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Return of Private Foundation

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

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Information about Form 990-PF and its separate instructions is at www.irs.gov/form990pf.

OMB No. 1545-0052

2015

Open to Public Inspection

For calendar year 2015 or tax year beginning

JUL 1, 2015

, and ending

JUN 30, 2016

Name of foundation

THE PETE HENRY FOUNDATION

Number and street (or P.O. box number if mail is not delivered to street address)

P.O. BOX 504

Room/suite

City or town, state or province, country, and ZIP or foreign postal code

COLBY, KS 67701

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)

\$ 9,676,314.

J Accounting method:

☒

Cash

☐

Accrual

☐ Other (specify)

(Part I, column (d) must be on cash basis)

A Employer identification number

48-1201942

B Telephone number

(785) 462-6553

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 ☐

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))		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received				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		28,614.	28,614.		STATEMENT 1
4 Dividends and interest from securities		101,602.	101,602.		STATEMENT 2
5a Gross rents		94,257.	94,257.		STATEMENT 3
b Net rental income or (loss) 94,257.					
6a Net gain or (loss) from sale of assets not on line 10		286,096.			
b Gross sales price for all assets on line 6a 1,998,343.			286,096.		
7 Capital gain net income (from Part IV, line 2)					
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		510,569.	510,569.		
13 Compensation of officers, directors, trustees, etc		25,000.	6,250.		18,750.
14 Other employee salaries and wages					
15 Pension plans, employee benefits					
16a Legal fees					
b Accounting fees STMT 4		6,713.	6,042.		671.
c Other professional fees					
17 Interest					
18 Taxes STMT 5		12,492.	8,719.		0.
19 Depreciation and depletion		107.	107.		
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses STMT 6		6,476.	5,900.		576.
24 Total operating and administrative expenses. Add lines 13 through 23		50,788.	27,018.		19,997.
25 Contributions, gifts, grants paid		477,530.			477,530.
26 Total expenses and disbursements. Add lines 24 and 25		528,318.	27,018.		497,527.
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements		<17,749.>			
b Net investment income (if negative, enter -0-)			483,551.		
c Adjusted net income (if negative, enter -0-)				N/A	

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			491.	2,189.	2,189.	
	2 Savings and temporary cash investments			29,483.	44,825.	44,825.	
	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			10,970.			
	b Investments - corporate stock	STMT 7		18,676.	18,676.	31,976.	
	c Investments - corporate bonds	STMT 8		157,302.	552,845.	576,760.	
		11 Investments - land, buildings, and equipment, basis ▶	831,206.				
Less accumulated depreciation ▶		107.		827,550.	831,099.	3,883,693.	
12 Investments - mortgage loans		STMT 9		4,772.	4,266.	2,918.	
13 Investments - other		STMT 10		5,092,147.	4,669,742.	5,132,433.	
14 Land, buildings, and equipment, basis ▶							
Less accumulated depreciation ▶							
15 Other assets (describe ▶ STATEMENT 11)				1,520.	1,520.	1,520.	
16 Total assets (to be completed by all filers - see the instructions. Also, see page 1, item I)				6,142,911.	6,125,162.	9,676,314.	
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 Total liabilities (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			6,086,790.	6,125,162.		
	28 Paid-in or capital surplus, or land, bldg., and equipment fund			0.	0.		
29 Retained earnings, accumulated income, endowment, or other funds			56,121.	0.			
30 Total net assets or fund balances			6,142,911.	6,125,162.			
31 Total liabilities and net assets/fund balances			6,142,911.	6,125,162.			

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	6,142,911.
2 Enter amount from Part I, line 27a	2	<17,749.>
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	6,125,162.
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	6,125,162.

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 PUBLICLY TRADED SECURITIES	P	VARIOUS	VARIOUS
b CAPITAL GAINS DIVIDENDS			
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 1,986,214.		1,712,247.	273,967.
b 12,129.			12,129.
c			
d			
e			
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) 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			273,967.
b			12,129.
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	286,096.
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). If (loss), enter -0- in Part I, line 8	{ }	3	N/A

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	472,415.	10,045,299.	.047028
2013	441,584.	9,847,811.	.044841
2012	321,022.	9,245,419.	.034722
2011	309,420.	6,214,106.	.049793
2010	287,315.	6,208,369.	.046279

2 Total of line 1, column (d)	2	.222663
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	.044533
4 Enter the net value of noncharitable-use assets for 2015 from Part X, line 5	4	9,566,599.
5 Multiply line 4 by line 3	5	426,029.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	4,836.
7 Add lines 5 and 6	7	430,865.
8 Enter qualifying distributions from Part XII, line 4	8	497,527.

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions.

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

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)		1	4,836.
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b			
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b).		2	0.
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		3	4,836.
3 Add lines 1 and 2		4	0.
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		5	4,836.
5 Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-			
6 Credits/Payments:			
a 2015 estimated tax payments and 2014 overpayment credited to 2015	6a 6,840.		
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	6,840.
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	2,004.
11 Enter the amount of line 10 to be: Credited to 2016 estimated tax	2,004. Refunded	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)? 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.		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. \$ 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 Form 990-T for this year?		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?		X
7 Did the 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>CO</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

N/A

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? Website address ► N/A	X	
14 The books are in care of ► KENTON K. KREHBIEL Telephone no. ► (785) 462-6553 Located at ► 1020 COURT TERRACE, COLBY, KS ZIP+4 ► 67701		
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 ►		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? <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)? Organizations relying on a current notice regarding disaster assistance check here N/A	1b	
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? If "Yes," list the years ► , , , <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see instructions.) N/A c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. ► , , ,	2b	
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.) N/A	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)?

N/A

5b

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?

6b

X

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

7b

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
SEE STATEMENT 12		25,000.	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
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. 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 N/A	
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 N/A	
2	
All other program-related investments. See instructions.	
3	

Total. Add lines 1 through 3

0.

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	5,777,644.
b	Average of monthly cash balances	1b	49,426.
c	Fair market value of all other assets	1c	3,885,213.
d	Total (add lines 1a, b, and c)	1d	9,712,283.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	0.
2	Acquisition indebtedness applicable to line 1 assets	2	0.
3	Subtract line 2 from line 1d	3	9,712,283.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	145,684.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	9,566,599.
6	Minimum investment return. Enter 5% of line 5	6	478,330.

Part XI**Distributable Amount** (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ☐ and do not complete this part.)

1	Minimum investment return from Part X, line 6	1	478,330.
2a	Tax on investment income for 2015 from Part VI, line 5	2a	4,836.
b	Income tax for 2015. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	4,836.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	473,494.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	473,494.
6	Deduction from distributable amount (see instructions)	6	0.
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	473,494.

Part XII**Qualifying Distributions** (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
a	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	1a	497,527.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	497,527.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	4,836.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	492,691.

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				473,494.
2 Undistributed income, if any, as of the end of 2015				
a Enter amount for 2014 only			494,156.	
b Total for prior years:		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 Total of lines 3a through e	0.			
4 Qualifying distributions for 2015 from Part XII, line 4: ► \$ 497,527.				
a Applied to 2014, but not more than line 2a			494,156.	
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				3,371.
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 instr.			0.	
f Undistributed income for 2015. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2016				470,123.
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	0.			
9 Excess distributions carryover to 2016. 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 XV Supplementary Information (continued)**3 Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a Paid during the year				
SEE SCHEDULE XV-1				477,530.
Total			3a	477,530.
b Approved for future payment				
NONE				
Total			3b	0.

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
EDWARD JONES	28,614.	28,614.	
TOTAL TO PART I, LINE 3	28,614.	28,614.	

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
EDWARD JONES AND WADDELL & REED	113,731.	12,129.	101,602.	101,602.	
TO PART I, LINE 4	113,731.	12,129.	101,602.	101,602.	

FORM 990-PF RENTAL INCOME STATEMENT 3

KIND AND LOCATION OF PROPERTY	ACTIVITY NUMBER	GROSS RENTAL INCOME
FARM RENT	1	94,257.
TOTAL TO FORM 990-PF, PART I, LINE 5A		94,257.

FORM 990-PF ACCOUNTING FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING	6,713.	6,042.		671.
TO FORM 990-PF, PG 1, LN 16B	6,713.	6,042.		671.

FORM 990-PF	TAXES			STATEMENT	5
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
PROPERTY TAXES	8,719.	8,719.		0.	
PRIVATE FOUNDATION TAXES	3,773.	0.		0.	
TO FORM 990-PF, PG 1, LN 18	12,492.	8,719.		0.	

FORM 990-PF	OTHER EXPENSES			STATEMENT	6
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
SUPPLIES	768.	192.		576.	
INSURANCE	400.	400.		0.	
INVESTMENT MANAGEMENT FEES	5,308.	5,308.		0.	
TO FORM 990-PF, PG 1, LN 23	6,476.	5,900.		576.	

FORM 990-PF	CORPORATE STOCK		STATEMENT	7
DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE		
WELLS FARGO & CO.	14,079.	26,966.		
ABERDEEN ASIA	4,597.	5,010.		
TOTAL TO FORM 990-PF, PART II, LINE 10B	18,676.	31,976.		

FORM 990-PF	CORPORATE BONDS		STATEMENT	8
DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE		
EQUITABLE COS INC SR DEBENTURES	3,165.	5,238.		
BANK OF AMERICA CORP INTERNOTE	100,000.	100,873.		
VERIZON COMMUNICATIONS NOTE	54,137.	53,467.		
CONOCO HILLIPS CO GTD ST NOTE	98,773.	99,915.		
INTEL CORP ST. NT	98,952.	105,199.		

THE PETE HENRY FOUNDATION

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MICROSOFT CORP ST NOTE	98,859.	105,916.
UNION PAC CORP	98,959.	106,152.
TOTAL TO FORM 990-PF, PART II, LINE 10C	552,845.	576,760.

FORM 990-PF	MORTGAGE LOANS	STATEMENT	9
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DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
GNMA II POOL #3171	3,297.	1,847.
FED HOME LOAN SER 2328	969.	1,071.
TOTAL TO FORM 990-PF, PART II, LINE 12	4,266.	2,918.

FORM 990-PF	OTHER INVESTMENTS	STATEMENT	10
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DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
GOLDMAN SACHS ASIA	FMV	6,520.	15,520.
AMERICAN BALANCED FUND CL A	FMV	419,116.	474,457.
CAPITAL INCOME BUILDER FD CL A	FMV	99,202.	120,035.
INCOME FUND OF AMERICA	FMV	332,383.	390,776.
WASHINGTON MUTUAL INV FD	FMV	102,177.	139,834.
BOND FUND OF AMERICA	FMV	234,297.	232,154.
NUVEEN	FMV	595.	625.
ADVISORS ACCUM A	FMV	51,056.	56,037.
ADVISORS CORE INV A	FMV	57,634.	56,690.
ADVISORS NEW CONCEPTS	FMV	53,086.	50,238.
ADVISORS SCIENCE AND TECH A	FMV	52,452.	51,725.
ADVISORS VANGUARD A	FMV	52,980.	55,034.
ADVISORS SMALL CAP A	FMV	57,800.	55,074.
AMERICAN MUTUAL FUND CL A	FMV	231,829.	304,059.
CAPITAL WORLD GRTH & INCM CL A	FMV	262,017.	314,689.
EURO PACIFIC GROWTH FUND CL A	FMV	34,259.	40,404.
INVESTMENT CO OF AMERICAL CL A	FMV	253,596.	276,952.
INVESCO AMERICAN FRANCHISE FUND	FMV	21,074.	40,464.
GROWTH FUND OF AMERICA	FMV	127,664.	170,858.
FUNDAMENTAL INVESTORS FD CL A	FMV	181,284.	237,127.
W&R ENERGY FUND CL-A	FMV	40,824.	36,153.
ADVISORS ASSET STRATEGY	FMV	16,034.	12,895.
FRANKLIN INCOME FUND	FMV	484,192.	470,097.
VAN KAMPEN BUILD AMERICA BONDS	FMV	92,989.	97,457.
INVESCO BLD AMER BONDS	FMV	90,315.	104,399.
IVY REAL ESTATE SECURITIES	FMV	4,659.	6,490.
LORD ABBETT BOND DEBENTURE A	FMV	109,708.	106,841.
IVY BALANCED A	FMV	42,798.	51,951.

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ADVISORS CONTINENTAL INCOME A	FMV	48,364.	52,270.
AMERICAN HIGH INCOME TRUST CL A	FMV	164,952.	145,037.
W&R IVY CUNDILL GLOBAL VALUE A	FMV	8,201.	6,584.
W&R IVY MICRO CAP GROWTH A	FMV	28,970.	25,270.
ADVISORS GLOBAL GROWTH	FMV	92,817.	94,944.
ADVISORS ACCUMULATIVE	FMV	55,552.	57,372.
ADVISORS ASSET STRATEGY	FMV	54,836.	55,676.
ADVISORS CONTINENTAL INCOME	FMV	55,013.	55,852.
ADVISORS CORE INVESTMENT	FMV	55,544.	57,157.
ADVISORS ENERGY	FMV	85,716.	87,509.
ADVISORS NEW CONCEPTS	FMV	75,011.	76,643.
ADVISORS SCIENCE & TECHNOLOGY	FMV	89,623.	96,412.
ADVISORS SMALL CAP	FMV	74,788.	76,963.
ADVISORS VALUE	FMV	56,011.	57,728.
ADVISORS VANGUARD	FMV	55,412.	56,659.
IVY MICRO CAP GROWTH	FMV	74,943.	75,974.
IVY REAL ESTATE SECURITIES	FMV	81,449.	85,348.
TOTAL TO FORM 990-PF, PART II, LINE 13		4,669,742.	5,132,433.

FORM 990-PF	OTHER ASSETS		STATEMENT 11
DESCRIPTION	BEGINNING OF YR BOOK VALUE	END OF YEAR BOOK VALUE	FAIR MARKET VALUE
DEFERRED COOP PATRONAGE	520.	520.	520.
FRONTIER AG STOCK	1,000.	1,000.	1,000.
TO FORM 990-PF, PART II, LINE 15	1,520.	1,520.	1,520.

FORM 990-PF

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

STATEMENT 12

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN- SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
DARRELL PABST 2308 K 25 COLBY, KS 67701	DIRECTOR 5.00	5,000.	0.	0.
RICHARD EPARD 1380 COUNTY ROAD 21 COLBY, KS 67701	DIRECTOR 5.00	5,000.	0.	0.
KENTON K. KREHBIEL 1020 COURT TERRACE COLBY, KS 67701	PRESIDENT, DIRECTOR 5.00	5,000.	0.	0.
WAYNE L. CARPENTER 2257 COUNTY ROAD 2 BREWSTER, KS 67732	DIRECTOR 5.00	5,000.	0.	0.
WILLIAM DOWELL 4 COTTONWOOD DRIVE COLBY, KS 67701	SECRETARY, DIRECTOR 5.00	5,000.	0.	0.
TOTALS INCLUDED ON 990-PF, PAGE 6, PART VIII		25,000.	0.	0.

FORM 990-PF

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

STATEMENT 13

NAME AND ADDRESS OF PERSON TO WHOM APPLICATIONS SHOULD BE SUBMITTED

THE PETE HENRY FOUNDATION
P.O. BOX 504
COLBY, KS 67701

TELEPHONE NUMBER

785 462-6553

FORM AND CONTENT OF APPLICATIONS

SEE STATEMENT 12-A

ANY SUBMISSION DEADLINES

MARCH 1

RESTRICTIONS AND LIMITATIONS ON AWARDS

SCHOLARSHIPS WILL BE LIMITED TO INDIVIDUALS WHO LIVE IN THE KANSAS COUNTIES OF WALLACE, LOGAN, GOVE, DECATUR, SHERIDAN, THOMAS, SHERMAN, CHEYENNE, AND RAWLINS.

Henry, The Pete Foundation
Colby, Kansas

48-1201942

Schedule XV-1

GRANTS AND CONTRIBUTIONS

June 30, 2016

Grants

<u>Recipient</u>	<u>Project</u>	<u>Amount</u>
USD # 314 Brewster School 127 Kansas Ave., Brewster, KS 67732	Pre-School program	10,000
Western Kansas Child Advocacy Center 135 E. 3rd, Colby, KS 67701	Child abuse victims Upgrade techlonogy	15,000 <u>15,000</u> 30,000
Kansas Lions Foundation P.O. Box 73, Humboldt, KS 66748	Building fund	40,000
High Plains Public Radio 210 N 7th Street Garden City, KS 67846	Programming	5,000
Smoky Hills Public Television PO Box 9 Bunker, Hill, KS 67626	Children's education programs	5,000
Brewster Lions Club C/O Lions Club Secretary, Brewster, KS 67732	Operations	3,000
Colby High School 1890 S. Franklin Ave., Colby, KS 67701	Precision farming data analysis	6,000
Gove Co. Healthcare Endowment Foundation 520 W. 5th St., Quinter, KS 67752	Cancer therapy equipment	4,450
	GRANTS TOTAL	<u>103,450</u>

The Pete Henry Foundation Education Scholarship Program

Air Force Acacemy, 2304 Cadet Drive, Colorado Springs, CO 808040	3,000
Barton County Community College, 245 NE 30 RD., Great Bend, KS 67530	6,400
Benedictine College, 1020 N 2nd Street, Atchison, KS 66002	11,100
Bethany College, 421 N First, Lindsborg, KS 67456	6,300
Butler County Community College, 901 S. Haverhill Rd., Ed Dorado, KS 67042	1,400
Central Community College, 4600 63rd St. Columbus, NE, 68601	700
Christ for the Nations Institute, 444 Fawn Ridge Drive, Dallas, TX 75224	1,900
Cloud County Community College, 2221 Campus Dr., Condordia, KS 66901	3,300
Colby Community College, 1255 S. Range, Colby, KS 67701-4099	30,280
College of International Enthetian, 7330 W 52nd Ave Unit T, Arvada, Co 80002	1,400
Colorado Christian University, 2452 Patterson Rd, Ste 200, Grand Junction, CO 81505	2,100
Community College of Aurora, 16000E. Centretch Pkwy, Aurora, CO 80011	1,400
Dodge City Community College, 2501 N 14th Ave, Dodge City, KS 67801	2,100
Emporia State University, 1200 Commercial Street, Emporia, KS 66801	3,500

Henry, The Pete Foundation
Colby, Kansas

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Schedule XV-1

Fort Hays State University, 600 Park Street, Hays, KS 67601	60,250
Fort Scott Community College, 2108 S Horton, Fort Scott, KS 66701	3,600
Garden City Community College, 801 Campus Drive, Garden City, KS 67846	4,900
Hays Academy of Hair Design, 1214 E 27th Street, Hays, KS 67601	8,500
Hutchinson Community College, 1300 N. Plum Street, Hutchinson, KS 67501	9,400
Illinois Institution of Technology, 3300 S Federal St, Chicago, IL 60616	2,100
Kansas Newman University, 3100 McCormick Ave, Wichita, KS 67213	3,000
Kansas State University, 104 Fairchild Hall, Manhattan, KS 66506	99,150
Manhattan Area Technical College, 3136 Dickens Ave, Manhattan, KS 66503	2,500
McCook Community College 1205 E 3rd St McCook, NE 69001	1,000
Mid Plains Comm College, 601 W State Farm Rd, North Platte, NE 69101 (return of scholarship)	(500)
Mount Holyoke College, 50 College Street, South Hadley, MA 01075	750
NE College of Technical Agriculture, 404 E. 7th St. Curtis, NE 69025	2,500
North Central KS Technical College, PO Box 507, Beloit, KS 67420-0507	15,000
Northwest Kansas Technical College, PO Box 668, Goodland, KS 67735	27,750
Oklahoma Panhandle State University, 323 Eagle Ave, Goodwell, OK 73939	1,400
Ottawa University, 1001 South Cedar, Ottawa, KS 66067	3,100
Pratt Community College, 348 NE SR 61, Pratt, KS 67124	3,500
Salina Area Technical College, 2562 Centennial Road, Salina, KS 67401	2,500
San Juan College, 4601 College Blvd, Farmington, NM 87402	1,900
Southwestern Christian University, 7210 NW 39th Espy, Bethany, OK 73008	1,000
Southwestern Oklahoma State University, 100 Campus Dr. Weatherford, OK 73096	2,100
Sterling College, 125 W. Cooper, Sterling, KS 67579	4,900
Texas A&M University, 401 Joe Routt Blvd, College Station, TX 77843	3,500
University of Colorado, Regent Drive at Broadway, Boulder, CO 80309	3,500
University of Dallas, 1845 E. Northgate Dr., Irving Tx, 75062	2,100
Universtiy of Denver, 2199 S. University Blvd, Denver, CO 80210	1,400
University of Kansas, 50 Strong Hall, 1450 Jayhawk Blvd., Lawrence, KS 66045	14,200
University of Oklahoma 1000 Asp Ave #105 Norman, OK 73019	3,000
University of Nebraska-Kearney 905 W 25th St Kearney, NE 68849	2,100
University of ST. Mary, 4100 S. 4th St. Leavenworth, KS 66048	2,100
Washburn University, 1700 SW College, Topeka, KS 66621-0001	5,600
Xenon International Academy, 2231 S. Peoria St. Aurora, CO 80014	1,400
SCHOLARSHIP TOTALS	<u>374,080</u>

TOTAL SCHOLARSHIPS, GIFTS, AND GRANTS PAID 477,530