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**Return of Private Foundation**  
or Section 4947(a)(1) Trust Treated as Private Foundation**2015**

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

For calendar year 2015 or tax year beginning , 2015, and ending , 20

Name of foundation <b>Alexander C. Waterhouse, Sr. Foundation</b>		A Employer identification number <b>99-0263686</b>
Number and street (or P.O. box number if mail is not delivered to street address) <b>670 Queen Street, #200</b>	Room/suite	B Telephone number (see instructions) <b>808-592-4800</b>
City or town, state or province, country, and ZIP or foreign postal code <b>Honolulu, HI 96813</b>		C If exemption application is pending, check here <input type="checkbox"/>
G Check all that apply: <input type="checkbox"/> Initial return <input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Address change <input type="checkbox"/> Name change		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, col. (c), line 16) ▶ \$ <b>256,803</b>	J Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ (Part I, column (d) must be on cash basis.)	F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions).)		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received (attach schedule)				
	2 Check <input type="checkbox"/> if the foundation is not required to attach Sch. B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities <i>stmt 1</i>	14278	12,038		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	(3643)			
	b Gross sales price for all assets on line 6a <i>528,953</i>				
	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) (attach schedule)					
11 Other income (attach schedule) <i>stmt 1</i>	71	71			
12 Total. Add lines 1 through 11	10706	12,109			
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc.	3000			1500
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule) <i>stmt 2</i>	445			
	c Other professional fees (attach schedule) <i>stmt 2</i>	8009	8009		
	17 Interest				
	18 Taxes (attach schedule) (see instructions) <i>stmt 2</i>	300			
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule) <i>stmt 2</i>	375			3
	24 Total operating and administrative expenses. Add lines 13 through 23	12129	8009		1503
	25 Contributions, gifts, grants paid	8780			8780
26 Total expenses and disbursements. Add lines 24 and 25	20909	8009		10283	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements	(10203)				
b Net investment income (if negative, enter -0-)		4100			
c Adjusted net income (if negative, enter -0-)					

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only. (See instructions.)		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value		
Assets	1	Cash—non-interest-bearing . . . . .		2797	4027	4027
	2	Savings and temporary cash investments . . . . .		1398	13319	13319
	3	Accounts receivable ▶ <u>562</u>				
		Less: allowance for doubtful accounts ▶		831	562	562
	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 schedule) ▶				
		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) <u>Smt 3</u>	268,667	245,436	238,895	
	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	<b>Total assets</b> (to be completed by all filers—see the instructions. Also, see page 1, item I) . . . . .	273,693	263,344	256,803		
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 (attach schedule) . . . . .				
	22	Other liabilities (describe ▶ )				
	23	<b>Total liabilities</b> (add lines 17 through 22) . . . . .				
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 type="checkbox"/> and complete lines 27 through 31.					
	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	273,693	263,344		
	30	<b>Total net assets or fund balances</b> (see instructions) . . . . .	273,693	263,344		
	31	<b>Total liabilities and net assets/fund balances</b> (see instructions) . . . . .	273,693	263,344		

## 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	273,693
2	Enter amount from Part I, line 27a . . . . .	2	(10,203)
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3 . . . . .	4	263,490
5	Decreases not included in line 2 (itemize) ▶ <u>Adjustment for book/tax income</u>	5	146
6	<b>Total net assets or fund balances at end of year</b> (line 4 minus line 5)—Part II, column (b), line 30 . . . . .	6	263,344

**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>	Publicly traded securities - See Stmt 4	P	Various	Various
<b>b</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> 528,953		532,596	(3,643)	
<b>b</b>				
<b>c</b>				
<b>d</b>				
<b>e</b>				
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69				(i) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any		
<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) { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }		<b>2</b>	(3,643)
<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) (see instructions). 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.

(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	16343	312,535	.0523
2013	15,319	285,620	.0536
2012	13,055	276,286	.0473
2011	10,681	295,548	.0361
2010	15,519	292,884	.0530
<b>2</b>	Total of line 1, column (d)		<b>2</b> .2423
<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> .0485
<b>4</b>	Enter the net value of noncharitable-use assets for 2015 from Part X, line 5		<b>4</b> 286,017
<b>5</b>	Multiply line 4 by line 3		<b>5</b> 13,872
<b>6</b>	Enter 1% of net investment income (1% of Part I, line 27b)		<b>6</b> 41
<b>7</b>	Add lines 5 and 6		<b>7</b> 13,913
<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> 10,283

**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 82
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
3 Add lines 1 and 2		3 82
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		4
5 <b>Tax based on investment income.</b> Subtract line 4 from line 3. If zero or less, enter -0-		5 82
6 Credits/Payments:		
a 2015 estimated tax payments and 2014 overpayment credited to 2015	6a 106	
b Exempt foreign organizations—tax withheld at source	6b	
c Tax paid with application for extension of time to file (Form 8868)	6c 100	
d Backup withholding erroneously withheld	6d	
7 Total credits and payments. Add lines 6a through 6d	7 206	
8 Enter any <b>penalty</b> for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	
9 <b>Tax due.</b> If the total of lines 5 and 8 is more than line 7, enter <b>amount owed</b>	9	
10 <b>Overpayment.</b> If line 7 is more than the total of lines 5 and 8, enter the <b>amount overpaid</b>	10 124	
11 Enter the amount of line 10 to be: <b>Credited to 2016 estimated tax</b> 124 <b>Refunded</b>	11	

**Part VII-A Statements Regarding Activities**

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for the 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 foundation in connection with the activities.		
c Did the foundation file <b>Form 1120-POL</b> 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. ▶ \$ 0 (2) On foundation managers. ▶ \$ 0		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ \$ 0		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities.		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on <b>Form 990-T</b> 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 foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col. (c), and Part XV	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ <u>Hawaii</u>		
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? If "No," attach explanation	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2015 or the taxable year beginning in 2015 (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

**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)		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)		X
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	X	
Website address ▶ NA		
14 The books are in care of ▶ Waterhouse, Inc.	Telephone no. ▶ 808-592-4800	
Located at ▶ 670 Queen St., #200, Honolulu, HI		ZIP+4 ▶ 96813
15 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 . . . . .		15
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? . . . . .		X
See the instructions for exceptions and filing requirements for FinCEN Form 114. If "Yes," enter the name of the foreign country ▶		

**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? . . . . .	<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 type="checkbox"/> Yes	<input checked="" 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 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.) . . . . .	<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)? . . . . .	NA	
Organizations relying on a current notice regarding disaster assistance check here . . . . .	▶ <input type="checkbox"/>	
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? . . . . .		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? . . . . .	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
If "Yes," list the years ▶ 20____, 20____, 20____, 20____		
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.) . . . . .	NA	
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. ▶ 20____, 20____, 20____, 20____		
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? . . . . .	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
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.) . . . . .	NA	
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		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?		X

**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)? **NA**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? **NA** ☐ 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? **NA****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
See Attached Statement 5		3,000	0	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 **0**

**Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors** (continued)**3 Five highest-paid independent contractors for professional services (see instructions). If none, enter "NONE."**

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over \$50,000 for professional services		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 NA	
2	
3	
4	

**Part IX-B Summary of Program-Related Investments** (see instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.

	Amount
1 NA	
2	
All other program-related investments. See instructions	
3 NA	
Total. Add lines 1 through 3	0



**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> 269,222
<b>b</b>	Average of monthly cash balances . . . . .	<b>1b</b> 20,455
<b>c</b>	Fair market value of all other assets (see instructions) . . . . .	<b>1c</b> 696
<b>d</b>	<b>Total</b> (add lines 1a, b, and c) . . . . .	<b>1d</b> 290,373
<b>e</b>	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) . . . . . <b>1e</b>	
<b>2</b>	Acquisition indebtedness applicable to line 1 assets . . . . .	<b>2</b>
<b>3</b>	Subtract line 2 from line 1d . . . . .	<b>3</b> 290,373
<b>4</b>	Cash deemed held for charitable activities. Enter 1½% of line 3 (for greater amount, see instructions) . . . . .	<b>4</b> 4,356
<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> 286,017
<b>6</b>	<b>Minimum investment return.</b> Enter 5% of line 5 . . . . .	<b>6</b> 14,301

**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> 14,301
<b>2a</b>	Tax on investment income for 2015 from Part VI, line 5 . . . . . <b>2a</b> 82	
<b>b</b>	Income tax for 2015. (This does not include the tax from Part VI.) . . . . . <b>2b</b>	
<b>c</b>	Add lines 2a and 2b . . . . .	<b>2c</b> 82
<b>3</b>	Distributable amount before adjustments. Subtract line 2c from line 1 . . . . .	<b>3</b> 14,219
<b>4</b>	Recoveries of amounts treated as qualifying distributions . . . . .	<b>4</b>
<b>5</b>	Add lines 3 and 4 . . . . .	<b>5</b> 14,219
<b>6</b>	Deduction from distributable amount (see instructions) . . . . .	<b>6</b>
<b>7</b>	<b>Distributable amount</b> as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1 . . . . .	<b>7</b> 14,219

**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> 10,283
<b>b</b>	Program-related investments—total from Part IX-B . . . . .	<b>1b</b>
<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> 10,283
<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 (see instructions) . . . . .	<b>5</b>
<b>6</b>	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4 . . . . .	<b>6</b> 10,283

**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 2014	(c) 2014	(d) 2015
1 Distributable amount for 2015 from Part XI, line 7 . . . . .				14219
2 Undistributed income, if any, as of the end of 2015:				
a Enter amount for 2014 only . . . . .			10163	
b Total for prior years: 20____, 20____, 20____		0		
3 Excess distributions carryover, if any, to 2015:				
a From 2010 . . . . .				
b From 2011 . . . . .				
c From 2012 . . . . .				
d From 2013 . . . . .				
e From 2014 . . . . .				
f <b>Total</b> of lines 3a through e . . . . .	0			
4 Qualifying distributions for 2015 from Part XII, line 4: ▶ \$ <u>10283</u>				
a Applied to 2014, but not more than line 2a . . . . .			10163	
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 . . . . .				120
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).)	0			0
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5 . . . . .	0			
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 instructions . . . . .			0	
f Undistributed income for 2015. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2016 . . . . .				14099
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 (see instructions) . . . . .	0			
9 <b>Excess distributions carryover to 2016.</b> Subtract lines 7 and 8 from line 6a . . . . .	0			
10 Analysis of line 9:				
a Excess from 2011 . . . . .				
b Excess from 2012 . . . . .				
c Excess from 2013 . . . . .				
d Excess from 2014 . . . . .				
e Excess from 2015 . . . . .				

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

**1a** If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2015, enter the date of the ruling . . . . . **NA**

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

**2a** 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) 2015	(b) 2014	(c) 2013	(d) 2012	
85% of line 2a . . . . .				
Qualifying distributions from Part XII, line 4 for each year listed . . . . .				
Amounts included in line 2c not used directly for active conduct of exempt activities . . . . .				
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 $\frac{2}{3}$ 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:

Alexander C. Waterhouse, Sr. Foundation  
670 Queen St, #200, Honolulu, HI 96813

Tel - 808-592-4800

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

Letter Format; Information on tax exempt purpose of organization.

- 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:

NONE

**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)				
<b>a</b> Paid during the year				
See Attached Statement 6				8,780
<b>Total</b>			▶ <b>3a</b>	8,780
<b>b</b> Approved for future payment				
<b>Total</b>			▶ <b>3b</b>	0



	Yes	No
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- d** If the answer to any of the above is "Yes," complete the following schedule. Column **(b)** should always show the fair market value of the goods, other assets, or services given by the reporting foundation. If the foundation received less than fair market value in any transaction or sharing arrangement, show in column **(d)** the value of the goods, other assets, or services received.

Form **990-PF** (2015)

Alexander C. Waterhouse, Sr. Foundation  
 Statements to Tax Return - Form 990-PF  
 Year 12/31/15

99-0263686

	(a)Revenue & Expenses per Books	(b)Net Investment Income	(d)Disbursement for Charitable Purposes
Statement 1 - Dividends and Interest from Securities			
Form 990-PF - Part I			
Line 4 - Dividends and Interest From Securities			
Tax exempt interest	2,240	-	
Other dividends and interest	12,038	12,038	
	<u>14,278</u>	<u>12,038</u>	
Line 11 - Other Income			
AIG Litigation proceeds	<u>71</u>	<u>71</u>	
Statement 2 - Operating and Administrative Expenses			
Form 990-PF - Part 1			
Line 16b - Accounting Fees			
Ikeda & Wong, CPA	<u>445</u>		
Line 16c - Other Professional Fees			
Investment Management Services			
Newport Coast	<u>8,009</u>	<u>8,009</u>	
Line 18 - Taxes			
Form 990-PF Taxes paid	<u>300</u>		
Line 23 - Other Expenses			
Insurance	266		
Office expense	24		
DCCA Filing Fee	3		3
Miscellaneous	22		
Wire fee	60		
	<u>375</u>	<u>-</u>	<u>3</u>

Alexander C. Waterhouse, Sr. Foundation

EIN: 99-0263686

Statement to Form 990-PF

Year - 12/31/15

Statement 3 - Investments - Corporate Stocks

Part II, Line 10b

Number of Shares	Company	End of Year	
		(b)Book Value	(c)Fair Market Value
1422	Alcoa Inc	12,900.00	14,035.74
151	Bank of Hawaii	10,035.15	9,501.57
61	Costco Whsl Corp	9,797.13	9,851.50
150	CVS Health Corp	14,761.57	14,665.50
132	Facebook Inc	13,508.87	13,815.12
165	First Trust Hong Kong	5,760.00	5,545.58
492	General Electric co	15,000.00	15,324.75
177	Gilead Sciences Inc	12,747.15	17,886.50
23	Alphabet Inc Cap Stk Cl A	14,115.78	18,217.96
500	Kinder Morgan Inc	15,231.95	7,460.00
132	McDonalds Corp	15,000.00	15,547.48
85	Powershares QQQ Trust	9,587.69	9,508.10
316	Utilities Select Sector	14,000.00	13,660.23
1076	Medical PPTYS Trust	14,259.66	12,384.80
6699	Allianzgi Conv & Income FD	43,726.73	37,111.22
0.32192	Pimco High Income	3.91	2.63
1949	Pimco Mun Income	25,000.00	24,376.46
		<hr/>	
		245,435.59	238,895.14



Statement 4 - Capital Gains and Losses

Form 990-PF, Part IV - Capital Gains and Losses for Tax on Investment Income

(a) Description of Property		(b) How Acquired	(c) Date Acquired	(d) Date Sold	(e) Sale Price	(g) Cost or Basis	(h) Gain or (Loss)
1,540 sh	Allianzgi Conv & Income FD	P	09/25/14	04/13/15	\$13,994.54	\$14,953.25	(\$958.71)
69 sh	American Intl Group Inc	P	07/31/15	10/01/15	\$3,896.46	\$4,445.66	(\$549.20)
196 sh	Apple Inc	P	various	various	\$24,154.47	\$24,909.94	(\$755.47)
70 sh	Avago Technologies Ltd	P	06/22/15	various	\$8,894.18	\$10,000.00	(\$1,105.82)
150 sh	Bank of Hawaii Corp	P	06/11/15	10/26/15	\$9,907.89	\$9,964.85	(\$56.96)
316 sh	BP PLC	P	various	various	\$10,486.19	\$12,357.45	(\$1,871.26)
129 sh	Citigroup Inc	P	07/27/15	10/01/15	\$6,398.29	\$7,485.95	(\$1,087.66)
183 sh	Costco Whsl Corp	P	various	various	\$28,009.08	\$24,693.72	\$3,315.36
315 sh	CVS Health Corp	P	various	various	\$31,002.26	\$27,000.00	\$4,002.26
120 sh	Delta Air Lines	P	10/13/15	10/15/15	\$5,879.54	\$5,756.74	\$122.80
469 sh	Energy Transfer Equity	P	10/01/15	10/08/15	\$11,528.55	\$10,237.53	\$1,291.02
1,362 sh	Euronav NV Antwerpen Shs	P	06/11/15	various	\$19,696.45	\$20,000.00	(\$303.55)
58 sh	Gilead Sciences Inc	P	various	07/27/15	\$6,499.88	\$6,218.59	\$281.29
726 sh	Golar LNG Ltd Bermuda	P	various	various	\$29,824.64	\$29,191.00	\$633.64
6 sh	Google Inc	P	various	01/05/15	\$3,316.96	\$2,241.99	\$1,074.97
259 sh	Hill Rom Hldgs Inc	P	various	various	\$13,307.15	\$14,500.00	(\$1,192.85)
1,808 sh	Invesco Pennsylvania Value	P	various	02/26/15	\$23,872.53	\$25,024.56	(\$1,152.03)
184 sh	Ishares DJ US Health	P	various	various	\$28,004.86	\$25,000.00	\$3,004.86
19 sh	Ishares Nasdaq Biotech	P	10/31/14	04/14/15	\$6,778.89	\$5,638.02	\$1,140.87
325 sh	JD Com Inc	P	06/03/15	various	\$10,507.50	\$11,291.17	(\$783.67)
596 sh	Kinder Morgan Inc Del Com	P	various	various	\$23,889.02	\$20,994.45	\$2,894.57
579 sh	Maxlinear Inc	P	06/22/15	07/10/15	\$6,582.64	\$7,500.00	(\$917.36)
1,076 sh	Medical PPTYS Trust	P	various	09/14/15	\$11,939.43	\$15,492.50	(\$3,553.07)
1,851 sh	Nuveen Tax Free Adv	P	09/30/14	05/14/15	\$25,002.60	\$24,992.36	\$10.24
65 sh	Palo Alto Networks Inc	P	07/14/15	various	\$11,696.72	\$12,000.00	(\$303.28)
1,597 sh	Pimco High Income	P	various	11/03/15	\$14,209.09	\$20,356.01	(\$6,146.92)
169 sh	Proshares Credit Suisse	P	02/21/14	01/16/15	\$16,465.58	\$14,789.32	\$1,676.26
1,404 sh	Sony Corp	P	various	various	\$40,613.46	\$40,705.64	(\$92.18)
1,500 sh	Teekay Tankers Ltd	P	various	03/13/15	\$7,909.65	\$8,464.00	(\$554.35)
1,169 sh	Tsakos Energy Navigation	P	01/08/15	02/23/15	\$8,755.14	\$9,086.00	(\$330.86)
46 sh	Tyler Technologies	P	07/17/15	10/08/15	\$7,423.16	\$6,500.00	\$923.16
363 sh	Vanguard Extended Duration	P	various	06/08/15	\$40,494.29	\$46,832.16	(\$6,337.87)
374 sh	Yahoo Inc	P	08/18/14	various	\$18,011.51	\$13,972.81	\$4,038.70
					\$528,952.60	\$532,595.67	(\$3,643.07)

Alexander C. Waterhouse, Sr. Foundation

EIN: 99-0263686

Attachment to Form 990-PF

Year - 12/31/15

STATEMENT 5 - OFFICERS AND DIRECTORS

Form 990-PF, Pg 6, Part VIII - Officers and Directors

(a) NAME & ADDRESS	(b) TITLE/HOURS	(c) COMPENSATION	(d) EMPLOYEE BENEFITS	(e) EXPENSE ACCOUNT
Stanley Y. Mukai 729 Elepaio Street Honolulu, HI 96816	President Secretary <u>Director</u> Part-Time	0	0	0
Edwin Kobashigawa 60 N. Beretania Street #904 Honolulu, HI 96817	Vice President <u>Treasurer</u> Part-Time	3,000	0	0
Gilbert J. Matsumoto 1060 Young St. #301 Honolulu, HI 96814	<u>Director</u> Part-Time	0	0	0
Total		<u>3,000</u>	<u>0</u>	<u>0</u>

Alexander C. Waterhouse, Sr. Foundation  
 EIN: 99-0263686  
 Statement to Form 990-PF  
 Year - 12/31/15

Statement 6 - Grants and Contributions Paid During the Year.  
 Part XV, Line 3a - Grants and Contributions.

<u>Recipient's Name and Address</u>	<u>Relationship to Foundation Manager</u>	<u>Foundation Status of Recipient</u>	<u>Purpose of Grant or Contribution</u>	<u>Amount</u>
Japanese Womens Society PO Box 3233 Honolulu, HI 96801	N/A	501 (c) (3)	Promoting friendship between the US and Japan through education and service	2,080
June Jones Foundation PO Box 11330 Honolulu, HI 96828	N/A	501 (c) (3)	Improving quality of life for needy families of children with life-threatening illnesses and other charitable causes	500
Hawaii Buddhist Cultural Society 222 Queen Street Honolulu, HI 96813	N/A	501 (c) (3)	Promote educational and charitable programs	1,000
Tzu Chi Foundation USA 1238 Wilhemina Rise Honolulu, HI 96816	N/A	501 (c) (3)	Charity projects, medical mission, education in Chinese history, principles, life education and arts and humanities, promoting culture	500
Lunalilo Home 501 Kekauluohi Street Honolulu, HI 96825	N/A	501 (c) (3)	Provide financial subsidies for Native Hawaiian residents	1,000
Hawaiian International Polo Assoc 900 Fort Street Mall, Suite 1800 Honolulu, HI 96813	N/A	501 (c) (3)	Preserving and perpetuating polo in Hawaii	2,000
Hawaii United Okinawan Assoc 94-587 Ukee Street Waipahu, HI 96797	N/A	501 (c) (3)	Promote, perpetuate and preserve Okinawan culture	1,500
YMCA 1441 Pali Hwy Honolulu, HI 96813	N/A	501 (c) (3)	Putting Christian principles into practice through programs that build healthy spirit, mind and body	200
Total				<u>\$ 8,780</u>