



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





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 (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 . . . . .	73,060	49,489	49,489
	3	Accounts receivable ▶ _____ Less allowance for doubtful accounts ▶ _____			
	4	Pledges receivable ▶ _____ Less allowance for doubtful accounts ▶ _____			
	5	Grants receivable . . . . .			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions) . . . . .			
	7	Other notes and loans receivable (attach schedule) ▶ _____ Less allowance for doubtful accounts ▶ _____			
	8	Inventories for sale or use . . . . .			
	9	Prepaid expenses and deferred charges . . . . .			
	10a	Investments—U S and state government obligations (attach schedule)			
	b	Investments—corporate stock (attach schedule) . . . . .	187,101	209,698	374,031
	c	Investments—corporate bonds (attach schedule) . . . . .	205,005	190,646	193,793
	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	<b>Total assets</b> (to be completed by all filers—see the instructions Also, see page 1, item I)	465,166	449,833	617,313	
Liabilities	17	Accounts payable and accrued expenses . . . . .			
	18	Grants payable. . . . .			
	19	Deferred revenue . . . . .			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule). . . . .			
	22	Other liabilities (describe ▶ _____)			
	23	<b>Total liabilities</b> (add lines 17 through 22) . . . . .	0	0	
Net Assets or Fund Balances	<b>Foundations that follow SFAS 117, check here ▶ <input type="checkbox"/></b> <b>and complete lines 24 through 26 and lines 30 and 31.</b>				
	24	Unrestricted . . . . .			
	25	Temporarily restricted . . . . .			
	26	Permanently restricted . . . . .			
	<b>Foundations that do not follow SFAS 117, check here ▶ <input checked="" type="checkbox"/></b> <b>and complete lines 27 through 31.</b>				
	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	465,166	449,833	
	30	<b>Total net assets or fund balances</b> (see instructions) . . . . .	465,166	449,833	
	31	<b>Total liabilities and net assets/fund balances</b> (see instructions) .	465,166	449,833	

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	465,166
2	Enter amount from Part I, line 27a . . . . .	2	-15,333
3	Other increases not included in line 2 (itemize) ▶ _____	3	
4	Add lines 1, 2, and 3 . . . . .	4	449,833
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	449,833

**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 )
<b>1 a</b> ST COVERED SALES THRU AMERITRUST			
<b>b</b> LT COVERED SALES THRU AMERITRUST	P		
<b>c</b> LT SALES THRU AMERITRUST - SEE ATTACHED	P		
<b>d</b> LT CAPIGAL GAIN THRU AMERITRUST	P	2015-01-01	2016-12-31
<b>e</b>			

  

(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)
<b>a</b> 2,747		2,739	8
<b>b</b> 5,505		5,985	-480
<b>c</b> 52,341		41,051	11,290
<b>d</b> 1			1
<b>e</b>			

  

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
<b>a</b>			8
<b>b</b>			-480
<b>c</b>			11,290
<b>d</b>			1
<b>e</b>			

  

<b>2</b> Capital gain net income or (net capital loss)	2	10,819
<b>3</b> Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) (see instructions) If (loss), enter -0- in Part I, line 8	3	

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

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

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

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

☐ Yes☒ No

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

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2015	31,425	641,486	0 048988
2014	27,727	628,481	0 044117
2013	24,565	568,672	0 043197
2012	28,404	559,101	0 050803
2011	19,131	556,190	0 034397

  

<b>2</b> Total of line 1, column (d)	2	0 221502
<b>3</b> 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 0443
<b>4</b> Enter the net value of noncharitable-use assets for 2016 from Part X, line 5	4	646,490
<b>5</b> Multiply line 4 by line 3	5	28,640
<b>6</b> Enter 1% of net investment income (1% of Part I, line 27b)	6	164
<b>7</b> Add lines 5 and 6	7	28,804
<b>8</b> Enter qualifying distributions from Part XII, line 4	8	31,711

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)**

<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)		
<b>b</b>	Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b . . . . .	<b>1</b>	164
<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-)	<b>2</b>	
<b>3</b>	Add lines 1 and 2. . . . .	<b>3</b>	164
<b>4</b>	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	<b>4</b>	
<b>5</b>	<b>Tax based on investment income.</b> Subtract line 4 from line 3. If zero or less, enter -0- . . . . .	<b>5</b>	164
<b>6</b>	Credits/Payments		
<b>a</b>	2016 estimated tax payments and 2015 overpayment credited to 2016	<b>6a</b>	75
<b>b</b>	Exempt foreign organizations—tax withheld at source . . . . .	<b>6b</b>	
<b>c</b>	Tax paid with application for extension of time to file (Form 8868) . . . . .	<b>6c</b>	
<b>d</b>	Backup withholding erroneously withheld . . . . .	<b>6d</b>	
<b>7</b>	Total credits and payments. Add lines 6a through 6d. . . . .	<b>7</b>	75
<b>8</b>	Enter any <b>penalty</b> for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	<b>8</b>	
<b>9</b>	<b>Tax due.</b> If the total of lines 5 and 8 is more than line 7, enter <b>amount owed</b> . . . . .	<b>9</b>	89
<b>10</b>	<b>Overpayment.</b> If line 7 is more than the total of lines 5 and 8, enter the <b>amount overpaid</b> . . . . .	<b>10</b>	
<b>11</b>	Enter the amount of line 10 to be <b>Credited to 2017 estimated tax</b> <input type="checkbox"/> <b>Refunded</b> <input type="checkbox"/>	<b>11</b>	

**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?	<b>1a</b>	No
<b>b</b> Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for definition)? . . . . . <i>If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities</i>	<b>1b</b>	No
<b>c</b> Did the foundation file <b>Form 1120-POL</b> for this year? . . . . .	<b>1c</b>	No
<b>d</b> Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year <b>(1)</b> On the foundation <input type="checkbox"/> \$ <u>0</u> <b>(2)</b> On foundation managers <input type="checkbox"/> \$ <u>0</u>		
<b>e</b> Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <input type="checkbox"/> \$ <u>0</u>		
<b>2</b> 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>	<b>2</b>	No
<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? <i>If "Yes," attach a conformed copy of the changes</i>	<b>3</b>	No
<b>4a</b> Did the foundation have unrelated business gross income of \$1,000 or more during the year? . . . . .	<b>4a</b>	No
<b>b</b> If "Yes," has it filed a tax return on <b>Form 990-T</b> for this year? . . . . .	<b>4b</b>	
<b>5</b> Was there a liquidation, termination, dissolution, or substantial contraction during the year? . . . . . <i>If "Yes," attach the statement required by General Instruction T</i>	<b>5</b>	No
<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? . . . . .	<b>6</b>	Yes
<b>7</b> 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> . . . . .	<b>7</b>	Yes
<b>8a</b> Enter the states to which the foundation reports or with which it is registered (see instructions) <input type="checkbox"/> AZ		
<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? <i>If "No," attach explanation</i> .	<b>8b</b>	Yes
<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)? <i>If "Yes," complete Part XIV</i> . . . . .	<b>9</b>	No
<b>10</b> Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses</i> . . . . .	<b>10</b>	No

**Part VII-A Statements Regarding Activities** (continued)

<b>11</b>	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). . . . .	<b>11</b>		<b>No</b>
<b>12</b>	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) . . . . .	<b>12</b>		<b>No</b>
<b>13</b>	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► N/A	<b>13</b>	<b>Yes</b>	
<b>14</b>	The books are in care of ► JIM HERBSTER Telephone no ► (702) 528-1233			

Located at ► 7425 E PRINCESS BLVD 2025 SCOTTSDALE AZ

ZIP+4 ► 85255

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

**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.**

<b>1a</b>	During the year did the foundation (either directly or indirectly)		<b>Yes</b>	<b>No</b>
	(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? ( <b>Exception.</b> 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>b</b>	If any answer is "Yes" to 1a(1)–(6), did <b>any</b> 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)? . . . . .	<b>1b</b>		
	Organizations relying on a current notice regarding disaster assistance check here. . . . .			
<b>c</b>	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? . . . . .	<b>1c</b>		<b>No</b>
<b>2</b>	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))			
<b>a</b>	At the end of tax year 2016, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2016? . . . . .		<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
	If "Yes," list the years ► 20____, 20____, 20____, 20____			
<b>b</b>	Are there any years listed in 2a for which the foundation is <b>not</b> 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 <b>all</b> years listed, answer "No" and attach statement—see instructions) . . . . .	<b>2b</b>		
<b>c</b>	If the provisions of section 4942(a)(2) are being applied to <b>any</b> of the years listed in 2a, list the years here ► 20____, 20____, 20____, 20____			
<b>3a</b>	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>b</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) . . . . .	<b>3b</b>		
<b>4a</b>	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	<b>4a</b>		<b>No</b>
<b>b</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?	<b>4b</b>		<b>No</b>

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

<b>5a</b> During the year did the foundation pay or incur any amount to				
(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
(3) Provide a grant to an individual for travel, study, or other similar purposes?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
(4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? (see instructions).	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
<b>b</b> If any answer is "Yes" to 5a(1)–(5), did <b>any</b> of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	<b>5b</b>		
Organizations relying on a current notice regarding disaster assistance check here.	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
<b>c</b> If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
If "Yes," attach the statement required by Regulations section 53.4945–5(d)				
<b>6a</b> Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
<b>b</b> Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	<b>6b</b>		<b>No</b>
If "Yes" to 6b, file Form 8870				
<b>7a</b> At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No			
<b>b</b> If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	<b>7b</b>		

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

<b>1 List all officers, directors, trustees, foundation managers and their compensation (see instructions).</b>				
(a) Name and address	Title, and average hours per week (b) devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	Expense account, (e) other allowances
BARRY F HERBSTER 9908 Vixen Lane Huntersville, NC 28078	TRUSTEE 1 0	2,400	0	0
STACEY L HERBSTER-HOOPER 21014 El Suelo Bueno SAN ANTONIO, TX 78258	TRUSTEE 1 0	2,400	0	0
BRAD J HERBSTER 10923 WASHAM POTTS ROAD CORNELIUS, NC 28031	TRUSTEE 1 0	2,400	0	0
JAMES R HERBSTER 7425 E PRINCESS BLVD SUITE 2025 SCOTTSDALE, AZ 85255	PRESIDENT & TREASURER 1 0	0	0	0
<b>2 Compensation of five highest-paid employees (other than those included on line 1—see instructions). If none, enter "NONE."</b>				
(a) Name and address of each employee paid more than \$50,000	Title, and average hours per week (b) devoted to position	(c) Compensation	Contributions to employee benefit plans and deferred compensation (d)	Expense account, (e) other allowances
<b>Total number of other employees paid over \$50,000.</b>				

**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
<b>Total</b> 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.

	Expenses
<b>1</b>	
<b>2</b>	
<b>3</b>	
<b>4</b>	

**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
<b>1</b>	
<b>2</b>	
All other program-related investments. See instructions.	
<b>Total.</b> Add lines 1 through 3 . . . . . ►	



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

<b>1</b>	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
<b>a</b>	Average monthly fair market value of securities.	<b>1a</b>	602,124
<b>b</b>	Average of monthly cash balances.	<b>1b</b>	54,211
<b>c</b>	Fair market value of all other assets (see instructions).	<b>1c</b>	0
<b>d</b>	<b>Total</b> (add lines 1a, b, and c).	<b>1d</b>	656,335
<b>e</b>	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation).	<b>1e</b>	
<b>2</b>	Acquisition indebtedness applicable to line 1 assets.	<b>2</b>	0
<b>3</b>	Subtract line 2 from line 1d.	<b>3</b>	656,335
<b>4</b>	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions).	<b>4</b>	9,845
<b>5</b>	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4.	<b>5</b>	646,490
<b>6</b>	<b>Minimum investment return.</b> Enter 5% of line 5.	<b>6</b>	32,325

**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.)

<b>1</b>	Minimum investment return from Part X, line 6.	<b>1</b>	32,325
<b>2a</b>	Tax on investment income for 2016 from Part VI, line 5.	<b>2a</b>	164
<b>b</b>	Income tax for 2016 (This does not include the tax from Part VI).	<b>2b</b>	
<b>c</b>	Add lines 2a and 2b.	<b>2c</b>	164
<b>3</b>	Distributable amount before adjustments. Subtract line 2c from line 1.	<b>3</b>	32,161
<b>4</b>	Recoveries of amounts treated as qualifying distributions.	<b>4</b>	
<b>5</b>	Add lines 3 and 4.	<b>5</b>	32,161
<b>6</b>	Deduction from distributable amount (see instructions).	<b>6</b>	
<b>7</b>	<b>Distributable amount</b> as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1.	<b>7</b>	32,161

**Part XII Qualifying Distributions** (see instructions)

<b>1</b>	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes		
<b>a</b>	Expenses, contributions, gifts, etc.—total from Part I, column (d), line 26.	<b>1a</b>	31,711
<b>b</b>	Program-related investments—total from Part IX-B.	<b>1b</b>	0
<b>2</b>	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes.	<b>2</b>	0
<b>3</b>	Amounts set aside for specific charitable projects that satisfy the		
<b>a</b>	Suitability test (prior IRS approval required).	<b>3a</b>	0
<b>b</b>	Cash distribution test (attach the required schedule).	<b>3b</b>	0
<b>4</b>	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4.	<b>4</b>	31,711
<b>5</b>	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).	<b>5</b>	164
<b>6</b>	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4.	<b>6</b>	31,547

**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
<b>1</b> Distributable amount for 2016 from Part XI, line 7				32,161
<b>2</b> Undistributed income, if any, as of the end of 2016				
<b>a</b> Enter amount for 2015 only. . . . .			26,770	
<b>b</b> Total for prior years 2014, 2013, 2012				
<b>3</b> Excess distributions carryover, if any, to 2016				
<b>a</b> From 2011. . . . .				
<b>b</b> From 2012. . . . .				
<b>c</b> From 2013. . . . .				
<b>d</b> From 2014. . . . .				
<b>e</b> From 2015. . . . .	0			
<b>f</b> Total of lines 3a through e. . . . .	0			
<b>4</b> Qualifying distributions for 2016 from Part XII, line 4 ▶ \$ <u>31,711</u>				
<b>a</b> Applied to 2015, but not more than line 2a			26,770	
<b>b</b> Applied to undistributed income of prior years (Election required—see instructions). . . . .				
<b>c</b> Treated as distributions out of corpus (Election required—see instructions). . . . .				
<b>d</b> Applied to 2016 distributable amount. . . . .				4,941
<b>e</b> Remaining amount distributed out of corpus	0			
<b>5</b> Excess distributions carryover applied to 2016 (If an amount appears in column (d), the same amount must be shown in column (a) )	0			0
<b>6 Enter the net total of each column as indicated below:</b>				
<b>a</b> Corpus Add lines 3f, 4c, and 4e Subtract line 5	0			
<b>b</b> Prior years' undistributed income Subtract line 4b from line 2b . . . . .				
<b>c</b> 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. . . . .				
<b>d</b> Subtract line 6c from line 6b Taxable amount—see instructions . . . . .				
<b>e</b> Undistributed income for 2015 Subtract line 4a from line 2a Taxable amount—see instructions . . . . .				
<b>f</b> Undistributed income for 2016 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2017 . . . . .				27,220
<b>7</b> 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). . . . .				
<b>8</b> Excess distributions carryover from 2011 not applied on line 5 or line 7 (see instructions). . . . .				
<b>9 Excess distributions carryover to 2017.</b> Subtract lines 7 and 8 from line 6a . . . . .	0			
<b>10</b> Analysis of line 9				
<b>a</b> Excess from 2012. . . . .				
<b>b</b> Excess from 2013. . . . .				
<b>c</b> Excess from 2014. . . . .				
<b>d</b> Excess from 2015. . . . .				
<b>e</b> Excess from 2016. . . . .	0			

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

<b>1a</b> 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>b</b> Check box to indicate whether the organization is a private operating foundation described in section <input type="checkbox"/> 4942(j)(3) or <input type="checkbox"/> 4942(j)(5)					
<b>2a</b> 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>b</b> 85% of line 2a . . . . .					
<b>c</b> Qualifying distributions from Part XII, line 4 for each year listed . . . . .					
<b>d</b> Amounts included in line 2c not used directly for active conduct of exempt activities . . . . .					
<b>e</b> Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c . . . . .					
<b>3</b> Complete 3a, b, or c for the alternative test relied upon					
<b>a</b> "Assets" alternative test—enter					
<b>(1)</b> Value of all assets . . . . .					
<b>(2)</b> Value of assets qualifying under section 4942(j)(3)(B)(i)					
<b>b</b> "Endowment" alternative test— enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed. . .					
<b>c</b> "Support" alternative test—enter					
<b>(1)</b> Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties) . . . .					
<b>(2)</b> Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii). . . .					
<b>(3)</b> Largest amount of support from an exempt organization					
<b>(4)</b> Gross investment income					

**Part XV Supplementary Information** (Complete this part only if the organization had \$5,000 or more in assets at any time during the year—see instructions.)

**1 Information Regarding Foundation Managers:**

**a** List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than \$5,000) (See section 507(d)(2) )

**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

---

**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 email 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)				
<b>a</b> <i>Paid during the year</i> See Additional Data Table				
<b>Total</b> . . . . .			<b>3a</b>	26,500
<b>b</b> <i>Approved for future payment</i>				
<b>Total</b> . . . . .			<b>3b</b>	

Enter gross amounts unless otherwise indicated

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See instructions )
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
<b>1</b> Program service revenue					
<b>a</b> _____					
<b>b</b> _____					
<b>c</b> _____					
<b>d</b> _____					
<b>e</b> _____					
<b>f</b> _____					
<b>g</b> Fees and contracts from government agencies					
<b>2</b> Membership dues and assessments. . . .					
<b>3</b> Interest on savings and temporary cash investments . . . . .			14	5,525	
<b>4</b> Dividends and interest from securities. . . .			14	9,420	
<b>5</b> Net rental income or (loss) from real estate					
<b>a</b> Debt-financed property. . . . .					
<b>b</b> Not debt-financed property. . . . .					
<b>6</b> Net rental income or (loss) from personal property					
<b>7</b> Other investment income. . . . .					
<b>8</b> Gain or (loss) from sales of assets other than inventory . . . . .			18	10,819	
<b>9</b> Net income or (loss) from special events					
<b>10</b> Gross profit or (loss) from sales of inventory					
<b>11</b> Other revenue <b>a</b> _____					
<b>b</b> _____					
<b>c</b> _____					
<b>d</b> _____					
<b>e</b> _____					
<b>12</b> Subtotal Add columns (b), (d), and (e). .				25,764	
<b>13 Total.</b> Add line 12, columns (b), (d), and (e). . . . .			<b>13</b>		25,764

(See worksheet in line 13 instructions to verify calculations )

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

[illegible]

## Part XVII

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

[illegible]

- 2a** Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? . . . . . ☐ Yes ☒ No
- b** If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship

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

Print/Type preparer's name  Stewart Goodson	Preparer's Signature	Date  2017-05-01	Check if self-employed ▶ <input type="checkbox"/>	PTIN  P00084462
Firm's name ▶ ERNST & YOUNG US LLP				Firm's EIN ▶
Firm's address ▶ 100 W Houston St Ste 1700  SAN ANTONIO, TX 78205				Phone no (210) 228-9696

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment				
Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
<b>a</b> <i>Paid during the year</i>				
MUSICAL INSTRUMENT MUSEUM 4725 E MAYO BOULEVARD PHOENIX, AZ 85050	NONE	PC	EDUCATION	1,000
SCOTTSDALE HEALTHCARE FOUNDATION 10001 N 92ND STREET SUITE 121 SCOTTSDALE, AZ 85258	NONE	PC	CHARITABLE	5,000
THE GOLDWATER INSTITUTE 500 E CORONADO ROAD PHOENIX, AZ 85004	NONE	PC	CHARITABLE	1,000
VICTORIA BOWLER MEMORIAL SCHOLARSHIP 1201 ELIZABETH AVENUE CHARLOTTE, NC 28204	NONE	PC	EDUCATION	500
ROGER MILLER MUSEUM 101 SOUTH SHEB WOOLEY AVENUE ERICK, OK 73645	NONE	PC	EDUCATION	500
CAROLINAS HEALTHCARE FOUNDATION INC PO BOX 32861 CHARLOTTE, NC 282322861	NONE	PC	HEALTHCARE	5,000
TEXAS PTA 408 WEST 11TH STREET AUSTIN, TX 78701	NONE	PC	CHARITABLE	7,500
JUDICIAL WATCH INC 425 3RD ST SW STE 800 WASHINGTON, DC 20024	NONE	PC	CHARITABLE	1,000
HONORHEALTH FOUNDATION 8125 N HAYDEN RD SCOTTSDALE, AZ 85258	NONE	PC	CHARITABLE	5,000
<b>Total . . . . . ▶</b> <b>3a</b>				26,500

**TY 2016 Accounting Fees Schedule****Name:** The Herbster Family Foundation**EIN:** 73-1514860

<b>Category</b>	<b>Amount</b>	<b>Net Investment Income</b>	<b>Adjusted Net Income</b>	<b>Disbursements for Charitable Purposes</b>
TAX PREPARATION FEES	3,222	1,611		1,611



**Note: To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.**

## **TY 2016 Depreciation Schedule**

**Name:** The Herbster Family Foundation

**EIN:** 73-1514860

## TY 2016 Investments Corporate Bonds Schedule

**Name:** The Herbster Family Foundation

**EIN:** 73-1514860

Name of Bond	End of Year Book Value	End of Year Fair Market Value
CORP. BONDS THRU AMERITRUST	190,646	193,793

## TY 2016 Investments Corporate Stock Schedule

**Name:** The Herbster Family Foundation

**EIN:** 73-1514860

Name of Stock	End of Year Book Value	End of Year Fair Market Value
CORP. STOCK THRU AMERITRUST	209,698	374,031

**TY 2016 Other Professional Fees Schedule****Name:** The Herbster Family Foundation**EIN:** 73-1514860

<b>Category</b>	<b>Amount</b>	<b>Net Investment Income</b>	<b>Adjusted Net Income</b>	<b>Disbursements for Charitable Purposes</b>
AMERITRUST INVESTMENT MGMT FEE	4,175	4,175		

**NEILL & BEVERLY WALSDORF**  
**SCHEDULE D (2016)**

Description	Date Acquired	Date Sold	Net Sales Proceeds	Cost or Other Basis	Gain (Loss)	Term Box B
J FHLMC 4136 HS	11/30/16	12/15/16	\$ 256	\$ 225	\$ 31	SHORT
J FHLMC 4584 LS	5/31/16	12/15/16	346,551	359,005	(12,454)	SHORT
J FHLMC 4615 GQ	9/30/16	12/15/16	7,494	7,464	30	SHORT
J FNMA 2012-93 HS	8/31/16	12/27/16	222,518	220,849	1,669	SHORT
J FNMA 2013-83 US	7/29/16	12/27/16	74,303	76,520	(2,217)	SHORT
J FNMA 2015-34 KX	5/29/15	3/3/16	242,238	243,980	(1,742)	SHORT
J FNMA 2016-26 SN	4/29/16	12/27/16	110,386	114,146	(3,760)	SHORT
J GNMA 2015-129 S	10/30/15	10/20/16	161,627	164,582	(2,955)	SHORT
J GNMA 2015-179 KX	1/29/16	12/20/16	149,232	151,564	(2,332)	SHORT
J GNMA 2016-17 KS	2/29/16	10/20/16	333,060	341,387	(8,327)	SHORT
J GNMA 2016-42 SN	3/31/16	12/20/16	309,020	318,242	(9,222)	SHORT
			<u>1,956,685</u>	<u>1,997,964</u>	<u>(41,279)</u>	

						Box I
J FHLMC 3922 SA	10/31/11	8/15/16	\$ 5,657	\$ 5,882	\$ (225)	LONG
J FHLMC 3924 LY	10/31/11	12/15/16	11,995	12,430	(435)	LONG
J FHLMC 3962 US	12/30/11	9/15/16	52,596	53,582	(986)	LONG
J FHLMC 4027 SV	5/30/12	12/15/16	35,043	35,623	(580)	LONG
J FHLMC 4091 LS	8/30/12	12/15/16	148,813	145,720	3,093	LONG
J FHLMC 4091 SE	8/30/12	12/15/16	63,710	62,386	1,324	LONG
J FHLMC 4091 SL	8/30/12	12/15/16	206,195	201,910	4,285	LONG
J FHLMC 4096 MS	8/31/12	12/15/16	31,333	30,701	632	LONG
J FHLMC 4107 SD	1/30/13	12/16/16	5,947	5,769	178	LONG
J FHLMC 4107 SD	1/30/13	1/29/16	125,312	125,314	(2)	LONG
J FHLMC 4116 NS	10/30/12	12/15/16	92,126	92,112	14	LONG
J FHLMC 4120 SH	1/30/13	12/15/16	4,882	4,851	31	LONG
J FHLMC 4203 SY	5/30/13	6/21/16	244,210	247,445	(3,235)	LONG
J FHLMC 4259 SB	10/31/13	12/15/16	39,497	39,182	315	LONG
J FHLMC 4300 SY	2/28/14	9/15/16	93,119	93,774	(655)	LONG
J FHLMC 4350 GS	6/30/14	12/15/16	53,377	53,902	(525)	LONG
J FHLMC 4362 AS	8/29/14	12/15/16	16,230	16,390	(160)	LONG
J FHLMC 4363 MS	7/31/14	12/15/16	43,979	44,309	(330)	LONG
J FHLMC 4384 TC	9/30/14	12/15/16	41,907	42,234	(327)	LONG
J FHLMC 4435 SB	3/31/15	12/15/16	64,787	66,073	(1,286)	LONG
J FHLMC 4468 SK	5/29/15	12/15/16	74,083	75,877	(1,794)	LONG
J FHLMC 4528 KS	11/30/15	12/15/16	82,005	83,824	(1,819)	LONG
J FNMA 2006-46 SP	8/29/08	12/27/16	1,201	1,201	-	LONG
J FNMA 2011-38 SA	5/31/11	12/27/16	15,683	15,144	539	LONG
J FNMA 2011-38 SB	7/29/11	12/27/16	173,560	176,444	(2,884)	LONG
J FNMA 2012-120 QS	4/30/13	12/27/16	8,159	8,174	(15)	LONG
J FNMA 2012-133 WS	11/30/13	12/27/16	37,026	36,841	185	LONG
J FNMA 2012-40 JS	3/30/12	7/25/16	50,376	51,006	(630)	LONG
J FNMA 2012-47 DS	4/30/12	12/27/16	183,271	183,242	29	LONG
J FNMA 2013-130 TS	1/30/14	12/27/16	65,980	65,877	103	LONG
J FNMA 2013-26 NS	3/28/13	6/21/16	162,996	166,119	(3,123)	LONG
J FNMA 2014-79 LS	12/31/14	1/25/16	1,050	1,080	(30)	LONG
J FNMA 2014-79 LS	12/31/14	2/1/16	235,275	235,277	(2)	LONG

**NEILL & BEVERLY WALSDORF**  
**SCHEDULE D (2016)**

	Description	Date Acquired	Date Sold	Net Sales Proceeds	Cost or Other Basis	Gain (Loss)	Term
J	FNMA 2014-90 DT	2/27/15	12/27/16	616,191	625,434	(9,243)	LONG
J	FNMA 2015-42 KS	7/31/15	12/27/16	259,782	265,911	(6,129)	LONG
J	FNMA 2015-42 HS	6/30/15	12/27/16	183,703	188,037	(4,334)	LONG
J	GNMA 2014-5 ST	3/31/14	7/18/16	18,466	18,789	(323)	LONG
J	GNMA 2015-103 SL	8/31/15	9/20/16	208,135	212,168	(4,033)	LONG
J	GNMA 2015-112 SL	9/30/15	10/20/16	192,787	196,311	(3,524)	LONG
				<u>3,950,444</u>	<u>3,986,345</u>	<u>(35,901)</u>	
				<u>\$ 5,907,129</u>	<u>\$ 5,984,309</u>	<u>\$ (77,180)</u>	

**NEILL WALSDORF  
SCHEDULE D (2016)**

Description	Date Acquired	Date Sold	Net Sales Proceeds	Cost or Other Basis	Gain (Loss)	Term
						Box B
T FHLMC 4584 LS	5/31/16	12/15/16	\$ 46,309	\$ 47,973	\$ (1,664)	SHORT
T FHLMC 4615 GQ	9/30/16	12/15/16	1,026	1,022	4	SHORT
T FNMA 2012-93 HS	8/31/16	12/27/16	10,761	10,680	81	SHORT
T FNMA 2013-83 US	7/29/16	12/27/16	21,093	21,722	(629)	SHORT
T FNMA 2015-179 KX	1/29/16	12/20/16	35,273	35,824	(551)	SHORT
T FNMA 2016-17 KS	2/29/16	10/20/16	38,200	39,155	(955)	SHORT
T FNMA 2016-26 SN	4/29/16	12/27/16	14,101	14,581	(480)	SHORT
T GNMA 2015-129 S	10/30/15	10/20/16	22,170	22,575	(405)	SHORT
T GNMA 2016-42 SN	3/31/16	12/20/16	12,191	12,555	(364)	SHORT
			<u>201,124</u>	<u>206,087</u>	<u>(4,963)</u>	

						Box E
T FHLMC 4027 SV	5/30/12	12/15/16	\$ 5,035	\$ 5,118	\$ (83)	LONG
T FHLMC 4091 LS	8/30/12	12/15/16	14,881	14,572	309	LONG
T FHLMC 4091 SE	8/30/12	12/15/16	17,924	17,552	372	LONG
T FHLMC 4091 SL	4/30/14	12/15/16	1,339	1,311	28	LONG
T FHLMC 4116 NS	10/30/12	12/15/16	10,290	10,288	2	LONG
T FHLMC 4120 SH	1/30/13	12/15/16	1,261	1,253	8	LONG
T FHLMC 4203 SY	9/30/13	6/21/16	29,848	30,246	(398)	LONG
T FHLMC 4300 SY	2/28/14	9/15/16	13,799	13,896	(97)	LONG
T FHLMC 4350 GS	6/30/14	12/15/16	6,193	6,254	(61)	LONG
T FHLMC 4362 AS	8/29/14	12/15/16	2,056	2,076	(20)	LONG
T FHLMC 4363 MS	7/31/14	12/15/16	5,388	5,428	(40)	LONG
T FHLMC 4384 TC	9/30/14	12/15/16	9,362	9,435	(73)	LONG
T FHLMC 4435 SB	3/31/15	12/15/16	5,803	5,918	(115)	LONG
T FHLMC 4468 SK	5/29/15	12/15/16	17,479	17,902	(423)	LONG
T FHLMC 4528 KS	11/30/15	12/15/16	12,515	12,793	(278)	LONG
T FNMA 2006-46 SP	8/29/08	12/27/16	107	107	-	LONG
T FNMA 2011-38 SA	5/31/11	12/27/16	1,336	1,290	46	LONG
T FNMA 2011-38 SB	8/31/11	12/27/16	34,597	35,172	(575)	LONG
T FNMA 2012-40 JS	3/30/12	7/25/16	5,325	5,392	(67)	LONG
T FNMA 2012-115 DX	9/28/12	12/27/16	16,175	15,902	273	LONG
T FNMA 2012-120 QS	4/30/13	12/27/16	1,021	1,023	(2)	LONG
T FNMA 2012-133 WS	11/30/12	12/27/16	4,049	4,029	20	LONG
T FNMA 2012-47 DS	4/30/12	12/27/16	39,586	39,581	5	LONG
T FNMA 2013-130 TS	1/30/14	12/27/16	5,108	5,100	8	LONG
T FNMA 2013-26 NS	3/28/13	6/21/16	20,254	20,644	(390)	LONG
T FNMA 2014-79 LS	12/31/14	1/25/16	110	113	(3)	LONG
T FNMA 2014-79 LS	12/31/14	2/1/16	24,561	24,566	(5)	LONG
T FNMA 2014-90 DT	2/27/15	12/27/16	100,718	102,229	(1,511)	LONG
T FNMA 2015-42 HS	6/30/15	12/27/16	22,869	23,409	(540)	LONG
T GNMA 2014-5 ST	3/31/14	7/18/16	2,431	2,474	(43)	LONG
T GNMA 2015-103 SL	8/31/15	9/20/16	29,896	30,475	(579)	LONG
T GNMA 2015-112 SL	9/30/15	10/20/16	24,602	25,052	(450)	LONG
T GNMA 2015-82 SA	7/31/15	12/20/16	14,094	14,427	(333)	LONG
			<u>500,012</u>	<u>505,027</u>	<u>(5,015)</u>	

<u>\$ 701,136</u>	<u>\$ 711,114</u>	<u>\$ (9,978)</u>
-------------------	-------------------	-------------------

**BEVERLY WALSDORF**  
**SCHEDULE D (2016)**

Description	Date Acquired	Date Sold	Net Sales Proceeds	Cost or Other Basis	Gain (Loss)	Term <u>Box B</u>
S FHLMC 4584 LS	5/31/16	12/15/16	\$ 6,589	\$ 6,826	\$ (237)	SHORT
S FHLMC 4615 GQ	9/30/16	12/15/16	140	139	1	SHORT
S FNMA 2012-93 HS	8/31/16	12/27/16	1,450	1,439	11	SHORT
S FNMA 2013-83 US	7/29/16	12/27/16	2,666	2,746	(80)	SHORT
S FNMA 2015-129 S	10/30/15	10/20/16	2,852	2,904	(52)	SHORT
S FNMA 2015-34 KX	5/29/15	3/3/16	7,052	7,105	(53)	SHORT
S FNMA 2016-26 SN	4/29/16	12/27/16	1,963	2,030	(67)	SHORT
S GNMA 2015-179 KX	12/31/15	12/20/16	1,992	2,023	(31)	SHORT
S GNMA 2016-17 KS	2/29/16	10/20/16	8,290	8,497	(207)	SHORT
S GNMA 2016-42 SN	3/31/16	12/20/16	5,936	6,113	(177)	SHORT
			<u>38,930</u>	<u>39,822</u>	<u>(892)</u>	

						<u>Box E</u>
S FHLMC 4027 SV	5/30/12	12/15/16	\$ 1,410	\$ 1,433	\$ (23)	LONG
S FHLMC 4091 SE	8/30/12	12/15/16	4,738	4,640	98	LONG
S FHLMC 4120 SH	1/30/13	12/15/16	381	379	2	LONG
S FHLMC 4203 SY	5/30/13	6/21/16	4,269	4,327	(58)	LONG
S FHLMC 4300 SY	2/28/14	9/15/16	2,002	2,016	(14)	LONG
S FHLMC 4323 FS	4/30/14	12/15/16	1,271	1,267	4	LONG
S FHLMC 4350 GS	6/30/14	12/15/16	1,317	1,330	(13)	LONG
S FHLMC 4362 AS	8/26/14	12/15/16	240	242	(2)	LONG
S FHLMC 4363 MS	7/31/14	12/15/16	727	732	(5)	LONG
S FHLMC 4384 TC	9/30/14	12/15/16	1,073	1,081	(8)	LONG
S FHLMC 4435 SB	3/31/15	12/15/16	828	843	(15)	LONG
S FHLMC 4528 KS	11/30/15	12/15/16	1,671	1,708	(37)	LONG
S FNMA 2011-38 SA	5/31/11	12/27/16	1,205	1,164	41	LONG
S FNMA 2011-38 SB	8/31/11	12/27/16	4,009	4,076	(67)	LONG
S FNMA 2012-120 QS	4/30/13	12/27/16	270	271	(1)	LONG
S FNMA 2012-133 WS	11/30/12	12/27/16	1,143	1,137	6	LONG
S FNMA 2012-35 SW	3/30/12	11/25/16	2,270	2,300	(30)	LONG
S FNMA 2012-47 DS	4/30/12	12/27/16	4,509	4,507	2	LONG
S FNMA 2013-130 TS	1/30/14	12/27/16	936	935	1	LONG
S FNMA 2014-79 LS	12/31/14	1/25/2016	17	20	(3)	LONG
S FNMA 2014-79 LS	12/31/14	2/1/16	3,768	3,770	(2)	LONG
S FNMA 2014-90 DT	1/30/15	12/27/16	13,516	13,719	(203)	LONG
S FNMA 2015-112 SL	9/30/15	10/20/16	2,761	2,811	(50)	LONG
S FNMA 2015-42 HS	6/30/15	12/27/16	2,216	2,268	(52)	LONG
S GNMA 2015-103 SL	8/31/15	9/20/16	3,710	3,782	(72)	LONG
S GNMA 2015-82 SA	7/31/15	12/20/16	1,368	1,400	(32)	LONG
			<u>61,625</u>	<u>62,158</u>	<u>(533)</u>	
			<u>\$ 100,555</u>	<u>\$ 101,980</u>	<u>\$ (1,425)</u>	