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For calendar year 2016, or tax year beginning 01-01-2016, and ending 12-31-2016

Name of foundation FARRER ENDOWMENT FOUNDATION		A Employer identification number 42-1214699	
Number and street (or P O box number if mail is not delivered to street address) P O BOX 1567		Room/suite	
City or town, state or province, country, and ZIP or foreign postal code MASON CITY, IA 504021567		B Telephone number (see instructions) (641) 423-5154	
G Check all that apply <div><input type="checkbox"/> Initial return</div> <div><input type="checkbox"/> Initial return of a former public charity</div> <div><input type="checkbox"/> Final return</div> <div><input type="checkbox"/> Amended return</div> <div><input type="checkbox"/> Address change</div> <div><input type="checkbox"/> Name change</div>		D 1. Foreign organizations, check here 2. Foreign organizations meeting the 85% test, check here and attach computation	
H Check type of organization <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		E If private foundation status was terminated under section 507(b)(1)(A), check here	
I Fair market value of all assets at end of year (from Part II, col (c), line 16) \$ 5,798,665	J Accounting method <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ (Part I, column (d) must be on cash basis)	F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here	

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions))		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc , received (attach schedule)				
	2 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	188,864	188,864		
	5a Gross rents				
	b Net rental income or (loss) _____				
	6a Net gain or (loss) from sale of assets not on line 10				
	b Gross sales price for all assets on line 6a _____				
	7 Capital gain net income (from Part IV, line 2)		174,750		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances _____				
Operating and Administrative Expenses	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	188,864	363,614		
	13 Compensation of officers, directors, trustees, etc	1,300	1,300		1,300
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)	14,716	14,716		14,716
	b Accounting fees (attach schedule)				
	c Other professional fees (attach schedule)				
	17 Interest				
	18 Taxes (attach schedule) (see instructions)	159	159		159
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule)	2,663			
	24 Total operating and administrative expenses. Add lines 13 through 23	18,838	16,175		16,175
	25 Contributions, gifts, grants paid	289,350			289,350
	26 Total expenses and disbursements. Add lines 24 and 25	308,188	16,175		305,525
	27 Subtract line 26 from line 12				
	a Excess of revenue over expenses and disbursements	-119,324			
	b Net investment income (if negative, enter -0-)		347,439		
	c Adjusted net income (if negative, enter -0-)				

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)			Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value			
Assets	1	Cash—non-interest-bearing	6,161	5,172	5,172		
	2	Savings and temporary cash investments	230,966	169,883	169,883		
	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)	111,091	94,190	69,576		
	b	Investments—corporate stock (attach schedule)	3,389,635	3,561,589	4,029,193		
	c	Investments—corporate bonds (attach schedule)	1,633,679	1,597,324	1,524,841		
	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)	5,371,532	5,428,158	5,798,665			
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 ▶ _____)	-4,000	-2,800			
	23	Total liabilities (add lines 17 through 22)	-4,000	-2,800			
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here <input type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.						
	24	Unrestricted					
	25	Temporarily restricted					
	26	Permanently restricted					
	Foundations that do not follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 27 through 31.						
	27	Capital stock, trust principal, or current funds					
	28	Paid-in or capital surplus, or land, bldg , and equipment fund					
	29	Retained earnings, accumulated income, endowment, or other funds	5,375,532	5,430,958			
30	Total net assets or fund balances (see instructions)	5,375,532	5,430,958				
31	Total liabilities and net assets/fund balances (see instructions) .	5,371,532	5,428,158				

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	5,375,532
2	Enter amount from Part I, line 27a	2	-119,324
3	Other increases not included in line 2 (itemize) ▶ _____	3	174,750
4	Add lines 1, 2, and 3	4	5,430,958
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	5,430,958

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 See Additional Data Table			
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 See Additional Data Table			
b			
c			
d			
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
a See Additional Data Table			
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	174,750
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 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	302,767	5,694,577	0 053168
2014	285,998	5,846,613	0 048917
2013	251,326	5,524,231	0 045495
2012	227,748	5,176,887	0 043993
2011	241,873	5,060,334	0 047798
2 Total of line 1, column (d)			2 0 239371
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 047874
4 Enter the net value of noncharitable-use assets for 2016 from Part X, line 5			4 5,562,263
5 Multiply line 4 by line 3			5 266,288
6 Enter 1% of net investment income (1% of Part I, line 27b)			6 3,474
7 Add lines 5 and 6			7 269,762
8 Enter qualifying distributions from Part XII, line 4			8 305,525

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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1 Date of ruling or determination letter _____ (attach copy of letter if necessary—see instructions)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b	1	3,474
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	3,474
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	3,474
6	Credits/Payments		
a	2016 estimated tax payments and 2015 overpayment credited to 2016	6a	2,800
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	2,800
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	674
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	
11	Enter the amount of line 10 to be Credited to 2017 estimated tax <input type="checkbox"/> 0 Refunded <input type="checkbox"/>	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	No
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for 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>	1b	No
c Did the foundation file Form 1120-POL for this year?	1c	No
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation <input type="checkbox"/> \$ _____ (2) On foundation managers <input type="checkbox"/> \$ _____		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <input type="checkbox"/> \$ _____		
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>	2	No
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>	3	No
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?	4a	No
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? <i>If "Yes," attach the statement required by General Instruction T</i>	5	No
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	Yes
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>	7	Yes
8a Enter the states to which the foundation reports or with which it is registered (see instructions) <input type="checkbox"/> 1A _____		
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> .	8b	Yes
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>	9	No
10 Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses</i>	10	No

Part VII-A Statements Regarding Activities (continued)

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		No
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		No
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► N/A	13	Yes	
14	The books are in care of ► HEINY LAW FIRM PLC Telephone no ► (641) 423-5154			

Located at **►** 11 FOURTH ST NE MASON CITY IA ZIP+4 **►** 50401

15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 —Check here <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year ► 15			
16	At any time during calendar year 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 instructions for exceptions and filing requirements for FinCEN Form 114, Report of Foreign Bank and Financial Accounts (FBAR) If "Yes," enter the name of the foreign country ►	16	Yes	No

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.

1a	During the year did the foundation (either directly or indirectly)		Yes	No
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
	(6) Agree to pay money or property to a government official? (Exception. Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days). <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
b	If any answer is "Yes" to 1a(1)–(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? <input type="checkbox"/> Organizations relying on a current notice regarding disaster assistance check here. ► <input type="checkbox"/>	1b		
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2016? <input type="checkbox"/>	1c		No
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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," list the years ► 20____, 20____, 20____, 20____			
b	Are there any years listed in 2a for which the foundation is 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). <input type="checkbox"/>	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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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). <input type="checkbox"/>	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		No
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		No

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))? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No (2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No (3) Provide a grant to an individual for travel, study, or other similar purposes? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No (4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? (see instructions). <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Organizations relying on a current notice regarding disaster assistance check here. <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No 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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," attach the statement required by Regulations section 53.4945–5(d)	5b		
6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes" to 6b, file Form 8870	6b		No
7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	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	Title, and average hours per week (b) devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	Expense account, (e) other allowances
JAMES R HEINY MASON CITY, IA 50401	PRESIDENT 7 00	1,300	0	0
FRANK B INGRAM MASON CITY, IA 50401	V-P, TREASURER 12 00	0	0	0
GERALD M STAMBAUGH MASON CITY, IA 50401	SEC'Y 7 00	0	0	0
2 Compensation of five highest-paid employees (other than those included on line 1—see instructions). If none, enter "NONE."				
(a) Name and address of each employee paid more than \$50,000	Title, and average hours per week (b) devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	Expense account, (e) 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	
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	
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	5,640,571
b	Average of monthly cash balances.	1b	6,397
c	Fair market value of all other assets (see instructions).	1c	0
d	Total (add lines 1a, b, and c).	1d	5,646,968
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	5,646,968
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions).	4	84,705
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4.	5	5,562,263
6	Minimum investment return. Enter 5% of line 5.	6	278,113

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	278,113
2a	Tax on investment income for 2016 from Part VI, line 5.	2a	3,474
b	Income tax for 2016 (This does not include the tax from Part VI).	2b	
c	Add lines 2a and 2b.	2c	3,474
3	Distributable amount before adjustments. Subtract line 2c from line 1.	3	274,639
4	Recoveries of amounts treated as qualifying distributions.	4	
5	Add lines 3 and 4.	5	274,639
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	274,639

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	305,525
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	305,525
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	3,474
6	Adjusted qualifying distributions. Subtract line 5 from line 4.	6	302,051

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				274,639
2 Undistributed income, if any, as of the end of 2016				
a Enter amount for 2015 only.			224,924	
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 ▶ \$ 305,525				
a Applied to 2015, but not more than line 2a			224,924	
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.				80,601
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				194,038
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 organization is a private operating foundation described in section ☐ 4942(j)(3) or ☐ 4942(j)(5)

2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed

	Tax year	Prior 3 years			(e) Total
	(a) 2016	(b) 2015	(c) 2014	(d) 2013	
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 organization had \$5,000 or more in assets at any time during the year—see instructions.)

1 Information Regarding Foundation Managers:

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than \$5,000) (See section 507(d)(2))
NONE

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest
NONE

2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:

Check here ☐ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc. (see instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a The name, address, and telephone number or e-mail address of the person to whom applications should be addressed
GERALD M STAMBAUGH SECRETARY
P O BOX 1567
MASON CITY, IA 504021567
(641) 423-5154

b The form in which applications should be submitted and information and materials they should include
WRITTEN REQUEST IN SPECIFIC FORM

c Any submission deadlines
JANUARY THRU APRIL 30 EACH YEAR

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors
NONE

Part XV **Supplementary Information** (continued)**3 Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a <i>Paid during the year</i> See Additional Data Table				
Total			3a	289,350
b <i>Approved for future payment</i>				
Total			3b	

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					
4 Dividends and interest from securities.					188,864
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					
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).					188,864
13 Total. Add line 12, columns (b), (d), and (e).					188,864

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

[illegible]

Part XVII

- | | Yes | No |
|-------|-----|----|
| 1a(1) | | No |
| 1a(2) | | No |
| 1b(1) | | No |
| 1b(2) | | No |
| 1b(3) | | No |
| 1b(4) | | No |
| 1b(5) | | No |
| 1b(6) | | No |
| 1c | | No |

[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

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

Print/Type preparer's name F B INGRAM	Preparer's Signature	Date 2017-04-13	Check if self-employed <input type="checkbox"/>	PTIN
Firm's name ▶ HEINY MCMANIGAL LAW FIRM PLC				Firm's EIN ▶
Firm's address ▶ PO BOX 1567 MASON CITY, IA 504021567				Phone no (641) 423-5154

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns a - d

List and describe the kind(s) of property sold (e g , real estate, (a) 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)
4057 791 SH FRANKLIN UTILITY FUND	P	2012-01-01	2016-03-23
70 GUGGENHEIM SHRT DUR TRUST	P	2014-01-01	2016-04-05
10028 SH FIRST TRUST EQUITY INC PORT 30	P	2013-01-01	2016-05-31
1000 SH PUBLIC STORAGE 6 35% PFD	P	2011-01-01	2016-07-26
DAVIS VENTURE FUND LTCG DIVIDEND	P	2000-01-01	2016-07-05
5014 SH FIRST TRUST EQUITY INC PORT 31	P	2001-01-01	2016-08-25
FRANKLIN MUTUAL FUND CAPITAL GAIN DIV	P	2004-01-01	2016-09-07
CAPITAL GAIN DIVIDENDS	P	2008-12-30	2016-12-31

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns e - h

(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)
69,993	0	43,595	26,398
1,439	0	4,326	-2,887
110,574	0	81,222	29,352
25,000	0	25,842	-842
16,356	0	0	16,356
59,384	0	38,752	20,632
1,605	0	0	1,605
84,136	0	0	84,136

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns i - l

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(I) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
0	0	0	26,398
0	0	0	-2,887
0	0	0	29,352
0	0	0	-842
0	0	0	16,356
0	0	0	20,632
0	0	0	1,605
0	0	0	84,136

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a Paid during the year				
TLC BROADCASTING CORPORATION 600 FIRST STREET N W MASON CITY, IA 50401		501C3	NEW FACILITY	15,000
CHARLIE BROWN PRESCHOOL 600 FIRST STREET N W MASON CITY, IA 50401		501C3	TABLESCAFETERIA	4,000
COMMUNITY KITCHEN N I P O BOX 58 MASON CITY, IA 50402		501C3	FOOD & SUPPLIES	4,500
MEALS ON WHEELS P O BOX 58 MASON CITY, IA 50402		501C3	EXPENSESOPERATIONAL	3,500
OPPORTUNITY VILLAGE 1200 NORTH 9TH STREET WEST CLEAR LAKE, IA 50428		501C3	STAFFTRAINING	8,000
FRANCIS LAUER YOUTH SERVICES 50 NORTH EISENHOWER AVE MASON CITY, IA 50401		501C3	SUPPORTON-GOING	25,000
NIACC FOUNDATION 500 COLLEGE DRIVE MASON CITY, IA 50401		501C3	FIRST CAMPAIGNKEEPING NIACCFARRER SCHOLARSHIP	30,000
NORTH IOWA VOCATIONAL CENTER INC 1225 SOUTH HARRISON AVE MASON CITY, IA 50401		501C3	ADULT EMPLOYMENTSTUDENT/YOUNGPROGRAM	12,000
THE CHORAL MUSIC GUILD 1700 FOURTH STREET S E MASON CITY, IA 50401		501C3	BOXESCHOIR ROBE	3,000
NORTH CENTRAL IA AG IN THE CLASS PROGRAM 65 STATE STREET PO BOX 68 GARNER, IA 504380068		501C3	AG EDUCATION	2,000
NORTH IOWA BAND FESTIVAL FD 25 WEST STATE STREET MASON CITY, IA 50401		501C3	FOR HIGH SCHOOLTRAVEL STIPENDSMARCHING BANDS	7,500
HANCOCK CO AGRICULTURAL MUSEUM 2090 JAMES AVENUE BRITT, IA 50423		501C3	BLACKSMITH SHOPCOMPLETION OF& GENERAL STORE	2,000
CITY OF MASON CITY 303 2ND ST SE MASON CITY, IA 50401		501C3	PROTECTIVE EQUIPMENTPURCHASE OF	2,000
COMMUNITY POLICING AD BD 78 S GEORGIA AVE MASON CITY, IA 50401		501C3	MATERIALS &EDUCATIONALEQUIPMENT FOR BIKES	1,500
ROCKWELL SWALEDALE EMT 3 WALNUT COURT ROCKWELL, IA 50469		501C3	AMBULANCE COTPURCHASE	2,000
Total ► 3a				289,350

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment				
Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a <i>Paid during the year</i>				
CITY OF SWALEDALE 3 WALNUT COURT ROCKWELL, IA 50469		501C3	EXTRICATIONPURCHASETOOLS	3,000
NIAD CENTER FOR HUMAN DEV P O BOX 656 MASON CITY, IA 50402		501C3	OPERATIONS	5,000
NORTH IOWA COMMUNITY ACTION P O BOX 1627 MASON CITY, IA 50401		501C3	SUFFICIENCY PROGRAMSUPPORT SELF	25,000
HABITAT FOR HUMANITY 1411 SOUTH TAFT AVENUE MASON CITY, IA 50401		501C3	TOOLSPURCHASE	3,000
WINNEBAGO HISTORIAL SOCIETY P O BOX 27 FOREST CITY, IA 504360027		501C3	SIDINGREPLACE CEDAR	3,000
CITY OF MASON CITY NORTH IOWA DIVERSITY TEAM MASON CITY, IA 50401		501C3	TEAM ART CONTESTDIVERSITY APP	500
IOWA LEGAL AID 600 1ST STREET NW SUITE 103 MASON CITY, IA 50401		501C3	SOFTWARECOMPUTER	3,000
RIVER CITY SOCIETY FOR HISTORIC PRESERVATION 431 1ST STREET SE MASON CITY, IA 50401		501C3	STUCCOREPAIR	2,000
CITY OF MASON CITY 225 2ND STREET SE MASON CITY, IA 50401		501C3	THE 457FREINDS OF	5,000
CONSUMER CREDIT COUNSELING 404 SOUTH MONROE AVE MASON CITY, IA 50401		501C3	EXPENSE FORONE YEAR LEASEBUSINESS MACHINE	1,000
LUTHERAN SERVICES IN IOWA INC 3116 UNIVERSITY AVE DES MOINES, IA 50311		501C3	FAMILIES AMERICASUPPORT HEALTHYPROGRAM	4,000
MASON CITY PUBLIC LIBRARY FDN 225 2ND ST SE MASON CITY, IA 50401		501C3	PROGRAMMINGYOUTH SERVICES	1,500
NEWMAN CATHOLIC SCHOOLS 2445 19TH ST SW MASON CITY, IA 50401		501C3	TABLESPURCHASE	3,200
CITY OF ROCKWELL FIRE DEPT 213 JEFFERSON STREET ROCKWELL, IA 50469		501C3	2 PORTABLEPURCHASE OFGENERATORS	3,500
MASON CITY COMMUNITY SD P O BOX 533 MASON CITY, IA 50401		501C3	EXPENSES FORCOVERMCHS HALL OF FAME	500
Total ► 3a				289,350

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a Paid during the year				
CITY OF MASON CITY PARKS RECREATION DEPT MASON CITY, IA 50401		501C3	PICKLEBALLCREATION OF 6COURTS	2,500
CITY OF MASON CITY KIWANIS PARK MASON CITY, IA 50401		501C3	ENHANCEMENTSPARK	5,000
NORTHERN LIGHTS ALLIANCE FOR THE HOMELESS INC 202 1ST STREET N W MASON CITY, IA 50401		501C3	OPERATIONS	5,000
MOHAWK ARCHERY 1603 PLYMOUTH RD MASON CITY, IA 50401		501C3	REPLACEMENTPURCHASEFLOOR COVERING	2,500
MASON CITY SCHOOLS INSTRUMENTAL MUSIC P O BOX 111 MASON CITY, IA 504020111		501C3	YAMAHAPURCHASEEUPHONIUM	2,400
ELDERBRIDGE AGENCY ON AGING 22 NORTH GEORGIA AVE SUITE 216 MASON CITY, IA 50401		501C3	PROGRAMELDER RIGHTS	5,000
GIRL SCOUTS OF GREATER IOWA INC 601 SOUTH ILLINOIS AVE MASON CITY, IA 50401		501C3	PROGRAMFUND STEMOBJECTIVES	5,000
MERCY MEDICAL CENTER FOUNDATION 1000 4TH STREET S W MASON CITY, IA 50401		501C3	STUDENT LOANSSCHOLARSHIPS ANDFOR MERCY NURSES	15,000
CITY OF KLEMME 204 EAST MAIN STREET KLEMME, IA 50449		501C3	MACHINECOPY	2,500
LAKE MILLS COMMUNITY SCH DIST 102 SOUTH 4TH AVENUE EAST LAKE MILLS, IA 50450		501C3	BANDPURCHASE NEWINSTRUMENTS	5,000
COMPREHENSIVE SYSTEMS INC 1700 CLARK STREET CHARLES CITY, IA 50616		501C3	STAND GLIDERPURCHASE EASYSTANDER	4,000
CITY OF GARNER (PUBLIC LIBRARY) 416 STATE STREET GARNER, IA 50438		501C3	EXPANSIONRENOVATION ANDPROJECT	2,500
SPECIAL KIDS SPECIAL LOVE INC P O BOX 1703 MASON CITY, IA 50402		501C3	AT SENSORY WORLDNEW EQUIPMENT	1,500
LIBERTY SCHOOL MUSEUM INC 422 EAST 5TH STREET KANAWHA, IA 50447		501C3	RESTORATION OFPHASE IIBUILDING	2,000
GHV COMMUNITY SCH DIST 1080 DIVISION STREET GARNER, IA 50438		501C3	COMPUTERREPLACE DESKTOPSYSTEM	1,250
Total ►				289,350
3a				

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a Paid during the year				
CITY OF NORA SPRINGS PARKS 115 1ST STREET NW NORA SPRINGS, IA 50458		501C3	PEDESTRIANMILL PONDBRIDGE	2,500
UNITED WAY OF NORTH CENTRAL IOWA 2911 4TH ST SE MASON CITY, IA 50402		501C3	FORPURCHASE UPGRADESTECHNOLOGY	5,000
CARING PREGNANCY CENTER INC 830 15TH STREET SW SUITE 1 MASON CITY, IA 50401		501C3	FOR BABY BUCKSBABY ITEMSPROGRAM	3,000
MASON CITY CHAMBER OF COMMERCE FDN 9 NORTH FEDERAL AVENUE MASON CITY, IA 50401		501C3	NEEDSFUND COMMUNITYASSESSMENT	5,000
RIVER CITY SCULPTURES ON PARADE INC 9 NORTH FEDERAL AVENUE MASON CITY, IA 50401		501C3	PEDESTALS & NAMEPLATESPURCHASE & INSTALL	5,000
OUTDOOR SPORTS TRAINING CENTER 221 RED FOX COURT MASON CITY, IA 50401		501C3	2500 SQ FT CLUBCONSTRUCTION OFFACILITY	2,000
CENTRAL GARDENS OF NORTH IOWA INC P O BOX 735 CLEAR LAKE, IA 50428		501C3	TO SUPPORT FULLOPERATIONAL FUNDSTIME EXCUTIVE DIRECTOR	3,000
NORTH IOWA FAIR ASSOCIATION 3700 4TH STREET SW MASON CITY, IA 50401		501C3	UNITS ANDREPLACE HEATINGTHERMOSTATS	3,000
IOWA STATE UNIVERSITY EXTENSION 2023 SOUTH FEDERAL AVENUE MASON CITY, IA 50401		501C3	GARDEN ENHANCEMENTSSUPPORT COMMUNITY	3,000
TLC THE LEARNING CENTER 404 NORTH JACKSON STREET CHARLES CITY, IA 50616		501C3	FURNITUREREPLACE	3,000
WESLEY UNITED METHODIST CHURCH TROOP 12 103 EAST STATE STREET SUIT MASON CITY, IA 50402		501C3	PURCHASE FOREQUIPMENTBOY SCOUTS OF AMERICA	2,000
CITY OF MASON CITY (POLICE DEPT) 78 SOUTH GEORGIA AVENUE MASON CITY, IA 50401		501C3	ON SHOTGUNS ANDREPLACE LIGHTSRIFLES	2,500
NORTH IOWA CHILD ABUSE PREVENTION COUNCIL INC P O BOX 41 MASON CITY, IA 50401		501C3	MATERIALS FOREQUIPMENT ANDCHILD PROTECTION CTR	2,000
STEBENS CHILDREN THEATRE 616 NORTH DELAWARE AVENUE MASON CITY, IA 50401		501C3	PROGRAMSCHOLARSHIP	2,000
Total ► 3a				289,350

TY 2016 Investments Corporate Bonds Schedule**Name:** FARRER ENDOWMENT FOUNDATION**EIN:** 42-1214699

Name of Bond	End of Year Book Value	End of Year Fair Market Value
VAN KAMPEN INCOME TRUSTS 43,47,49,74,75	161,229	191,424
50 CLAYMORE SER GUG CORP SER 15	40,004	36,933
50 CLAYMORE SER GUG CORP SER 17	45,263	41,409
45 CLAYNORE SER GUG CORP SER 21	39,883	35,523
62 CLAYMORE SER GUG CORP SER 24	59,695	54,207
4400 FIRST TRUST EQUITY INC 34	37,333	48,488
50 ADVISORS ASSET MGMT 42	21,906	18,814
201 ADVISORS ASSET MGMT 46	146,584	122,343
60 ADVISORS ASSET MGMT 59	54,619	50,335
40 ADVISORS ASSET MGMT 62	36,970	33,591
200 1ST TR PORT SER 3	167,879	154,692
100 FIRST TRUST HI YIELD SHT #2	16,943	11,918
100 INVESCO INV GRD TR SER 16	99,750	93,937
56 1ST TR PORT SER 7	53,201	45,659
20 GUGG SHRT DUR HI YLD SER 29	15,819	13,248
50 ADVISORS ASSET MGMT 73	47,806	42,668
25 ADVISORS ASSET MGMT 77	25,019	22,163
25 ADVISORS ASSET MGMT 88	28,170	24,169
15 ADVISORS ASSET MGMT 89	16,984	15,830
50 ADVISORS ASSET MGMT 91	53,978	52,313

Name of Bond	End of Year Book Value	End of Year Fair Market Value
25 INVESCO INV GRADE SER 38	27,249	26,222
25 ADVISORS ASSET MGMT 82	27,806	24,848
5000 FIRST TRUST EQUITY INC 49	48,770	49,950
39 INVESCO INV GRD TR SER 10	39,911	40,691
20 INVESCO INV GRF TR SER 44	22,344	20,562
20 ADVISORS ASSET MGMT 93	21,763	20,816
50 ADVISORS ASSET MGMT 100	50,686	51,312
40 ADVISORS ASSET MGMT SER 111C	42,238	39,997
35 INVESCO INV GRD TR SER 55	37,055	35,418
25 INVESCO INV GRF TR SER 14	25,702	25,456
25 INVESCO INV GRD TR SER 57	27,124	25,444
10 INVESCO AMER BDS SER 67	10,637	9,731
20 ACT NAV HIGH INCOME 112	20,992	19,873
25 ACT NAV HIGH INCOME 113	26,012	24,857

TY 2016 Investments Corporate Stock Schedule

Name: FARRER ENDOWMENT FOUNDATION
EIN: 42-1214699

Name of Stock	End of Year Book Value	End of Year Fair Market Value
1435 SH CHEVRON CORPORATION	79,648	168,900
400 SH ING GRP NV PFD 7.2%	10,472	10,232
865 SH EXXON MOBIL CORPORATION	53,896	78,075
DAVIS NY VENTURE FUND	289,038	249,593
DEUTSCHE INCOME TR	155,347	119,903
EURO PACIFIC GROWTH FD	27,708	24,195
FRANKLIN UTILITY FUND	85,959	141,224
GROWTH FUND OF AMERICA	248,043	292,520
INCOME FUND OF AMERICA	372,235	458,880
INVESTMENT CO OF AMERICA	434,191	515,650
TEMPLETON GLOBAL GOVT FD	285,744	284,661
TEMPLETON GLOB TOTAL FD A	175,000	168,184
WASHINGTON MUTUAL FD	438,053	504,392
FRANKLIN GROWTH FUND	112,047	191,820
FRANKLIN INCOME FUND	230,856	234,668
FRANKLIN MUTUAL FUND	78,207	105,572
FRANKLIN SMALL CAP FUND	40,606	49,702
1000 HOSPITALITY 7.125% PFD	26,460	25,220
1000 PS BUS PARKS 5.75% PFD	21,219	23,280
1000 CAPITAL ONE PFD 6.2%	26,366	25,060
1000 DISCOVER FINL PFD 6.5%	26,612	25,680
1000 QWEST CORP PFD 6.625%	25,000	23,510
1500 JP MORGAN PFD 6.1%	37,500	38,040
1000 BANK OF AMERICA PFD 6.5%	25,000	25,520
2000 WELLS FARGO PFD 6%	50,000	50,140
INTL GROWTH & INC FD	100,014	95,932
1000 CITIGROUP 6.3% PFD	26,769	25,300
1000 HUNTINGTON BANC 6.25% PFD	26,970	25,300
1000 U S CELLULAR CORP PFD	27,629	25,410
1000 PUBLIC STORAGE 5.4% PFD	25,000	22,630

TY 2016 Investments Government Obligations Schedule**Name:** FARRER ENDOWMENT FOUNDATION**EIN:** 42-1214699**US Government Securities - End
of Year Book Value:**

94,190

**US Government Securities - End
of Year Fair Market Value:**

69,576

**State & Local Government
Securities - End of Year Book
Value:****State & Local Government
Securities - End of Year Fair
Market Value:**

TY 2016 Legal Fees Schedule**Name:** FARRER ENDOWMENT FOUNDATION**EIN:** 42-1214699

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
HEINY LAW FIRM PLC TAX PREPARATION & ACCOUNTING	14,716	14,716		14,716

TY 2016 Other Expenses Schedule**Name:** FARRER ENDOWMENT FOUNDATION**EIN:** 42-1214699**Other Expenses Schedule**

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
EXCISE TAX	2,663			

TY 2016 Other Increases Schedule

Name: FARRER ENDOWMENT FOUNDATION
EIN: 42-1214699

Description	Amount
CAPITAL GAINS	174,750

TY 2016 Other Liabilities Schedule**Name:** FARRER ENDOWMENT FOUNDATION**EIN:** 42-1214699

Description	Beginning of Year - Book Value	End of Year - Book Value
FEDERAL TAX ESTIMATE	-4,000	-2,800

TY 2016 Other Liabilities Schedule**Name:** FARRER ENDOWMENT FOUNDATION**EIN:** 42-1214699

Description	Beginning of Year - Book Value	End of Year - Book Value
FEDERAL TAX ESTIMATE	-4,000	-2,800

TY 2016 Taxes Schedule**Name:** FARRER ENDOWMENT FOUNDATION**EIN:** 42-1214699

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
CHECKS	159	159		159