE		Public	General Operating Support	1,250
Kansas Cultural Trust Wichita, KS		Private	General Operating Support	112,955
Mercatus Center Arlington, VA		Public	General Operating Support	27,000
Pacific Research Institute San Francisco, CA		Public	General Operating Support	90,000
The Phillips Foundation Potomac, MD		Private	General Operating Support	25,000
Political Economy Research Foundation Bozeman, MT		Public	General Operating Support	14,500
Sand County Foundation Madison, WI		Public	General Operating Support	46,750
Wildlife Habitat Council Silver Spring, MD		Public	General Operating Support	15,000
TOTAL GRANTS PAID TO ORGANIZATIONS				\$ 2,934,528

FORM 990PF, PART I - CONTRIBUTIONS, GIFTS AND GRANTS RECEIVED

=====

NAME AND ADDRESS -----	DATE ----	DIRECT PUBLIC SUPPORT -----
CHARLES G. KOCH 4111 E. 37TH STREET NORTH WICHITA, KS 67220		11,019,250.
TOTAL CONTRIBUTION AMOUNTS		----- 11,019,250. =====

FORM 990PF, PART XV - NAME, ADDRESS AND PHONE FOR APPLICATIONS
=====

GRANT ADMINISTRATOR, 655 15TH STREET NW, SUITE 445
WASHINGTON, D.C. 20005 (202)393-2354

FORM 990PF, PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
-----	-----	-----	-----
SEE ATTACHED STATEMENT 19			2,934,528
		TOTAL CONTRIBUTIONS PAID	2,934,528.

FORM 990PF, PART XV - CONTRIBUTIONS APPROVED FOR FUTURE PAYMENT

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
-----	-----	-----	-----
GEORGE MASON UNIVERSITY FOUNDATION FAIRFAX, VA	PUBLIC	EDUCATIONAL AND RESEARCH PROGRAMS	1,560,000.
		TOTAL CONTRIBUTIONS APPROVED	1,560,000.