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

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▶ Information about Form 990-PF and its separate instructions is at www.irs.gov/form990pf.

2016**Open to Public Inspection****For calendar year 2016 or tax year beginning** , **2016**, and endingCLARKSON FAMILY FOUNDATION
PIONEER BANK & TRUST, TRUSTEE
P.O. BOX 729
BELLE FOURCHE, SD 57717

G Check all that apply ☐ Initial return ☐ Initial return of a former public charity
☐ Final return ☐ Amended return
☐ Address change ☐ Name change

H Check type of organization ☒ Section 501(c)(3) exempt private foundation
☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

I Fair market value of all assets at end of year (from Part II, column (c), line 16)
▶ \$ 3,791,094.

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

A Employer identification number
46-0460142

B Telephone number (see instructions)
(605) 892-3494

C If exemption application is pending, check here ▶ ☐

D 1 Foreign organizations, check here ▶ ☐
2 Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐

E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐

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

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)
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	1,096.	1,096.	N/A	
4 Dividends and interest from securities	79,744.	79,744.		
5a Gross rents				
b Net rental income or (loss)				
6a Net gain or (loss) from sale of assets not on line 10	49,838.			
b Gross sales price for all assets on line 6a 594,551.				
7 Capital gain net income (from Part IV, line 2)		49,838.		
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	130,678.	130,678.		
13 Compensation of officers, directors, trustees, and key employees	32,918.	29,626.		3,292.
14 Other employee salaries and wages				
15 Pension plans, employee benefits				
16a Legal fees (attach schedule) SEE ST 1	6,175.	5,558.		617.
b Accounting fees (attach sch)				
c Other professional fees (attach sch)				
17 Interest				
18 Taxes (attach schedule) (see instrs) SEE STM 2	8,062.	1,675.		
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	47,155.	36,859.		3,909.
25 Contributions, gifts, grants paid PART XV	191,802.			191,802.
26 Total expenses and disbursements. Add lines 24 and 25	238,957.	36,859.		195,711.
27 Subtract line 26 from line 12:				
a Excess of revenue over expenses and disbursements	-108,279.			
b Net investment income (if negative, enter -0-)		93,819.		
c Adjusted net income (if negative, enter -0-)				

SCANNED MAY 18 2017

ADMINISTRATIVE EXPENSE

921 16

Part II Balance Sheets		Beginning of year (a) Book Value	End of year	
			(b) Book Value	(c) Fair Market Value
ASSETS	1 Cash — non-interest-bearing			
	2 Savings and temporary cash investments	204,508.	341,944.	341,944.
	3 Accounts receivable			
	Less allowance for doubtful accounts			
	4 Pledges receivable			
	Less allowance for doubtful accounts			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
	7 Other notes and loans receivable (attach sch)			
	Less allowance for doubtful accounts			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments — U.S. and state government obligations (attach schedule)			
	b Investments — corporate stock (attach schedule)			
	c Investments — corporate bonds (attach schedule)	1,008,392.	1,130,613.	1,085,195.
	11 Investments — land, buildings, and equipment basis			
LIABILITIES	Less accumulated depreciation (attach schedule)			
	12 Investments — mortgage loans			
	13 Investments — other (attach schedule)	2,542,465.	2,175,060.	2,360,649.
	14 Land, buildings, and equipment basis			
	Less accumulated depreciation (attach schedule)			
	15 Other assets (describe SEE STATEMENT 3)	1,570.	3,306.	3,306.
	16 Total assets (to be completed by all filers — see the instructions. Also, see page 1, item I)	3,756,935.	3,650,923.	3,791,094.
	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
FUND ASSETS	20 Loans from officers, directors, trustees, & other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe)			
	23 Total liabilities (add lines 17 through 22)	0.	0.	
FUND BALANCES	Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. <input type="checkbox"/>			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. <input checked="" type="checkbox"/>			
	27 Capital stock, trust principal, or current funds	3,756,935.	3,650,923.	
	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 (see instructions)	3,756,935.	3,650,923.	
	31 Total liabilities and net assets/fund balances (see instructions)	3,756,935.	3,650,923.	

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	3,756,935.
2 Enter amount from Part I, line 27a	2	-108,279.
3 Other increases not included in line 2 (itemize) SEE STATEMENT 4	3	2,267.
4 Add lines 1, 2, and 3	4	3,650,923.
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	3,650,923.

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse, or common stock, 200 shares MLC Company)		(b) How acquired P — Purchase D — Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1 a ST COVERED PIONEER BANK & TRUST (SEE ATTACHED)		P	VARIOUS	VARIOUS
b LT COVERED PIONEER BANK & TRUST (SEE ATTACHED)		P	VARIOUS	VARIOUS
c LT NON-COVERED PIONEER BANK & TRUST (SEE ATTACHED)		P	VARIOUS	VARIOUS
d CAPITAL GAIN DIVIDENDS				
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 23,041.		22,672.	369.
b 59,446.		91,225.	-31,779.
c 499,101.		430,816.	68,285.
d			
e			

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

(i) FMV 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			369.
b			-31,779.
c			68,285.
d			12,963.
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	49,838.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)	If gain, also enter in Part I, line 8, column (c) (see instructions) If (loss), enter -0- in Part I, line 8		3	0.

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income)

N/A

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			
2014			
2013			
2012			
2011			

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

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

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

1 a Exempt operating foundations described in section 4940(d)(2), check here <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 type="checkbox"/> and enter 1% of Part I, line 27b		1	1,876.
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	1,876.
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	1,876.
6 Credits/Payments			
a 2016 estimated tax pmts and 2015 overpayment credited to 2016	6 a	5,600.	
b Exempt foreign organizations – tax withheld at source	6 b		
c Tax paid with application for extension of time to file (Form 8868)	6 c		
d Backup withholding erroneously withheld	6 d		
7 Total credits and payments. Add lines 6a through 6d	7	5,600.	
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	0.	
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	3,724.	
11 Enter the amount of line 10 to be: Credited to 2017 estimated tax <u>2,000.</u> Refunded	11	1,724.	

Part VII-A Statements Regarding Activities

	Yes	No
1 a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)? <i>If the answer is 'Yes' to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities</i>		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 <u>\$ 0.</u> (2) On foundation managers <u>\$ 0.</u>		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <u>\$ 0.</u>		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? <i>If 'Yes,' attach a detailed description of the activities</i>		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? <i>If 'Yes,' attach a conformed copy of the changes</i>		X
4 a 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?	N/A	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If 'Yes,' attach the statement required by General Instruction T</i>		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? <i>If 'Yes,' complete Part II, col (c), and Part XV</i>	X	
8 a Enter the states to which the foundation reports or with which it is registered (see instructions) <u>SD</u>		
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>	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)? <i>If 'Yes,' complete Part XIV</i>		X
10 Did any persons become substantial contributors during the tax year? <i>If 'Yes,' attach a schedule listing their names and addresses</i>		X

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Part VII-A Statements Regarding Activities (continued)

	11	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>PIONEER BANK & TRUST</u> Telephone no <u>(605) 892-3494</u> Located at <u>P.O. BOX 729 BELLE FOURCHE SD</u> ZIP + 4 <u>57717-0729</u>			
15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here <u>N/A</u> and enter the amount of tax-exempt interest received or accrued during the year <u>N/A</u>	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?	16		X
See the instructions for exceptions and filing requirements for FinCEN Form 114. If 'Yes,' enter the name of the foreign country <u></u>			

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
1 a During the year did the foundation (either directly or indirectly)		
(1) Engage in the sale or exchange, or leasing of property with a disqualified person? <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)? <u></u>	1 b	N/A
Organizations relying on a current notice regarding disaster assistance check here <u></u>		
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? <u></u>	1 c	X
2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))		
a At the end of tax year 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 <u>20__ , 20__ , 20__ , 20__</u>		
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) <u></u>	2 b	N/A
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here <u>20__ , 20__ , 20__ , 20__</u>		
3 a 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) <u></u>	3 b	N/A
4 a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes? <u></u>	4 a	X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2016? <u></u>	4 b	X

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Form 990-PF (2016)

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required (continued)**5 a** 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)?

5 b N/A

Organizations relying on a current notice regarding disaster assistance check here

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

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

6 a 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?

6 b X

If 'Yes' to 6b, file Form 8870

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

N/A

7 b

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
THAD MILTON BUCHOLZ PO BOX 881 BELLE FOURCHE, SD 57717	DIRECTOR 1.00	0.	0.	0.
KAY MUSIL 1032 E NICOLET AVE PHOENIX, AZ 85020	DIRECTOR 1.00	0.	0.	0.
FERMAN M. CLARKSON PO BOX 551 BELLE FOURCHE, SD 57717	PRES/DIRECTO 1.00	0.	0.	0.
PIONEER BANK & TRUST P.O BOX 729 BELLE FOURCHE, SD 57717-0729	TRUSTEE 20.00	32,918.	0.	0.

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

(a) Name and address of each employee paid more than \$50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
NONE				

Total number of other employees paid over \$50,000

0

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors *(continued)*

3 Five highest-paid independent contractors for professional services (see instructions). If none, enter 'NONE.'

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over \$50,000 for professional services		

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.

1	<u>N/A</u>	
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

1		
2		
All other program-related investments See instructions		
3		
Total. Add lines 1 through 3		0

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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	1 a	3,541,306.
b Average of monthly cash balances	1 b	251,321.
c Fair market value of all other assets (see instructions)	1 c	
d Total (add lines 1a, b, and c)	1 d	3,792,627.
e Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1 e	0.
2 Acquisition indebtedness applicable to line 1 assets	2	0.
3 Subtract line 2 from line 1d	3	3,792,627.
4 Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	56,889.
5 Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	3,735,738.
6 Minimum investment return. Enter 5% of line 5	6	186,787.

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	186,787.
2 a Tax on investment income for 2016 from Part VI, line 5	2 a	1,876.
b Income tax for 2016 (This does not include the tax from Part VI)	2 b	
c Add lines 2a and 2b	2 c	1,876.
3 Distributable amount before adjustments. Subtract line 2c from line 1	3	184,911.
4 Recoveries of amounts treated as qualifying distributions	4	
5 Add lines 3 and 4	5	184,911.
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	184,911.

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	1 a	195,711.
b Program-related investments — total from Part IX-B	1 b	
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)	3 a	
b Cash distribution test (attach the required schedule)	3 b	
4 Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	195,711.
5 Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see instructions)	5	
6 Adjusted qualifying distributions. Subtract line 5 from line 4	6	195,711.

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				184,911.
2 Undistributed income, if any, as of the end of 2016:				
a Enter amount for 2015 only			191,802.	
b Total for prior years 20____, 20____, 20____		0.		
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	0.			
4 Qualifying distributions for 2016 from Part XII, line 4 ▶ \$ 195,711.				
a Applied to 2015, but not more than line 2a			191,802.	
b Applied to undistributed income of prior years (Election required – see instructions)		0.		
c Treated as distributions out of corpus (Election required – see instructions)	0.			
d Applied to 2016 distributable amount				3,909.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2016 (If an amount appears in column (d), the same amount must be shown in column (a))	0.			0.
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	0.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount – see instructions		0.		
e Undistributed income for 2015. Subtract line 4a from line 2a. Taxable amount – see instructions			0.	
f Undistributed income for 2016. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2017				181,002.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required – see instructions)	0.			
8 Excess distributions carryover from 2011 not applied on line 5 or line 7 (see instructions)	0.			
9 Excess distributions carryover to 2017. Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9				
a Excess from 2012				
b Excess from 2013				
c Excess from 2014				
d Excess from 2015				
e Excess from 2016				

BAA

Form 990-PF (2016)

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

N/A

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

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			(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 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

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 Paid during the year SEE STATEMENT 5				
Total			3 a	191,802.
b Approved for future payment				
Total			3 b	

Part XVI-A	Analysis of Income-Producing Activities
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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) Exclu- sion 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	1,096.	
4	Dividends and interest from securities			14	79,744.	
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	49,838.	
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)				130,678.	
13	Total. Add line 12, columns (b), (d), and (e)					

(See worksheet in line 13 instructions to verify calculations)

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

2016

FEDERAL STATEMENTS
CLARKSON FAMILY FOUNDATION
PIONEER BANK & TRUST, TRUSTEE

PAGE 1

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STATEMENT 1
FORM 990-PF, PART I, LINE 16A
LEGAL FEES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL FEES	\$ 6,175.	\$ 5,558.		\$ 617.
TOTAL	<u>\$ 6,175.</u>	<u>\$ 5,558.</u>		<u>\$ 617.</u>

STATEMENT 2
FORM 990-PF, PART I, LINE 18
TAXES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
EXCISE TAXES	\$ 6,387.			
FOREIGN TAXES	1,675.	\$ 1,675.		
TOTAL	<u>\$ 8,062.</u>	<u>\$ 1,675.</u>		<u>\$ 0.</u>

STATEMENT 3
FORM 990-PF, PART II, LINE 15
OTHER ASSETS

	BOOK VALUE	FAIR MARKET VALUE
ACCRUED INCOME	\$ 3,306.	\$ 3,306.
TOTAL	<u>\$ 3,306.</u>	<u>\$ 3,306.</u>

STATEMENT 4
FORM 990-PF, PART III, LINE 3
OTHER INCREASES

REVERSAL FOLLOWING YEAR INCOME	\$ 2,267.
TOTAL	<u>\$ 2,267.</u>

STATEMENT 5
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND- ATION STATUS	PURPOSE OF GRANT	AMOUNT
REGIONAL HOSPICE OF THE NORTHERN HILLS 1440 N MAIN STREET SPEARFISH SD 57783	NONE	N/A	GENERAL FUND	\$ 2,500.
ALLIED ARTS FUND 713 SEVENTH STREET RAPID CITY SD 57701	NONE	N/A	GENERAL FUND	2,500.
AMERICAN LEGION 318 CUSTER ST BELLE FOURCHE SD 57717	NONE	N/A	GENERAL FUND	210.
BELLE FOURCHE SCHOOL DISTRICT FOUNDATION 2302 13TH AVENUE BELLE FOURCHE SD 57717	NONE	N/A	GENERAL FUND	5,400.
CITY OF BELLE FOURCHE BLACK HILLS 415 5TH AVENUE BELLE FOURCHE SD 57717	NONE	N/A	ROUNDUP FIREWORKS FUND	16,500.
BELLA PREGANCY RESOURCE CENTER P O BOX 755 SPEARFISH SD 57783	NONE	N/A	INTERVENTION PROGRAM FUND	1,000.
BOY SCOUTS OF AMERICA 144 NORTH STREET RAPID CITY SD 57701	NONE	N/A	GENERAL FUND	3,000.
SPECIAL OLYMPICS SOUTH DAKOTA 800 E 1-90 LANE SIOUX FALLS SD 57014	NONE	N/A	GENERAL FUND	500.
BLACK HILLS STATE UNIVERSITY FOUNDATION 1200 UNIVERSITY STREET SPEARFISH SD 57799	NONE	N/A	GENERAL FUND	10,700.
TOWN OF BUFFALO PO BOX 82 BUFFALO SD 57720	NONE	N/A	GENERAL FUND	757.
COMPASSION CUPBOARD 717 JACKSON STREET BELLE FOURCHE SD 57717	NONE	N/A	GENERAL FUND	2,000.

STATEMENT 5 (CONTINUED)
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

<u>NAME AND ADDRESS</u>	<u>DONEE RELATIONSHIP</u>	<u>FOUND- ATION STATUS</u>	<u>PURPOSE OF GRANT</u>	<u>AMOUNT</u>
CHILDREN'S HOME FOUNDATION P O BOX 1749 SIOUX FALLS SD 57101	NONE	N/A	CHILDREN FOREVER PROGRAM FUND	\$ 10,000.
CITY OF BELLE FOURCHE 606 6TH AVENUE BELLE FOURCHE SD 57717	NONE	N/A	ROUNDUP FIREWORKS FUND	600.
CITY OF RAPID CITY. 300 6TH STREET RAPID CITY SD 57701	NONE	N/A	STARTING STRONG INITIATIVE FUND	1,000.
CORNERSTONE RESCUE MISSION P O BOX 2188 RAPID CITY SD 57709	NONE	N/A	GENERAL FUND	15,000.
FAMILY RESOURCE NETWORK - TEEN PACT 610 MOOREFIELD PARK DR STE 700 RICHMOND VA 23236	NONE	N/A	GENERAL FUND	3,000.
FIRST INTERSTATE BANK - FESTIVAL OF TREES P O BOX 2160 BELLE FOURCHE SD 57717	NONE	N/A	GENERAL FUND	2,500.
FRIENDS OF GRACE BALLOCH MEM LIBRARY 106 W KANSAS STREET SPEARFISH SD 57783	NONE	N/A	GENERAL FUND	500.
FRONT PORCH COALITION 915 MOUNTAIN VIEW ROAD RAPID CITY SD 57702	NONE	N/A	GENERAL FUND	1,500.
HC NORTHWEST REGIONAL LIBRARY P O BOX 28 BUFFALO SD 57720	NONE	N/A	GENERAL FUND	500.
BLACK HILL AREA HABITAT FOR HUMANITY 825 SAINT JOSEPH STREET RAPID CITY SD 57701	NONE	N/A	GENERAL FUND	2,500.
BLACK HILLS REGIONAL SKI FOR LIGHT 2415 CREEK DRIVE RAPID CITY SD 57703	NONE	N/A	GENERAL FUND	1,000.

STATEMENT 5 (CONTINUED)
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

<u>NAME AND ADDRESS</u>	<u>DONEE RELATIONSHIP</u>	<u>FOUND- ATION STATUS</u>	<u>PURPOSE OF GRANT</u>	<u>AMOUNT</u>
GEIS MEMORIAL 1218 UNION STREET BELLE FOURCHE SD 57717	NONE	N/A	GENERAL FUND	\$ 100.
HARDING COUNTY CHAMBER OF COMMERCE P O BOX 444 BUFFALO SD 57720	NONE	N/A	GENERAL FUND	1,248.
BLACK HILLS AREA COMMUNITY FOUNDATION 825 ST. JOSEPH STREET RAPID CITY SD 57701	NONE	N/A	GENERAL FUND	5,000.
HARDING COUNTY SCHOOL P O BOX 307 BUFFALO SD 57720	NONE	N/A	GENERAL FUND	800.
SD DISABLED AMERICAN VETERANS 2501 WEST 22ND STREET SIOUX FALLS SD 57105	N/A	N/A	GENERAL FUND	1,000.
HELPLINE CENTER P O BOX 1215 RAPID CITY SD 57709	N/A	N/A	GENERAL FUND	5,000.
SOUTH DAKOTA COMMUNITY FOUNDATION P O BOX 296 PIERRE SD 57501	N/A	N/A	GENERAL FUND	10,000.
JUNIOR ACHIEVEMENT OF SOUTH DAKOTA 1000 N WEST AVE STE 110 SIOUX FALLS SD 57104	NONE	N/A	GENERAL FUND	550.
ST JAMES EPISCOPAL CHURCH 806 6TH AVENUE BELLE FOURCHE SD 57717	NONE	N/A	DELTA DENTAL FREE DENTAL CLINIC FUND	2,500.
MEADE COUNTY SCHOOL DISTRICT 46-1 12930 E HWY 34 STURGIS SD 57785	NONE	N/A	GENERAL FUND	3,926.
GREATER STURGIS LIFECARE FOUNDATION 949 HARMON STREET STURGIS SD 57785	NONE	N/A	GENERAL FUND	100.

STATEMENT 5 (CONTINUED)
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

<u>NAME AND ADDRESS</u>	<u>DONEE RELATIONSHIP</u>	<u>FOUND- ATION STATUS</u>	<u>PURPOSE OF GRANT</u>	<u>AMOUNT</u>
NEWELL RANCH RODEO 18695 WILLOW CREEK TRAIL NEWELL SD 57760	NONE	N/A	GENERAL FUND	\$ 300.
MONTESSORI MATTERS INC 516 WEST BETHANY HOME ROAD PHOENIX AZ 85013	NONE	N/A	GENERAL FUND	10,000.
NORTHERN HILLS AREA CASA 741 N 5TH STREET SPEARFISH SD 57783	NONE	N/A	GENERAL FUND	250.
SD CEO 1200 UNIVERSITY ST UNIT 9511 SPEARFISH SD 57799	NONE	N/A	GENERAL FUND	750.
PARENTS WHO CARE 1605 12TH AVENUE BELLE FOURCHE SD 57717	NONE	N/A	HEATING ASSISTANCE FUND	600.
OPERATION BLACK HILLS CABIN P O BOX 855 CUSTER SD 57730	NONE	N/A	DENTAL MOBILE FUND	1,000.
QUESTERS CHAPTER OF BELLE FOURCHE 11145 STAFFORD LOOP BELLE FOURCHE SD 57717	NONE	N/A	GENERAL FUND	3,600.
RAPID CITY CLUB FOR BOYS INC P O BOX 907 RAPID CITY SD 57709	NONE	N/A	GENERAL FUND	5,000.
YOUNG LIFE 5816 SHERIDAN LAKE RD STE 200 RAPID CITY SD 57702	NONE	N/A	GENERAL FUND	1,500.
YOUNG LIFE SPEARFISH P O BOX 1136 SPEARFISH SD 57783	NONE	N/A	GENERAL FUND	1,000.
MATTHEWS OPERA HOUSE & ARTS CENTER 612 N MAIN STREET SPEARFISH SD 57783	NONE	N/A	GENERAL FUND	10,000.

STATEMENT 5 (CONTINUED)
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

<u>NAME AND ADDRESS</u>	<u>DONEE RELATIONSHIP</u>	<u>FOUND- ATION STATUS</u>	<u>PURPOSE OF GRANT</u>	<u>AMOUNT</u>
SOCCER RAPID CITY DAKOTA FIELDS P O BOX 9151 RAPID CITY SD 57709	NONE	N/A	GENERAL FUND	\$ 5,000.
MEALS PROGRAM 303 NORTH MAPLE AVENUE RAPID CITY SD 57701	NONE	N/A	MONUMENT FUND	1,000.
SDSM&T SCHOLARSHIPS 306 E SAINT JOSEPH STREET STE 200 RAPID CITY SD 57701	NONE	N/A	SCHOLARSHIPS FOR FRESHMAN FUND	15,000.
BELLE FOURCHE POLICE RESERVE 30 5TH AVENUE BELLE FOURCHE SD 57717	NONE	N/A	GENERAL FUND	500.
SPF FOUNDATION FOR PUBLIC EDUCATION P O BOX 1351 SPEARFISH SD 57783	NONE	N/A	GENERAL FUND	500.
SPEARFISH FOUNDATION P O BOX 1351 SPEARFISH SD 57783	NONE	N/A	GENERAL FUND	2,000.
SPEARFISH VETERANS MONUMENT P O BOX 1072 SPEARFISH SD 57783	NONE	N/A	GENERAL FUND	5,000.
SPEARFISH AMERICAN LEGION BASEBALL P O BOX 501 SPEARFISH SD 57783	NONE	N/A	GENERAL FUND	250.
WEST RIVER SD CHIP PROGRAM 520 S 1ST AVENUE SIOUX FALLS SD 57104	NONE	N/A	GENERAL FUND	1,000.
STURGIS SOCCER ASSOCIATION INC P O BOX 833 STURGIS SD 57785	NONE	N/A	GENERAL FUND	250.
SD HISTORICAL SOCIETY FOUNDATION 900 GOVERNORS DRIVE PIERRE SD 57501	NONE	N/A	GENERAL FUND	1,000.

STATEMENT 5 (CONTINUED)
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

<u>NAME AND ADDRESS</u>	<u>DONEE RELATIONSHIP</u>	<u>FOUND- ATION STATUS</u>	<u>PURPOSE OF GRANT</u>	<u>AMOUNT</u>
TRI STATE MUESUM FOUNDATION 415 5TH AVENUE BELLE FOURCHE SD 57717	NONE	N/A	GENERAL FUND	\$ 250.
UNITED WAY OF BLACK HILLS 621 6TH STREET STE 100 SPEARFISH SD 57701	NONE	N/A	GENERAL FUND	6,602.
WHATEVER IT TAKES COALITION P O BOX 99 NEWELL SD 57760	NONE	N/A	GENERAL FUND	500.
RAPID CITY YMCA 815 KANSAS CITY STREET RAPID CITY SD 57701	NONE	N/A	GENERAL FUND	1,000.
LITERACY COUNCIL OF THE BLACK HILLS P O BOX 9183 RAPID CITY SD 57709	NONE	N/A	GENERAL FUND	2,059.
WHITEWOOD FIRE DEPARTMENT P O BOX 98 WHITEWOOD SD 57793	NONE	N/A	GENERAL FUND	250.
SD AGRICULTURE HERITAGE MUSEUM P O BOX 601 BROOKINGS SD 57007	NONE	N/A	GENERAL FUND	2,000.
SOCIETY OF ST VINCENT DE PAUL P O BOX 561 SPEARFISH SD 57783	NONE	N/A	GENERAL FUND	250.

TOTAL \$ 191,802.