

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

2016

Open to Public Inspection

For calendar year 2016 or tax year beginning , 2016, and ending , 20

Name of foundation THE ROY H AND LORRAINE M OKUMURA FOUNDATION		A Employer identification number 27-0790491
Number and street (or P.O. box number if mail is not delivered to street address) P.O. BOX 517	Room/suite	B Telephone number (see instructions) 808 877-5055
City or town, state or province, country, and ZIP or foreign postal code KAHULUI, HI 96733		C If exemption application is pending, check here ☐
G Check all that apply: ☐ Initial return ☐ Initial return of a former public charity ☐ Final return ☐ Amended return ☐ Address change ☐ Name change		D 1. Foreign organizations, check here ☐ 2. Foreign organizations meeting the 85% test, check here and attach computation ☐
H Check type of organization: ☒ Section 501(c)(3) exempt private foundation ☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation		E If private foundation status was terminated under section 507(b)(1)(A), check here ☐
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ► \$ 2,198,030	J Accounting method: ☐ Cash ☒ Accrual ☐ Other (specify) _____	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) (see instructions).)		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received (attach schedule)				
	2 Check ☐ if the foundation is not required to attach Sch. B				
	3 Interest on savings and temporary cash investments	56	56	0	
	4 Dividends and interest from securities	83,967	81,036	0	
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	3,954			
	b Gross sales price for all assets on line 6a 458,574				
	7 Capital gain net income (from Part IV, line 2)		3,947		
	8 Net short-term capital gain			0	
	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) OTHER INCOME	90	90	0		
12 Total. Add lines 1 through 11	88,067	85,129	0		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc.				
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule) ATTACH 1	625	0		0
	c Other professional fees (attach schedule) ATTACH 2	22,482	22,482	0	0
	17 Interest	24	0		0
	18 Taxes (attach schedule) (see instructions) ATTACH 3	2,528	1,923	0	0
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule) ATTACH 4	2,349	207	0	0
	24 Total operating and administrative expenses. Add lines 13 through 23	28,008	24,612	0	0
	25 Contributions, gifts, grants paid	115,000			115,000
26 Total expenses and disbursements. Add lines 24 and 25	143,008	24,612	0	115,000	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements	(54,941)				
b Net investment income (if negative, enter -0-)		60,517			
c Adjusted net income (if negative, enter -0-)			0		

For Paperwork Reduction Act Notice, see Instructions.

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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 (a) Book Value	End of year (b) Book Value (c) Fair Market Value		
Assets	1	Cash—non-interest-bearing			
	2	Savings and temporary cash investments	95,493	105,215	105,215
	3	Accounts receivable ▶			
		Less: allowance for doubtful accounts ▶	0	0	0
	4	Pledges receivable ▶			
		Less: allowance for doubtful accounts ▶	0	0	0
	5	Grants receivable	0	0	0
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)	0	0	0
	7	Other notes and loans receivable (attach schedule) ▶			
		Less: allowance for doubtful accounts ▶	0	0	0
	8	Inventories for sale or use	0	0	0
	9	Prepaid expenses and deferred charges	0	0	0
	10a	Investments—U.S. and state government obligations (attach schedule)	42,764	29,530	29,530
	b	Investments—corporate stock (attach schedule)	904,015	941,494	941,494
	c	Investments—corporate bonds (attach schedule)	233,473	258,051	258,051
	Liabilities	11	Investments—land, buildings, and equipment: basis ▶		
		Less: accumulated depreciation (attach schedule) ▶	0	0	0
12		Investments—mortgage loans	0	0	0
13		Investments—other (attach schedule)	834,444	855,640	855,640
14		Land, buildings, and equipment: basis ▶			
		Less: accumulated depreciation (attach schedule) ▶	0	0	0
15		Other assets (describe ▶ Due from IRS and State of Hawaii)	8,100	8,100	8,100
16		Total assets (to be completed by all filers—see the instructions. Also, see page 1, item I)	2,118,289	2,198,030	2,198,030
17		Accounts payable and accrued expenses	7	636	
18		Grants payable	115,000	115,000	
Net Assets or Fund Balances	19	Deferred revenue	0	0	
	20	Loans from officers, directors, trustees, and other disqualified persons	0	0	
	21	Mortgages and other notes payable (attach schedule)	0	0	
	22	Other liabilities (describe ▶ Excise tax payable (credit))	(14,086)	(13,481)	
	23	Total liabilities (add lines 17 through 22)	100,921	102,155	
		Foundations that follow SFAS 117, check here ☐			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ▶ ☒			
27	Capital stock, trust principal, or current funds				
28	Paid-in or capital surplus, or land, bldg., and equipment fund				
29	Retained earnings, accumulated income, endowment, or other funds	2,017,368	2,095,875		
30	Total net assets or fund balances (see instructions)	2,017,368	2,095,875		
31	Total liabilities and net assets/fund balances (see instructions)	2,118,289	2,198,030		

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	2,017,368
2	Enter amount from Part I, line 27a	2	(54,941)
3	Other increases not included in line 2 (itemize) ▶ Unrealized Gains (Loss) on Investments	3	133,448
4	Add lines 1, 2, and 3	4	2,095,875
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	2,095,875

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 - See Attachment 6				
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 458,574	0	454,627	3,947	
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 N/A				
b				
c				
d				
e				
2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }		2	3,947	
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	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.

(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))
2015	114,540	2,251,823	0.05086545435
2014	114,883	2,391,517	0.04803770996
2013	104,613	2,256,852	0.04635350479
2012	0	2,045,287	0.00000000000
2011			
2 Total of line 1, column (d)			2 0.14525666909
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 0.03631416727
4 Enter the net value of noncharitable-use assets for 2016 from Part X, line 5			4 2,187,537
5 Multiply line 4 by line 3			5 79,439
6 Enter 1% of net investment income (1% of Part I, line 27b)			6 605
7 Add lines 5 and 6			7 80,044
8 Enter qualifying distributions from Part XII, line 4 If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions.			8 115,000

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 ☐ and enter "N/A" on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary—see instructions)			
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ☒ and enter 1% of Part I, line 27b	1		605
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		605
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		605
6	Credits/Payments:			
a	2016 estimated tax payments and 2015 overpayment credited to 2016	6a		14,086
b	Exempt foreign organizations—tax withheld at source	6b		
c	Tax paid with application for extension of time to file (Form 8868)	6c		0
d	Backup withholding erroneously withheld	6d		
7	Total credits and payments. Add lines 6a through 6d	7		14,086
8	Enter any penalty for underpayment of estimated tax. Check here ☐ if Form 2220 is attached	8		0
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		13,481
11	Enter the amount of line 10 to be: Credited to 2017 estimated tax 2,000 Refunded	11		11,481

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?		✓
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)? <i>If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.</i>		✓
c Did the foundation file Form 1120-POL for this year?		✓
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. ▶ \$ <u>0</u> (2) On foundation managers. ▶ \$ <u>0</u>		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ \$ <u>0</u>		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? <i>If "Yes," attach a detailed description of the activities.</i>		✓
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? <i>If "Yes," attach a conformed copy of the changes.</i>		✓
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		✓
b If "Yes," has it filed a tax return on Form 990-T for this year?		N/A
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If "Yes," attach the statement required by General Instruction T.</i>		✓
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?	✓	
7 Did the foundation have at least \$5,000 in assets at any time during the year? <i>If "Yes," complete Part II, col. (c), and Part XV</i>	✓	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ HAWAII		
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? <i>If "No," attach explanation</i>	✓	
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 2016 or the taxable year beginning in 2016 (see instructions for Part XIV)? <i>If "Yes," complete Part XIV</i>		✓
10 Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses</i>		✓

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	✓
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	✓
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ▶ N/A	13	✓
14 The books are in care of ▶ ROGER S. TACDOL Telephone no. ▶ 808 877-5055 Located at ▶ 74 HOBSON AVENUE, KAHULUI, HI ZIP+4 ▶ 96732-2108		
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 2016, 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 ▶ N/A	16	✓

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? ☐ 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)? Organizations relying on a current notice regarding disaster assistance check here ▶ ☐	1b	N/A
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 2016?	1c	✓
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 2016, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2016? ☐ Yes ☒ No If "Yes," list the years ▶ 20____, 20____, 20____, 20____ N/A		
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.)	2b	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____ N/A		
3a 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 2016 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 2016.)	3b	N/A
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	✓
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 2016?	4b	✓

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/AOrganizations 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? ☐ Yes ☒ No

If "Yes," attach the statement required by Regulations section 53.4945–5(d).

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

If "Yes" to 6b, file Form 8870.

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No**b** If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? ☐ Yes ☒ No**7b** N/A**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 ATTACHMENT 7				

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	2,064,696
b	Average of monthly cash balances	1b	148,054
c	Fair market value of all other assets (see instructions)	1c	8,100
d	Total (add lines 1a, b, and c)	1d	2,220,850
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	2,220,850
4	Cash deemed held for charitable activities. Enter 1½% of line 3 (for greater amount, see instructions)	4	33,313
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	2,187,537
6	Minimum investment return. Enter 5% of line 5	6	109,377

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	109,377
2a	Tax on investment income for 2016 from Part VI, line 5	2a	605
b	Income tax for 2016. (This does not include the tax from Part VI.)	2b	0
c	Add lines 2a and 2b	2c	605
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	108,772
4	Recoveries of amounts treated as qualifying distributions	4	0
5	Add lines 3 and 4	5	108,772
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	108,772

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	115,000
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	0
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	0
b	Cash distribution test (attach the required schedule)	3b	0
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	115,000
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	605
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	114,395

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 2015	(c) 2015	(d) 2016
1 Distributable amount for 2016 from Part XI, line 7				108,772
2 Undistributed income, if any, as of the end of 2016:				
a Enter amount for 2015 only			90,372	
b Total for prior years: 20 <u>12</u> ,20 <u>13</u> ,20 <u>14</u>		0		
3 Excess distributions carryover, if any, to 2016:				
a From 2011	0			
b From 2012	0			
c From 2013	0			
d From 2014	0			
e From 2015	0			
f Total of lines 3a through e	0			
4 Qualifying distributions for 2016 from Part XII, line 4: ► \$ <u>115,000</u>				
a Applied to 2015, but not more than line 2a			90,372	
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 2016 distributable amount				24,628
e Remaining amount distributed out of corpus	0			
5 Excess distributions carryover applied to 2016 (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 2015. Subtract line 4a from line 2a. Taxable amount—see instructions			0	
f Undistributed income for 2016. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2017				84,144
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 2011 not applied on line 5 or line 7 (see instructions)	0			
9 Excess distributions carryover to 2017. Subtract lines 7 and 8 from line 6a	0			
10 Analysis of line 9:				
a Excess from 2012	0			
b Excess from 2013	0			
c Excess from 2014	0			
d Excess from 2015	0			
e Excess from 2016	0			

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

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2016, enter the date of the ruling **N/A**

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			(e) Total
	(a) 2016	(b) 2015	(c) 2014	(d) 2013	
2a 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).)

N/A

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.

N/A

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:

N/A

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

N/A

c Any submission deadlines:

N/A

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

N/A

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				
SEE ATTACHMENT 8				
Total			3a	115,000
b Approved for future payment				
SEE ATTACHMENT 9				
Total			3b	115,000

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.

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	56	
4	Dividends and interest from securities			14	83,967	
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			14	90	
8	Gain or (loss) from sales of assets other than inventory			18	3,954	
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)		0		88,067	0
13	Total. Add line 12, columns (b), (d), and (e)				13	88,067

(See worksheet in line 13 instructions to verify calculations.)

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

[illegible]

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?		Yes	No
a	Transfers from the reporting foundation to a noncharitable exempt organization of:			
	(1) Cash	1a(1)		✓
	(2) Other assets	1a(2)		✓
b	Other transactions:			
	(1) Sales of assets to a noncharitable exempt organization	1b(1)		✓
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)		✓
	(3) Rental of facilities, equipment, or other assets	1b(3)		✓
	(4) Reimbursement arrangements	1b(4)		✓
	(5) Loans or loan guarantees	1b(5)		✓
	(6) Performance of services or membership or fundraising solicitations	1b(6)		✓
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		✓
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.			

[illegible]

2a 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 Logan Spencer Date 11/9/17 Title TREASURER

May the IRS discuss this return with the preparer shown below (see instructions)? ☐ Yes ☒ No

**Paid
Preparer
Use Only**

Print/Type preparer's name

STANFORD C.T. LUM

Preparer's signature

Date _____

Check ☒ if self-employed

PTIN

P00108555

Firm's name ► **KKDLY LLC**

Firm's EIN ► 99-0292355

Firm's address ▶ 745 FORT STREET, STE 2100 HONOLULU, HI 96813

Phone no. **808-521-3962**

The Roy H and Lorraine M Okumura Foundation

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Part I – Item 16b. Accounting Fees

ATTACHMENT 1

Description	(a) Revenue and Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Income Tax Review Fees	\$625	\$0	\$0	\$0
Total	<u>\$625</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Part I – Item 16c. Other Professional Fees

ATTACHMENT 2

Description	(a) Revenue and Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Investment Advisory Fees	\$22,482	\$22,182	\$0	\$0
Total	<u>\$22,482</u>	<u>\$22,482</u>	<u>\$</u>	<u>\$0</u>

The Roy H and Lorraine M Okumura Foundation

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Part I – Item 18. Taxes

ATTACHMENT 3

Description	(a) Revenue and Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Excise Tax	\$10,460	\$0	\$0	\$0
Foreign Taxes Paid on Investment Income	442	442	0	0
Total	<u>\$10,902</u>	<u>\$442</u>	<u>\$0</u>	<u>\$0</u>

Part I – Item 23. Other Expenses

ATTACHMENT 4

Description	(a) Revenue and Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Investment Exp.	\$207	\$207	\$0	\$0
License & Fees	3	0	0	0
Penalties	2,059	0	0	0
Miscellaneous Exp.	80	0	0	0
Total	<u>\$2,349</u>	<u>\$207</u>	<u>\$0</u>	<u>\$0</u>

PART II - BALANCE SHEET LINES 10a, 10b, 10c, and 13 @ (b) BOOK VALUE and (c) FAIR MARKET VALUE:

NOTE 2

STIFEL ACCOUNT	ACCOUNT NAME (NOTE 1)	Valuation Method	Money Mkt/ Temp Cash	Municipal Obligations	US Obligations	Corporate Bonds	Corporate Stock	Mutual Funds	Combined Total
5024-7305	Fundamentals - Mutual Fund/ETF Less Outstanding Checks @ 12/31/16 Balance	Market Value	167,125.74 (115,000.00)	- -	- -	- -	- -	855,639.96	1,022,765.70 (115,000.00)
3061-3477	Federated Model Account	Market Value	15,060.26	-	-	-	477,331.67		492,391.93
6778-5986	GW&K MGD Acct.	Market Value	7,939.83	19,529.80	10,000.64	258,051.06	-		295,521.33
8000-4143	Schafer Cullen Managed Acct.	Market Value	30,088.72	-	-	-	464,162.08		494,250.80
TOTAL			105,214.55	19,529.80	10,000.64	258,051.06	941,493.75	855,639.96	2,189,929.76
Form 990-PF, Part II, Balance Sheet Line #			2	29,530.44 10a		10c	10b	13	
			US / STATE GOV'T OBLIG. CORP BONDS CORP STOCKS OTHER						

NOTE 1 - ALL ACCOUNTS LISTED ABOVE ARE PUBLICALLY TRADED SECURITIES.

NOTE 2 - THE BALANCES ABOVE REFLECT THE BOOK AND FAIR MARKET VALUES OF EACH ACCOUNT. BOTH BOOK AND FAIR MARKET HAVE THE SAME BALANCES.

THE ROY H. AND LORRAINE M. OKUMURA FOUNDATION
EIN 27-0790491
FORM 990-PF

12/31/2016

11/6/2017 10:29

ATTACHMENT 6

PART IV - CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME:

<u>Description</u>	<u>How Acquired</u>	<u>Date Acquired</u>	<u>Date Sold</u>	<u>Proceeds</u>	<u>Cost</u>	<u>Gain/ Loss</u>
5024-7305 Fundamentals - Mutual Fund/Etf	Purchased	Various	Various	50,076.52	53,946.30	(3,869.78)
3061-3477 Federated Model Account	Purchased	Various	Various	152,149.18	142,672.11	9,477.07
6778-5986 GW&K MGD Acct.	Purchased	Various	Various	205,619.45	207,025.78	(1,406.33)
8000-4143 Schafer Cullen Managed Acct.	Purchased	Various	Various	50,388.61	50,982.40	(593.79)
				458,233.76	454,626.59	3,607.17
3061-3477 Capital Gains Distribution	Purchased	Various	Various	178.29	-	178.29
6778-5986 Capital Gains Distribution	Purchased	Various	Various	162.08	-	162.08
				340.37	-	340.37
Total Gain/Loss per Part IV		-	-	458,574.13	454,626.59	3,947.54

The Roy H and Lorraine M Okumura Foundation

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**Part VIII – Item 1. List all officers, directors, trustees, foundation managers
and compensation**

ATTACHMENT 7

(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
Lorraine M. Okumura 74 Hobron Ave. Kahului, HI 96732	Chairman/Dir. , 0.10 hrs.	\$0	\$0	\$0
Nelson T. Okumura 74 Hobron Ave. Kahului, HI 96732	President/Dir. , 0.10 hrs.	0	0	0
Neal H. Okumura 74 Hobron Ave. Kahului, HI 96732	VP/Dir., 0.10 hrs.	0	0	0
Alton A. Nakagawa 741 Kakalina Place Wailuku, HI 96793	VP/Dir., 0.60 hrs	0	0	0
Angie Haramoto 2980 Iolani St., Makawao, HI 96768	Secretary, 0.10 hrs.	0	0	0
Roger S. Tacdol 528 Akolea Place Wailuku, HI 96793	Treasurer, 1.00 hrs.	0	0	0
Brian Tokeshi 399 High Street Wailuku, HI 96793	VP, 0.10 hrs.	0	0	0

The Roy H and Lorraine M Okumura Foundation

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Part XV – Item 3a. Grants and Contributions Paid During the Year

ATTACHMENT 8

There is no relationship between The Roy H and Lorraine M Okumura Foundation and grantees.

Organization Name and address	Foundation Status	Grant Purpose	Amount
Nisei Veterans Memorial Center PO Box 21 Kahului, HI 96733- 6716	US Public Charity	Preschool and adult care center for the community's elderly	\$20,000
Maui Arts & Cultural Center One Cameron Way - Kahului, HI 96732	US Public Charity	Arts education, fine art exhibits, perpetuation of Hawaiian culture, community festivals and outreach programs.	\$10,000
Seabury Hall 480 Olinda Rd. Makawao, Hawaii 96768	US Public Charity	Replacement and Maintenance of School Facilities	\$10,000
Hale Makua Health Services 472 Kaulana Street Kahului, HI 96732	US Public Charity	Re-engineering facility spaces to meet the needs of residents and vital programs for the elderly	\$15,000
Soroptimist International of the Americas Inc PO Box 1514 Kahului, HI 96733	US Public Charity	Nursing School tuition grants	\$10,000

The Roy H and Lorraine M Okumura Foundation

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ATTACHMENT 8 CONT'D

Organization Name and address	Foundation Status	Grant Purpose	Amount
Maui Memorial Medical Center Foundation Inc. 285 Mahalani St #4, Wailuku, HI 96793	US Public Charity	Purchasing state-of-the-art life-saving equipment; Funding training for clinical staff; Sponsoring community outreach and health education programs.	\$10,000
Maui Economic Development Board, Inc. MEDB 1305 N Holocono St #1, Kihei, HI 96753	US Public Charity	MEDB Ke Alahele Education Fund (Stem Program)	\$10,000
University of Hawaii Foundation 2404 Maile Way, Honolulu, HI 96822	US Public Charity	Family Business Center of Hawaii Distinguished Professorship	\$10,000
Boy Scout of America, 102 Maui County Council Ltd 200 Liholiho Street, Wailuku, HI, 96793	US Public Charity	Help youths in Maui County to develop academic skills, self-confidence, ethics, leadership skills, and citizenship skills that influence their adult lives.	\$10,000
American Cancer Society 2370 Nuuanu Ave. Honolulu, HI 96817	US Public Charity	Hope Lodge offers cancer patients and their caregivers a free place to stay when their best hope for effective treatment may be in another city.	\$10,000
Total Grants Paid During the Year			<u>\$115,000</u>

The Roy H and Lorraine M Okumura Foundation

EIN: 27-0790491

Form 990-PF

2016

Part XV – Item 3b. Grants Approved for Future Payment

ATTACHMENT 9

There is no relationship between The Roy H and Lorraine M Okumura Foundation and grantees.

Organization Name and address	Foundation Status	Grant Purpose	Amount
Nisei Veterans Memorial Center PO Box 21 Kahului, HI 96733- 6716	US Public Charity	Preschool and adult care center for the community's elderly	\$20,000
Maui Arts & Cultural Center One Cameron Way - Kahului, HI 96732	US Public Charity	Arts education, fine art exhibits, perpetuation of Hawaiian culture, community festivals and outreach programs.	\$10,000
Seabury Hall 480 Olinda Rd. Makawao, Hawaii 96768	US Public Charity	Replacement and Maintenance of School Facilities	\$10,000
Hale Makua Health Services 472 Kaulana Street Kahului, HI 96732	US Public Charity	Re-engineering facility spaces to meet the needs of residents and vital programs for the elderly	\$15,000
Soroptimist International of the Americas Inc PO Box 1514 Kahului, HI 96733	US Public Charity	Nursing School tuition grants	\$10,000

The Roy H and Lorraine M Okumura Foundation

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2016

ATTACHMENT 9 CONT'D

Organization Name and address	Foundation Status	Grant Purpose	Amount
Maui Memorial Medical Center Foundation Inc. 285 Mahalani St #4, Wailuku, HI 96793	US Public Charity	Purchasing state-of-the-art life-saving equipment; Funding training for clinical staff; Sponsoring community outreach and health education programs.	\$10,000
Maui Economic Development Board, Inc. MEDB 1305 N Holocono St #1, Kihei, HI 96753	US Public Charity	MEDB Ke Alahele Education Fund (Stem Program)	\$10,000
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Boy Scout of America, 102 Maui County Council Ltd 200 Liholiho Street, Wailuku, HI, 96793	US Public Charity	Help youths in Maui County to develop academic skills, self-confidence, ethics, leadership skills, and citizenship skills that influence their adult lives.	\$10,000
American Cancer Society 2370 Nuuanu Ave. Honolulu, HI 96817	US Public Charity	Hope Lodge offers cancer patients and their caregivers a free place to stay when their best hope for effective treatment may be in another city.	\$10,000
Total Grants Paid During the Year			<u>\$115,000</u>