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**Return of Private Foundation**

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

**2015**

Department of the Treasury  
Internal Revenue Service

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Information about Form 990-PF and its separate instructions is at [www.irs.gov/form990pf](http://www.irs.gov/form990pf).

Open to Public Inspection

For calendar year 2015 or tax year beginning , and ending

Name of foundation  
**PENASCO VALLEY TELEPHONE EDUCATION FOUNDATION**

Number and street (or P O box number if mail is not delivered to street address) Room/suite  
**4011 WEST MAIN**

City or town, state or province, country, and ZIP or foreign postal code  
**ARTESIA, NM 88210**

**A Employer identification number**  
**85-0422272**

**B Telephone number**  
**(575) 748-1241**

**C** If exemption application is pending, check here

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

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

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

**G** Check all that apply:  Initial return  Initial return of a former public charity  
 Final return  Amended return  
 Address change  Name change

**H** Check type of organization:  Section 501(c)(3) exempt private foundation  
 Section 4947(a)(1) nonexempt charitable trust  Other taxable private foundation

**I** Fair market value of all assets at end of year (from Part II, col (c), line 16) **\$ 553,356.** (Part I, column (d) must be on cash basis)

**J** Accounting method:  Cash  Accrual  
 Other (specify) \_\_\_\_\_

<b>Part I Analysis of Revenue and Expenses</b> (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
<b>Revenue</b>	1 Contributions, gifts, grants, etc., received	900.		N/A	
	2 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	2,742.	2,742.		STATEMENT 1
	4 Dividends and interest from securities				
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10				
	b Gross sales price for all assets on line 6a				
	7 Capital gain net income (from Part IV, line 2)		0.		
	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 or (loss)					
11 Other income					
12 Total. Add lines 1 through 11		3,642.	2,742.		
<b>Operating and Administrative Expenses</b>	13 Compensation of officers, directors, trustees, etc	0.	0.		0.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees				
	b Accounting fees	STMT 2	875.	438.	437.
	c Other professional fees				
	17 Interest				
	18 Taxes				
	19 Depreciation and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses				
	24 Total operating and administrative expenses. Add lines 13 through 23		875.	438.	437.
	25 Contributions, gifts, grants paid		18,000.		18,000.
26 Total expenses and disbursements. Add lines 24 and 25		18,875.	438.	18,437.	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements		<15,233.>			
b Net investment income (if negative, enter -0-)			2,304.		
c Adjusted net income (if negative, enter -0-)			N/A		

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Part II Balance Sheets	Attached schedules and amounts in the description column should be for end-of-year amounts only	Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing	818.	1,303.	1,303.
	2 Savings and temporary cash investments	567,771.	552,053.	552,053.
	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			
	7 Other notes and loans receivable ▶			
	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			
	b Investments - corporate stock			
	c Investments - corporate bonds			
	11 Investments - land, buildings, and equipment basis ▶			
Less accumulated depreciation ▶				
12 Investments - mortgage loans				
13 Investments - other				
14 Land, buildings, and equipment: basis ▶				
Less accumulated depreciation ▶				
15 Other assets (describe ▶)				
16 <b>Total assets</b> (to be completed by all filers - see the instructions. Also, see page 1, item I)	568,589.	553,356.	553,356.	
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable			
	22 Other liabilities (describe ▶)			
	23 <b>Total liabilities</b> (add lines 17 through 22)	0.	0.	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here <input type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	568,589.	553,356.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	0.	0.	
30 <b>Total net assets or fund balances</b>	568,589.	553,356.		
31 <b>Total liabilities and net assets/fund balances</b>	568,589.	553,356.		

**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	568,589.
2 Enter amount from Part I, line 27a	2	<15,233.>
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	553,356.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	553,356.

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**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.)
<b>1a</b>			
<b>b</b> <b>NONE</b>			
<b>c</b>			
<b>d</b>			
<b>e</b>			

(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)
<b>a</b>			
<b>b</b>			
<b>c</b>			
<b>d</b>			
<b>e</b>			

(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	(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
<b>a</b>			
<b>b</b>			
<b>c</b>			
<b>d</b>			
<b>e</b>			

<b>2</b> Capital gain net income or (net capital loss) <span style="font-size: 2em;">}</span> { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7	<b>2</b>	
<b>3</b> 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). If (loss), enter -0- in Part I, line 8	<b>3</b>	

**Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income**

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income.)

If section 4940(d)(2) applies, leave this part blank.

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period?  Yes  No

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

**1** Enter the appropriate amount in each column for each year; see the instructions before making any entries.

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2014	26,221.	562,681.	.046600
2013	34,912.	563,186.	.061990
2012	37,610.	596,328.	.063069
2011	40,900.	596,873.	.068524
2010	42,204.	580,843.	.072660

<b>2</b> Total of line 1, column (d)	<b>2</b>	.312843
<b>3</b> 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	<b>3</b>	.062569
<b>4</b> Enter the net value of noncharitable-use assets for 2015 from Part X, line 5	<b>4</b>	549,125.
<b>5</b> Multiply line 4 by line 3	<b>5</b>	34,358.
<b>6</b> Enter 1% of net investment income (1% of Part I, line 27b)	<b>6</b>	23.
<b>7</b> Add lines 5 and 6	<b>7</b>	34,381.
<b>8</b> Enter qualifying distributions from Part XII, line 4 If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions.	<b>8</b>	18,437.

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

1a Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary-see instructions)			
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b		1	46.
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b).			
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		2	0.
3 Add lines 1 and 2		3	46.
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	46.
6 Credits/Payments:			
a 2015 estimated tax payments and 2014 overpayment credited to 2015	6a	148.	
b Exempt foreign organizations - tax withheld at source	6b		
c Tax paid with application for extension of time to file (Form 8868)	6c		
d Backup withholding erroneously withheld	6d		
7 Total credits and payments. Add lines 6a through 6d	7	148.	
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	102.	
11 Enter the amount of line 10 to be: Credited to 2016 estimated tax <input type="checkbox"/> 102. Refunded <input type="checkbox"/> 0.	11		0.

**Part VII-A Statements Regarding Activities**

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
1b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for the 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 foundation in connection with the activities.</i>		X
1c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. <input type="checkbox"/> \$ 0. (2) On foundation managers. <input type="checkbox"/> \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. <input type="checkbox"/> \$ 0.		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? <i>If "Yes," attach a detailed description of the activities</i>		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? <i>If "Yes," attach a conformed copy of the changes</i>		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?	N/A	
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>		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	X	
7 Did the foundation have at least \$5,000 in assets at any time during the year? <i>If "Yes," complete Part II, col. (c), and Part XV</i>	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) <input type="checkbox"/> NM		
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? <i>If "No," attach explanation</i>	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2015 or the taxable year beginning in 2015 (see instructions for Part XIV)? <i>If "Yes," complete Part XIV</i>		X
10 Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses</i>		X

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**Part VII-A Statements Regarding Activities** (continued)

		Yes	No
11 At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11		X
12 Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement (see instructions)	12		X
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► <u>N/A</u>	13	X	
14 The books are in care of ► <u>KEVIN BARTLEY</u> Telephone no. ► <u>(575) 748-1241</u> Located at ► <u>4011 WEST MAIN, ARTESIA, NM</u> ZIP+4 ► <u>88210</u>			
15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here and enter the amount of tax-exempt interest received or accrued during the year	15	N/A	◻
16 At any time during calendar year 2015, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country? See the instructions for exceptions and filing requirements for FinCEN Form 114. If "Yes," enter the name of the foreign country ►	16		X

**Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required**

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

		Yes	No
1a During the year did the foundation (either directly or indirectly):			
(1) Engage in the sale or exchange, or leasing of property with a disqualified person? <span style="float:right">◻ Yes <input checked="" type="checkbox"/> No</span>			
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <span style="float:right">◻ Yes <input checked="" type="checkbox"/> No</span>			
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? <span style="float:right">◻ Yes <input checked="" type="checkbox"/> No</span>			
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <span style="float:right">◻ Yes <input checked="" type="checkbox"/> No</span>			
(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)? <span style="float:right"><input checked="" type="checkbox"/> Yes ◻ No</span>			
(6) Agree to pay money or property to a government official? (Exception. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.) <span style="float:right">◻ Yes <input checked="" type="checkbox"/> No</span>			
b If any answer is "Yes" to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? Organizations relying on a current notice regarding disaster assistance check here <span style="float:right">► ◻</span>	1b		X
c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2015?	1c		X
2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)):			
a At the end of tax year 2015, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2015? <span style="float:right">◻ Yes <input checked="" type="checkbox"/> No</span> If "Yes," list the years ► _____, _____, _____, _____			
b Are there any years listed in 2a for which the foundation is <b>not</b> 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.) <span style="float:right">N/A</span>	2b		
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. ► _____, _____, _____, _____			
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <span style="float:right">◻ Yes <input checked="" type="checkbox"/> No</span>			
b If "Yes," did it have excess business holdings in 2015 as a result of (1) any purchase by the foundation or disqualified persons after May 26, 1969; (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2015.) <span style="float:right">N/A</span>	3b		
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2015?	4b		X

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

**5a** During the year did the foundation pay or incur any amount to:

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?  Yes  No

(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?  Yes  No

(3) Provide a grant to an individual for travel, study, or other similar purposes?  Yes  No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? (see instructions)  Yes  No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?  Yes  No

**b** If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)?  Yes  No  
Organizations relying on a current notice regarding disaster assistance check here

**c** If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? **N/A**  Yes  No  
If "Yes," attach the statement required by Regulations section 53.4945-5(d).

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

**b** Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?  Yes  No  
If "Yes" to 6b, file Form 8870.

**7a** At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?  Yes  No

**b** If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? **N/A**

	<b>5b</b>	<b>X</b>
	<b>6b</b>	<b>X</b>
	<b>7b</b>	

**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.**

(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
<b>SEE STATEMENT 3</b>		0.	0.	0.

**2 Compensation of five highest-paid employees (other than those included on line 1). 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
<b>NONE</b>				

**Total number of other employees paid over \$50,000** ▶ **0**

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

**3 Five highest-paid independent contractors for professional services. 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 ▶ **0**

**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	
<b>SEE STATEMENT 4</b>	<b>18,437.</b>
2	
3	
4	

**Part IX-B Summary of Program-Related Investments**

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.	Amount
1 <b>N/A</b>	
2	
3 All other program-related investments. See instructions.	
<b>Total.</b> Add lines 1 through 3 <span style="float:right">▶</span>	<b>0.</b>

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**Part X**

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

<b>1</b>	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
<b>a</b>	Average monthly fair market value of securities	<b>1a</b>	0.
<b>b</b>	Average of monthly cash balances	<b>1b</b>	557,487.
<b>c</b>	Fair market value of all other assets	<b>1c</b>	
<b>d</b>	<b>Total</b> (add lines 1a, b, and c)	<b>1d</b>	557,487.
<b>e</b>	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	<b>1e</b>	0.
<b>2</b>	Acquisition indebtedness applicable to line 1 assets	<b>2</b>	0.
<b>3</b>	Subtract line 2 from line 1d	<b>3</b>	557,487.
<b>4</b>	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	<b>4</b>	8,362.
<b>5</b>	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4	<b>5</b>	549,125.
<b>6</b>	<b>Minimum investment return.</b> Enter 5% of line 5	<b>6</b>	27,456.

**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.)

<b>1</b>	Minimum investment return from Part X, line 6	<b>1</b>	27,456.
<b>2a</b>	Tax on investment income for 2015 from Part VI, line 5	<b>2a</b>	46.
<b>2b</b>	Income tax for 2015. (This does not include the tax from Part VI.)	<b>2b</b>	
<b>2c</b>	Add lines 2a and 2b	<b>2c</b>	46.
<b>3</b>	Distributable amount before adjustments. Subtract line 2c from line 1	<b>3</b>	27,410.
<b>4</b>	Recoveries of amounts treated as qualifying distributions	<b>4</b>	0.
<b>5</b>	Add lines 3 and 4	<b>5</b>	27,410.
<b>6</b>	Deduction from distributable amount (see instructions)	<b>6</b>	0.
<b>7</b>	<b>Distributable amount as adjusted.</b> Subtract line 6 from line 5. Enter here and on Part XIII, line 1	<b>7</b>	27,410.

**Part XII**

**Qualifying Distributions** (see instructions)

<b>1</b>	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
<b>a</b>	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	<b>1a</b>	18,437.
<b>b</b>	Program-related investments - total from Part IX-B	<b>1b</b>	0.
<b>2</b>	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	<b>2</b>	
<b>3</b>	Amounts set aside for specific charitable projects that satisfy the:		
<b>a</b>	Suitability test (prior IRS approval required)	<b>3a</b>	
<b>b</b>	Cash distribution test (attach the required schedule)	<b>3b</b>	
<b>4</b>	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	<b>4</b>	18,437.
<b>5</b>	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	<b>5</b>	0.
<b>6</b>	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4	<b>6</b>	18,437.

**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.

**PENASCO VALLEY TELEPHONE EDUCATION  
FOUNDATION**

**Part XIII Undistributed Income** (see instructions)

	(a) Corpus	(b) Years prior to 2014	(c) 2014	(d) 2015
1 Distributable amount for 2015 from Part XI, line 7				27,410.
2 Undistributed income, if any, as of the end of 2015				
a Enter amount for 2014 only			0.	
b Total for prior years:		0.		
3 Excess distributions carryover, if any, to 2015:				
a From 2010	13,493.			
b From 2011	11,315.			
c From 2012	7,794.			
d From 2013	6,812.			
e From 2014				
f Total of lines 3a through e	39,414.			
4 Qualifying distributions for 2015 from Part XII, line 4: ▶ \$	18,437.			
a Applied to 2014, but not more than line 2a			0.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2015 distributable amount				18,437.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2015 (If an amount appears in column (d), the same amount must be shown in column (a))	8,973.			8,973.
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	30,441.			
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		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2014. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2015. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2016				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required - see instructions)	0.			
8 Excess distributions carryover from 2010 not applied on line 5 or line 7	4,520.			
9 Excess distributions carryover to 2016. Subtract lines 7 and 8 from line 6a	25,921.			
10 Analysis of line 9:				
a Excess from 2011	11,315.			
b Excess from 2012	7,794.			
c Excess from 2013	6,812.			
d Excess from 2014				
e Excess from 2015				

**PENASCO VALLEY TELEPHONE EDUCATION  
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**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 2015, enter the date of the ruling ▶ \_\_\_\_\_

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

	Tax year				(e) Total
	(a) 2015	(b) 2014	(c) 2013	(d) 2012	
<b>2 a</b> Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
<b>b</b> 85% of line 2a					
<b>c</b> Qualifying distributions from Part XII, line 4 for each year listed					
<b>d</b> Amounts included in line 2c not used directly for active conduct of exempt activities					
<b>e</b> Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c					
<b>3</b> Complete 3a, b, or c for the alternative test relied upon:					
<b>a</b> "Assets" alternative test - enter:					
<b>(1)</b> Value of all assets					
<b>(2)</b> Value of assets qualifying under section 4942(j)(3)(B)(i)					
<b>b</b> "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
<b>c</b> "Support" alternative test - enter:					
<b>(1)</b> Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
<b>(2)</b> Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
<b>(3)</b> Largest amount of support from an exempt organization					
<b>(4)</b> Gross investment income					

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

**1 Information Regarding Foundation Managers:**

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

**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 foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation 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 or e-mail address of the person to whom applications should be addressed:

**SEE STATEMENT 5**

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

**c** Any submission deadlines:

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

**PENASCO VALLEY TELEPHONE EDUCATION  
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Form 990-PF (2015)

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**Part XV Supplementary Information** (continued)

<b>3 Grants and Contributions Paid During the Year or Approved for Future Payment</b>				
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)				
<b>a Paid during the year</b>				
BRUCE BOWERMAN PO BOX 1533 HOPE, NM 88250	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	500.
EMILY MCCUTCHEON PO BOX 1061 CARLSBAD, NM 88221	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	500.
J.J. CALLAWAY 140 GIRARD ALBUQUERQUE, NM 87106	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	1,500.
JAMES HIBBARD 163 RUSSELL GAP ROAD PINON, NM 88344	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	750.
JAYSON NATERA 7350 ROSWELL HIGHWAY ARTESIA, NM 88210	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	750.
<b>Total</b>	<b>SEE CONTINUATION SHEET(S)</b>			<b>18,000.</b>
<b>b Approved for future payment</b>				
<b>NONE</b>				
<b>Total</b>				
				<b>0.</b>





PENASCO VALLEY TELEPHONE EDUCATION  
FOUNDATION

85-0422272

**Part XV** Supplementary Information

**3 Grants and Contributions Paid During the Year (Continuation)**

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
JENNA ELKINS PO BOX 1443 ARTESIA, NM 88210	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	1,500.
JOY MENEFEE 446 W. PEARSON ROAD LAKE ARTHUR, NM 88253	DAUGHTER OF BOARD MEMBER	I	SCHOLARSHIPS	500.
KACIE BRATCHER PO BOX 954 ARTESIA, NM 88210	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	500.
KATHARINE HOLLMAN ELSWORTH 700 E. SPRUCE STREET PORTALES, NM 88130	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	1,500.
KEELY STUDDARD PO BOX 3081 ROSWELL, NM 88202	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	500.
KOBY CATON R404 N 26TH RURAL STREET ARTESIA, NM 88210	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	750.
LAUREN COMINO PO BOX 429 WEED, NM 88354	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	750.
MIKAYLA MARTIN 70 W JACKSON ROAD ARTESIA, NM 88210	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	1,000.
MORGAN BEASLEY 38 RED MAPLE MAYHILL, NM 88339	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	500.
MORGAN RICHARDSON #4 SAGEBRUSH TRAIL ARTESIA, NM 88210	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	1,000.
<b>Total from continuation sheets</b>				<b>14,000.</b>

**PENASCO VALLEY TELEPHONE EDUCATION  
FOUNDATION**

85-0422272

**Part XV Supplementary Information**

**3 Grants and Contributions Paid During the Year (Continuation)**

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
SAMANTHA MATTHEWS 26 EAST COMPRESS ROAD ARTESIA, NM 88210	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	1,000.
SARAH HEIMANN PO BOX 193 LINCOLN, NM 88338	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	1,000.
SHANA ANDERSON 616 QUEENS HIGHWAY CARLSBAD, NM 88220	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	750.
SUSANA GRANADOS 611 PAULA PLACE LAS CRUCES, NM 88001	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	750.
VICTORIA NULL 7650 ROSWELL HIGHWAY LAKE ARTHUR, NM 88253	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	500.
WESTON LEONARD 195 W BLEVINS ROAD ARTESIA, NM 88210	SEE PAGE 7, PART IX-A	I	SCHOLARSHIPS	1,500.
<b>Total from continuation sheets</b>				



FORM 990-PF INTEREST ON SAVINGS AND TEMPORARY CASH INVESTMENTS STATEMENT 1

SOURCE	(A) REVENUE PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME
INTEREST INCOME	2,742.	2,742.	
TOTAL TO PART I, LINE 3	2,742.	2,742.	

FORM 990-PF ACCOUNTING FEES STATEMENT 2

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	875.	438.		437.
TO FORM 990-PF, PG 1, LN 16B	875.	438.		437.

FORM 990-PF

PART VIII - LIST OF OFFICERS, DIRECTORS  
TRUSTEES AND FOUNDATION MANAGERS

STATEMENT 3

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN- SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
MIKE CASABONNE 4011 W. MAIN ARTESIA, NM 88210	PRESIDENT 1.00	0.	0.	0.
DWIGHT MENEFEY 4011 W. MAIN ARTESIA, NM 88210	VICE PRESIDENT 1.00	0.	0.	0.
CAROL GUTIERREZ 4011 W. MAIN ARTESIA, NM 88210	SECRETARY 1.00	0.	0.	0.
MARC KINCAID 4011 W. MAIN ARTESIA, NM 88210	TREASURER 1.00	0.	0.	0.
ROXANN SALLEE 4011 W. MAIN ARTESIA, NM 88210	DIRECTOR 1.00	0.	0.	0.
FRANK SISNEROS 4011 W. MAIN ARTESIA, NM 88210	DIRECTOR 1.00	0.	0.	0.
JOSE ACOSTA 4011 W. MAIN ARTESIA, NM 88210	DIRECTOR 1.00	0.	0.	0.
RONNIE HOUGHTALING 4011 W. MAIN ARTESIA, NM 88210	DIRECTOR 1.00	0.	0.	0.
STETSON ELKINS 4011 W. MAIN ARTESIA, NM 88210	DIRECTOR 1.00	0.	0.	0.
TOTALS INCLUDED ON 990-PF, PAGE 6, PART VIII		0.	0.	0.

FORM 990-PF

SUMMARY OF DIRECT CHARITABLE ACTIVITIES

STATEMENT 4

ACTIVITY ONE

SCHOLARSHIPS - THE FOUNDATION AWARDED SIX NEW SCHOLARSHIPS IN THE AMOUNT OF \$500 PER SEMESTER TO QUALIFIED APPLICANTS WHO RESIDE IN THE EXCHANGE AREA OF PENASCO VALLEY TELEPHONE COOPERATIVE AND WHO ARE ACTIVE MEMBERS OF THE COOPERATIVE OR WHO ARE DEPENDENTS OF AN ACTIVE MEMBER OF THE COOPERATIVE. THE SCHOLARSHIPS OF PRIOR RECIPIENTS ARE RENEWED EACH SEMESTER FOR THE EQUIVALENT OF FOUR YEARS OF EDUCATION FOR AS LONG AS ENROLLMENT AND A MINIMUM GPA OF 2.5 IS MAINTAINED. DURING 2015 THE FOUNDATION PAID SCHOLARSHIP MONEY TO 15 STUDENTS WHO WERE AWARDED THEIR SCHOLARSHIP IN A PRIOR YEAR.

EXPENSES

TO FORM 990-PF, PART IX-A, LINE 1

18,437.
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FORM 990-PF

GRANT APPLICATION SUBMISSION INFORMATION  
PART XV, LINES 2A THROUGH 2D

STATEMENT 5

NAME AND ADDRESS OF PERSON TO WHOM APPLICATIONS SHOULD BE SUBMITTED

PENASCO VALLEY TELEPHONE EDUCATION FOUNDATION-SCHOLARSHIP COMMITTEE  
4011 WEST MAIN  
ARTESIA, NM 88210

TELEPHONE NUMBER

(575) 748-1241

FORM AND CONTENT OF APPLICATIONS

SEE ATTACHED

ANY SUBMISSION DEADLINES

SEE ATTACHED

RESTRICTIONS AND LIMITATIONS ON AWARDS

SEE ATTACHED

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990-PF	INVOLVEMENT WITH NONCHARITABLE ORGANIZATIONS PART XVII, LINE 1, COLUMN (D)	STATEMENT	6
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NAME OF NONCHARITABLE EXEMPT ORGANIZATION

PENASCO VALLEY TELEPHONE COOPERATIVE INC.

DESCRIPTION OF TRANSFERS, TRANSACTIONS, AND SHARING ARRANGEMENTS

THE COOPERATIVE STAFF MAINTAINS THE RECORDS OF THE FOUNDATION AT NO COST TO THE FOUNDATION.





PEÑASCO VALLEY TELEPHONE  
COOPERATIVE, INC.

## PEÑASCO VALLEY TELEPHONE EDUCATION FOUNDATION

### **Qualification Criteria**

The applicant must be an active member of Peñasco Valley Telephone Cooperative, Inc., or immediate family of an active member (**son, daughter or legal ward**) as of January 1 of the current year and who has had at least two months service.

**AN ACTIVE MEMBER IS DEFINED AS A PVT CUSTOMER RECEIVING A TELEPHONE LANDLINE TO THEIR HOME OR BUSINESS FROM A PVT EXCHANGE (COTTONWOOD-365, HONDO-653, HOPE-484, LAKEWOOD-457, LOCO HILLS-677, MAYHILL-687)**

High school seniors, current college students and returning-adult students may apply. Wireless phone service or internet service alone does not qualify. Landline service outside the Cooperative's exchange area does not qualify.

### **Amount and Disbursement of Scholarship**

The scholarship awarded by the Peñasco Valley Telephone Education Foundation Trust will be for \$4,000 (\$500 per semester) for **undergraduate work only**. Once the Education Foundation receives proof of enrollment, \$500 of the scholarship will be made available prior to the beginning of the first semester.

The recipient is responsible for having written verification of their intent to attend the college/university/trade school in the PVT office two (2) weeks before the beginning of the school term. No monies will be issued without this verification.

Each consecutive semester thereafter, the student must present to the Education Foundation a grade report produced by the school certifying that the student carried at least twelve (12) hours for the entire semester with a minimum grade point average of 2.5 for that semester. Upon receipt of this information and proof of future enrollment as a full time student, the Education Foundation will issue a payment of \$500 to the student. The maximum scholarship amount any student may receive is limited to a total of \$4,000.

### **Type and Location of School**

The scholarship can be used for any educational institution of higher learning. This will include any junior college, college, university, trade or vocational school. The student may attend school in any state of the United States.

### **Scholarship Application** *(see reverse side)*

The complete application must be mailed or hand-delivered and must be received in the corporate headquarters of Peñasco Valley Telephone Cooperative, Inc., 4011 West Main Street, Artesia, New Mexico 88210 by March 1. Late applications will not be accepted. The application **MUST BE** postmarked prior to March 1. The complete application **MUST** include:

1. Official Transcript
2. Resume (include education, activities, special achievements and work history)
3. Recommendation letter from a civic or religious leader, employer, or family friend, in a sealed envelope
4. Recommendation letter from a school official at the school you are currently attending, in a sealed envelope
5. Completed application form and required signatures
6. An essay (approximately 300 words) that answers **ONE** of the following questions:
  - a. What is your most significant accomplishment? Elaborate on why you believe it exemplifies you as an individual.
  - b. How has the community in which you live influenced the person you are?
  - c. What industry or opportunity would entice you to return to a rural community after completing your education, and why?

### **Scholarship Announcement**

The scholarship winners will be announced at the PVT Annual Meeting.



Scholarship Application Form  
**Peñasco Valley Telephone Education Foundation**  
 4011 West Main • Artesia, New Mexico 88210-9566

**Personal Information**

<i>Last Name</i> _____	<i>First Name</i> _____	<i>Middle Name</i> _____
Applicant's Current Student Status: <input type="checkbox"/> High School <input type="checkbox"/> College <input type="checkbox"/> Returning Adult		
<i>PVT Landline Number (Prefix, must begin with 365, 653, 484, 457, 677 or 637 to qualify)</i> _____	<i>Contact Telephone Number(s)</i> _____	
<i>PVT Member Number(s)</i> _____	<i>Relationship to Owner of Member Number</i> _____	
<i>E-Mail Address</i> _____		
Address: _____		
<i>Street/PO Box</i>	<i>City</i>	<i>State</i> <i>Zip</i>
<i>Father/Legal Guardian</i> _____	<i>Occupation</i> _____	<i>Employer</i> _____
<i>Mother/Legal Guardian</i> _____	<i>Occupation</i> _____	<i>Employer</i> _____

**Education**

<i>School presently attending</i> _____	<i>Years Attended</i> _____		
ACT Score: _____	Classification _____	Completed College Credit Hrs. _____	GPA _____
Which college, university or technical/vocational school do you plan to attend?			
1st Choice _____	2nd Choice: _____		
Have you applied for admission? _____	Have you been accepted? _____		
Contemplated Field of Study: _____			
Expected date to receive undergraduate degree: _____			
<i>Month</i>	<i>Year</i>		

In applying for this scholarship, I am aware that I must maintain at least 2.5 on a 4.0 grade point scale each semester and demonstrate acceptable standards of citizenship and character in order to continue to qualify for succeeding semesters. I have attached **all six (6)** of the following required documents:

- Official Transcript     Resume     Completed application form     Essay
- Recommendation letter from civic or religious leader, employer, or family friend (in sealed envelope)
- Recommendation letter from school official at the school you currently attend (in sealed envelope)

I agree to permit the review of this application and my school records by anyone representing the Peñasco Valley Telephone Education Foundation.

\_\_\_\_\_  
*Signature of Applicant*

\_\_\_\_\_  
*Date*