



See a Social Security Number? Say Something!
Report Privacy Problems to <https://public.resource.org/privacy>
Or call the IRS Identity Theft Hotline at 1-800-908-4490



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.

2016

Open to Public Inspection

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

JOHN & EMMA DERST FOUNDATION, INC.
P.O. BOX 23174
SAVANNAH, GA 31403-3174

A Employer identification number
58-6043441

B Telephone number (see instructions)

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 ▶ ☐

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)
▶ \$ 1,304,564.

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

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 ☒ if the foundation is not required to attach Sch B

3 Interest on savings and temporary cash investments

4 Dividends and interest from securities

5 a Gross rents

b Net rental income or (loss)

6 a Net gain or (loss) from sale of assets not on line 10

b Gross sales price for all assets on line 6a 114,500.

7 Capital gain net income (from Part IV, line 2)

8 Net short-term capital gain

9 Income modifications

10 a Gross sales less returns and allowances

b Less Cost of goods sold

c Gross profit or (loss) (attach schedule)

11 Other income (attach schedule)

SEE STATEMENT 1

12 Total Add lines 1 through 11

13 Compensation of officers, directors, trustees, etc.

14 Other employee salaries and wages

15 Pension plans, employee benefits

16 a Legal fees (attach schedule)

b Accounting fees (attach sch) SEE ST 2

c Other professional fees (attach sch)

17 Interest

18 Taxes (attach schedule) (see instrs) SEE STM 3

19 Depreciation (attach schedule) and depletion

20 Occupancy

21 Travel, conferences, and meetings

22 Printing and publications

23 Other expenses (attach schedule)

SEE STATEMENT 4

24 Total operating and administrative expenses. Add lines 13 through 23

25 Contributions, gifts, grants paid PART XV

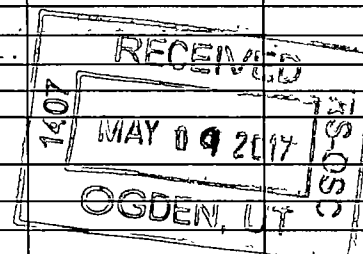
26 Total expenses and disbursements Add lines 24 and 25

27 Subtract line 26 from line 12

a Excess of revenue over expenses and disbursements

b Net investment income (if negative, enter -0-)

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		7,136.	6,902.	6,902.
	2	Savings and temporary cash investments		14,272.	111,435.	111,435.
	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)		387,564.	386,698.	1,054,152.
	c	Investments — corporate bonds (attach schedule)		175,005.	75,000.	71,370.
	11	Investments — land, buildings, and equipment basis				
	Less accumulated depreciation (attach schedule)					
12	Investments — mortgage loans					
13	Investments — other (attach schedule)		87,376.	87,376.	60,705.	
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)		671,353.	667,411.	1,304,564.	
LIABILITIES	17	Accounts payable and accrued expenses				
	18	Grants payable				
	19	Deferred revenue				
	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.	
NET ASSETS OR FUND BALANCES	Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. ☐					
	24	Unrestricted				
	25	Temporarily restricted				
	26	Permanently restricted				
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. ☒					
	27	Capital stock, trust principal, or current funds		58,695.	58,695.	
	28	Paid-in or capital surplus, or land, bldg, and equipment fund				
	29	Retained earnings, accumulated income, endowment, or other funds		612,658.	608,716.	
	30	Total net assets or fund balances (see instructions)		671,353.	667,411.	
	31	Total liabilities and net assets/fund balances (see instructions)		671,353.	667,411.	

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	671,353.
2	Enter amount from Part I, line 27a	2	-3,942.
3	Other increases not included in line 2 (itemize)	3	
4	Add lines 1, 2, and 3	4	667,411.
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	667,411.

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	4000 BAC CAPITAL TR VIII	P	8/22/05	8/15/16
b	100 CRACKER BARREL	P	12/01/05	12/06/16
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 100,000.		100,005.	-5.
b 14,500.		954.	13,546.
c			
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			-5.
b			13,546.
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	13,541.
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.)

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	47,126.	1,222,591.	0.038546
2014	45,575.	1,163,837.	0.039159
2013	39,338.	1,154,145.	0.034084
2012	39,378.	1,098,050.	0.035862
2011	45,310.	1,002,288.	0.045207

2 Total of line 1, column (d)	2	0.192858
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	0.038572
4 Enter the net value of noncharitable-use assets for 2016 from Part X, line 5	4	1,302,140.
5 Multiply line 4 by line 3	5	50,226.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	662.
7 Add lines 5 and 6	7	50,888.
8 Enter qualifying distributions from Part XII, line 4.	8	69,602.

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 ☐ and enter 'N/A' on line 1. Date of ruling or determination letter _____ (attach copy of letter if necessary – see instructions)			
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here ☒ and enter 1% of Part I, line 27b		1	662.
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	662.
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	662.
6 Credits/Payments			
a 2016 estimated tax pmts and 2015 overpayment credited to 2016	6 a	1,160.	
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	1,160.	
8 Enter any penalty for underpayment of estimated tax. Check here ☐ if Form 2220 is attached	8		
9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	0.	
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	498.	
11 Enter the amount of line 10 to be Credited to 2017 estimated tax	11	0.	

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)?		X
If the answer is 'Yes' to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities		
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation ☐ \$ 0. (2) On foundation managers ☐ \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ☐ \$ 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
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? 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	
8 a Enter the states to which the foundation reports or with which it is registered (see instructions)		
N/A		
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

BAA

Form 990-PF (2016)

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>D. MORGAN DERST</u> Telephone no. _____ Located at <u>15 BARTOW POINT SAVANNAH GA</u> ZIP + 4 <u>31403</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>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?	16	X
See the instructions for exceptions and filing requirements for FinCEN Form 114. If 'Yes,' enter the name of the foreign country _____		

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

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

	Yes	No
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? ☐ Yes ☒ No		
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No		
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☒ No		
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☒ No		
(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☒ No		
(6) Agree to pay money or property to a government official? (Exception. Check 'No' if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) ☐ Yes ☒ No		
b If any answer is 'Yes' to 1a(1)–(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? Organizations relying on a current notice regarding disaster assistance check here ☐	1 b	N/A
c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2016?	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? ☐ Yes ☒ No If 'Yes,' list the years <u>20</u> , <u>20</u> , <u>20</u> , <u>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)	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</u> , <u>20</u> , <u>20</u> , <u>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? ☐ Yes ☒ No		
b If 'Yes,' did it have excess business holdings in 2016 as a result of (1) any purchase by the foundation or disqualified persons after May 26, 1969, (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2016)	3 b	N/A
4 a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	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?	4 b	X

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
D. MORGAN DERST 15 BARTOW POINT SAVANNAH, GA 31403	CEO 0	0.	0.	0.
EDWARD J. DERST, III 12812 ROCKWELL AVENUE SAVANNAH, GA 31419	CFO 0	0.	0.	0.
HEATHER SMITH 1165 BELFAST RIVER ROAD RICHMOND HILL, GA 31324	SECRETARY 0.50	1,800.	0.	0.
CATHERINE D. MILLER 620 DANCY AVENUE SAVANNAH, GA 31419	AGENT 0	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	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
NONE				

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

0

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)**3** Five highest-paid independent contractors for professional services (see instructions). If none, enter 'NONE.'

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over \$50,000 for professional services		0

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.

	Expenses
1 N/A	
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 N/A	
2	
All other program-related investments See instructions	
3	
Total. Add lines 1 through 3	0.

BAA

Form 990-PF (2016)

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	1,236,912.
b	Average of monthly cash balances	1 b	85,058.
c	Fair market value of all other assets (see instructions)	1 c	
d	Total (add lines 1a, b, and c)	1 d	1,321,970.
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	1,321,970.
4	Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	19,830.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,302,140.
6	Minimum investment return. Enter 5% of line 5	6	65,107.

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	65,107.
2 a	Tax on investment income for 2016 from Part VI, line 5	2 a	662.
b	Income tax for 2016 (This does not include the tax from Part VI)	2 b	
c	Add lines 2a and 2b	2 c	662.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	64,445.
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	64,445.
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	64,445.

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	69,602.
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	69,602.
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	662.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	68,940.

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				64,445.
2 Undistributed income, if any, as of the end of 2016				
a Enter amount for 2015 only			6,147.	
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 ▶ \$ 69,602.				
a Applied to 2015, but not more than line 2a			6,147.	
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				63,455.
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				990.
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				

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

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

SEE STATEMENT 5

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

SEE STATEMENT FOR LINE 2A

c Any submission deadlines

SEE STATEMENT FOR LINE 2A

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

SEE STATEMENT FOR LINE 2A

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 6				
Total			3 a	66,650.
b Approved for future payment				
Total			3 b	

Enter gross amounts unless otherwise indicated

(See worksheet in line 13 instructions to verify calculations)

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes). (See instructions.)
----------------------	---

John and Emma Derst Foundation
Fair Market Value of Assets
Year Ended December 31, 2016

	End of Year	
	Book Value	Fair Market Value
CORPORATE STOCKS:		
193 ABBVIE INC.	10,012	12,086
8 ADVANSIX INC.	103	177
1,000 ALTRIA GROUP	8,616	67,620
3,000 AT&T	17,141	127,590
1,760 AVON PRODUCTS	8,981	8,870
250 AUTOMATIC DATA PROCESSING	17,271	25,695
300 BP PLC	12,550	11,214
500 CALIFORNIA RESOURCES CORP	3,429	1,171
83 CDK GLOBAL INC	2,252	4,954
200 CHEVRON CORP	23,193	23,540
1,278 COCA COLA	36,603	52,986
1,000 CRACK BAREL OLD COUNTRY STORE INC.	7,706	150,282
200 DISNEY (WALT) CO	19,937	20,844
1125 FLOWERS FOODS INC.	11,642	22,466
800 GENERAL ELECTRIC	20,594	25,280
818 HAWAIIAN ELECTRIC INDS INC	12,536	27,051
208 HONEYWELL INTL INC	19,906	24,097
500 KINDER MORGAN	18,711	10,355
230 KRAFT (THE)HEINZ CO	12,093	20,084
100 MOLSON COOR BREW	7,250	9,731
692 MONDOLEZ INTERNATIONAL INC	7,455	30,676
605 OCCIDENTAL PETE CORP	52,501	43,094
1,000 PHILIP MORRIS INTL INC.	19,634	91,490
300 J M SMUCKER CO	12,448	38,418
3,632 SOUTHERN COMPANY	9,384	178,658
632 XCEL ENERGY INC	14,750	25,723
	386,698	1,054,152
CORPORATE BONDS:		
1,000 THE CHARLES SCHWAB CORP NONCUM 6%	25,000	25,270
1,000 THE GABELLI EQ TR SER H 5%	25,000	22,850
1,000 PUBLIC STORAGE SER W 5.2%	25,000	23,250
	75,000	71,370
INVESTMENTS - OTHER:		
1,500 BLACKROCK MUN TARGET TERM TR	37,500	32,745
2,000 NUVEEN LONG\SHORT COMMOD TTL RTN	49,876	27,960
	87,376	60,705

2016

FEDERAL STATEMENTS

PAGE 1

JOHN & EMMA DERST FOUNDATION, INC.

58-6043441

STATEMENT 1
FORM 990-PF, PART I, LINE 11
OTHER INCOME

	(A) REVENUE PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME
OTHER INVESTMENT INCOME	\$ 234.		
TOTAL	\$ 234.	\$ 0.	\$ 0.

STATEMENT 2
FORM 990-PF, PART I, LINE 16B
ACCOUNTING FEES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
TAX PREPARATION	\$ 925.			\$ 925.
TOTAL	\$ 925.	\$ 0.	\$ 0.	\$ 925.

STATEMENT 3
FORM 990-PF, PART I, LINE 18
TAXES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
2016 FEDERAL EXCISE TAX ESTIMATE	\$ 815.			
TOTAL	\$ 815.	\$ 0.	\$ 0.	\$ 0.

STATEMENT 4
FORM 990-PF, PART I, LINE 23
OTHER EXPENSES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
BANK CHARGES	\$ 168.			\$ 168.
MISCELLANEOUS	31.			31.
OFFICE EXPENSE	28.			28.
TOTAL	\$ 227.	\$ 0.	\$ 0.	\$ 227.

JOHN & EMMA DERST FOUNDATION, INC.

58-6043441

STATEMENT 5
FORM 990-PF, PART XV, LINE 2A-D
APPLICATION SUBMISSION INFORMATION

NAME OF GRANT PROGRAM:

NAME: D. MORGAN DERST

CARE OF:

STREET ADDRESS: P.O. BOX 23174

CITY, STATE, ZIP CODE: SAVANNAH, GA 31403

TELEPHONE:

E-MAIL ADDRESS:

FORM AND CONTENT:

THE APPLICANT MUST BE A CHARITABLE ORGANIZATION APPROVED BY THE INTERNAL REVENUE SERVICE AND LOCATED IN THE COASTAL AREA SURROUNDING SAVANNAH, GEORGIA, AND SUBMIT COPIES OF ITS MOST RECENT FINANCIAL STATEMENTS AND INCOME TAX RETURN.

SUBMISSION DEADLINES:
RESTRICTIONS ON AWARDS:

N/A
CONTRIBUTIONS MUST GO TO THE ENDOWMENT ACCOUNT, NOT FOR GENERAL OPERATIONS. THUS, THE FOUNDATION WILL BE ABLE TO BUILD AN INVESTMENT PORTFOLIO FOR THE FUNDING OF FUTURE CHARITABLE PURPOSES AND NOT USED FOR SUPPORT OF DAILY OPERATIONS.

STATEMENT 6
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND- ATION STATUS	PURPOSE OF GRANT	AMOUNT
AMERICAN CANCER SOCIETY 6600 ABERCORN STREET, STE 206 SAVANNAH GA 31405	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	\$ 1,000.
BENEDICTINE MILITARY SCHOOL 6502 SEAWRIGHT DRIVE SAVANNAH GA 31406	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,150.
SAVANNAH GIRL SCOUT COUNCIL ENDWMT 127 ABERCORN STREET, STE 400 SAVANNAH GA 31401	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,100.
GEORGIA HISTORICAL SOCIETY ENDWMT 501 WHITAKER STREET SAVANNAH GA 31401	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,000.

JOHN & EMMA DERST FOUNDATION, INC.

58-6043441

STATEMENT 6 (CONTINUED)
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND- ATION STATUS	PURPOSE OF GRANT	AMOUNT
COASTAL HERITAGE SOCIETY ENDWMT FD 303 MARTIN LUTHER KING JR BLVD SAVANNAH GA 31401	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	\$ 1,200.
CARMELITE MONESTARY ENDWMT 11 WEST BACK STREET SAVANNAH GA 31419	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,100.
HOSPICE OF SAVANNAH ENDWMT P.O. BOX 13190 SAVANNAH GA 31416	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,300.
KING-TISDALE COTTAGE ENDWMT 502 EAST HARRIS STREET SAVANNAH GA 31401	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	900.
MASONIC HOME OF GEORGIA 811 MULBERRY STREET MACON GA 31201	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,000.
MIGHTY 8TH A.F. MUSEUM ENDWMT P.O. BOX 1992 SAVANNAH GA 31402	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	950.
RAPE CRISIS CENTER ENDWMT FUND P.O. BOX 8492 SAVANNAH GA 31412	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,000.
ROYCE LEARNING CENTER ENDWMT FD 4 OGLETHORPE PRFL BLVD SAVANNAH GA 31406	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,200.
S A F E SHELTER ENDWMT FD P.O. BOX 61119 SAVANNAH GA 31420	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,200.
PARK PLACE OUTREACH ENDWMT FD 11 WEST PARK AVENUE SAVANNAH GA 31401	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	900.

JOHN & EMMA DERST FOUNDATION, INC.

58-6043441

STATEMENT 6 (CONTINUED)
 FORM 990-PF, PART XV, LINE 3A
 RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND- ATION STATUS	PURPOSE OF GRANT	AMOUNT
SALVATION ARMY SAV'H HOME TOWN ENDWMT FD P.O. BOX 23798 SAVANNAH GA 31403	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	\$ 1,500.
SCOTTISH RITE CHILD CARE ENDWMT FD 1687 TULLIE CIRCLE NE ATLANTA GA 30329	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,300.
ST. VINCENT'S ACADEMY ENDWMT FD 207 EAST LIBERTY STREET SAVANNAH GA 31401	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,150.
TEEN CHALLENGE OF SAV'H ENDWMT FD 7393 HODGSON MEMORIAL DR, STE 204 SAVANNAH GA 31406	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	900.
TELFAIR MUSEUM OF ART ENDWMT FD P.O. BOX 10081 SAVANNAH GA 31412	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,000.
UNION MISSION ENDWMT FD 120 FAHM STREET SAVANNAH GA 31401	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,600.
WEST BROAD STREET YMCA ENDWMT FD 1110 MAY STREET SAVANNAH GA 31415	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,100.
YMCA HABERSHAM ST ENDWMT FD 6400 HABERSHAM ST SAVANNAH GA 31405	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,100.
GOODWILL INDS COASTAL EMPIRE ENDWMT P.O. BOX 15007 SAVANNAH GA 31416	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,050.
GREENBRIAR CHILDREN'S CENTER ENDWMT 3709 HOPKINS STREET SAVANNAH GA 31405	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,000.

JOHN & EMMA DERST FOUNDATION, INC.

58-6043441

STATEMENT 6 (CONTINUED)
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND- ATION STATUS	PURPOSE OF GRANT	AMOUNT
GEORGIA RADIO READING SERVICES 260 14TH STREET ATLANTA GA 30318	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	\$ 900.
TWO HUNDRED CLUB ENDOWMT FD P.O. BOX 779 MIDWAY GA 31320	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	800.
GEORGIA FDTN INDEPENDENT COLLEGES 945 EAST PACES FERRY ROAD, STE 1730 ATLANTA GA 30326	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,500.
CRIMESTOPPERS ENDWMT FD 3107 EAST VICTORY DRIVE SAVANNAH GA 31404	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,400.
MYSTERIOUS SANTA CLAUS ENDWMT FD 3101 WATERS AVENUE SAVANNAH GA 31404	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,200.
SAVANNAH ASSN FOR THE BLIND 3709 WATERS AVENUE SAVANNAH GA 31406	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,300.
RAM BAM DAY SCHOOL ENDWMT FD 5111 ABERCORN STREET SAVANNAH GA 31405	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,150.
MEMORIAL DAY SCHOOL ENDWMT 6500 HABERSHAM STREET SAVANNAH GA 31405	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,150.
VICTOR B. JENKINS BOYS CLUB ENDMT P.O. BOX 14271 SAVANNAH GA 31416	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,100.
FRANK CALLEN BOYS/GIRLS CLUB ENDWMT 413 WEST DUFFY STREET SAVANNAH GA 31401	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,100.

JOHN & EMMA DERST FOUNDATION, INC.

58-6043441

STATEMENT 6 (CONTINUED)
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND- ATION STATUS	PURPOSE OF GRANT	AMOUNT
HUMANE SOCIETY ENDWMT FD 7215 SALLIE MOOD DRIVE SAVANNAH GA 31406	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	\$ 1,100.
BETHESDA UNION SOCIETY P.O. BOX 13039 SAVANNAH GA 31416	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,100.
CALVARY BAPTIST DAY SCHOOL ENDWMT 4625 WATERS AVENUE SAVANNAH GA 31406	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,050.
SENIOR CITIZENS ALZHEIMERS ENDWMT FD 201 TELEVISION CIRCLE SAVANNAH GA 31406	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,000.
GEORGIA SALZBURGER SOCIETY 2980 EBENEZER ROAD RINCON GA 31326	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,000.
SAVANNAH OGEECHEE CANAL SOCIETY 681 FORT ARGYLE ROAD SAVANNAH GA 31405	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,000.
COASTAL CHILD ADVOCACY CTR ENDMT P.O. BOX 9926 SAVANNAH GA 31412	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	900.
SAVANNAH MUSIC FESTIVAL ENDOWMENT 200 EAST SAINT JULIAN STE 601 SAVANNAH GA 31401	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	700.
CARMELITE MONESTARY CAPITAL FD 11 WEST BACK STREET SAVANNAH GA 31419	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	5,000.
COASTAL PET RESCUE 639 ARCHER ROAD GUYTON GA 31321	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	500.

JOHN & EMMA DERST FOUNDATION, INC.

58-6043441

STATEMENT 6 (CONTINUED)
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND- ATION STATUS	PURPOSE OF GRANT	AMOUNT
DEEP CENTER 2002 BULL STREET SAVANNAH GA 31401	NONE			\$ 500.
ISLANDS FERAL CAT PROJECT 28 TWELVE OAKS DR SAVANNAH GA 31410	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	500.
LIVING VINE CAPITAL FD 535 E 54TH ST. SAVANNAH GA 31405	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	2,000.
SENIOR CITIZENS MEALS ON WHEELS 3025 BULL STREET SAVANNAH GA 31401	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,500.
SONS OF CONFEDERATE VETERANS 544 MULBERRY ST, STE 310 MACON GA 31202	NONE			1,500.
SOUTHBRIDGE COMM CHURCH CAPITAL FD 53 CRESTWOOD DRIVE SAVANNAH SAVANNAH	NONE			1,000.
UNION MISSION 120 FAHM STREET SAVANNAH GA 31401	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	1,000.
BENEDICTINE MILLITARY SCHOOL BLDG FUND 6502 SEAWRIGHT DRIVE SAVANNAH GA 31406	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	2,000.
MEDAL OF HONOR FOUNDATION 1501 LEE HIGHWAY, SUITE 300 ARLINGTON VA 22209	NONE			2,000.
ST. VINCENT'S ACADEMY CAPITAL FD 207 EAST LIBERTY STREET SAVANNAH GA 31401	NONE		FOR FURTHERANCE OF ITS CHARITABLE PURPOSE	2,000.
SAV A LIFE 4 RAINTREE LANE SAVANNAH GA 31411	NONE			1,000.

TOTAL \$ 66,650.