

Form 990-PF

Department of the Treasury
Internal Revenue ServiceEXTENDED TO NOVEMBER 15, 2017 **2949104004322 9**
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

, and ending

Name of foundation THE JOHN R. AND ZELDA Z. GRUBB CHARITABLE FOUNDATION		A Employer identification number 42-6521745
Number and street (or P.O. box number if mail is not delivered to street address) 14914 BROOKVIEW DRIVE	Room/suite	B Telephone number 515-259-9293
City or town, state or province, country, and ZIP or foreign postal code URBANDALE, IA 50323		C If exemption application is pending, check here <input type="checkbox"/>
G Check all that apply: <input type="checkbox"/> Initial return <input type="checkbox"/> Final return <input type="checkbox"/> Address change <input type="checkbox"/> Initial return of a former public charity <input checked="" type="checkbox"/> Amended return <input type="checkbox"/> Name change		D 1 Foreign organizations, check here <input type="checkbox"/> 2 Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
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 <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col (c), line 16) \$ 11,721,975.	J Accounting method <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____	F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a).)		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received					
2 Check <input checked="" type="checkbox"/> If the foundation is not required to attach Sch B					
3 Interest on savings and temporary cash investments		1,563.	1,563.	1,563.	STATEMENT 1
4 Dividends and interest from securities		123,072.	123,072.	123,072.	STATEMENT 2
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		47,355.			
b Gross sales price for all assets on line 6a	4,027,618.				
7 Capital gain net income (from Part IV, line 2)			47,355.		
8 Net short-term capital gain				129,920.	
9 Income modifications					
10a Gross sales less returns and allowances					
b Less Cost of goods sold					
c Gross profit or (loss)					
11 Other income		5,614,028.	83,782.	5,614,028.	STATEMENT 3
12 Total. Add lines 1 through 11		5,786,018.	255,772.	5,868,583.	
13 Compensation of officers, directors, trustees, etc.		0.	0.	0.	0.
14 Other employee salaries and wages		2,617,393.	0.	2,617,393.	0.
15 Pension plans, employee benefits		144,167.	0.	144,167.	0.
16a Legal fees STMT 4		71,804.	0.	71,804.	0.
b Accounting fees STMT 5		107,023.	0.	98,953.	8,070.
c Other professional fees STMT 6		206,422.	0.	206,422.	0.
17 Interest					
18 Taxes STMT 7		308,913.	6,200.	302,713.	0.
19 Depreciation and depletion		90,787.	0.	90,787.	
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses STMT 8		1,591,333.	47,442.	1,543,891.	0.
24 Total operating and administrative expenses. Add lines 13 through 23		5,137,842.	53,642.	5,076,130.	8,070.
25 Contributions, gifts, grants paid		396,390.			396,390.
26 Total expenses and disbursements. Add lines 24 and 25		5,534,232.	53,642.	5,076,130.	404,460.
27 Subtract line 26 from line 12.					
a Excess of revenue over expenses and disbursements		251,786.			
b Net investment income (if negative, enter -0-)			202,130.		
c Adjusted net income (if negative, enter -0-)				792,453.	

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only		
		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing	239,636.	1,928,863.	1,928,863.
	2 Savings and temporary cash investments	395,495.	881,924.	881,924.
	3 Accounts receivable ▶ 279,827.			
	Less allowance for doubtful accounts ▶	318,911.	279,827.	279,827.
	4 Pledges receivable ▶			
	Less allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons			
	7 Other notes and loans receivable ▶			
	Less: allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges	21,453.	35,762.	35,762.
	10a Investments - U.S. and state government obligations			
	b Investments - corporate stock			
	c Investments - corporate bonds			
	Liabilities	11 Investments - land, buildings, and equipment basis ▶ 6,474,568.		
Less accumulated depreciation ▶ 3,235,030.		3,055,445.	3,239,538.	3,239,538.
12 Investments - mortgage loans				
13 Investments - other STMT 11		8,040,033.	5,993,970.	5,263,125.
14 Land, buildings, and equipment: basis ▶				
Less accumulated depreciation ▶				
15 Other assets (describe ▶ STATEMENT 12)		93,047.	92,936.	92,936.
16 Total assets (to be completed by all filers - see the instructions. Also, see page 1, item I)		12,164,020.	12,452,820.	11,721,975.
17 Accounts payable and accrued expenses		433,225.	553,326.	
18 Grants payable				
Net Assets or Fund Balances	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable			
	22 Other liabilities (describe ▶ DEPOSITS)	46,140.	41,535.	
	23 Total liabilities (add lines 17 through 22)	479,365.	594,861.	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ <input checked="" type="checkbox"/>			
	24 Unrestricted	11,684,655.	11,857,959.	
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ <input type="checkbox"/>			
	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			
30 Total net assets or fund balances	11,684,655.	11,857,959.		
31 Total liabilities and net assets/fund balances	12,164,020.	12,452,820.		

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	11,684,655.
2 Enter amount from Part I, line 27a	2	251,786.
3 Other increases not included in line 2 (itemize) ▶ SEE STATEMENT 9	3	302,401.
4 Add lines 1, 2, and 3	4	12,238,842.
5 Decreases not included in line 2 (itemize) ▶ SEE STATEMENT 10	5	380,883.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	11,857,959.

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shs. MLC Co.)	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a PUBLICLY TRADED SECURITIES			
b PUBLICLY TRADED SECURITIES			
c HPC MILLENNIUM INTL LTD CL A		05/04/12	12/31/16
d			
e			

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a 1,205,412.		1,075,492.	129,920.
b 1,657,278.		2,033,720.	<376,442.>
c 1,164,928.		871,051.	293,877.
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			129,920.
b			<376,442.>
c			293,877.
d			
e			

2 Capital gain net income or (net capital loss)	<div> <div>If gain, also enter in Part I, line 7</div> <div>If (loss), enter -0- in Part I, line 7</div> </div>	2	47,355.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6):	<div> <div>If gain, also enter in Part I, line 8, column (c)</div> <div>If (loss), enter -0- in Part I, line 8</div> </div>	3	129,920.

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	394,590.	7,999,776.	.049325
2014	405,797.	7,858,986.	.051635
2013	334,786.	7,504,808.	.044610
2012	267,685.	7,353,733.	.036401
2011	237,369.	6,585,089.	.036046

2 Total of line 1, column (d)	2	.218017
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	.043603
4 Enter the net value of noncharitable-use assets for 2016 from Part X, line 5	4	7,785,694.
5 Multiply line 4 by line 3	5	339,480.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	2,021.
7 Add lines 5 and 6	7	341,501.
8 Enter qualifying distributions from Part XII, line 4	8	404,460.

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	2,021.
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	2,021.
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		4	0.
5 Tax based on investment income Subtract line 4 from line 3. If zero or less, enter -0-		5	2,021.
6 Credits/Payments:			
a 2016 estimated tax payments and 2015 overpayment credited to 2016	6a	7,236.	
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 O.R. OVERPAYMENT	7	<5,688.>	1,548.
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		473.
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 checked="" type="checkbox"/> 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?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for the definition)? If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities		X
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year. (1) On the foundation <input checked="" type="checkbox"/> \$ 0. (2) On foundation managers <input checked="" type="checkbox"/> \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <input checked="" type="checkbox"/> \$ 0.		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?	X	
b If "Yes," has it filed a tax return on Form 990-T for this year?	X	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	X	
7 Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col (c), and Part XV	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) <input checked="" type="checkbox"/> IA		
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2016 or the taxable year beginning in 2016 (see instructions for Part XIV)? If "Yes," complete Part XIV	X	
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

**THE JOHN R. AND ZELDA Z. GRUBB
CHARITABLE FOUNDATION**

42-6521745

Part VII-A Statements Regarding Activities (continued)

	Yes	No
11 At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11	X
12 Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement (see instructions)	12	X
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► <u>N/A</u>	13	X
14 The books are in care of ► <u>JOHN W GRUBB</u> Telephone no. ► <u>515-259-9293</u> Located at ► <u>14914 BROOKVIEW DRIVE, URBANDALE, IA</u> ZIP+4 ► <u>50323</u>		
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 ► <u>15</u> <u>N/A</u>		
16 At any time during calendar year 2016, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country? See the instructions for exceptions and filing requirements for FinCEN Form 114. If "Yes," enter the name of the foreign country ►	16	X

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

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

	Yes	No
1a During the year did the foundation (either directly or indirectly): (1) Engage in the sale or exchange, or leasing of property with a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No (2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No (3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No (4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No (5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No (6) Agree to pay money or property to a government official? (Exception: Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b If any answer is "Yes" to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? Organizations relying on a current notice regarding disaster assistance check here N/A ► <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?	1c	X
2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)): a At the end of tax year 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 ► _____ b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see instructions) N/A c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ► _____	2b	
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No b If "Yes," did it have excess business holdings in 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) N/A	3b	
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2016?	4b	X

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

5a During the year did the foundation pay or incur any amount to:

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? (see instructions) ☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)? ☐ Yes ☒ No **N/A** **5b**

Organizations relying on a current notice regarding disaster assistance check here ☒

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☐ No **N/A**

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

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

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

If "Yes" to 6b, file Form 8870

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? ☐ Yes ☒ No **N/A** **7b**

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation.

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
JOHN W. GRUBB 14914 BROOKVIEW DRIVE URBANDALE, IA 50323	PRESIDENT, SECRETARY 1.00	0.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1). If none, enter "NONE."

(a) Name and address of each employee paid more than \$50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
DEANNA KAHLER 219 MAIN ST, ELGIN, IA 52141	ADMINISTRATOR 40.00	83,510.	6,533.	0.
JULIE MAYNE 321 CENTER ST, MCGREGOR, IA 52157	D.O.N. 40.00	66,909.	7,227.	0.
KRISTIN DUNLAP 905 NORTH MAIN ST, ELKADER, IA 52403	ADMINISTRATOR 40.00	68,316.	1,025.	0.
AMY FRY 110 EAST 2ND ST, GREELEY, IA 52057	D.O.N. 40.00	63,696.	5,220.	0.
BRYAN SPILDE 505 TWINVIEW DR, DECORAH, IA 52101	RN 40.00	65,431.	0.	0.
Total number of other employees paid over \$50,000			6	6

THE JOHN R. AND ZELDA Z. GRUBB
CHARITABLE FOUNDATION

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	7,904,258.
b	Average of monthly cash balances	1b	
c	Fair market value of all other assets	1c	
d	Total (add lines 1a, b, and c)	1d	7,904,258.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	0.
2	Acquisition indebtedness applicable to line 1 assets	2	0.
3	Subtract line 2 from line 1d	3	7,904,258.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	118,564.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	7,785,694.
6	Minimum investment return. Enter 5% of line 5	6	389,285.

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

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	404,460.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	404,460.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	2,021.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	402,439.

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.

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Part XIII Undistributed Income (see instructions)

N/A

	(a) Corpus	(b) Years prior to 2015	(c) 2015	(d) 2016
1 Distributable amount for 2016 from Part XI, line 7				
2 Undistributed income, if any, as of the end of 2016				
a Enter amount for 2015 only				
b Total for prior years				
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				
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				
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 instr				
f Undistributed income for 2016 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2017				
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				
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)

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

01/29/97

b
Check box to indicate whether the foundation is a private operating foundation described in section

☒ 4942(j)(3) or ☐ 4942(j)(5)

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

Tax year	Prior 3 years			
(a) 2016	(b) 2015	(c) 2014	(d) 2013	(e) Total
389,285.	399,989.	392,949.	0.	1,182,223.
330,892.	339,991.	334,007.	0.	1,004,890.
404,460.	398,956.	406,634.	334,786.	1,544,836.
0.	0.	0.	0.	0.
404,460.	398,956.	406,634.	334,786.	1,544,836.

b
85% of line 2a

330,892.

c
Qualifying distributions from Part XII, line 4 for each year listed

404,460.

d
Amounts included in line 2c not used directly for active conduct of exempt activities

0.

e
Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c

404,460.

3
Complete 3a, b, or c for the alternative test relied upon:

a
"Assets" alternative test - enter:

(1) Value of all assets

0.

(2) Value of assets qualifying under section 4942(j)(3)(B)(i)

0.

b
"Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed

0.

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)

5,530,246.

(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)

5,400,326.

(3) Largest amount of support from an exempt organization

0.

(4) Gross investment income

<38,105.>

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).)

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:

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:

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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				
ALZHEIMER'S ASSOCIATION OF GREATER IOWA 1780 28TH STREET WEST DES MOINES, IA 50266	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	2,500.
AMERICAN HEART ASSOCIATION 5000 WESTOWN PKWY #340 WEST DES MOINES, IA 50266	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	500.
AMERICAN SOCIETY FOR THE PREVENTION OF CRUELTY TO ANIMALS 424 E 92ND STREET NEW YORK, NY 10128	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	500.
ANIMAL RESCUE LEAGUE OF IOWA 5452 NE 22ND ST DES MOINES, IA 50313	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	2,500.
BLANK CHILDRENS HOSPITAL 1200 PLEASANT STREET DES MOINES, IA 50309	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	100,000.
Total	SEE CONTINUATION SHEET(S)			3a 396,390.
b Approved for future payment				
NONE				
Total				3b 0.

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(See worksheet in line 13 instructions to verify calculations)

Form **990-PF** (2016)

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Part XV Supplementary Information

3 Grants and Contributions Paid During the Year (Continuation)

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
CELEBRITY FIGHT NIGHT 2111 EAST HIGHLAND AVE, STE 135 PHOENIX, AZ 85016	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	50,000.
CHILDREN & FAMILIES OF IOWA 5406 MERLE HAY RD JOHNSTON, IA 50131	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	10,000.
DES MOINES POLICE DEPARTMENT 25 E 1ST STREET DES MOINES, IA 50309	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	5,000.
EASTER SEALS IOWA 401 NE 66TH AVENUE DES MOINES, IA 50313	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	10,000.
FOOD BANK OF IOWA 2220 E 17TH ST DES MOINES, IA 50316	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	350.
GOLDEN GLOVES OF AMERICA 1503 LINDA LANE HUTCHINSON, KS 67502	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	3,000.
HABITAT FOR HUMANITY 2200 E EUCLID DES MOINES, IA 50317	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	2,500.
HOYT SHERMAN PLACE 1501 WOODLAND AVENUE DES MOINES, IA 50314	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	1,200.
I HAVE A DREAM FOUNDATION 2507 UNIVERSITY AVENUE DES MOINES, IA 50311	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	500.
IOWA HEALTH CARE ASSOCIATION FOUNDATION 6750 WESTOWN PARKWAY SUITE 100 WEST DES MOINES, IA 50266	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	20,000.
Total from continuation sheets				290,390.

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Part XV Supplementary Information

3 Grants and Contributions Paid During the Year (Continuation)

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
IOWA HEALTH FOUNDATION FESTIVAL OF TREES & LIGHTS 1440 INGERSOLL AVENUE DES MOINES, IA 50309	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	10,000.
IOWA STATE FAIR BLUE RIBBON FOUNDATION P.O. BOX 57130 DES MOINES, IA 50317	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	5,000.
IOWA STATE FAIR P.O. BOX 57130 DES MOINES, IA 50317	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	4,840.
LUTHERAN CHURCH OF HOPE 925 JORDAN CREEK PKWY WEST DES MOINES, IA 50266	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	1,500.
OTHER CHARITIES AROUND DES MOINES, IA 50309	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	48,550.
SCIENCE CENTER OF IOWA 401 W MARTIN LUTHER KING JR PKWY DES MOINES, IA 50309	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	7,500.
STRANDS OF STRENGTH 520 SOUTH 18TH STREET WEST DES MOINES, IA 50265	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	2,400.
TGEN FOUNDATION 445 N FIFTH STREET PHOENIX, AZ 85004	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	50.
THE SALVATION ARMY 105 E EUCLID AVE DES MOINES, IA 50313	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	1,000.
THE TERRACE HILL PARTNERSHIP 2300 GRAND AVENUE DES MOINES, IA 50312	NONE	PUBLIC	TO FURTHER CHARITABLE PURPOSES	5,000.
Total from continuation sheets				

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3 Grants and Contributions Paid During the Year (Continuation)

Total from continuation sheets

FORM 990-PF INTEREST ON SAVINGS AND TEMPORARY CASH INVESTMENTS STATEMENT 1

SOURCE	(A) REVENUE PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME
NURSING HOME INTEREST	1,563.	1,563.	1,563.
TOTAL TO PART I, LINE 3	1,563.	1,563.	1,563.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
UBS FINANCIAL SERVICES	123,072.	0.	123,072.	123,072.	123,072.
TO PART I, LINE 4	123,072.	0.	123,072.	123,072.	123,072.

FORM 990-PF OTHER INCOME STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
NET INVESTMENT INCOME FROM K-1 ACTIVITIES	80,761.	80,761.	80,761.
UBS FINANCIAL SERVICES - CAPITAL GAIN DIVIDENDS	3,021.	3,021.	3,021.
NURSING HOMES	4,848,599.	0.	4,848,599.
ASSISTED LIVING	676,842.	0.	676,842.
OTHER	4,805.	0.	4,805.
TOTAL TO FORM 990-PF, PART I, LINE 11	5,614,028.	83,782.	5,614,028.

FORM 990-PF	LEGAL FEES			STATEMENT	4
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
LEGAL FEES	71,804.	0.	71,804.	0.	
TO FM 990-PF, PG 1, LN 16A	71,804.	0.	71,804.	0.	

FORM 990-PF	ACCOUNTING FEES			STATEMENT	5
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
ACCOUNTING FEES	98,953.	0.	98,953.	0.	
TAX PREPARATION	8,070.	0.	0.	8,070.	
TO FORM 990-PF, PG 1, LN 16B	107,023.	0.	98,953.	8,070.	

FORM 990-PF	OTHER PROFESSIONAL FEES			STATEMENT	6
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
NURSING HOME MANAGEMENT & OTHER	206,422.	0.	206,422.	0.	
TO FORM 990-PF, PG 1, LN 16C	206,422.	0.	206,422.	0.	

FORM 990-PF	TAXES			STATEMENT	7
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
EXCISE TAX ON INVESTMENT	6,200.	6,200.	0.	0.	
PAYROLL	191,574.	0.	191,574.	0.	
PROPERTY	111,139.	0.	111,139.	0.	
TO FORM 990-PF, PG 1, LN 18	308,913.	6,200.	302,713.	0.	

FORM 990-PF	OTHER EXPENSES			STATEMENT	8
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
ADVERTISING	45,852.	0.	45,852.	0.	
BUSINESS EXPENSE	2,782.	0.	2,782.	0.	
BUSINESS TRAVEL	11,621.	0.	11,621.	0.	
DIETARY	224,163.	0.	224,163.	0.	
DUES & LICENSES	13,750.	0.	13,750.	0.	
EMPLOYEE RECRUITMENT	25,742.	0.	25,742.	0.	
REPAIRS & MAINTENANCE	159,933.	0.	159,933.	0.	
INCONTINENT CARE	7,217.	0.	7,217.	0.	
INSURANCE	35,678.	0.	35,678.	0.	
INVESTMENT FEES	27,398.	27,398.	0.	0.	
LINEN AND BEDDING	8,431.	0.	8,431.	0.	
MANAGEMENT FEE	40,088.	20,044.	20,044.	0.	
SNF SUPPLIES & THERAPIES	315,157.	0.	315,157.	0.	
TELEPHONE	14,701.	0.	14,701.	0.	
UTILITIES	211,343.	0.	211,343.	0.	
WORKMENS COMPENSATION	106,566.	0.	106,566.	0.	
SUPPLIES	203,273.	0.	203,273.	0.	
STAFF EDUCATION	22,504.	0.	22,504.	0.	
OFFICE EXPENSE	86,636.	0.	86,636.	0.	
MISCELLANEOUS	1.	0.	1.	0.	
LIFE INSURANCE	28,497.	0.	28,497.	0.	
TO FORM 990-PF, PG 1, LN 23	1,591,333.	47,442.	1,543,891.	0.	

FORM 990-PF	OTHER INCREASES IN NET ASSETS OR FUND BALANCES			STATEMENT	9
DESCRIPTION	AMOUNT				
ADDITIONAL BOOK DEPRECIATION IN EXCESS OF TAX DEPRECIATION	3,197.				
BOOK TAX DIFFERENCE PIMCO ONSHORE K-1	1,826.				
BOOK TAX DIFFERENCE PREMIER BLACKSTONE ENERGY K-1	26,274.				
BOOK TAX DIFFERENCE UBS FINANCIAL SERVICES 1099	120,159.				
PY ADJUSTMENT	150,945.				
TOTAL TO FORM 990-PF, PART III, LINE 3	302,401.				

FORM 990-PF	OTHER DECREASES IN NET ASSETS OR FUND BALANCES	STATEMENT	10
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DESCRIPTION	AMOUNT
BOOK TAX DIFFERENCE AVISTA K-1	5,121.
BOOK TAX DIFFERENCE PIMCO OFFSHORE K-1	32,492.
BOOK TAX DIFFERENCE NORTHERN TIER ENERGY K-1	1.
NON-DEDUCTIBLE DUES	1,563.
ACCRUED VACATION	47,828.
ROUNDING	1.
HPC MILLENNIUM INTL LTD CL A	293,877.
TOTAL TO FORM 990-PF, PART III, LINE 5	380,883.

FORM 990-PF	OTHER INVESTMENTS	STATEMENT	11
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DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
OTHER INVESTMENTS	COST	5,993,970.	5,263,125.
TOTAL TO FORM 990-PF, PART II, LINE 13		5,993,970.	5,263,125.

FORM 990-PF	OTHER ASSETS	STATEMENT	12
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DESCRIPTION	BEGINNING OF YR BOOK VALUE	END OF YEAR BOOK VALUE	FAIR MARKET VALUE
BASIS OF LIFE INSURANCE INVESTMENT	27,971.	27,971.	27,971.
DIVIDEND RECEIVABLE	108.	0.	0.
INTEREST RECEIVABLE	3.	0.	0.
POLICY VALUE OF LIFE INSURANCE INVESTMENT	59,563.	59,563.	59,563.
PREPAID INCOME TAX	5,402.	5,402.	5,402.
TO FORM 990-PF, PART II, LINE 15	93,047.	92,936.	92,936.