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Form **990-PF**Department of the Treasury  
Internal Revenue Service**Return of Private Foundation**

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

Do not enter social security numbers on this form as it may be made public.

Information about Form 990-PF and its separate instructions is at [www.irs.gov/form990pf](http://www.irs.gov/form990pf)

OMB No. 1545-0052

**2016**

Open to Public Inspection

For calendar year 2016 or tax year beginning

, 2016, and ending

, 20

Name of foundation

THE HERBERT AND PEGGY STOCKHAM FOUNDATION

Number and street (or P.O. box number if mail is not delivered to street address)

1525 WEST WT HARRIS BLVD

City or town, state or province, country, and ZIP or foreign postal code

CHARLOTTE, NC 28262

G Check all that apply:

Initial return

Final return

Address change

Initial return of a former public charity

Amended return

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, col. (c), line

16) \$ 1,400,406.

J Accounting method: ☒ Cash ☐ Accrual☐ Other (specify)

(Part I, column (d) must be on cash basis.)

A Employer identification number

63-1254357

B Telephone number (see instructions)

855-739-2921

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				
4 Dividends and interest from securities	28,248.	27,373.		STMT 1
5a Gross rents				
b Net rental income or (loss)				
6a Net gain or (loss) from sale of assets not on line 10	23,623.			
b Gross sales price for all assets on line 6a	352,927.			
7 Capital gain net income (from Part IV, line 2)		23,623.		
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)	209.			STMT 3
12 Total. Add lines 1 through 11	52,080.	50,996.		
13 Compensation of officers, directors, trustees, etc.				
14 Other employee salaries and wages		NONE	NONE	
15 Pension plans, employee benefits		NONE	NONE	
16a Legal fees (attach schedule)				
b Accounting fees (attach schedule) STMT 4	1,000.	NONE	NONE	1,000.
c Other professional fees (attach schedule) STMT 5	15,324.	15,324.		
17 Interest				
18 Taxes (attach schedule) (see instructions) STMT 6	619.	619.		
19 Depreciation (attach schedule) and depletion				
20 Occupancy				
21 Travel, conferences, and meetings		NONE	NONE	
22 Printing and publications		NONE	NONE	
23 Other expenses (attach schedule) STMT 7	6.	6.		
24 Total operating and administrative expenses. Add lines 13 through 23.	16,949.	15,949.	NONE	1,000.
25 Contributions, gifts, grants paid				
26 Total expenses and disbursements. Add lines 24 and 25	16,949.	15,949.	NONE	1,000.
27 Subtract line 26 from line 12:				
a Excess of revenue over expenses and disbursements	35,131.			
b Net investment income (if negative, enter -0-)		35,047.		
c Adjusted net income (if negative, enter -0-)				

00

23

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 . . . . .	346.	393.	393.
	2	Savings and temporary cash investments . . . . .	158,515.	201,813.	201,813.
	3	Accounts receivable ▶ . . . . .			
		Less: allowance for doubtful accounts ▶ . . . . .			
	4	Pledges receivable ▶ . . . . .			
		Less: allowance for doubtful accounts ▶ . . . . .			
	5	Grants receivable . . . . .			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions) . . . . .			
	7	Other notes and loans receivable (attach schedule) ▶ . . . . .			
		Less: allowance for doubtful accounts ▶ . . . . .	NONE		
	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) . STMT 8 . . . . .	734,537.	648,481.	771,227.
	c	Investments - corporate bonds (attach schedule) . STMT 11 . . . . .	354,500.	430,979.	426,973.
	Liabilities	11	Investments - land, buildings, and equipment basis . . . . .		
		Less: accumulated depreciation ▶ (attach schedule) . . . . .			
12		Investments - mortgage loans . . . . .			
13		Investments - other (attach schedule) . . . . .			
14		Land, buildings, and equipment basis . . . . .			
		Less: accumulated depreciation ▶ (attach schedule) . . . . .			
15		Other assets (describe ▶ . . . . .)			
16		Total assets (to be completed by all filers - see the instructions. Also, see page 1, item I) . . . . .	1,247,898.	1,281,666.	1,400,406.
17		Accounts payable and accrued expenses . . . . .			
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 (attach schedule) . . . . .			
	22	Other liabilities (describe ▶ . . . . .)			
	23	Total liabilities (add lines 17 through 22) . . . . .		NONE	
		Foundations that follow SFAS 117, check here ▶ <input checked="" type="checkbox"/> X and complete lines 24 through 26 and lines 30 and 31. . . . .			
	24	Unrestricted . . . . .	1,247,898.	1,281,666.	
	25	Temporarily restricted . . . . .			
	26	Permanently restricted . . . . .			
		Foundations that do not follow SFAS 117, check here ▶ <input type="checkbox"/> and complete lines 27 through 31. . . . .			
27	Capital stock, trust principal, or current funds . . . . .				
28	Paid-in or capital surplus, or land, bldg., and equipment fund . . . . .				
29	Retained earnings, accumulated income, endowment, or other funds . . . . .				
30	Total net assets or fund balances (see instructions) . . . . .	1,247,898.	1,281,666.		
31	Total liabilities and net assets/fund balances (see instructions) . . . . .	1,247,898.	1,281,666.		

## 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	1,247,898.
2	Enter amount from Part I, line 27a . . . . .	2	35,131.
3	Other increases not included in line 2 (itemize) ▶ MUTUAL FUND TAX EFFECTIVE DATE BEFORE TYE . . . . .	3	249.
4	Add lines 1, 2, and 3 . . . . .	4	1,283,278.
5	Decreases not included in line 2 (itemize) ▶ SEE STATEMENT 12 . . . . .	5	1,612.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30 . . . . .	6	1,281,666.

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**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.)**1 a PUBLICLY TRADED SECURITIES**

b			
c			
d			
e			

(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a 352,927.		329,304.	23,623.
b			
c			
d			
e			

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

(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
a			23,623.
b			
c			
d			
e			

2 Capital gain net income or (net capital loss)	{ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }	2	23,623.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c) (see instructions). If (loss), enter -0- in Part I, line 8	{ }	3	

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

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

If section 4940(d)(2) applies, leave this part blank.

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period?

☐ Yes ☒ No

If "Yes," the foundation does not qualify under section 4940(e). Do not complete this part.

**1 Enter the appropriate amount in each column for each year; see the instructions before making any entries.**

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2015	1,000.	1,344,063.	0.000744
2014	1,000.	1,344,116.	0.000744
2013	65,000.	1,277,125.	0.050896
2012	529,496.	1,707,548.	0.310091
2011	65,000.	1,767,159.	0.036782

2 Total of line 1, column (d)	2	0.399257
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	0.079851
4 Enter the net value of noncharitable-use assets for 2016 from Part X, line 5	4	1,334,096.
5 Multiply line 4 by line 3.	5	106,529.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	350.
7 Add lines 5 and 6.	7	106,879.
8 Enter qualifying distributions from Part XII, line 4 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.	8	1,000.

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

<b>1a</b> 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)	1	701.
<b>b</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. . . . .		
<b>c</b> All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b).		
<b>2</b> Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	2	
<b>3</b> Add lines 1 and 2	3	701.
<b>4</b> Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	NONE
<b>5</b> Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	701.
<b>6</b> Credits/Payments		
<b>a</b> 2016 estimated tax payments and 2015 overpayment credited to 2016	6a	228.
<b>b</b> Exempt foreign organizations - tax withheld at source	6b	NONE
<b>c</b> Tax paid with application for extension of time to file (Form 8868)	6c	NONE
<b>d</b> Backup withholding erroneously withheld	6d	
<b>7</b> Total credits and payments. Add lines 6a through 6d	7	228.
<b>8</b> Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	
<b>9</b> Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	473.
<b>10</b> Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	
<b>11</b> Enter the amount of line 10 to be: Credited to 2017 estimated tax <input type="checkbox"/> NONE Refunded <input type="checkbox"/>	11	

**Part VII-A Statements Regarding Activities**

	Yes	No
<b>1a</b> 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>b</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
<b>c</b> Did the foundation file Form 1120-POL for this year?		X
<b>d</b> Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. \$ (2) On foundation managers. \$		
<b>e</b> Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. \$		
<b>2</b> 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
<b>3</b> 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
<b>4a</b> Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
<b>b</b> If "Yes," has it filed a tax return on Form 990-T for this year?		
<b>5</b> Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.		X
<b>6</b> 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	
<b>7</b> 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	
<b>8a</b> Enter the states to which the foundation reports or with which it is registered (see instructions) AL		
<b>b</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	
<b>9</b> 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
<b>10</b> Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

**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 ▶ N/A	13	X
14 The books are in care of ▶ SEE STATEMENT 13 Telephone no. ▶ ZIP+4 ▶		
15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here . . . . . and enter the amount of tax-exempt interest received or accrued during the year . . . . . ▶ 15		
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 . . . . . ▶	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? . . . . . If "Yes," list the years ▶	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see instructions.) . . . . .	2b	X
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. ▶		
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.) . . . . .	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)? ☐ **5b**Organizations relying on a current notice regarding disaster assistance check here ☐**c** If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☐ No

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

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

If "Yes" to 6b, file Form 8870

**7a** At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No**b** If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? ☐ **7b****Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors****1** List all officers, directors, trustees, foundation managers and their compensation (see instructions).

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (if not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE STATEMENT 14				

**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		-0-	-0-	-0-

**Total number of other employees paid over \$50,000** ☐ **NONE**

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**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		NONE
Total number of others receiving over \$50,000 for professional services . . . . .		NONE

**Part IX-A Summary of Direct Charitable Activities**

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

	Expenses
1 NONE	
2	
3	
4	

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

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2

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



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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities . . . . .	1a	1,174,588.
b	Average of monthly cash balances . . . . .	1b	179,824.
c	Fair market value of all other assets (see instructions). . . . .	1c	NONE
d	<b>Total</b> (add lines 1a, b, and c) . . . . .	1d	1,354,412.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) . . . . .	1e	
2	Acquisition indebtedness applicable to line 1 assets . . . . .	2	NONE
3	Subtract line 2 from line 1d . . . . .	3	1,354,412.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions). . . . .	4	20,316.
5	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,334,096.
6	<b>Minimum investment return.</b> Enter 5% of line 5 . . . . .	6	66,705.

**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	66,705.
2a	Tax on investment income for 2016 from Part VI, line 5 . . . . .	2a	701.
b	Income tax for 2016. (This does not include the tax from Part VI.) . . . . .	2b	
c	Add lines 2a and 2b . . . . .	2c	701.
3	Distributable amount before adjustments. Subtract line 2c from line 1 . . . . .	3	66,004.
4	Recoveries of amounts treated as qualifying distributions . . . . .	4	NONE
5	Add lines 3 and 4 . . . . .	5	66,004.
6	Deduction from distributable amount (see instructions). . . . .	6	NONE
7	<b>Distributable amount</b> as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1. . . . .	7	66,004.

**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	1,000.
b	Program-related investments - total from Part IX-B . . . . .	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes . . . . .	2	NONE
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required) . . . . .	3a	NONE
b	Cash distribution test (attach the required schedule) . . . . .	3b	NONE
4	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	1,000.
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	N/A
6	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4 . . . . .	6	1,000.

**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 . . . . .				66,004.
2 Undistributed income, if any, as of the end of 2016			NONE	
a Enter amount for 2015 only. . . . .				
b Total for prior years 20 <u>14</u> , 20 <u>  </u> , 20 <u>  </u> . . . . .		NONE		
3 Excess distributions carryover, if any, to 2016				
a From 2011 . . . . .	NONE			
b From 2012 . . . . .	297,853.			
c From 2013 . . . . .	1,851.			
d From 2014 . . . . .	NONE			
e From 2015 . . . . .	NONE			
f Total of lines 3a through e . . . . .	299,704.			
4 Qualifying distributions for 2016 from Part XII, line 4: ► \$ <u>1,000.</u>				
a Applied to 2015, but not more than line 2a . . . . .			NONE	
b Applied to undistributed income of prior years (Election required - see instructions) . . . . .		NONE		
c Treated as distributions out of corpus (Election required - see instructions) . . . . .	NONE			
d Applied to 2016 distributable amount . . . . .				1,000.
e Remaining amount distributed out of corpus. . . . .	NONE			
5 Excess distributions carryover applied to 2016. (If an amount appears in column (d), the same amount must be shown in column (a).)	65,004.			65,004.
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5 . . . . .	234,700.			
b Prior years' undistributed income. Subtract line 4b from line 2b. . . . .		NONE		
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 . . . . .		NONE		
d Subtract line 6c from line 6b. Taxable amount - see instructions . . . . .		NONE		
e Undistributed income for 2015. Subtract line 4a from line 2a. Taxable amount - see instructions . . . . .			NONE	
f Undistributed income for 2016. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2017. . . . .				NONE
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) . . . . .	NONE			
8 Excess distributions carryover from 2011 not applied on line 5 or line 7 (see instructions) . . . . .	NONE			
9 Excess distributions carryover to 2017. Subtract lines 7 and 8 from line 6a . . . . .	234,700.			
10 Analysis of line 9:				
a Excess from 2012 . . . . .	232,849.			
b Excess from 2013 . . . . .	1,851.			
c Excess from 2014 . . . . .	NONE			
d Excess from 2015 . . . . .	NONE			
e Excess from 2016 . . . . .	NONE			



**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
<b>a Paid during the year</b>				
<b>Total</b> . . . . .			<b>3a</b>	
<b>b Approved for future payment</b>				
<b>Total</b> . . . . .			<b>3b</b>	

<b>Part XVI-A</b>	<b>Analysis of Income-Producing Activities</b>
-------------------	--

Enter gross amounts unless otherwise indicated.

Enter gross amounts unless otherwise indicated.		Unrelated business income		Excluded by section 512, 513, or 514		(e)
		(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	Related or exempt function income (See instructions)
1	Program service revenue					
a						
b						
c						
d						
e						
f						
g	Fees and contracts from government agencies					
2	Membership dues and assessments . . . . .					
3	Interest on savings and temporary cash investments . . . . .					
4	Dividends and interest from securities . . . . .			14	28,248.	
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	23,623.	
9	Net income or (loss) from special events . . . . .					
10	Gross profit or (loss) from sales of inventory . . . . .					
11	Other revenue a					
b	EXCISE TAX REFUND			1	209.	
c						
d						
e						
12	Subtotal. Add columns (b), (d), and (e) . . . . .				52,080.	
13	Total. Add line 12, columns (b), (d), and (e) . . . . .				13	52,080.

(See worksheet in line 13 instructions to verify calculations.)

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

[illegible]

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## FORM 990PF, PART I - DIVIDENDS AND INTEREST FROM SECURITIES

=====

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
-----	-----	-----
AQR MANAGED FUTURES STR-I #15213	6.	6.
AMERIPRISE FINL INC	148.	148.
APPLE INC	303.	303.
BLACKROCK INC	101.	101.
BOEING CO	267.	267.
CME GROUP INC	367.	367.
CVS HEALTH CORPORATION	137.	137.
CELANESE CORP	130.	130.
CISCO SYSTEMS INC	284.	284.
CITIGROUP INC.	59.	59.
COMCAST CORP CLASS A	141.	141.
CUMMINS INC.	148.	148.
DIAGEO PLC - ADR	111.	111.
WALT DISNEY CO	97.	97.
EATON VANCE GLOBAL MACRO - I #0088	896.	612.
FID ADV EMER MKTS INC- CL I #607	2,980.	2,980.
GILEAD SCIENCES INC	86.	86.
GOLDMAN SACHS GROUP INC	30.	30.
ISHARES S&P MID-CAP 400 GROWTH	628.	628.
ISHARES S&P MID-CAP 400 VALUE	971.	971.
ISHARES CORE S&P SMALL-CAP E	692.	692.
JPMORGAN CHASE & CO	251.	251.
JOHNSON CONTROLS INC	62.	62.
JPMORGAN HIGH YIELD FUND SS #3580	2,423.	2,423.
LAS VEGAS SANDS CORP	270.	270.
ELI LILLY & CO COM	22.	22.
MANULIFE FINANCIAL CORP	197.	197.
MCKESSON CORP	37.	37.
MERCK & CO INC NEW	115.	115.
MERGER FUND-INST #301	199.	199.
MICROSOFT CORP	282.	282.
MONSANTO CO NEW	144.	144.

## FORM 990PF, PART I - DIVIDENDS AND INTEREST FROM SECURITIES

=====

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
-----	-----	-----
NESTLE S.A. REGISTERED SHARES - ADR	139.	139.
ORACLE CORPORATION	18.	18.
PNC FINANCIAL SERVICES GROUP	138.	138.
ROCHE HOLDINGS LTD - ADR	163.	163.
T ROWE PRICE INST FLOAT RATE #170	731.	731.
T ROWE PRICE REAL ESTATE FD #122	670.	670.
SPDR DJ WILSHIRE INTERNATIONAL REAL	1,792.	1,792.
SCHLUMBERGER LTD	171.	171.
SUNCOR ENERGY INC NEW F	228.	228.
TJX COMPANIES INC	50.	50.
TARGET CORP	169.	169.
THERMO FISHER SCIENTIFIC INC	23.	23.
TOTAL S.A. - ADR	319.	319.
UNION PACIFIC CORP	202.	202.
UNITED PARCEL SERVICE-CL B	131.	131.
UNITEDHEALTH GROUP INC	160.	160.
VANGUARD INTERMEDIATE TERM B	2,954.	2,954.
VANGUARD SHORT TERM BOND ETF	1,769.	1,769.
VANGUARD FTSE DEVELOPED ETF	2,692.	2,692.
VANGUARD INFLAT-PROT SECS-ADM #5119	393.	249.
VANGUARD FTSE EMERGING MARKETS ETF	1,189.	1,189.
VANGUARD REIT VIPER	1,120.	772.
EATON CORP PLC	99.	
TE CONNECTIVITY LTD	24.	24.
WF TREAS PLUS MM FD-INST #793	320.	320.
	-----	-----
TOTAL	28,248.	27,373.
	=====	=====



## FORM 990PF, PART I - OTHER INCOME

=====

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS
-----	-----
EXCISE TAX REFUND	209.
	-----
TOTALS	209.
	=====

FORM 990PF, PART I - ACCOUNTING FEES  
=====

DESCRIPTION -----	REVENUE AND EXPENSES PER BOOKS -----	NET INVESTMENT INCOME -----	ADJUSTED NET INCOME -----	CHARITABLE PURPOSES -----
TAX PREPARATION FEE (NON-ALLOC	1,000.			1,000.
TOTALS	1,000.	NONE	NONE	1,000.
	=====	=====	=====	=====

FORM 990PF, PART I - OTHER PROFESSIONAL FEES  
=====

DESCRIPTION -----	REVENUE AND EXPENSES PER BOOKS -----	NET INVESTMENT INCOME -----
WELLS FARGO BANK - AGENT	15,324.	15,324.
TOTALS	15,324.	15,324.
	=====	=====

## FORM 990PF, PART I - TAXES

=====

DESCRIPTION -----	REVENUE AND EXPENSES PER BOOKS -----	NET INVESTMENT INCOME -----
FOREIGN TAXES	266.	266.
FOREIGN TAXES ON QUALIFIED FOR	192.	192.
FOREIGN TAXES ON NONQUALIFIED	161.	161.
	-----	-----
TOTALS	619.	619.
	=====	=====

THE HERBERT AND PEGGY STOCKHAM FOUNDATION

63-1254357

FORM 990PF, PART I - OTHER EXPENSES

=====

DESCRIPTION -----	REVENUE AND EXPENSES PER BOOKS -----	NET INVESTMENT INCOME -----
ADR FEES	6.	6.
TOTALS	6.	6.
	=====	=====

## THE HERBERT AND PEGGY STOCKHAM FOUNDATION

63-1254357

## FORM 990PF, PART II - CORPORATE STOCK

=====

DESCRIPTION	BEGINNING BOOK VALUE	ENDING BOOK VALUE	ENDING FMV
-----	-----	-----	----
779919109 T ROWE PRICE REAL ES	24,742.	34,452.	35,617.
126650100 CVS HEALTH CORPORATI	5,461.	5,473.	6,628.
03076C106 AMERIPRISE FINL INC	5,644.	7,013.	6,767.
46625H100 JPMORGAN CHASE & CO	5,275.	4,488.	9,578.
693475105 PNC FINANCIAL SERVIC	5,680.	6,990.	8,889.
58155Q103 MCKESSON CORP	4,711.	4,680.	4,775.
907818108 UNION PACIFIC CORP	6,974.	6,898.	9,642.
037833100 APPLE INC	10,675.	10,573.	17,141.
17275R102 CISCO SYSTEMS INC	6,015.	7,035.	9,640.
594918104 MICROSOFT CORP	6,356.	9,603.	14,168.
68389X105 ORACLE CORPORATION	3,442.		
20030N101 COMCAST CORP CLASS A	4,805.	5,071.	9,460.
22544R305 CREDIT SUISSE COMM R	31,609.	33,812.	25,997.
464287606 ISHARES S&P MID-CAP	35,617.	28,946.	51,745.
464287705 ISHARES S&P MID-CAP	41,224.	32,858.	54,744.
464287804 ISHARES CORE S&P SMA	38,399.	32,124.	56,246.
78463X863 SPDR DJ WILSHIRE INT	46,542.	16,572.	16,164.
87612E106 TARGET CORP	5,005.	4,147.	5,056.
91324P102 UNITEDHEALTH GROUP I	4,673.	4,920.	11,203.
922042858 VANGUARD FTSE EMERGI	63,701.	37,107.	35,100.
922908553 VANGUARD REIT VIPER	35,797.	3,521.	5,860.
008252108 AFFILIATED MANAGERS	3,790.	6,089.	6,684.
084670702 BERKSHIRE HATHAWAY I	7,076.	2,460.	4,726.
097023105 BOEING CO	7,059.	6,051.	9,185.
12572Q105 CME GROUP INC	4,796.	2,639.	5,652.
150870103 CELANESE CORP	5,220.	5,359.	8,031.
25243Q205 DIAGEO PLC - ADR	2,814.	5,374.	5,093.
254687106 WALT DISNEY CO	5,604.	2,955.	5,941.
375558103 GILEAD SCIENCES INC	2,676.	2,676.	3,366.

THE HERBERT AND PEGGY STOCKHAM FOUNDATION  
 FORM 990PF, PART II - CORPORATE STOCK  
 =====

63-1254357

DESCRIPTION -----	BEGINNING BOOK VALUE -----	ENDING BOOK VALUE -----	ENDING FMV ---
38141G104 GOLDMAN SACHS GROUP	3,153.		
478366107 JOHNSON CONTROLS INC	3,505.		
641069406 NESTLE S.A. REGISTER	4,028.		
806857108 SCHLUMBERGER LTD	7,015.	7,606.	8,227.
872540109 TJX COMPANIES INC	4,570.	2,244.	3,757.
883556102 THERMO FISHER SCIENT	3,148.	3,357.	5,503.
89151E109 TOTAL S.A. - ADR	6,063.	6,174.	6,371.
911312106 UNITED PARCEL SERVIC	3,628.	3,628.	4,815.
G29183103 EATON CORP PLC	2,539.	3,510.	4,428.
231021106 CUMMINS INC.	7,326.		
277923728 EATON VANCE GLOBAL M	12,380.	38,000.	37,613.
404280406 HSBC - ADR	5,642.		
63872T885 ASG GLOBAL ALTERNATI	22,061.	25,281.	22,866.
921943858 VANGUARD FTSE DEVELO	107,343.	61,175.	61,497.
00203H859 AQR MANAGED FUTURES	11,764.	37,701.	34,322.
09247X101 BLACKROCK INC	3,183.	3,927.	4,566.
172967424 CITIGROUP INC.	6,552.	7,872.	9,509.
517834107 LAS VEGAS SANDS CORP	3,997.	5,095.	5,021.
589509207 MERGER FUND-INST #30	10,384.	22,381.	22,306.
64128R608 NEUBERGER BERMAN LON	43,191.	31,787.	31,762.
02079K107 ALPHABET INC CL C	4,433.	4,433.	7,718.
405217100 HAIN CELESTIAL GROUP	3,732.	3,732.	3,552.
56501R106 MANULIFE FINANCIAL C	3,585.	6,077.	7,591.
61166W101 MONSANTO CO NEW	7,382.		
771195104 ROCHE HOLDINGS LTD -	5,414.	7,931.	6,876.
867224107 SUNCOR ENERGY INC NE	7,137.	7,321.	8,859.
072730302 BAYER AG - ADR		3,561.	3,754.
192446102 COGNIZANT TECH SOLUT		8,135.	8,012.
532457108 ELI LILLY & CO COM		3,519.	3,163.

THE HERBERT AND PEGGY STOCKHAM FOUNDATION

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FORM 990PF, PART II - CORPORATE STOCK  
=====

DESCRIPTION -----	BEGINNING BOOK VALUE -----	ENDING BOOK VALUE -----	ENDING FMV ---
58933Y105 MERCK & CO INC NEW		5,558.	6,122.
848574109 SPIRIT AEROSYTSEMS H		4,410.	5,485.
H84989104 TE CONNECTIVITY LTD		4,180.	4,434.
	-----	-----	-----
TOTALS	734,537. =====	648,481. =====	771,227. =====



THE HERBERT AND PEGGY STOCKHAM FOUNDATION

63-1254357

FORM 990PF, PART II - CORPORATE BONDS

=====

DESCRIPTION	BEGINNING BOOK VALUE	ENDING BOOK VALUE	ENDING FMV
-----	-----	-----	---
921937819 VANGUARD INTERMEDIAT	80,791.	135,847.	133,161.
921937827 VANGUARD SHORT TERM	156,700.	101,578.	100,584.
315920702 FID ADV EMER MKTS IN	49,318.	59,708.	60,627.
4812C0803 JPMORGAN HIGH YIELD	26,865.	53,962.	53,667.
77958B402 T ROWE PRICE INST FL	10,084.	22,299.	22,276.
091936732 BLACKROCK GL L/S CRE	30,742.	45,553.	44,948.
922031737 VANGUARD INFLAT-PROT		12,032.	11,710.
	-----	-----	-----
TOTALS	354,500.	430,979.	426,973.
	=====	=====	=====

## FORM 990PF, PART III - OTHER DECREASES IN NET WORTH OR FUND BALANCES

DESCRIPTION -----	AMOUNT -----
MUTUAL FUND POSTING DATE AFTER TYE	625.
ROC BASIS ADJUSTMENT	922.
DISALLOWED WASH SALES	57.
ROUNDING	8.
	-----
TOTAL	1,612.
	=====

THE HERBERT AND PEGGY STOCKHAM FOUNDATION

63-1254357

FORM 990PF, PART VII-A, LINE 14 - BOOKS ARE IN THE CARE OF  
=====

NAME: WELLS FARGO BANK NA

ADDRESS: 100 NORTH MAIN STREET D4001-065  
WINSTON SALEM, NC 27101

TELEPHONE NUMBER: (855)739-2921

STATEMENT 13

FORM 990PF, PART VIII - LIST OF OFFICERS, DIRECTORS, AND TRUSTEES

=====

OFFICER NAME:

HERBERT STOCKHAM

ADDRESS:

2940 ARGYLE ROAD

BIRMINGHAM, AL 35213

TITLE:

PRESIDENT

AVERAGE HOURS PER WEEK DEVOTED TO POSITION: 40

OFFICER NAME:

KATE STOCKHAM

ADDRESS:

6 PEACHTREE STREET

BIRMINGHAM, AL 35213

TITLE:

SECRETARY & TREASURE

AVERAGE HOURS PER WEEK DEVOTED TO POSITION: 40

OFFICER NAME:

PEGGY STOCKHAM

ADDRESS:

2940 ARGYLE ROAD

BIRMINGHAM, AL 35213

TITLE:

BOARD MEMBER

AVERAGE HOURS PER WEEK DEVOTED TO POSITION: 40

OFFICER NAME:

CAROLINE S. THOMAS

ADDRESS:

3257 ROCKLEDGE ROAD

BIRMINGHAM, AL 35213

TITLE:

BOARD MEMBER

AVERAGE HOURS PER WEEK DEVOTED TO POSITION: 40

FORM 990PF, PART VIII - LIST OF OFFICERS, DIRECTORS, AND TRUSTEES

=====

OFFICER NAME:

MARGARET S MILLER

ADDRESS:

501 SEVEN OAKS PARK  
BIRMINGHAM, AL 35242

TITLE:

BOARD MEMBER

AVERAGE HOURS PER WEEK DEVOTED TO POSITION: 40

THE HERBERT AND PEGGY STOCKHAM FOUNDATION  
FORM 990PF, PART XV - LINES 2a - 2d

63-1254357

=====

RECIPIENT NAME:

HERBERT STOCKHAM

ADDRESS:

2940 ARGYLE ROAD

BIRMINGHAM, AL 35213

RECIPIENT'S PHONE NUMBER: 404-238-0444

FORM, INFORMATION AND MATERIALS:

LETTER FORM

SUBMISSION DEADLINES:

NONE

RESTRICTIONS OR LIMITATIONS ON AWARDS:

NONE

STATEMENT 16