



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

Isla Carroll Turner Friendship Trust
5850 San Felipe, Ste 125
Houston, TX 77057

A Employer identification number
74-1460483

B Telephone number (see instructions)
713-237-1117

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) **J** Accounting method ☒ Cash ☐ Accrual
☐ Other (specify) _____

► \$ 49,528,918. (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)
REVENUE	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	33.	33.	N/A	
	4 Dividends and interest from securities	1,650,117.	1,650,117.		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	639,092.			
	b Gross sales price for all assets on line 6a	650,432.			
	7 Capital gain net income (from Part IV, line 2)		639,092.		
	8 Net short-term capital gain				
	9 Income modifications				
ADMINISTRATIVE AND OPERATING EXPENSES	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss) (attach schedule)				
	11 Other income (attach schedule)				
	12 Total. Add lines 1 through 11	2,289,242.	2,289,242.		
	13 Compensation of officers, directors, trustees, etc.	800.			800.
	14 Other employee salaries and wages	80,250.			80,250.
	15 Pension plans, employee benefits	17,176.			17,176.
	16a Legal fees (attach schedule)				
	b Accounting fees (attach sch) See St 1	20,846.	10,423.		10,423.
	c Other professional fees (attach sch) See St 2	48,187.	47,342.		845.
17 Interest					
18 Taxes (attach schedule)(see instrs) See Stmt 3	30,000.				
19 Depreciation (attach schedule) and depletion					
20 Occupancy	27,086.			27,086.	
21 Travel, conferences, and meetings	2,485.			2,485.	
22 Printing and publications	478.			478.	
23 Other expenses (attach schedule)					
24 Total operating and administrative expenses. Add lines 13 through 23	8,252.			8,252.	
25 Contributions, gifts, grants paid. Part XV	235,560.	57,765.		147,795.	
26 Total expenses and disbursements. Add lines 24 and 25	1,965,000.			1,965,000.	
27 Subtract line 26 from line 12:	2,200,560.	57,765.		2,112,795.	
a Excess of revenue over expenses and disbursements	88,682.				
b Net investment income (if negative, enter -0-)		2,231,477.			
c Adjusted net income (if negative, enter -0-)					

Part II Balance Sheets		Beginning of year (a) Book Value	End of year	
			(b) Book Value	(c) Fair Market Value
ASSETS	1 Cash — non-interest-bearing			
	2 Savings and temporary cash investments	133,577.	233,684.	233,684.
	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	17,521.	17,521.	17,521.
	10a Investments — U.S. and state government obligations (attach schedule)			
	b Investments — corporate stock (attach schedule) Statement 5.	1,155,036.	1,143,695.	49,277,713.
	c Investments — corporate bonds (attach schedule)			
	11 Investments — land, buildings, and equipment: basis			
LIABILITIES	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)	1,306,134.	1,394,900.	49,528,918.
	17 Accounts payable and accrued expenses		84.	
	18 Grants payable			
	19 Deferred revenue			
NET ASSETS OR FUND BALANCES	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.	84.	
	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			
	28 Paid-in or capital surplus, or land, bldg, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds	1,306,134.	1,394,816.	
	30 Total net assets or fund balances (see instructions)	1,306,134.	1,394,816.	
	31 Total liabilities and net assets/fund balances (see instructions)	1,306,134.	1,394,900.	

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	1,306,134.
2	Enter amount from Part I, line 27a	2	88,682.
3	Other increases not included in line 2 (itemize)	3	
4	Add lines 1, 2, and 3	4	1,394,816.
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	1,394,816.

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.)
1a 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 650,432.		11,340.	639,092.	
b				
c				
d				
e				
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69				(i) 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		
a			639,092.	
b				
c				
d				
e				
2 Capital gain net income or (net capital loss).		<div style="border: 1px solid black; padding: 2px;"> If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 </div>		2 639,092.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6):		<div style="border: 1px solid black; padding: 2px;"> If gain, also enter in Part I, line 8, column (c) (see instructions). If (loss), enter -0- in Part I, line 8 </div>		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	3,806,426.	47,201,986.	0.080641
2014	2,696,379.	56,619,877.	0.047622
2013	2,368,586.	54,074,399.	0.043802
2012	2,462,375.	52,638,589.	0.046779
2011	2,239,500.	50,295,911.	0.044526
2 Total of line 1, column (d)			2 0.263370
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 0.052674
4 Enter the net value of noncharitable-use assets for 2016 from Part X, line 5.			4 47,354,189.
5 Multiply line 4 by line 3			5 2,494,335.
6 Enter 1% of net investment income (1% of Part I, line 27b)			6 22,315.
7 Add lines 5 and 6			7 2,516,650.
8 Enter qualifying distributions from Part XII, line 4			8 2,112,795.

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

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

1 a Exempt operating foundations described in section 4940(d)(2), check here. <input type="checkbox"/> and enter 'N/A' on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary – see instructions)			
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here. <input type="checkbox"/> and enter 1% of Part I, line 27b		1	44,630.
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	44,630.
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	44,630.
6 Credits/Payments:			
a 2016 estimated tax pmts and 2015 overpayment credited to 2016	6a	47,521.	
b Exempt foreign organizations – tax withheld at source.	6b		
c Tax paid with application for extension of time to file (Form 8868)	6c		
d Backup withholding erroneously withheld	6d		
7 Total credits and payments. Add lines 6a through 6d.	7	47,521.	
8 Enter any penalty for underpayment of estimated tax. Check here <input checked="" type="checkbox"/> if Form 2220 is attached.	8		
9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed.	9	0.	
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid.	10	2,891.	
11 Enter the amount of line 10 to be: Credited to 2017 estimated tax 2,891. Refunded	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)? <i>If the answer is 'Yes' to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities</i>		X
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation \$ 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? <i>If 'Yes,' attach a detailed description of the activities.</i>		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? <i>If 'Yes,' attach a conformed copy of the changes</i>		X
4 a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If 'Yes,' has it filed a tax return on Form 990-T for this year?	N/A	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If 'Yes,' attach the statement required by General Instruction T.</i>		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	X	
7 Did the foundation have at least \$5,000 in assets at any time during the year? <i>If 'Yes,' complete Part II, col. (c), and Part XV</i>	X	
8 a Enter the states to which the foundation reports or with which it is registered (see instructions) TX		
b If the answer is 'Yes' to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? <i>If 'No,' attach explanation</i>	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2016 or the taxable year beginning in 2016 (see instructions for Part XIV)? <i>If 'Yes,' complete Part XIV</i>		X
10 Did any persons become substantial contributors during the tax year? <i>If 'Yes,' attach a schedule listing their names and addresses.</i>		X

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>www.islacarrollturnerfriendshiptrust.org</u>	13	X
14 The books are in care of <u>Pat Stilley</u> Telephone no. <u>713-237-1117</u> Located at <u>5850 San Felipe, Ste 125 Houston TX</u> ZIP + 4 <u>77057</u>		
15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here <input checked="" type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year <u>15</u> 0.		
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?	<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 checked="" type="checkbox"/> Yes <input 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)?	1 b	X
Organizations relying on a current notice regarding disaster assistance check here <input type="checkbox"/>		
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?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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?	<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.)	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

BAA

Form 990-PF (2016)

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

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).

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

X

If 'Yes' to 6b, file Form 8870.

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

N/A

7b

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors**1** List all officers, directors, trustees, foundation managers and their compensation (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 6		800.	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 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	47,763,359.
b	Average of monthly cash balances	1 b	311,960.
c	Fair market value of all other assets (see instructions)	1 c	
d	Total (add lines 1a, b, and c)	1 d	48,075,319.
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	48,075,319.
4	Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	721,130.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	47,354,189.
6	Minimum investment return. Enter 5% of line 5	6	2,367,709.

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	2,367,709.
2a	Tax on investment income for 2016 from Part VI, line 5	2 a	44,630.
b	Income tax for 2016 (This does not include the tax from Part VI.)	2 b	
c	Add lines 2a and 2b	2 c	44,630.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	2,323,079.
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	2,323,079.
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	2,323,079.

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	2,112,795.
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	2,112,795.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see instructions)	5	
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	2,112,795.

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				2,323,079.
2 Undistributed income, if any, as of the end of 2016:				
a Enter amount for 2015 only			818,780.	
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: \$ <u>2,112,795.</u>				
a Applied to 2015, but not more than line 2a			818,780.	
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.				1,294,015.
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				1,029,064.
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				

N/A

- b**
- Check box to indicate whether the foundation is a private operating foundation described in section
- ☐
- 4942(j)(3) or
- ☐
- 4942(j)(5)

- 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 7

- 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 <i>Paid during the year</i>					
See attachment		N/A	PC	See attachment	1,965,000.
Total				► 3 a	1,965,000.
b <i>Approved for future payment</i>					
Total				► 3 b	

Isla Carroll Turner Friendship Trust

74-1460483

Statement 1
Form 990-PF, Part I, Line 16b
Accounting Fees

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Audit and annual tax compliance	\$ 11,913.	\$ 5,957.		\$ 5,956.
Bookkeeping services	8,933.	4,466.		4,467.
Total	<u>\$ 20,846.</u>	<u>\$ 10,423.</u>		<u>\$ 10,423.</u>

Statement 2
Form 990-PF, Part I, Line 16c
Other Professional Fees

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Information technology fees	\$ 845.			\$ 845.
Investment management fees	47,342.	\$ 47,342.		
Total	<u>\$ 48,187.</u>	<u>\$ 47,342.</u>		<u>\$ 845.</u>

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
Excise tax	\$ 30,000.			
Total	<u>\$ 30,000.</u>	<u>\$ 0.</u>		<u>\$ 0.</u>

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
Insurance	\$ 3,925.			\$ 3,925.
Office expenses	1,882.			1,882.
Telephone	2,445.			2,445.
Total	<u>\$ 8,252.</u>	<u>\$ 0.</u>		<u>\$ 8,252.</u>

Isla Carroll Turner Friendship Trust

74-1460483

Statement 5
Form 990-PF, Part II, Line 10b
Investments - Corporate Stocks

<u>Corporate Stocks</u>	<u>Valuation Method</u>	<u>Book Value</u>	<u>Fair Market Value</u>
535,090 shs Exxon Mobil	Cost	\$ 884,508.	\$ 48,297,223.
14,500 shs Altria Group	Cost	259,187.	980,490.
	Total	<u>\$ 1,143,695.</u>	<u>\$ 49,277,713.</u>

Statement 6
Form 990-PF, Part VIII, Line 1
List of Officers, Directors, Trustees, and Key Employees

<u>Name and Address</u>	<u>Title and Average Hours Per Week Devoted</u>	<u>Compensation</u>	<u>Contribution to EBP & DC</u>	<u>Expense Account/Other</u>
Phillip W. Winston 5850 San Felipe, Ste 125 Houston, TX 77057	Chairman 1.00	\$ 100.	\$ 0.	\$ 0.
Frank H. Rossi 5850 San Felipe, Ste 125 Houston, TX 77057	1st Vice Chair 1.00	100.	0.	0.
Rosalind W. Newton 5850 San Felipe, Ste 125 Houston, TX 77057	Vice Chairman 1.00	100.	0.	0.
Inez O. Reymond 5850 San Felipe, Ste 125 Houston, TX 77057	Sec / Treas 1.00	100.	0.	0.
James S. Reckling 5850 San Felipe, Ste 125 Houston, TX 77057	Asst Secretary 1.00	100.	0.	0.
Stephen M. Reckling 5850 San Felipe, Ste 125 Houston, TX 77057	Asst Secretary 1.00	100.	0.	0.
Anne Hardiman 5850 San Felipe, Ste 125 Houston, TX 77057	Asst Secretary 1.00	100.	0.	0.
Isla C. Reckling 5850 San Felipe, Ste 125 Houston, TX 77057	Asst Secretary 1.00	100.	0.	0.
	Total	<u>\$ 800.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

Isla Carroll Turner Friendship Trust

74-1460483

Statement 7
Form 990-PF, Part XV, Line 2a-d
Application Submission Information

Name of Grant Program: Charitable
Name: Isla Carroll Turner Friendship Trust
Care Of: Patricia Stilley
Street Address: 5850 San Felipe, Suite 125
City, State, Zip Code: Houston, TX 77057
Telephone: 713-237-1117
E-Mail Address: www.islacarrollturnerfriendshiptrust.org
Form and Content: Application forms and instructions on the Isla Carroll Friendship Trust website.
Submission Deadlines: Prior to March 1st of each year
Restrictions on Awards: Awards are limited to Texas public charities which are exempt under 501(c)(3).

Isla Carroll Turner Friendship Trust
2016 Form 990-PF

74-1460483

Part XV, Line 3a - Grants and Contributions Paid During the Year

Grantee Name and Address	Status	Purpose	Amount
All Saints Catholic Community 215 E. 10th St., Houston, TX 77008	PC	Senior services at Center	50,000
Alzheimer's Disease and Related Disorders Assn 2242 West Holcombe Blvd, Houston, TX 77030	PC	Operating Support for Senior Services	50,000
Cathedral Health and Outreach Ministries 1117 Texas Avenue, Houston, TX 77002	PC	Case management for seniors	35,000
Catholic Charities of the Archdiocese of Galveston-Houston 2900 Louisiana St, Houston, TX 77006	PC	Services to seniors	50,000
Centro Familiar Cristiano, Inc PO Box 1919, Houston, TX 77251-1919	PC	Senior programs	10,000
Chinese Community Center, Inc 9800 Town Park Dr., Houston, TX 77036	PC	Senior Services programs	20,000
CHRISTUS Foundation for HealthCare PO Box 1919, Houston, TX 77251-1919	PC	Healthy Seniors Immunization Program	50,000
Clarewood House Inc 7400 Clarewood Dr, Houston, TX 77036	PC	Aid to Residents Program	50,000
W Leo Daniels Towers Inc 8876 Harrell St, Houston, TX 77093	PC	General operating support of services to those age 60+	40,000
Depression and Bipolar Support Alliance Texas 16202 Elmwood Park Ct, Houston, TX 77059	PC	Underwrite a senior support group for those age 65+	15,000
Dominican Sisters of Houston 6501 Almeda Road Houston, TX 77021	PC	Replace the commercial dishwasher and hot water heater in the villa	20,000
East Texas Food Bank, Regional 3201 Robertson Rd, Tyler, TX 75701	PC	Senior Box program	20,000
Family Service Center of Houston & Harris County 3120 Southwest Freeway, Houston, TX 77098	PC	Funding for senior services	15,000
Foundation for the Retarded (The Center) 3550 W Dallas St, Houston, TX 77019	SO I	Young at Heart program	50,000
Galveston County Food Bank 624 4th Ave N, Texas City, TX 77590	PC	Senior program	35,000
Golden Age Hobby House 2805 Winbern St, Houston, TX 77004	PC	Operating support	65,000
Golden Rule Broadcasting PO Box 570728, Houston, TX 77257-0728	PC	Senior Channel in long term care facilities with the addition of one-on-one music therapy and comfort baskets	25,000
Good Samaritan Foundation of Texas Inc 2001 Kirby Dr Ste 1350, Houston, TX 77019	PC	Operating support	60,000
Houston Aphasia Recovery Center 3701 Briarpark Dr Ste 310, Houston, TX 77042	PC	Expand Aphasia Communication Programs for participants 60+ and their families	20,000
Houston Area Parkinson Society 2700 Southwest Fwy Ste 296, Houston, TX 77098	PC	Operating funds for programs for seniors	75,000
Houston Habitat for Humanity Inc 3750 N McCarty St, Houston, TX 77029	PC	Construct one home for seniors and repair three homes for seniors	100,000
Houston Hospice 1905 Holcombe Blvd, Houston, TX 77030	PC	Charity Care for Indigent Elderly program	50,000

Part XV, Line 3a - Grants and Contributions Paid During the Year

Grantee Name and Address	Status	Purpose	Amount
Houston's Amazing Place Inc 3735 Drexel Dr, Houston, TX 77027	PC	Operating support of services to those age 60+ and supportive services to their caregivers	60,000
Interfaith CarePartners Inc 701 N Post Oak Rd Ste 330, Houston, TX 77024	PC	Alzheimer's Care Team Program for seniors age 60+	25,000
Interfaith Caring Ministries Inc 151 Park Ave, League City, TX 77573	PC	Senior Outreach Program to include dental services to those age 60+	40,000
Interfaith Ministries for Greater Houston 3303 Main St, Houston, TX 77002	PC	Meals on Wheels for seniors age 60+ and their pets	60,000
Meals on Wheels and More, Inc. 3227 E. 5th St, Austin, TX 78702	PC	Meal program	10,000
Meals on Wheels, Inc. of Tarrant County 320 South Fwy, Fort Worth, TX 76104	PC	Meals on Wheels for seniors age 60+	15,000
Missions of Yahweh Inc 10247 Algiers Rd, Houston, TX 77041	PC	Senior Care Services for women age 60+	50,000
Montgomery County Food Bank One Food for Life Way, Conroe, TX 77385	PC	Care and Share Program for seniors age 60+	20,000
Montrose Counseling Center, Inc. 401 Branard St, Houston, TX 77006	PC	SRPY (Seniors Preparing for Rainbow Years) program	40,000
New Hope Housing Inc 1117 Texas St, Houston, TX 77002	PC	Residential Services Program for residents age 60+	50,000
Nixon Home Care 3719 Lynnfield St, Houston, TX 77016	PC	Project HEALTH for seniors age 65+	75,000
Northwest Assistance Ministries 15555 Kuykendahl Rd, Houston, TX 77090	PC	Meals on Wheels Program for seniors age 60+	50,000
Parker County Committee on Aging 1225 Holland Lake Dr, Weatherford, TX 76086	PC	Meals and Stretching to Strength program	15,000
Precinct2gether, Inc. 13828 Corpus Christi St, Houston, TX 77015	PC	Basic Needs program	30,000
Rebuilding Together Houston PO Box 15315, Houston, TX 77220-5315	PC	Repairs to homes of seniors and senior veterans	75,000
The Rose 12700 N Featherwood Dr Ste 260, Houston, TX 77034	PC	Empower Her Sponsorship Program for Senior Women age 60+	25,000
Evelyn H. Rubenstein Jewish Community Center of Houston 5601 S. Braeswood Blvd, Houston, TX 77096	PC	Participant stipend and transportation stipend	10,000
St Dominic Village 2401 Holcombe Blvd, Houston, TX 77021	PC	Resident subsidy program	100,000
Salvation Army, Houston Area Command 1500 Austin, St, Houston, TX 77002	PC	Purchase a 12 passenger van for Pasadena Corps Community Center for meal delivery	25,000
Seven Acres Jewish Senior Care Services Inc 6200 N Braeswood Blvd, Houston, TX 77074	PC	Aid to Residents Program	50,000
Southeast Area Ministries PO Box 267, South Houston, TX 77587	PC	Food assistance and emergency aid assistance for seniors age 60+	35,000
Turning Point Center 1701 Jacquelyn Dr, Houston, TX 77055	PC	Senior services for those age 60+	20,000

Isla Carroll Turner Friendship Trust
2016 Form 990-PF

74-1460483

Part XV, Line 3a - Grants and Contributions Paid During the Year

Grantee Name and Address	Status	Purpose	Amount
University of Houston 4800 Calhoun Rd. Houston, TX 77004	PC	Graduate School of Social Work scholarships for Masters degrees in gerontology	65,000
Vita-Living, Inc 3300 s Gessner Rd, Ste 150, Houston, TX 77063	PC	Aid for residents program	40,000
Volunteer Interfaith Caregivers Southwest 5001 Bellaire Blvd Rm 7, Bellaire, TX 77401	PC	Operating funds of programming for those age 60+	15,000
Wheeler Avenue SCS Inc 3826 Wheeler St, Houston, TX 77004	PC	General operating support of services to those age 60+	35,000
YMCA, Tellepsen Family Downtown (Legal Name YMCA of Greater Houston) 808 Pease Street Houston, TX 77002	PC	Active Older Adults Program for those age 60+	25,000
<u>TOTAL FOR YEAR</u>			<u>\$ 1,965,000</u>