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: Empowerment Foundation

A Employer identification number: 38-3384718

Number and street (or P O box number if mail is not delivered to street address): 9300 Shelbyville Road

Room/suite: 910

B Telephone number (see instructions): 502-326-4424

City or town, state or province, country, and ZIP or foreign postal code: Louisville, KY 40222

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)* ▶ $ 2062106

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

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

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).)*

	Line	Description	(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	10	10		
	4	Dividends and interest from securities	152118	152118		
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10	(108396)			
	b	Gross sales price for all assets on line 6a				
	7	Capital gain net income (from Part IV, line 2)				
	8	Net short-term capital gain				
	9	Income modifications				
	10a	Gross sales less returns and allowances				
	b	Less: Cost of goods sold				
	c	Gross profit or (loss) (attach schedule)				
	11	Other income (attach schedule)				
	12	**Total.** Add lines 1 through 11	43732	152158		
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)				
	c	Other professional fees (attach schedule)				
	17	Interest				
	18	Taxes (attach schedule) (see instructions)	2913	2913		
	19	Depreciation (attach schedule) and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (attach schedule)				
	24	**Total operating and administrative expenses.** Add lines 13 through 23	2913	2913		
	25	Contributions, gifts, grants paid	112229			112229
	26	**Total expenses and disbursements.** Add lines 24 and 25	115142	2913		112229
	27	Subtract line 26 from line 12:				
	a	**Excess of revenue over expenses and disbursements**	(71410)			
	b	**Net investment income** (if negative, enter -0-)		149215		
	c	**Adjusted net income** (if negative, enter -0-)				

SCANNED MAY 16 2017

RECEIVED
MAY 15 2017
OGDEN, UT
IRS-OSC

For Paperwork Reduction Act Notice, see instructions. Cat No 11289X Form **990-PF** (2016)

7
636

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	54676	26354	59854
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 schedule) ▶			
	Less: allowance for doubtful accounts ▶			
8	Inventories for sale or use			
9	Prepaid expenses and deferred charges			
10a	Investments—U.S. and state government obligations (attach schedule)			
b	Investments—corporate stock (attach schedule)	1715481	1268306	1210933
c	Investments—corporate bonds (attach schedule)	414077	818164	791589
11	Investments—land, buildings, and equipment: basis ▶			
	Less: accumulated depreciation (attach schedule) ▶			
12	Investments—mortgage loans			
13	Investments—other (attach schedule)			
14	Land, buildings, and equipment: basis ▶			
	Less: accumulated depreciation (attach schedule) ▶			
15	Other assets (describe ▶)			
16	**Total assets** (to be completed by all filers—see the instructions. Also, see page 1, item I)	2184234	2112824	2062106
Liabilities 17	Accounts payable and accrued expenses			
18	Grants payable			
19	Deferred revenue			
20	Loans from officers, directors, trustees, and other disqualified persons			
21	Mortgages and other notes payable (attach schedule)			
22	Other liabilities (describe ▶)			
23	**Total liabilities** (add lines 17 through 22)			
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			
28	Paid-in or capital surplus, or land, bldg., and equipment fund			
29	Retained earnings, accumulated income, endowment, or other funds	2184234	2112824	
30	**Total net assets or fund balances** (see instructions)	2184234	2112824	
31	**Total liabilities and net assets/fund balances** (see instructions)	2184234	2112824	

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	2184234
2	Enter amount from Part I, line 27a	2	(71410)
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	2112824
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	2112824

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				
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				
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				
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	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	

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))
2015	108520	2057509	5.3
2014	135774	2180932	6.2
2013	112233	2178856	5.1
2012	108608	2169193	5.0
2011	104056	2050769	5.1

2	**Total** of line 1, column (d) . . .	2	26.7
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	5.34
4	Enter the net value of noncharitable-use assets for 2016 from Part X, line 5 . . .	4	2051036
5	Multiply line 4 by line 3 . . .	5	109525
6	Enter 1% of net investment income (1% of Part I, line 27b) . . .	6	1492
7	Add lines 5 and 6 . . .	7	110017
8	Enter qualifying distributions from Part XII, line 4 . . .	8	112229

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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ 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	1492
c	All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b).		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	2	
3	Add lines 1 and 2	3	1492
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	
5	**Tax based on investment income.** Subtract line 4 from line 3. If zero or less, enter -0-	5	1492
6	Credits/Payments:		
a	2016 estimated tax payments and 2015 overpayment credited to 2016 — 6a: 1700		
b	Exempt foreign organizations—tax withheld at source — 6b:		
c	Tax paid with application for extension of time to file (Form 8868) — 6c:		
d	Backup withholding erroneously withheld — 6d:		
7	Total credits and payments. Add lines 6a through 6d	7	1700
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	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶	10	208
11	Enter the amount of line 10 to be: **Credited to 2017 estimated tax** ▶ 208 **Refunded** ▶	11	

Part VII-A Statements Regarding Activities

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		✓
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)?	1b		✓
	*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?	1c		✓
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: **(1)** On the foundation. ▶ $ ______ **(2)** On foundation managers. ▶ $ ______			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ $ ______			
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		✓
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		✓
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		✓
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T.*	5		✓
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	✓	
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	✓	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ Michigan			
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*	8b	✓	
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)? *If "Yes," complete Part XIV*	9		✓
10	Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10		✓

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?	13	✓	

Website address ▶ n/a

14 The books are in care of ▶ Mark Greenwell Telephone no. ▶ 502-326-4424
Located at ▶ 9300 Shelbyville Road, Suite 910 Louisville, KY ZIP+4 ▶ 40222

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 |

			Yes	No
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?	16		✓
	See the instructions for exceptions and filing requirements for FinCEN Form 114. If "Yes," enter the name of the foreign country ▶			

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

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

			Yes	No
1a	During the year did the foundation (either directly or indirectly):			
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ **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)?	1b		✓
	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 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___			
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		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here. ▶ 20___ , 20___ , 20___ , 20___			
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ **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		
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)*

			Yes	No
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		✓
	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? ☐ 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		✓
	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?	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
Bhagwan P Thacker 9300 Shelbyville Road, Ste 910 Louisville, KY 40222	President/Director	0	0	0
Gary J Miller 9300 Shelbyville Road, Ste 910 Louisville, KY 40222	Secretary/Treasurer	0	0	0
N/A				
N/A				

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 ▶

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 ▶		

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 NONE	
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 NONE	
2	
All other program-related investments See instructions	
3	
Total. Add lines 1 through 3 ▶	

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	1999217
b	Average of monthly cash balances	1b	83053
c	Fair market value of all other assets (see instructions)	1c	
d	**Total** (add lines 1a, b, and c)	1d	2082270
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) . . . 1e		
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	2082270
4	Cash deemed held for charitable activities. Enter 1½% of line 3 (for greater amount, see instructions)	4	31234
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	2051036
6	**Minimum investment return.** Enter 5% of line 5	6	102552

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	102552
2a	Tax on investment income for 2016 from Part VI, line 5	2a	1492		
b	Income tax for 2016. (This does not include the tax from Part VI.)	2b	0		
c	Add lines 2a and 2b			2c	1492
3	Distributable amount before adjustments. Subtract line 2c from line 1			3	101060
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	101060
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	101060

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	112229
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	112229
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	1492
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	110737

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				101060
2	Undistributed income, if any, as of the end of 2016:				
a	Enter amount for 2015 only			29353	
b	Total for prior years: 20___,20___,20___				
3	Excess distributions carryover, if any, to 2016:				
a	From 2011				
b	From 2012				
c	From 2013				
d	From 2014				
e	From 2015				
f	**Total** of lines 3a through e				
4	Qualifying distributions for 2016 from Part XII, line 4: ▶ $				
a	Applied to 2015, but not more than line 2a			29353	
b	Applied to undistributed income of prior years (Election required—see instructions)				
c	Treated as distributions out of corpus (Election required—see instructions)				
d	Applied to 2016 distributable amount				82876
e	Remaining amount distributed out of corpus				
5	Excess distributions carryover applied to 2016 *(If an amount appears in column (d), the same amount must be shown in column (a).)*				
6	**Enter the net total of each column as indicated below:**				
a	Corpus. Add lines 3f, 4c, and 4e. Subtract line 5				
b	Prior years' undistributed income. Subtract line 4b from line 2b				
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				
d	Subtract line 6c from line 6b. Taxable amount—see instructions				
e	Undistributed income for 2015. Subtract line 4a from line 2a. Taxable amount—see instructions				
f	Undistributed income for 2016. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2017				18184
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)				
8	Excess distributions carryover from 2011 not applied on line 5 or line 7 (see instructions)				
9	**Excess distributions carryover to 2017.** Subtract lines 7 and 8 from line 6a				
10	Analysis of line 9:				
a	Excess from 2012				
b	Excess from 2013				
c	Excess from 2014				
d	Excess from 2015				
e	Excess from 2016				

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 . . . . . . ▶

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

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.

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:

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

c Any submission deadlines:

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

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*				
Oakland Community College		school	Scholarship	1272
Clemson University		school	Scholarship	46000
American Legion Post		non-prof	General Fund	50
United Way		non-prof	General Fund	3000
Loyola University		school	Scholarship	25907
University of Toledo		school	Scholarship	10000
University of Michigan		school	Scholarship	10000
Michigan Ovarian Cancer Alliance		non-prof	General Fund	2500
Interfaith Center for Spiritual Growth		non-prof	General Fund	3500
Michigan State University		school	Scholarship	5000
Saint Mary Academy		school	Scholarship	5000
Total . . . . . . ▶ 3a				112229
b *Approved for future payment*				
Total . . . . . . ▶ 3b				0

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	10	
4 Dividends and interest from securities			14	152118	
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	(108396)	
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)				43732	

13 **Total.** Add line 12, columns (b), (d), and (e) 13 43732

(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.)

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	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.

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

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

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] 5/11/2017 ▶ Secretary/Treasurer

Signature of officer or trustee · Date · Title

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

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
	Firm's name ▶			Firm's EIN ▶	
	Firm's address ▶			Phone no	

Empowerment Foundation (EIN: 38-3384718)
2016 990-PF Tax Return Schedules

Part I, Line 18				
	Excise tax based on Investment Income	$	2,913	
Part II, Line 10b				
	Investment, Corporate Stocks	$	1,268,306	See attached
Part II, Line 10c				
	Investment, Corporate Bonds	$	818,164	See attached

charles SCHWAB

Schwab One® Account of
EMPOWERMENT FOUNDATION

Account Number
8664-1012

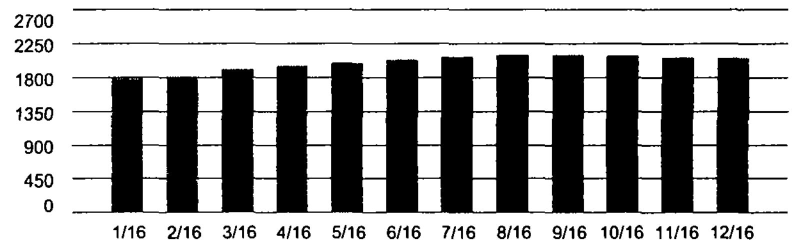
Statement Period
December 1-31, 2016

Account Value as of 12/31/2016: $ 2,062,375.15

Change in Account Value

	This Period	Year to Date
Starting Value	**$ 2,071,072.37**	**$ 1,948,370.77**
Cash Value of Purchases & Sales	6,774.28	(65,307 73)
Investments Purchased/Sold	(6,774.28)	65,307 73
Deposits & Withdrawals	(19,000 00)	(134,642 06)
Dividends & Interest	10,974.35	152,127 83
Fees & Charges	0.00	0 00
Transfers	0 00	0 00
Income Reinvested	0 00	0 00
Change in Value of Investments	(671 57)	96,518.61
Ending Value on 12/31/2016	**$ 2,062,375.15**	**$ 2,062,375.15**
Accrued Income[d]	*3,016 63*	
Ending Value with Accrued Income [d]	***$ 2,065,391.78***	
Total Change in Account Value: Including Deposits and Withdrawals	$ (8,697.22) >(1)%	$ 114,004.38 5.85%
Including Deposits, Withdrawals and Accrued Income [d]	$ (5,680.59)	

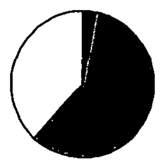
Account Value ($) Over Last 12 Months [in Thousands]



Asset Composition

	Market Value	% of Account Assets
Cash	$ 59,853 55	3%
Equities	1,210,932.64	59%
Other Assets	791,588 96	38%
Total Assets Long	**$ 2,062,375.15**	
Total Account Value	$ 2,062,375.15	100%
Accrued Income [d]	3,016.63	
Total Value with Accrued Income [d]	$ 2,065,391.78	

Overview



3% Cash
59% Equities
38% Other Assets

Gain or (Loss) Summary

Realized Gain or (Loss) This Period

Short Term	$(1,024 51)
Long Term	$0 00

Unrealized Gain or (Loss)

All Investments	$(83,948 59)

Values may not reflect all of your gains/losses

Account Notes

- Accrued Dividend is $3,016 63

Schwab has provided accurate gain and loss information wherever possible for most investments Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement

Income Summary

Income Summary	This Period: Federally Tax-Exempt	This Period: Federally Taxable	Year to Date: Federally Tax-Exempt	Year to Date: Federally Taxable
Schwab One Interest	0 00	0 93	0 00	9 47
Cash Dividends	0 00	3,986 32	0.00	99,796.53
Partnership Distributions	0.00	2,518.75	0.00	7,847 57
Corporate Bond and Other Interest	0 00	4,468 35	0 00	40,884.46
Total Income	0.00	10,974.35	0.00	148,538.03

Investment Detail - Cash

Cash	Market Value	% of Account Assets
Cash	59,853 55	3%
Total Cash	59,853.55	3%
Total Cash	59,853.55	3%

Investment Detail - Equities

Equities	Quantity / Units Purchased	Market Price / Cost Per Share	Market Value / Cost Basis	% of Account Assets / Acquired	Unrealized Gain or (Loss)	Estimated Yield / Holding Days	Estimated Annual Income / Holding Period
ARES MANAGEMENT 7% PFD	**5,500.0000**	**25.0500**	**137,775.00**	**7%**	**787.28**	**8.69%**	**11,977.77**
PFD SER A	2,800.0000	24 9698	69,915.55	06/14/16	224.45	200	Short-Term
SYMBOL: ARES+A	200.0000	24.8525	4,970.51	11/11/16	39.49	50	Short-Term
	416 0000	24.8426	10,334 54	11/11/16	86 26	50	Short-Term
	484 0000	24 8479	12,026.41	11/11/16	97 79	50	Short-Term
	1,600.0000	24.8379	39,740.71	11/11/16	339.29	50	Short-Term
Cost Basis			*136,987 72*				***Accrued Dividend: 2,406.25***

Schwab has provided accurate gain and loss information wherever possible for most investments Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement

Investment Detail - Equities (continued)

Equities (continued)	Quantity / Units Purchased	Market Price / Cost Per Share	Market Value / Cost Basis	% of Account Assets / Acquired	Unrealized Gain or (Loss)	Estimated Yield / Holding Days	Estimated Annual Income / Holding Period
EATON VANCE LIMITED DURA	**6,200.0000**	**13.7200**	**85,064.00**	**4%**	**(8,922.24)**	**7.58%**	**6,450.48**
SYMBOL: EVV	1,400.0000	15 0924	21,129.44	02/12/14	(1,921 44)	1053	Long-Term
	2,100 0000	15 1727	31,862 85	02/18/14	(3,050 85)	1047	Long-Term
	2,700 0000	15 1829	40,993 95	02/18/14	(3,949 95)	1047	Long-Term
Cost Basis			*93,986.24*				
EATON VANCE SHORT DUR DV	**4,300.0000**	**13.8600**	**59,598.00**	**3%**	**(6,013.70)**	**7.79%**	**4,644.00**
SYMBOL: EVG	300 0000	15 2528	4,575 84	01/03/14	(417.84)	1093	Long-Term
	400 0000	15 2537	6,101 51	01/03/14	(557 51)	1093	Long-Term
	500.0000	15.2537	7,626 89	01/03/14	(696 89)	1093	Long-Term
	900.0000	15.2527	13,727 51	01/03/14	(1,253 51)	1093	Long-Term
	2,200.0000	15.2636	33,579 95	01/03/14	(3,087 95)	1093	Long-Term
Cost Basis			*65,611.70*				
KKR FINL HLD 7.375% PFD	**12,800.0000**	**25.9600**	**332,288.00**	**16%**	**(4,142.51)**	**7.10%**	**23,600.03**
PFD	5.0000	26 6720	133.36	08/24/16	(3.56)	129	Short-Term
SYMBOL· KFN+	95.0000	26.6625	2,532.94	08/24/16	(66.74)	129	Short-Term
	205.0000	26.6725	5,467 88	08/24/16	(146 08)	129	Short-Term
	400.0000	26.6625	10,665.03	08/24/16	(281.03)	129	Short-Term
	1,095 0000	26 6625	29,195 51	08/24/16	(769.31)	129	Short-Term
	1,300 0000	26.6725	34,674 33	08/24/16	(926.33)	129	Short-Term
	409 0000	26.6849	10,914 15	08/30/16	(296.51)	123	Short-Term
	582 0000	26 6848	15,530 59	08/30/16	(421.87)	123	Short-Term
	609.0000	26.6849	16,251.15	08/30/16	(441.51)	123	Short-Term
	800.0000	26.6836	21,346.94	08/30/16	(578 94)	123	Short-Term
	900.0000	26 6756	24,008 11	08/30/16	(644 11)	123	Short-Term

Schwab has provided accurate gain and loss information wherever possible for most investments Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement

Investment Detail - Equities (continued)

Equities (continued)	Quantity / Units Purchased	Market Price / Cost Per Share	Market Value / Cost Basis	% of Account Assets / Acquired	Unrealized Gain or (Loss)	Estimated Yield / Holding Days	Estimated Annual Income / Holding Period
KKR FINL HLD 7.375% PFD	6 0000	26 0316	156 19	10/07/16	(0 43)	85	Short-Term
	900.0000	26 0134	23,412 07	10/07/16	(48 07)	85	Short-Term
	2,394.0000	26.0274	62,309 62	10/07/16	(161.38)	85	Short-Term
	3,100 0000	25.7524	79,832 64	11/09/16	643.36	52	Short-Term
Cost Basis			*336,430.51*				
NATL RETAIL PP 5.2% PFD	**2,700.0000**	**21.5800**	**58,266.00**	**3%**	**2,257.35**	**4.28%**	**2,496.00**
PFD	2,700 0000	20.7439	56,008 65	12/12/16	2,257 35	19	Short-Term
SYMBOL: NNN+F							
NORTHSTAR RLTY 8.5% PFD	**1,300.0000**	**25.4700**	**33,111.00**	**2%**	**721.57**	**8.34%**	**2,762.50**
PFD SER D	62 0000	24 9061	1,544.18	09/25/14	34 96	828	Long-Term
SYMBOL: NRF+D	338 0000	24 9161	8,421.65	09/25/14	187 21	828	Long-Term
	900 0000	24.9151	22,423.60	09/25/14	499.40	828	Long-Term
Cost Basis			*32,389.43*				
NUVEEN SHORT DURATION CR	**11,900.0000**	**17.4900**	**208,131.00**	**10%**	**(13,609.13)**	**7.27%**	**15,136.80**
SYMBOL: JSD	162.0000	18 8653	3,056.18	01/14/14	(222 80)	1082	Long-Term
	262 0000	18.8649	4,942.62	01/14/14	(360 24)	1082	Long-Term
	1,338.0000	18.8639	25,239 99	01/14/14	(1,838.37)	1082	Long-Term
	1,338 0000	18 8642	25,240.43	01/14/14	(1,838.81)	1082	Long-Term
	100.0000	18 5136	1,851 36	02/12/14	(102 36)	1053	Long-Term
	100 0000	18.5136	1,851.36	02/12/14	(102 36)	1053	Long-Term
	100.0000	18.5136	1,851 36	02/12/14	(102.36)	1053	Long-Term
	300 0000	18 5339	5,560.19	02/12/14	(313.19)	1053	Long-Term
	950 0000	18 5136	17,587.93	02/12/14	(972.43)	1053	Long-Term
	950.0000	18.5136	17,587.94	02/12/14	(972.44)	1053	Long-Term
	1,300 0000	18.5349	24,095.46	02/12/14	(1,358 46)	1053	Long-Term
	1,700 0000	18 5336	31,507 25	02/12/14	(1,774 25)	1053	Long-Term
	1,600 0000	18 4939	29,590.35	02/14/14	(1,606.35)	1051	Long-Term
	115 0000	18.6846	2,148.74	03/04/14	(137.39)	1033	Long-Term

Schwab has provided accurate gain and loss information wherever possible for most investments Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement

Investment Detail - Equities (continued)

Equities (continued)	Quantity Units Purchased	Market Price Cost Per Share	Market Value Cost Basis	% of Account Assets Acquired	Unrealized Gain or (Loss)	Estimated Yield Holding Days	Estimated Annual Income Holding Period
NUVEEN SHORT DURATION CR	115 0000	18 6846	2,148 74	03/04/14	(137 39)	1033	Long-Term
	440 0000	18 6936	8,225 22	03/04/14	(529 62)	1033	Long-Term
	500 0000	18.6936	9,346.84	03/04/14	(601 84)	1033	Long-Term
	530 0000	18 6946	9,908 17	03/04/14	(638 47)	1033	Long-Term
Cost Basis			*221,740.13*				
QWEST CORP 6.5%PFD	**3,100.0000**	**22.8500**	**70,835.00**	**3%**	**(8,831.96)**	**N/A**	**N/A**
DUE 09/01/56	100 0000	25 6877	2,568.77	10/10/16	(283 77)	82	Short-Term
SUBJ TO XTRO REDEMPTION	100.0000	25 6925	2,569.25	10/10/16	(284 25)	82	Short-Term
SYMBOL: CTBB	344 0000	25 6925	8,838 24	10/10/16	(977.84)	82	Short-Term
	500 0000	25 6924	12,846.23	10/10/16	(1,421.23)	82	Short-Term
	2,056.0000	25 7025	52,844 47	10/10/16	(5,864 87)	82	Short-Term
Cost Basis			*79,666.96*				
QWEST CORP 7.5%PFD	**2,157.0000**	**25.0500**	**54,032.85**	**3%**	**(934.44)**	**N/A**	**N/A**
DUE 09/15/51	2,157.0000	25.4832	54,967.29	08/12/16	(934 44)	141	Short-Term
SUBJ TO XTRO REDEMPTION							
SYMBOL: CTW							
QWEST CORP 6.625%PFD	**3,700.0000**	**23.5100**	**86,987.00**	**4%**	**(9,027.82)**	**N/A**	**N/A**
DUE 09/15/55	92 0000	25.9521	2,387 60	07/26/16	(224 68)	158	Short-Term
SUBJ TO XTRO REDEMPTION	100.0000	25.9421	2,594.21	07/26/16	(243.21)	158	Short-Term
SYMBOL: CTZ	685.0000	25 9421	17,770.37	07/26/16	(1,666.02)	158	Short-Term
	2,823.0000	25 9520	73,262.64	07/26/16	(6,893.91)	158	Short-Term
Cost Basis			*96,014.82*				
WELLS FARGO MULTI SECTOR	**6,613.0000**	**12.8300**	**84,844.79**	**4%**	**(9,658.16)**	**8.63%**	**7,324.56**
SYMBOL: ERC	120.0000	14.3344	1,720.13	02/12/14	(180.53)	1053	Long-Term
	140 0000	14.3344	2,006 82	02/12/14	(210 62)	1053	Long-Term
	1,653 0000	14 3433	23,709 50	02/12/14	(2,501 51)	1053	Long-Term
	100 0000	14 2431	1,424 31	02/14/14	(141 31)	1051	Long-Term
	2,500.0000	14 2420	35,605.14	02/14/14	(3,530.14)	1051	Long-Term

Schwab has provided accurate gain and loss information wherever possible for most investments Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement

Investment Detail - Equities (continued)

Equities (continued)	Quantity Units Purchased	Market Price Cost Per Share	Market Value Cost Basis	% of Account Assets Acquired	Unrealized Gain or (Loss)	Estimated Yield Holding Days	Estimated Annual Income Holding Period
WELLS FARGO MULTI SECTOR	900 0000	14 3027	12,872 51	02/18/14	(1,325.51)	1047	Long-Term
	1,200 0000	14.3037	17,164 54	02/18/14	(1,768.54)	1047	Long-Term
Cost Basis			*94,502.95*				***Accrued Dividend: 610.38***
Total Equities	60,270.0000		1,210,932.64	59%	(57,373.76)		74,392.14
		Total Cost Basis:	*1,268,306.40*				

Total Accrued Dividend for Equities: 3,016.63

Estimated Annual Income ("EAI") and Estimated Yield ("EY") calculations are for informational purposes only The actual income and yield might be lower or higher than the estimated amounts EY is based upon EAI and the current price of the security and will fluctuate For certain types of securities, the calculations could include a return of principal or capital gains in which case EAI and EY would be overstated EY and EAI are not promptly updated to reflect when an issuer has missed a regular payment or announced changes to future payments, in which case EAI and EY will continue to display at a prior rate

Investment Detail - Other Assets

Other Assets	Quantity Units Purchased	Market Price Cost Per Share	Market Value Cost Basis	% of Account Assets Acquired	Unrealized Gain or (Loss)	Estimated Yield Holding Days	Estimated Annual Income Holding Period
B G C PARTNERS 8.125%PFD	**974.0000**	**25.7000**	**25,031.80**	**1%**	**(279.52)**	**N/A**	**N/A**
DUE 06/15/42	100 0000	25 9782	2,597.82	10/10/16	(27.82)	82	Short-Term
SUBJ TO XTRO REDEMPTION	128.0000	25.9881	3,326 48	10/10/16	(36 88)	82	Short-Term
SYMBOL: BGCA	746.0000	25.9879	19,387.02	10/10/16	(214 82)	82	Short-Term
Cost Basis			*25,311.32*				

Schwab has provided accurate gain and loss information wherever possible for most investments Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement

Investment Detail - Other Assets (continued)

Other Assets (continued)	Quantity / Units Purchased	Market Price / Cost Per Share	Market Value / Cost Basis	% of Account Assets / Acquired	Unrealized Gain or (Loss)	Estimated Yield / Holding Days	Estimated Annual Income / Holding Period
KKR & CO LP 6.5% PFD	**6,200.0000**	**24.8500**	**154,070.00**	**7%**	**(6,559.54)**	**N/A**	**N/A**
PFD SER B DUE 12/31/49	2,400 0000	25.7279	61,746.99	07/14/16	(2,106 99)	170	Short-Term
SYMBOL: KKR+B	100 0000	25.9515	2,595 15	07/26/16	(110.15)	158	Short-Term
	100.0000	25 9641	2,596 41	07/26/16	(111.41)	158	Short-Term
	200.0000	25.9641	5,192.82	07/26/16	(222.82)	158	Short-Term
	1,500.0000	25 9514	38,927 22	07/26/16	(1,652 22)	158	Short-Term
	400 0000	26 0741	10,429 67	08/11/16	(489 67)	142	Short-Term
	700 0000	26.0941	18,265 93	08/11/16	(870 93)	142	Short-Term
	800 0000	26 0941	20,875 35	08/11/16	(995 35)	142	Short-Term
Cost Basis			*160,629.54*				
MVC CAPITAL INC 7.25%PFD	**14,864.0000**	**25.1900**	**374,424.16**	**18%**	**(1,137.72)**	**N/A**	**N/A**
DUE 01/15/23	200 0000	25.5849	5,116 99	03/05/14	(78 99)	1032	Long-Term
SUBJ TO XTRO REDEMPTION	600.0000	25 5949	15,356 98	03/05/14	(242 98)	1032	Long-Term
SYMBOL: MVCB	800.0000	25 5939	20,475 18	03/05/14	(323.18)	1032	Long-Term
	364 0000	25.5318	9,293.59	03/11/14	(124 43)	1026	Long-Term
	110 0000	25 4046	2,794 51	04/03/14	(23 61)	1003	Long-Term
	110 0000	25.4193	2,796 13	04/03/14	(25.23)	1003	Long-Term
	300.0000	25 4194	7,625 82	04/03/14	(68 82)	1003	Long-Term
	1,290.0000	25.4056	32,773.33	04/03/14	(278.23)	1003	Long-Term
	1,500.0000	25.4043	38,106 45	04/03/14	(321.45)	1003	Long-Term
	1,700 0000	25.4036	43,186 25	04/03/14	(363.25)	1003	Long-Term
	890 0000	25.4089	22,613.95	04/07/14	(194 85)	999	Long-Term
	1,300.0000	25 4661	33,105 95	08/11/14	(358 95)	873	Long-Term
	350.0000	25.0436	8,765 29	10/01/14	51.21	822	Long-Term
	550.0000	25.0246	13,763 57	10/01/14	90.93	822	Long-Term
	800 0000	25.0236	20,018.94	10/01/14	133 06	822	Long-Term
	100.0000	24 9341	2,493 41	10/23/14	25 59	800	Long-Term

Schwab has provided accurate gain and loss information wherever possible for most investments Cost basis data may be incomplete or unavailable for some of your holdings
Please see "Endnotes for Your Account" section for an explanation of the endnote codes and symbols on this statement

Investment Detail - Other Assets (continued)

Other Assets (continued)	Quantity / Units Purchased	Market Price / Cost Per Share	Market Value / Cost Basis	% of Account Assets / Acquired	Unrealized Gain or (Loss)	Estimated Yield / Holding Days	Estimated Annual Income / Holding Period
MVC CAPITAL INC 7.25%PFD	300 0000	24 9551	7,486 53	10/23/14	70 47	800	Long-Term
	1,000.0000	24 9451	24,945 12	10/23/14	244.88	800	Long-Term
	1,200 0000	24.9461	29,935 34	10/23/14	292 66	800	Long-Term
	1,400 0000	24 9346	34,908.55	10/23/14	357.45	800	Long-Term
Cost Basis			*375,561.88*				
QWEST CORP 7%PFD	**2,300.0000**	**24.5400**	**56,442.00**	**3%**	**(1,024.14)**	**N/A**	**N/A**
DUE 07/01/52	348 0000	24.9674	8,688 67	11/14/16	(148 75)	47	Short-Term
SUBJ TO XTRO REDEMPTION	1,952 0000	24 9884	48,777 47	11/14/16	(875 39)	47	Short-Term
SYMBOL: CTU							
Cost Basis			*57,466 14*				
QWEST CORP 6.875%PFD	**7,400.0000**	**24.2000**	**179,080.00**	**9%**	**(17,569.96)**	**N/A**	**N/A**
DUE 10/01/54	200 0000	26 5910	5,318.21	09/01/16	(478 21)	121	Short-Term
SUBJ TO XTRO REDEMPTION	500.0000	26 6011	13,300 55	09/01/16	(1,200.55)	121	Short-Term
SYMBOL: CTV	1,000.0000	26 5703	26,570.37	09/01/16	(2,370.37)	121	Short-Term
	1,000 0000	26 5800	26,580 07	09/01/16	(2,380 07)	121	Short-Term
	4,700.0000	26 5703	124,880.76	09/01/16	(11,140.76)	121	Short-Term
Cost Basis			*196,649 96*				
UNITED STATES C 7.25%PFD	**100.0000**	**25.4100**	**2,541.00**	**<1%**	**(3.95)**	**N/A**	**N/A**
DUE 12/01/63	100 0000	25.4495	2,544.95	04/10/15	(3.95)	631	Long-Term
SUBJ TO XTRO REDEMPTION							
SYMBOL: UZB							
Total Other Assets	**31,838.0000**		**791,588.96**	**38%**	**(26,574.83)**		**N/A**
		Total Cost Basis	*818,163.79*				

charles SCHWAB

Schwab One® Account of
EMPOWERMENT FOUNDATION

Account Number
[redacted]

Report Period
January 1 - December 31, 2016

2016 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

Short-Term	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
QWEST CORP 7%PFD DUE 04/01/52SUBJ TO XTRO: CTX	75 0000	10/10/16	12/09/16	$1,883 49	$1,913 99	($30 50)
QWEST CORP 7%PFD DUE 04/01/52SUBJ TO XTRO· CTX	75 0000	10/10/16	12/09/16	$1,883.49	$1,914.02	($30 53)
QWEST CORP 7%PFD DUE 04/01/52SUBJ TO XTRO: CTX	200.0000	10/10/16	12/09/16	$5,022 63	$5,104.62	($81.99)
QWEST CORP 7%PFD DUE 04/01/52SUBJ TO XTRO: CTX	226 0000	10/10/16	12/09/16	$5,675.58	$5,768.22	($92.64)
QWEST CORP 7%PFD DUE 04/01/52SUBJ TO XTRO: CTX	1,924 0000	10/10/16	12/09/16	$48,317.74	$49,106.59	($788 85)
Security Subtotal				**$62,782.93**	**$63,807.44**	**($1,024.51)**
QWEST CORP 7 5%PFD DUE 09/15/51SUBJ TO XTRO: CTW	1,900 0000	08/08/16	09/15/16	$47,500 00	$48,742.76	($1,242 76)
QWEST CORP 7.5%PFD DUE 09/15/51SUBJ TO XTRO: CTW	243.0000	08/12/16	09/15/16	$6,075.00	$6,192.42	($117.42)
Security Subtotal				**$53,575.00**	**$54,935.18**	**($1,360.18)**

2016 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

Short-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
QWEST CORP 7.375%PFD DUE 06/01/51SUBJ TO XTRO: CTQ	1,400 0000	10/16/15	08/29/16	$35,000.00	$35,970 45	($970.45)
Security Subtotal				**$35,000.00**	**$35,970.45**	**($970.45)**
Total Short-Term				**$151,357.93**	**$154,713.07**	**($3,355.14)**

Long-Term	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
ADCARE HEAL 10 875% PFDPFD SER A: ADK+A	200 0000	08/06/14	08/24/16	$4,363 67	$5,335.32	($971.65)
ADCARE HEAL 10.875% PFDPFD SER A: ADK+A	600.0000	08/06/14	08/24/16	$13,091 00	$15,993.67	($2,902 67)
ADCARE HEAL 10 875% PFDPFD SER A: ADK+A	700 0000	08/06/14	08/24/16	$15,272.83	$18,658.58	($3,385 75)
ADCARE HEAL 10.875% PFDPFD SER A: ADK+A	1,000.0000	08/06/14	08/24/16	$21,819.93	$26,676.63	($4,856 70)
ADCARE HEAL 10.875% PFDPFD SER A: ADK+A	1,300 0000	04/10/15	08/24/16	$28,363 83	$34,274 65	($5,910.82)
Security Subtotal				**$82,911.26**	**$100,938.85**	**($18,027.59)**

2016 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments. First In First Out [FIFO]

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
ARES DYNAMIC CREDIT ALLO: ARDC	70.0000	03/04/14	08/29/16	$1,016 64	$1,276.69	($260.05)
ARES DYNAMIC CREDIT ALLO: ARDC	100.0000	03/04/14	08/29/16	$1,451 75	$1,823.85	($372.10)
ARES DYNAMIC CREDIT ALLO: ARDC	100.0000	03/04/14	08/29/16	$1,452 35	$1,823 94	($371.59)
ARES DYNAMIC CREDIT ALLO: ARDC	6.0000	04/03/14	08/29/16	$87 10	$108 68	($21 58)
ARES DYNAMIC CREDIT ALLO: ARDC	94.0000	04/03/14	08/29/16	$1,364.64	$1,702.73	($338 09)
ARES DYNAMIC CREDIT ALLO: ARDC	100.0000	04/03/14	08/29/16	$1,451.75	$1,811.32	($359 57)
ARES DYNAMIC CREDIT ALLO: ARDC	100 0000	04/03/14	08/29/16	$1,451.75	$1,811.32	($359 57)
ARES DYNAMIC CREDIT ALLO: ARDC	182.0000	04/03/14	08/29/16	$2,642.17	$3,296 71	($654.54)
ARES DYNAMIC CREDIT ALLO: ARDC	803.0000	04/03/14	08/29/16	$11,662.33	$14,545 37	($2,883 04)
ARES DYNAMIC CREDIT ALLO: ARDC	894.0000	04/03/14	08/29/16	$12,978.60	$16,193.18	($3,214 58)
ARES DYNAMIC CREDIT ALLO: ARDC	1,115.0000	04/03/14	08/29/16	$16,186 96	$20,196 87	($4,009 91)
ARES DYNAMIC CREDIT ALLO: ARDC	706.0000	04/03/14	09/01/16	$10,209.56	$12,788.62	($2,579.06)
Security Subtotal				**$61,955.60**	**$77,379.28**	**($15,423.68)**

2016 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds. Average
All Other Investments: First In First Out [FIFO]

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
ASHFORD HOSPI 8 45% PFDPFD SER D: AHT+D	100 0000	02/18/14	07/21/16	$2,535.71	$2,529 53	$6 18
ASHFORD HOSPI 8 45% PFDPFD SER D: AHT+D	100.0000	02/18/14	07/21/16	$2,535.71	$2,533 57	$2 14
ASHFORD HOSPI 8 45% PFDPFD SER D: AHT+D	100.0000	02/18/14	07/21/16	$2,535.71	$2,534.53	$1 18
ASHFORD HOSPI 8.45% PFDPFD SER D: AHT+D	200.0000	02/18/14	07/21/16	$5,071 42	$5,067.06	$4.36
ASHFORD HOSPI 8.45% PFDPFD SER D: AHT+D	200 0000	02/18/14	07/21/16	$5,071.42	$5,070.86	$0.56
ASHFORD HOSPI 8.45% PFDPFD SER D: AHT+D	200 0000	02/18/14	07/21/16	$5,071.42	$5,071.06	$0.36
ASHFORD HOSPI 8.45% PFDPFD SER D: AHT+D	300 0000	02/18/14	07/21/16	$7,607 13	$7,603 70	$3.43
ASHFORD HOSPI 8.45% PFDPFD SER D: AHT+D	300.0000	02/18/14	07/21/16	$7,607.13	$7,606.59	$0.54
ASHFORD HOSPI 8 45% PFDPFD SER D: AHT+D	400 0000	02/18/14	07/21/16	$10,142.84	$10,142 12	$0.72

charles SCHWAB

Schwab One® Account of
EMPOWERMENT FOUNDATION

Account Number [redacted]

Report Period
January 1 - December 31, 2016

2016 Year-End Schwab Gain/Loss Report

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

Realized Gain or (Loss) (continued)

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
ASHFORD HOSPI 8 45% PFDPFD SER D: AHT+D	1,000 0000	02/18/14	07/21/16	$25,357 12	$25,355.68	$1.44
Security Subtotal				**$73,535.61**	**$73,514.70**	**$20.91**
ASHFORD HOSPI 8 55% PFDPFD SER A: AHT+A	1,300.0000	03/05/14	09/01/16	$33,157.97	$33,287.95	($129.98)
Security Subtotal				**$33,157.97**	**$33,287.95**	**($129.98)**
ASHFORD HOSPITY T 9% XXX**CALLED** @PAR EFF: 08: AHT+E	80 0000	02/18/14	08/08/16	$2,000.00	$2,105.29	($105.29)
ASHFORD HOSPITY T 9% XXX**CALLED** @PAR EFF: 08: AHT+E	600.0000	02/18/14	08/08/16	$15,000 00	$15,789.67	($789.67)
ASHFORD HOSPITY T 9% XXX**CALLED** @PAR EFF: 08: AHT+E	620.0000	02/18/14	08/08/16	$15,500.00	$16,315.99	($815.99)
ASHFORD HOSPITY T 9% XXX**CALLED** @PAR EFF: 08· AHT+E	100.0000	03/05/14	08/08/16	$2,500.00	$2,663 30	($163.30)
ASHFORD HOSPITY T 9% XXX**CALLED** @PAR EFF: 08: AHT+E	210 0000	03/05/14	08/08/16	$5,250 00	$5,592 94	($342.94)

2016 Year-End Schwab Gain/Loss Report

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

Realized Gain or (Loss) (continued)

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
ASHFORD HOSPITY T 9% XXX**CALLED** @PAR EFF: 08: AHT+E	300 0000	03/05/14	08/08/16	$7,500 00	$7,983 91	($483 91)
Security Subtotal				**$47,750.00**	**$50,451.10**	**($2,701.10)**
BLACKROCK LIMITED DURATI: BLW	500 0000	03/14/14	09/01/16	$7,850 19	$8,487 34	($637 15)
BLACKROCK LIMITED DURATI: BLW	1,200.0000	03/14/14	09/01/16	$18,840.46	$20,368.41	($1,527.95)
Security Subtotal				**$26,690.65**	**$28,855.75**	**($2,165.10)**
COLONY CAPITAL 8.5% PFDPFD SER A: CLNY+	100.0000	08/06/14	09/01/16	$2,620 06	$2,621.62	($1.56)
COLONY CAPITAL 8.5% PFDPFD SER A: CLNY+	100.0000	08/06/14	09/01/16	$2,620.06	$2,621 62	($1.56)
COLONY CAPITAL 8.5% PFDPFD SER A: CLNY+	100 0000	08/06/14	09/01/16	$2,622.56	$2,621 63	$0 93
COLONY CAPITAL 8 5% PFDPFD SER A: CLNY+	200.0000	08/06/14	09/01/16	$5,243.12	$5,243.25	($0 13)
COLONY CAPITAL 8.5% PFDPFD SER A: CLNY+	400.0000	08/06/14	09/01/16	$10,486.23	$10,486 89	($0 66)
Security Subtotal				**$23,592.03**	**$23,595.01**	**($2.98)**

2016 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds. Average
All Other Investments: First In First Out [FIFO]

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
EATON VANCE LIMITED DURA· EVV	600.0000	11/14/13	10/06/16	$8,154 01	$8,991 18	($837.17)
EATON VANCE LIMITED DURA: EVV	900 0000	11/14/13	10/06/16	$12,231.01	$13,485 87	($1,254 86)
EATON VANCE LIMITED DURA. EVV	100 0000	11/15/13	10/06/16	$1,359.00	$1,495.44	($136 44)
EATON VANCE LIMITED DURA: EVV	100.0000	11/15/13	10/06/16	$1,359 00	$1,495 44	($136.44)
EATON VANCE LIMITED DURA: EVV	200 0000	11/15/13	10/06/16	$2,718 00	$2,990 68	($272.68)
EATON VANCE LIMITED DURA: EVV	200.0000	11/15/13	10/06/16	$2,718.00	$2,990.88	($272.88)
EATON VANCE LIMITED DURA: EVV	557.0000	11/15/13	10/06/16	$7,569.64	$8,329.62	($759 98)
EATON VANCE LIMITED DURA· EVV	643.0000	11/15/13	10/06/16	$8,738 38	$9,615.69	($877.31)
EATON VANCE LIMITED DURA: EVV	100.0000	01/10/14	10/06/16	$1,359 30	$1,523.32	($164 02)
EATON VANCE LIMITED DURA. EVV	184.0000	01/10/14	10/06/16	$2,500 56	$2,802 90	($302.34)
EATON VANCE LIMITED DURA: EVV	1,000.0000	01/10/14	10/06/16	$13,588 97	$15,233 18	($1,644 21)
EATON VANCE LIMITED DURA: EVV	1,216 0000	01/10/14	10/06/16	$16,525.46	$18,523.55	($1,998.09)
EATON VANCE LIMITED DURA: EVV	200.0000	01/15/14	10/06/16	$2,718.60	$3,021 31	($302.71)

2016 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
EATON VANCE LIMITED DURA: EVV	200 0000	01/15/14	10/06/16	$2,718.83	$3,022 31	($303.48)
EATON VANCE LIMITED DURA: EVV	1,000 0000	01/15/14	10/06/16	$13,592.98	$15,110.52	($1,517.54)
EATON VANCE LIMITED DURA: EVV	1,100.0000	01/15/14	10/06/16	$14,946.88	$16,622 68	($1,675.80)
EATON VANCE LIMITED DURA: EVV	1,200 0000	01/15/14	10/06/16	$16,311.56	$18,133.84	($1,822.28)
EATON VANCE LIMITED DURA: EVV	1,500.0000	01/15/14	10/06/16	$20,386 40	$22,667 29	($2,280.89)
EATON VANCE LIMITED DURA: EVV	60.0000	02/12/14	10/06/16	$815.46	$904 45	($88.99)
EATON VANCE LIMITED DURA: EVV	100 0000	02/12/14	10/06/16	$1,358.99	$1,507.42	($148.43)
EATON VANCE LIMITED DURA: EVV	160 0000	02/12/14	10/06/16	$2,174 09	$2,411 87	($237.78)
EATON VANCE LIMITED DURA: EVV	400 0000	02/12/14	10/06/16	$5,436.45	$6,029 67	($593.22)
EATON VANCE LIMITED DURA: EVV	900.0000	02/12/14	10/06/16	$12,229.14	$13,583.21	($1,354.07)
EATON VANCE LIMITED DURA: EVV	1,180.0000	02/12/14	10/06/16	$16,033.89	$17,787 54	($1,753.65)
Security Subtotal				**$187,544.60**	**$208,279.86**	**($20,735.26)**
GAMCO GLOB GOLD 5% PFDPFD SER B: GGN+B	300.0000	05/13/13	09/01/16	$7,322.31	$7,456.79	($134 48)

2016 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
GAMCO GLOB GOLD 5% PFDPFD SER B: GGN+B	471.0000	05/13/13	09/01/16	$11,491.32	$11,707.16	($215.84)
GAMCO GLOB GOLD 5% PFDPFD SER B· GGN+B	500.0000	05/13/13	09/01/16	$12,198 85	$12,427 98	($229.13)
GAMCO GLOB GOLD 5% PFDPFD SER B: GGN+B	729.0000	05/13/13	09/01/16	$17,818.74	$18,120.00	($301.26)
GAMCO GLOB GOLD 5% PFDPFD SER B· GGN+B	1,000.0000	05/13/13	09/01/16	$24,398.70	$24,855.97	($457.27)
GAMCO GLOB GOLD 5% PFDPFD SER B: GGN+B	1,500.0000	05/13/13	09/01/16	$36,596.55	$37,283 95	($687.40)
Security Subtotal				**$109,826.47**	**$111,851.85**	**($2,025.38)**
NORTHSTAR REA 8 75% PFDPFD SER E· NRF+E	1,800.0000	10/01/14	09/28/16	$46,255.20	$45,492.15	$763.05
NORTHSTAR REA 8 75% PFDPFD SER E: NRF+E	1,800 0000	10/01/14	09/28/16	$46,255.19	$45,493.95	$761.24
Security Subtotal				**$92,510.39**	**$90,986.10**	**$1,524.29**
PIONEER FLOATING RATE CF: PHD	100.0000	02/18/14	08/12/16	$1,138.92	$1,287.35	($148.43)
PIONEER FLOATING RATE CF: PHD	200.0000	02/18/14	08/12/16	$2,277.84	$2,574.69	($296.85)

2016 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
PIONEER FLOATING RATE CF. PHD	800 0000	02/18/14	08/12/16	$9,111.35	$10,306.76	($1,195 41)
PIONEER FLOATING RATE CF: PHD	1,200.0000	02/18/14	08/12/16	$13,667 03	$15,458 95	($1,791 92)
PIONEER FLOATING RATE CF: PHD	800.0000	02/19/14	08/12/16	$9,111 36	$10,266 27	($1,154 91)
PIONEER FLOATING RATE CF: PHD	2,000 0000	02/19/14	08/12/16	$22,778.38	$25,663.68	($2,885 30)
Security Subtotal				**$58,084.88**	**$65,557.70**	**($7,472.82)**
RESOURCE CAP 8.25% PFDPFD SER B: RSO+B	1 0000	12/12/12	07/15/16	$22 64	$24 90	($2 26)
RESOURCE CAP 8.25% PFDPFD SER B: RSO+B	70 0000	12/12/12	07/15/16	$1,585 89	$1,743 31	($157.42)
RESOURCE CAP 8.25% PFDPFD SER B: RSO+B	100.0000	12/12/12	07/15/16	$2,251 56	$2,490.45	($238.89)
RESOURCE CAP 8.25% PFDPFD SER B: RSO+B	329.0000	12/12/12	07/15/16	$7,404.32	$8,193 57	($789.25)
RESOURCE CAP 8 25% PFDPFD SER B: RSO+B	500.0000	12/12/12	07/15/16	$11,322.76	$12,452.24	($1,129.48)

2016 Year-End Schwab Gain/Loss Report

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

Realized Gain or (Loss) (continued)

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
RESOURCE CAP 8.25% PFDPFD SER B: RSO+B	1,000 0000	12/12/12	07/15/16	$22,600 53	$24,904.48	($2,303.95)
Security Subtotal				**$45,187.70**	**$49,808.95**	**($4,621.25)**
SEASPAN CORP 9.5% PFDPFD SER C: SSW+C	100.0000	09/25/14	06/07/16	$2,500.00	$2,662.11	($162.11)
SEASPAN CORP 9 5% PFDPFD SER C. SSW+C	1,100.0000	09/25/14	06/07/16	$27,500 00	$29,365.85	($1,865 85)
Security Subtotal				**$30,000.00**	**$32,027.96**	**($2,027.96)**
SEASPAN CORP 9.5% XXX**CALLED** @PAR EFF: 06: SSW+C	100.0000	09/25/14	06/20/16	$2,500 00	$2,662.11	($162 11)
SEASPAN CORP 9.5% XXX**CALLED** @PAR EFF: 06: SSW+C	1,100.0000	09/25/14	06/20/16	$27,500.00	$29,354.73	($1,854 73)
Security Subtotal				**$30,000.00**	**$32,016.84**	**($2,016.84)**
TEEKAY OFFSHO 7.25% PFDPFD SER A: TOO+A	200.0000	03/17/14	09/01/16	$4,001.30	$5,101.22	($1,099.92)
TEEKAY OFFSHO 7.25% PFDPFD SER A: TOO+A	1,100.0000	03/17/14	09/01/16	$22,007 16	$28,056 73	($6,049.57)

2016 Year-End Schwab Gain/Loss Report

Realized Gain or (Loss) (continued)

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
TEEKAY OFFSHO 7 25% PFDPFD SER A: TOO+A	39.0000	03/24/14	09/01/16	$780 25	$994.74	($214 49)
TEEKAY OFFSHO 7.25% PFDPFD SER A: TOO+A	100 0000	03/24/14	09/01/16	$2,000 65	$2,550 61	($549 96)
TEEKAY OFFSHO 7.25% PFDPFD SER A: TOO+A	1,161.0000	03/24/14	09/01/16	$23,227.56	$29,612.60	($6,385 04)
Security Subtotal				**$52,016.92**	**$66,315.90**	**($14,298.98)**
TEEKAY OFFSHOR 8.5% PFDPFD SER B: TOO+B	2,100 0000	04/23/15	08/02/16	$48,063.15	$52,381.95	($4,318 80)
Security Subtotal				**$48,063.15**	**$52,381.95**	**($4,318.80)**
WELLS FARGO MULTI SECTOR: ERC	3,100 0000	01/22/14	10/10/16	$40,082 01	$44,244 95	($4,162.94)
WELLS FARGO MULTI SECTOR: ERC	747 0000	02/12/14	10/10/16	$9,656.93	$10,714.45	($1,057.52)
WELLS FARGO MULTI SECTOR: ERC	800 0000	02/12/14	10/10/16	$10,343.74	$11,466.77	($1,123 03)
WELLS FARGO MULTI SECTOR: ERC	1,500 0000	02/12/14	10/10/16	$19,391.43	$21,500.18	($2,108.75)

2016 Year-End Schwab Gain/Loss Report

Accounting Method
Mutual Funds: Average
All Other Investments: First In First Out [FIFO]

Realized Gain or (Loss) (continued)

Long-Term (continued)	Quantity/Par	Acquired/ Opened	Sold/ Closed	Total Proceeds	Cost Basis	Realized Gain or (Loss)
WELLS FARGO MULTI SECTOR: ERC	1,540 0000	02/12/14	10/10/16	$19,908.53	$22,075 00	($2,166.47)
Security Subtotal				**$99,382.64**	**$110,001.35**	**($10,618.71)**
Total Long-Term				**$1,102,209.87**	**$1,207,251.10**	**($105,041.23)**
Total Realized Gain or (Loss)				**$1,253,567.80**	**$1,361,964.17**	**($108,396.37)**

Schwab has provided realized gain/loss information wherever possible for most investments. Cost basis data may be incomplete or unavailable for some of your holdings See Terms and Conditions
Option Customers Realized gain/loss of underlying securities is adjusted to reflect the premiums of assigned or exercised options.