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Form **990-PF**

Department of the Treasury
Internal Revenue Service

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

► **Do not enter social security numbers on this form as it may be made public.**
► 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 11/01 **, 2015, and ending** 10/31 **,** 2016

JULIO R GALLO FOUNDATION
PO BOX 1130
MODESTO, CA 95353

A Employer identification number: 94-6061539

B Telephone number (see instructions): 209-341-3375

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, column (c), line 16)* ► $ 22,855,705.

J Accounting method: ☒ Cash ☐ Accrual ☐ Other (specify) *(Part I, column (d) must be on cash basis.)*

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	Ck ► ☒ if the foundation is not required to attach Sch B				
	3	Interest on savings and temporary cash investments	59.	71,463.		
	4	Dividends and interest from securities	841,911.	874,069.		
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10	-451,541.			
	b	Gross sales price for all assets on line 6a 8,397,143.				
	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)		-149,006.		
	12	Total. Add lines 1 through 11	390,429.	796,526.	0.	
OPERATING AND ADMINISTRATIVE EXPENSES	13	Compensation of officers, directors, trustees, etc	0.			
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16a	Legal fees (attach schedule)				
	b	Accounting fees (attach sch) See St 1	35,092.	35,092.		
	c	Other prof fees (attach sch) See St 2	79,592.	79,592.		
	17	Interest		37,858.		
	18	Taxes (attach schedule)(see instrs) See Stm 3	3,500.	1,189.		
	19	Depreciation (attach schedule) and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (attach schedule) See Statement 4	467.	75,561.		
	24	**Total operating and administrative expenses.** Add lines 13 through 23	118,651.	229,292.		
	25	Contributions, gifts, grants paid Part XV	554,283.			554,283.
	26	**Total expenses and disbursements** Add lines 24 and 25	672,934.	229,292.	0.	554,283.
	27	Subtract line 26 from line 12:				
	a	**Excess of revenue over expenses and disbursements**	-282,505.			
	b	**Net investment income** (if negative, enter -0-)		567,234.		
	c	**Adjusted net income** (if negative, enter -0-)			0.	

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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	1,725,941.	1,097,356.	1,097,356.
	2	Savings and temporary cash investments			
	3	Accounts receivable ►			
		Less allowance for doubtful accounts ►			
	4	Pledges receivable ►			
		Less allowance for doubtful accounts ►			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
	7	Other notes and loans receivable (attach sch) ►			
		Less: allowance for doubtful accounts ►			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10a	Investments – U S and state government obligations (attach schedule)			
	b	Investments — corporate stock (attach schedule)	6,631,443.	11,978,242.	12,525,299.
	c	Investments — corporate bonds (attach schedule)	9,948,498.	6,353,139.	6,233,123.
	11	Investments – land, buildings, and equipment basis ►			
		Less accumulated depreciation (attach schedule) ►			
	12	Investments – mortgage loans			
	13	Investments – other (attach schedule) Statement 5	6,292,112.	4,920,757.	2,770,535.
	14	Land, buildings, and equipment· basis ►			
		Less accumulated depreciation (attach schedule) ►			
	15	Other assets (describe ► See Statement 6)		229,393.	229,392.
	16	**Total assets** (to be completed by all filers – see the instructions Also, see page 1, item I)	24,597,994.	24,578,887.	22,855,705.
LIABILITIES	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, & other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ►)			
	23	**Total liabilities** (add lines 17 through 22)	0.	0.	
NET ASSETS OR FUND BALANCES		**Foundations that follow SFAS 117, check here ► ☐ 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 ► ☒ and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds	29,733,909.	29,733,909.	
	28	Paid-in or capital surplus, or land, bldg , and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds	-5,135,915.	-5,155,022.	
	30	**Total net assets or fund balances** (see instructions)	24,597,994.	24,578,887.	
	31	**Total liabilities and net assets/fund balances** (see instructions)	24,597,994.	24,578,887.	

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	24,597,994.
2	Enter amount from Part I, line 27a	2	-282,505.
3	Other increases not included in line 2 (itemize) ► See Statement 7	3	263,398.
4	Add lines 1, 2, and 3	4	24,578,887.
5	Decreases not included in line 2 (itemize) ►	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5) – Part II, column (b), line 30	6	24,578,887.

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse; or common stock, 200 shares MLC Company)	(b) How acquired P — Purchase D — Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1a	Publicly Traded Securities	P	Various	Various
b				
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a	8,397,143.		8,848,684.	-451,541.
b				
c				
d				
e				

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69

	(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))
a				-451,541.
b				
c				
d				
e				

2	Capital gain net income or (net capital loss). { If gain, also enter in Part I, line 7 / If (loss), enter -0- in Part I, line 7 }	2	-451,541.
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)· If gain, also enter in Part I, line 8, column (c) (see instructions). If (loss), enter -0- in Part I, line 8	3	0.

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	959,950.	22,287,425.	0.043071
2013	901,850.	21,904,660.	0.041172
2012	985,500.	21,034,313.	0.046852
2011	1,033,000.	19,319,524.	0.053469
2010	2,425,850.	20,085,431.	0.120777

2	**Total** of line 1, column (d)	2	0.305341
3	Average distribution ratio for the 5-year base period — divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0.061068
4	Enter the net value of noncharitable-use assets for 2015 from Part X, line 5	4	22,317,550.
5	Multiply line 4 by line 3	5	1,362,888.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	5,672.
7	Add lines 5 and 6	7	1,368,560.
8	Enter qualifying distributions from Part XII, line 4	8	554,283.

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

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

1 a	Exempt operating foundations described in section 4940(d)(2), check here ► ☐ and enter 'N/A' on line 1 Date of ruling or determination letter ________ **(attach copy of letter if necessary – see instrs)**				
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► ☐ and enter 1% of Part I, line 27b			1	11,345.
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	11,345.
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	11,345.
6	Credits/Payments:				
a	2015 estimated tax pmts and 2014 overpayment credited to 2015	6 a	15,075.		
b	Exempt foreign organizations – tax withheld at source	6 b			
c	Tax paid with application for extension of time to file (Form 8868)	6 c			
d	Backup withholding erroneously withheld	6 d			
7	Total credits and payments Add lines 6a through 6d			7	15,075.
8	Enter any **penalty** for underpayment of estimated tax. Check here ☐ 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	0.
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ►			10	3,730.
11	Enter the amount of line 10 to be: **Credited to 2016 estimated tax** ► 3,730. **Refunded** ►			11	0.

Part VII-A Statements Regarding Activities

			Yes	No
1 a	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?	1 a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)?	1 b		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 **Form 1120-POL** for this year?	1 c		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*	2		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*	3		X
4 a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4 a	X	
b	If 'Yes,' has it filed a tax return on **Form 990-T** for this year?	4 b	X	
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If 'Yes,' attach the statement required by General Instruction T*	5		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?	6	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*	7	X	
8 a	Enter the states to which the foundation reports or with which it is registered (see instructions) ► CA			
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*	8 b	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*	9		X
10	Did any persons become substantial contributors during the tax year? *If 'Yes,' attach a schedule listing their names and addresses*	10		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)	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?	13	X	

Website address ► N/A

14 The books are in care of ► TAX & FINANCIAL SERVICES Telephone no ► 209-341-6975

Located at ► 600 YOSEMITE BLVD MODESTO CA ZIP + 4 ► 95354

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of **Form 1041** – Check here N/A ► ☐

and enter the amount of tax-exempt interest received or accrued during the year ► 15 N/A

			Yes	No
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?	16		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

			Yes	No
	File Form 4720 if any item is checked in the 'Yes' column, unless an exception applies.			
1 a	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? ☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☒ 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)? ☐ Yes ☒ 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) ☐ Yes ☒ No			
b	If any answer is 'Yes' to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see instructions)?	1 b	N/A	
	Organizations relying on a current notice regarding disaster assistance check here ► ☐			
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?	1 c		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? ☐ Yes ☒ No If 'Yes,' list the years ► 20__ , 20__ , 20__ , 20__ .			
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.)	2 b	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 ► 20__ , 20__ , 20__ , 20__ .			
3 a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ Yes ☒ 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)*	3 b	N/A	
4 a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4 a		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?	4 b		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)? **5b** N/A

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 (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 Statement 8		0.	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 N/A	
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 N/A	
2	
All other program-related investments. See instructions 3	
Total. Add lines 1 through 3 ►	0.

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	9,893,261.
b	Average of monthly cash balances			1b	1,373,139.
c	Fair market value of all other assets (see instructions)			1c	11,391,011.
d	**Total** (add lines 1a, b, and c)			1d	22,657,411.
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	22,657,411.
4	Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)			4	339,861.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4			5	22,317,550.
6	**Minimum investment return.** Enter 5% of line 5			6	1,115,878.

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	1,115,878.
2 **a**	Tax on investment income for 2015 from Part VI, line 5	2a	11,345.		
b	Income tax for 2015 (This does not include the tax from Part VI)	2b			
c	Add lines 2a and 2b			2c	11,345.
3	Distributable amount before adjustments. Subtract line 2c from line 1			3	1,104,533.
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	1,104,533.
6	Deduction from distributable amount (see instructions)			6	
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1			7	1,104,533.

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	554,283.
b	Program-related investments – total from Part IX-B	1b	
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	554,283.
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 (see instructions)	5	
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	554,283.

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					1,104,533.
2 Undistributed income, if any, as of the end of 2015					
a Enter amount for 2014 only				0.	
b Total for prior years 20 ___, 20 ___, 20 ___			0.		
3 Excess distributions carryover, if any, to 2015					
a From 2010	721,284.				
b From 2011	74,116.				
c From 2012					
d From 2013					
e From 2014					
f **Total** of lines 3a through e		795,400.			
4 Qualifying distributions for 2015 from Part XII, line 4: ► $ 554,283.					
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					554,283.
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))*		550,250.			550,250.
6 **Enter the net total of each column as indicated below:**					
a Corpus. Add lines 3f, 4c, and 4e Subtract line 5		245,150.			
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					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 (see instructions)		171,034.			
9 **Excess distributions carryover to 2016.** Subtract lines 7 and 8 from line 6a		74,116.			
10 Analysis of line 9					
a Excess from 2011	74,116.				
b Excess from 2012					
c Excess from 2013					
d Excess from 2014					
e Excess from 2015					

Form **990-PF** (2015) JULIO R GALLO FOUNDATION 94-6061539 Page **10**

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

Part XV Supplementary Information (Complete this part only if the 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))

ROBERT J GALLO

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 9

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

See Statement for Line 2a

c Any submission deadlines

See Statement for Line 2a

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

See Statement for Line 2a

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
Schedule Attached			All contributions made during the year were for general use in carrying out charitable, religious, and educational activities.	554,283.
Total			► **3a**	554,283.
b *Approved for future payment*				
Total			► **3b**	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See instructions)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1 Program service revenue:					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies.					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	59.	
4 Dividends and interest from securities			14	841,911.	
5 Net rental income or (loss) from real estate:					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	-451,541.	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue					
a					
b					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)				390,429.	

13 **Total.** Add line 12, columns (b), (d), and (e) . 13 390,429.

(See worksheet in line 13 instructions to verify calculations)

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

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes) (See instructions.)
N/A	

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

		Yes	No
1 Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a Transfers from the reporting foundation to a noncharitable exempt organization of			
(1) Cash	**1 a (1)**		X
(2) Other assets	**1 a (2)**		X
b Other transactions			
(1) Sales of assets to a noncharitable exempt organization	**1 b (1)**		X
(2) Purchases of assets from a noncharitable exempt organization	**1 b (2)**		X
(3) Rental of facilities, equipment, or other assets	**1 b (3)**		X
(4) Reimbursement arrangements	**1 b (4)**		X
(5) Loans or loan guarantees	**1 b (5)**		X
(6) Performance of services or membership or fundraising solicitations	**1 b (6)**		X
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	**1 c**		X

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

(a) Line no	**(b)** Amount involved	**(c)** Name of noncharitable exempt organization	**(d)** Description of transfers, transactions, and sharing arrangements
N/A			

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

b If 'Yes,' complete the following schedule

(a) Name of organization	**(b)** Type of organization	**(c)** Description of relationship
N/A		

Sign Here

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

Signature of officer or trustee	Date	Title	May the IRS discuss this return with the preparer shown below (see instructions)?
	3/2/17	Co-President	☒ Yes ☐ No

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
Margaret Armstrong, CPA	Margaret Armstrong, CPA Margaret Armstrong, CPA	3/1/17		P00022850

Firm's name ► TAX AND FINANCIAL SERVICES
Firm's EIN ► 94-1009696
Firm's address ► PO BOX 1130
MODESTO, CA 95353
Phone no 209-341-3395

Statement 1
Form 990-PF, Part I, Line 16b
Accounting Fees

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Accounting Fees	$ 35,092.	$ 35,092.		
Total	$ 35,092.	$ 35,092.	$ 0.	$ 0.

Statement 2
Form 990-PF, Part I, Line 16c
Other Professional Fees

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Investment Fees	$ 79,592.	$ 79,592.		
Total	$ 79,592.	$ 79,592.	$ 0.	$ 0.

Statement 3
Form 990-PF, Part I, Line 18
Taxes

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Federal Excise Tax	$ 3,500.			
Foreign Tax		$ 1,189.		
Total	$ 3,500.	$ 1,189.	$ 0.	$ 0.

Statement 4
Form 990-PF, Part I, Line 23
Other Expenses

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Fees & Registrations	$ 467.			
Passthrough from K-1		$ 75,561.		
Total	$ 467.	$ 75,561.	$ 0.	$ 0.

Statement 5
Form 990-PF, Part II, Line 13
Investments - Other

Other Investments	Valuation Method	Book Value	Fair Market Value
	Cost	$ 4,920,757.	$ 2,770,535.
	Total	$ 4,920,757.	$ 2,770,535.

Statement 6
Form 990-PF, Part II, Line 15
Other Assets

	Book Value	Fair Market Value
		$ 229,392.
Investment Receivable	$ 229,392.	
Rounding	1.	
Total	$ 229,393.	$ 229,392.

Statement 7
Form 990-PF, Part III, Line 3
Other Increases

Prior Period Adjustments	$ 263,398.
Total	$ 263,398.

Statement 8
Form 990-PF, Part VIII, Line 1
List of Officers, Directors, Trustees, and Key Employees

Name and Address	Title and Average Hours Per Week Devoted	Compen-sation	Contri-bution to EBP & DC	Expense Account/ Other
ROBERT J GALLO PO BOX 1130 MODESTO, CA 95353	Co-President 0	$ 0.	$ 0.	$ 0.
JAMES E COLEMAN PO BOX 1130 MODESTO, CA 95353	Co-President 0	0.	0.	0.
MATTHEW I FRIEDRICH PO BOX 1130 MODESTO, CA 95353	Secretary 0	0.	0.	0.

Statement 8 (continued)
Form 990-PF, Part VIII, Line 1
List of Officers, Directors, Trustees, and Key Employees

Name and Address	Title and Average Hours Per Week Devoted	Compen- sation	Contri- bution to EBP & DC	Expense Account/ Other
JOHN R GALLO PO BOX 1130 MODESTO, CA 95353	Director 0	$ 0.	$ 0.	$ 0.
GREGORY J COLEMAN PO BOX 1130 MODESTO, CA 95353	Director 0	0.	0.	0.
DOUG VILAS 600 YOSEMITE BLVD MODESTO, CA 95354	Treasurer 0	0.	0.	0.
	Total	$ 0.	$ 0.	$ 0.

Statement 9
Form 990-PF, Part XV, Line 2a-d
Application Submission Information

Name of Grant Program:	
Name:	JESSIE NELSON
Care Of:	
Street Address:	PO BOX 1130
City, State, Zip Code:	MODESTO, CA 95353
Telephone:	209-341-3375
E-Mail Address:	
Form and Content:	LETTER OF REQUEST, NAME OF APPLICANT AND PURPOSE OF GRANT
Submission Deadlines:	NONE
Restrictions on Awards:	QUALIFIED PUBLIC CHARITIES ONLY

THE JULIO R. GALLO FOUNDATION
FYI 10/31/2016
FORM 990-PF, PART II, LINE 10b

		Quantity	Cost	Market Value
P	ARTISAN PARTNERS FDS INC INTL VALUE FD INSTL SHS	37516.812	1,291,718	1,239,931
P	BARON EMERGING MARKET FUND INSTITUTIONAL CLASS	35941.476	418,718	429,501
P	DIAMOND HILL FDS SMALL MID CAP FD CL I	14287.832	225,530	285,614
P	JACKSON SQUARE PARTNERS SMID CAP GROWTH FUND	16430.378	282,852	283,424
P	WCM FOCUSED INTERNATIONAL GROWTH FUND	76254.025	937,783	966,138
P	LAZARD US EQUITY CONCENTRATED PRF INSTL SHS	108095.88	1,337,510	1,568,471
P	MATTHEWS PACIFIC TIGER FD INSTL CL	15246.609	382,555	384,977
P	TOUCHSTONE GROWTH OPPORTUNITY FUND	39703.575	1,259,497	1,134,728
P	ISHARES RUSSELL 1000 GROWTH ETF	7495.000	712,801	762,541
P	ISHARES RUSSELL 1000 VALUE ETF	4116.000	424,712	428,229
P	ISHARES SELECT DIVIDEND ETF	7541.000	566,577	633,821
P	ABBOTT LABS	393.000	16,305	15,523
P	ABBVIE INC	255.000	14,355	14,369
P	ALTRIA GROUP INC	646.000	39,904	42,714
P	AMGEN INC	71.000	12,115	10,022
P	AT&T	493.000	18,716	18,374
P	AUTOMATIC DATA PROCESSING	106.000	9,255	9,228
P	BB&T	615.000	21,244	24,108
P	BLACKROCK	56.000	18,712	19,109
P	BOEING CO	119.000	14,999	16,949
P	CHERVON CORP	195.000	17,697	20,426
P	CISCO SYSTEMS INC	1373.000	37,352	42,124
P	COCA COLA CO	432.000	19,246	18,317
P	CONOCOPHILLIPS	398.000	14,320	17,393
P	CORNING INC	642.000	12,547	14,580
P	CUMMINS INC	94.000	9,970	12,015
P	DU PONT E I DE NEMOURS & CO	278.000	17,427	19,124
P	EXXON MOBIL CORP	143.000	11,919	11,915
P	GENERAL ELECTRIC CO	1182.000	35,539	34,396
P	HOME DEPOT INC	163.000	21,134	19,888
P	INTEL CORP	399.000	12,151	13,913
P	INTUIT	94.000	9,508	10,222
P	JP MORGAN CHASE & CO	626.000	37,021	43,357
P	JOHNSON & JOHNSON	378.000	40,921	43,844
P	KIMBERLY CLARK CORP	183.000	23,898	20,937
P	LILLY ELI & CO	163.000	11,984	12,036
P	LOCKHEED MARTIN CORP	76.000	16,846	18,725
P	MERCK & CO INC	664.000	34,935	38,990
P	METLIFE INC	335.000	13,868	15,732
P	MICROSOFT CORP	884.000	46,333	52,969
P	NEXTERA ENERGY INC	347.000	40,147	44,416
P	OCCIDENTAL PET CORP	252.000	17,847	18,373
P	PAYCHEX INC	408.000	21,282	22,710
P	PEPSICO INC	244.000	24,927	26,157
P	PFIZER INC	1146.000	35,463	36,340
P	PHILIP MORRIS INTL INC	364.000	34,564	35,105
P	PNC FINL SVCS GROUP INC	115.000	9,733	11,057
P	QUALCOMM INC	188.000	9,641	12,919
P	RAYTHEON CO	148.000	18,475	20,326

THE JULIO R. GALLO FOUNDATION
FYI 10/31/2016
FORM 990-PF, PART II, LINE 10b

		Quantity	Cost	Market Value
P	SPECTRA ENERGY CORP	535.000	15,794	22,368
P	TARGET CORP	218.000	17,558	14,983
P	TEXAS INSTR INC	235.000	14,412	16,650
P	TRAVELERS COS INC	142.000	15,725	15,362
P	WEC ENERGY GROUP	347.000	19,971	20,723
P	WELLS FARGO & CO	370.000	18,059	17,023
P	3 M CO	238.000	38,692	39,341
P	AUTODESK INC	127.000	6,911	9,180
P	BORG WARNER INC	241.000	8,532	8,637
P	CBRE GROUP INC	302.000	8,354	7,780
P	CENTENE CORP	282.000	17,169	17,619
P	DR HORTON INC	337.000	9,806	9,716
P	DARDEN RESTAURANTS INC	92.000	5,853	6,012
P	EASTMAN CHEM CO	112.000	7,844	8,054
P	EATON VANCE CORP	134.000	4,217	4,736
P	FASTENAL CO	336.000	15,471	13,197
P	FLIR SYS INC	224.000	7,024	7,374
P	GLOBAL PMTS INC	198.000	13,261	14,359
P	HASBRO INC	156.000	12,469	13,092
P	HEXCEL CORP NEW	164.000	7,061	7,478
P	HUNTINGTON INGALLS INDS INC	76.000	10,545	12,263
P	ISHARES CORE S&P MID CAP ETF	1283.000	177,803	193,181
P	KEYCORP NEW	664.000	7,653	9,376
P	MASCO CORP	322.000	9,625	9,975
P	MATTEL INC	168.000	5,444	5,297
P	MAXIM INTEGRATED PRODS INC	301.000	10,600	11,929
P	MEDNAX INC	103.000	7,115	6,309
P	NEWFIELD EXPL CO	174.000	5,338	7,063
P	PRICE T ROWE GROUP INC	170.000	12,300	10,882
P	PRINCIPAL MIDCAP BLEND FUND	8027.340	165,000	178,287
P	RANGE RES CORP	191.000	6,910	6,454
P	RAYMOND JAMES FINL INC	128.000	6209	7,695
P	REINSURANCE GROUP AMER INC	80.000	7,519	8,629
P	RESAISSANCERE HOLDINGS LTD	39.000	4,493	4,847
P	REPUBLIC SVCS INC	239.000	11,020	12,579
P	SBA COMMUNICATIONS CORP	106.000	10,600	12,008
P	SCOTTS MIRACLE GROW CO	99.000	6,921	8,721
P	SEALED AIR CORP NEW	214.000	10,365	9,765
P	SNAP ON INC	71.000	10,811	10,941
P	SONOCO PRODS CO	140.000	6,310	7,040
P	SYNOPSYS INC	141.000	6,515	8,363
P	VALSPAR CORP	97.000	8,829	9,661
P	XILINX INC	130.000	6,118	6,613
P	ADVANCED ENERGY INDS	226.000	7,111	10,780
P	ALLEGHENY TECNOLOGIES INC	139.000	1,943	1,896
P	AMERICAN EQUITY INVT LIFE HLDG	313.000	4,629	5,612
P	ASTORIA FINL CORP	316.000	4,812	4,623
P	CABOT CORP	82.000	3,810	4,276
P	CABOT MICROELECTRONICS CORP	144.000	5,684	7,957

THE JULIO R. GALLO FOUNDATION
FYI 10/31/2016
FORM 990-PF, PART II, LINE 10b

		Quantity	Cost	Market Value
P	CEF ISHARES CORE S&P SMALL CAP	1623.000	177,400	192,601
P	ENTEGRIS INC	452.000	5,868	7,187
P	EVEBANK FINL CORP	307.000	4,316	5,928
P	FIRSTCAST INC	154.000	6,633	7,269
P	JOY GLOBAL INC	68.000	1,066	1,892
P	MERITAGE HOMES CORP	125.000	4,318	3,869
P	MOOG INC	90.000	4,009	5,226
P	MUELLER WTR PRODS INC	818.000	7,650	10,078
P	RYDER SYS INC	86.000	5,303	5,968
P	SOUTH JERSEY INDS INC	154.000	4,194	4,566
P	STIFEL FINL CORP	159.000	4,938	6,223
P	TIMKEN CO	178.000	5,796	5,883
P	TRUSTMARK CORP	153.000	3,554	4,235
P	UNITED BANKSHARES INC WEST VA	178.000	6,536	6,711
P	UNITED NATIONAL FOODS INC	106.000	3,967	4,424
P	VICTORY SMALL CO OPPTY FUND	4548.772	165,000	182,497
P	WESTBANCO INC	129.000	3,878	4,246
P	WGL HLDGS INC	101.000	6,872	6,419
P	ADIENT PLC	11.800	-	537
P	AIA GROUP LTD	1650.000	9,352	10,415
P	ANHEUSER BUSCH INBEV SA/NV	68.000	8,115	7,853
P	ARRIS INTERNATIONAL PLC	266.000	7,435	7,389
P	ASML HOLDINGS NV	118.000	11,271	12,463
P	ASSA ABLOY AB	691.000	13,650	12,585
P	ASTRAZENECA PLC	423.000	12,327	11,979
P	BCE	339.000	15,006	15,404
P	BROADCOM LTD	81.000	12,149	13,793
P	CHINA MOBILE LTD	581.000	6,507	6,657
P	CHUBB LTD	158.000	18,714	20,066
P	CK HUTCHISON HLDGS LTD	379.000	10,889	10,876
P	COLOPLAST A/S-B	193.000	14,719	13,447
P	COLRUYT SA	189.000	10,469	10,145
P	CORE LABORATORIES NV	73.000	8,209	7,119
P	DAIKIN KOGYO INDUSTRIES	173.000	12,633	16,694
P	DB X-TRACKERS MSCI EAFE HEDGED	3837.000	92,316	102,141
P	DIAGEO PLC	143.000	15,224	15,377
P	ESSILOR INTERNATIONAL SA	107.000	13,175	12,011
P	FANUC CORP	49.000	7,577	9,257
P	FLEXTRONICS	501.000	5,757	7,109
P	FUJI HEAVY INDUSTRIES LTD	139.000	5,236	5,510
P	HAIER ELECTRONICS GROUP CO LTD	4234.000	7,099	6,836
P	HSBC HLDGS PLC	365.000	11,645	13,917
P	IMPERIAL BRANDS PLC	150.000	7,869	7,243
P	ING GROEP NV	620.000	7,701	8,128
P	ISHARES MSCI EAFE ETF	12120.000	671,599	700,778
P	JOHNSON CONTROLS INTL PLC	118.000	5,391	4,758
P	KEYENCE CORP	17.000	10,977	12,466
P	KUBOTA CORP	758.000	10,913	12,223
P	LYONDELLBASELL INDUSTRIES NV	146.000	12,103	11,614

THE JULIO R. GALLO FOUNDATION
FYI 10/31/2016
FORM 990-PF, PART II, LINE 10b

		Quantity	Cost	Market Value
P	MACQUARIE GROUP LTD	86.000	5,291	5,222
P	MAGNA INTL INC	251.000	10,525	10,304
P	MEDTRONICS PLC	113.000	8,659	9,268
P	MITSUBISHI ESTATE	522.000	10,043	10,380
P	NESTLE SA	129.000	10,283	9,360
P	NOVARTIS AG	140.000	10,865	9,967
P	NXP SEMICONDUCTORS NV	170.000	13,613	17,000
P	ONEX CORP	259.000	15,371	16,749
P	PARTNERS GROUP NPV	25.000	9,581	12,666
P	ROCHE HLDG LTD	375.000	11,824	10,784
P	ROYAL DUTCH SHELL PLC	358.000	17,017	18,727
P	SHIRE LTD	160.000	10,560	9,083
P	SINGAPORE TELECOMMUNICATIONS LTD	4348.000	12,143	12,120
P	STANDARD CHARTERED PLC	1022.000	7,223	8,882
P	STERIS PLC	103.000	7,276	6,882
P	SUNCOR ENERGY INC	326.000	8,637	9,787
P	SVENSKA HANDELSBANKEN AB	523.000	6,691	7,142
P	TELENOR ASA	736.000	11,990	11,729
P	TORONTO DOMINION BK ONTARIO	375.000	15,566	17,171
P	TOTAL SA	269.000	12,751	12,842
P	TOYOTA MOTORS CORP	71.000	7,731	8,212
P	UNILEVER NV	415.000	18,237	17,355
P	UNILEVER PLC	314.000	14,035	13,248
P	VODAFONE GROUP PLC NEW	374.000	11,765	10,412
P	ALIBABA GROUP HLDG LTD	75.000	7,345	7,628
P	ICIC BK LTD	1549.000	10,694	12,841
P	ISHARES EDGE MSCI MIN VOL	8785.000	443,821	464,112
P	ISHARES MSCI EMERGING MARKETS	5203.000	167,296	193,239
P	JD COM INC	344.000	9,102	8,927
P	NASPERS LTD	49.000	7,955	8,213
P	PARAMETRIC EMERGING MARKETS FUND	5849.874	81,000	76,750
P	PING AN INSURANCE GROUP	2202.000	10,024	11,628
P	TAIWAN SEMICONDUCTOR MFG LTD	393.000	9,789	12,222
P	TENCENT HOLDINGS LTD	536.000	10,436	14,224
P	TEVA PHARMACEUTICAL INDS LTD	127.000	7,010	5,428
	TOTAL SECURITIES		11,978,242	12,525,299

THE JULIO R. GALLO FOUNDATION
FYI 10/31/2016
FORM 990-PF, PART II, LINE 10c

		Quantity	Cost	Market Value
P	DOUBLELINE FDS TR TOTAL RETURN BD FD CL I	162,988.410	1,803,317	1,768,424
P	TEMPLETON INCOME TR GLOBAL TOTAL RETURN FD ADV CL	55314.408	767,286	648,285
P	CMG ULTRA SHORT TERM BOND FUND	272382.332	2,448,717	2,456,317
P	COLUMBIA BOND FUND	23081.431	200,000	203,687
P	COLUMBIA CORPORATE INCOME FUND	21574.973	200,000	220,129
P	COLUMBIA SHORT TERM BOND FUND	40333.101	400,000	403,699
P	COLUMBIA REAL ESTATE EQUITY FUND	28570.733	450,000	442,275
P	ALEXANDRIA REAL ESTATE EQUITY INC	79.00000	6,727	8,517
P	CROWN CASTLE INTL CORP	211.0000	18,263	19,199
P	HCP INC	272.0000	8,437	9,316
P	MEDICAL PPTS TR INC	417.0000	5,150	5,813
P	PUBLIC STARAGE INC	26.0000	6,737	5,557
P	REALTY INCOME CORP	137.0000	8,226	8,144
P	VENTAS INC	294.0000	17,093	19,918
P	WELLTOWER INC	202.0000	13,186	13,843
	TOTAL FIXED		6,353,139	6,233,123

THE JULIO R. GALLO FOUNDATION
FYI 10/31/2016
FORM 990-PF, PART II, LINE 13

		Quantity	Cost	Market Value
P	BHR MASTER FUND LTD	22,384	33,562	22,384
P	CONTRARIAN EMERGING MARKET FUND	589,742	500,000	589,742
P	OMEGA OVERSEAS PARTNERS LTD CLASS B	501,592	500,000	501,592
P	SEER CAPITAL PARTNERS OFFSHORE FUND LTD	517,015	500,000	517,015
P	SALIENT MLP TOTAL RETURN FUND LP	519,839	700,000	519,839
P	AQR MANAGED FUTURES STRATEGY	15,136	150,000	147,881
P	BOSTON PARTNERS LONG/SHORT RESEARCH FD	9,967	150,000	149,900
P	MSREF VI OFFSHORE INVESTORS INT'L, LP		2,387,195	322,182
	TOTAL ALTERNATIVE INVESTMENTS		4,920,757	2,770,535

THE JULIO R. GALLO FOUNDATION

POST OFFICE BOX 1130
MODESTO, CA 95353
FISCAL YEAR ENDING OCTOBER 31, 2016

TID 94-6061539

FORM 990-PF, PART XV, LINE 3 (a)
GRANTS AND CONTRIBUTIONS PAID DURING THE FISCAL YEAR

All contributions made during the year were for general use in carrying out charitable, religious and educational activities
None of the recipients are private foundations.

RECEPIENT	ADDRESS	
Catholic Social Service Guild	c/o Current Treasurer, Modesto, CA	11,000
Del Monte Forest Conservancey 1943	3101 Forest Lake Road, Suite 1 Pebble Beach, CA 93954	1,000
Gallo Center for the Arts, Inc	1000 I Street, Modesto, CA 95354	31,200
Knight's Ferry History and Museum Associates	Post Office Box 861, Knights Ferry, CA 95361	5,000
Modesto Soccer Foundation Inc	Post Office Box 577229 Modesto, CA 95357	8,000
Modesto Union Gospel Mission	1400 Yosemite Blvd. Modesto, CA 95354	5,000
Saint Alphonsus Reginal Medical Center	1055 North Curtis Road Boise, ID 83706	500
Sonoma Valley Vintners	783 Broadway Sonoma, CA 95476	1,000
UCSF Foundation	Post Office Box 45339 San Francisco, CA 94145	20,000
United Samaritans Foundation	220 South Broadway Turlock, CA 95380	5,500
United Way of Stanislaus County	422 McHenry Avenue, Modesto, CA 95354	5,000
TOTAL CHARITABLE CONTRIBUTIONS		**93,200**

Bishop's Ministry Appeal	212 North San Joaquin Street, Stockton, CA 95202	15,000
Equestrian Order of the Holy Sepulchre of Jerusalem/Northwest Lieutenancy	609 Young Ct. Alamo, CA 94507	10,000
Franciscan Renewal Ministries	427 East 155th Street, New York, NY 10455	25,000
New Mount Carmel Foundation	Post Office Box 2507, Cody, WY 82414	10,000
Roman Catholic Bishop of Stockton	212 North San Joaquin Street, Stockton, CA 95202	5,000
Saint Vincent de Paul	529 I Street, Patterson, CA 95363	500
Sisters of the Cross of the Sacred Heart of Jesus	1320 Maze Boulevard, Modesto, CA 95351	7,000
Society of Jesus. Oregon Province	Post Office Box 86010, Portland, OR 97286	5,000
Star of the Sea Catholic Church (San Francisco Oratory)	4420 Geary Boulevard, San Francisco, CA 94118	2,500
St. Leo's Catholic Church	Post Office Box 666, Boyes Hot Springs, CA 95416	2,500
St. Mary's Catholic Church	501 NW 25th Street Corvallis, OR 97330	1,000
St Stanislaus Catholic Church	709 J Street, Modesto, CA 95354	215,000
TOTAL RELIGIOUS CONTRIBUTIONS		**298,500**

Beyer High School	1717 Sylvan Ave Modesto, CA 95355	8,000
Central Catholic High School	200 South Carpenter Road, Modesto, CA 95351	8,750
Howard Training Center	1424 Stonum Road Modesto, CA 95351	8,000
Modesto High School	18 H Street, Modesto, CA 95351	8,000
Modesto Junior College	435 College Avenue Modesto, CA 95350	8,000
Oregon State University Foundation	850 S. W. 35th Street, Corvallis, OR 97333	55,000
Santa Clara University	500 El Camino Real, Santa Clara, CA 95053	10,000
Sigma Chi Foundation	1714 Hinman Ave Evanston, IL 60201-4576	33,333
Sonoma Elementary School	1560 Cummins Drive Modesto, CA 95358	10,000
Sonoma Valley High School	20000 Broadway Sonoma, CA 95476	2,500
St Stanislaus Catholic School	1416 Maze Boulevard, Modesto, CA 95351	10,000
University of Notre Dame	1100 Grace Hall Notre Dame, IN 46446-5612	500
University of the Pacific	3601 Pacific Avenue, Stockton, CA 95211	500
TOTAL EDUCATIONAL CONTRIBUTIONS		**162,583**

FYE 2016 TOTAL GRANTS AND CONTRIBUTIONS	**554,283**