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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

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▶ 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.*

OMB No 1545-0052

2016

Open to Public Inspection

For calendar year 2016 or tax year beginning , and ending

Name of foundation: THE REAUD CHARITABLE FOUNDATION, IN

A Employer identification number: 76-0291657

Number and street (or P O box number if mail is not delivered to street address): 801 LAUREL

Room/suite:

B Telephone number (see instructions): 409-838-1000

City or town, state or province, country and ZIP or foreign postal code: BEAUMONT TX 77701

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

04

I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ $ 31,410,068

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

Part I **Analysis of Revenue and Expenses** *(The total of amounts in columns (b), (c) and (d) may not necessarily equal the amounts in column (a) (see instructions))*

			(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1	Contributions, gifts, grants, etc , received (attach schedule)	800,000			
	2	Check ▶ ☐ if the foundation is **not** required to attach Sch B				
	3	Interest on savings and temporary cash investments	84,065	84,065	84,065	
	4	Dividends and interest from securities	2,873	2,873	2,873	
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10 Stmt 1	564			
	b	Gross sales price for all assets on line 6a 6,195,875				
	7	Capital gain net income (from Part IV, line 2)		0		
	8	Net short-term capital gain				
	9	Income modifications				
	10a	Gross sales less returns and allowances				
	b	Less Cost of goods sold				
	c	Gross profit or (loss) (attach schedule)				
	11	Other income (attach schedule)				
	12	**Total.** Add lines 1 through 11	887,502	86,938	86,938	
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc	150,000			
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits	9,563			
	16a	Legal fees (attach schedule)				
	b	Accounting fees (attach schedule)				
	c	Other professional fees (attach schedule) Stmt 2	9,089		9,089	
	17	Interest				
	18	Taxes (attach schedule) (see instructions) Stmt 3	11,581		11,581	
	19	Depreciation (attach schedule) and depletion Stmt 4				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (att sch) Stmt 5	42,716	15,496	27,220	
	24	**Total operating and administrative expenses** Add lines 13 through 23	222,949	15,496	47,890	0
	25	Contributions, gifts, grants paid	1,603,676			1,603,676
	26	**Total expenses and disbursements.** Add lines 24 and 25	1,826,625	15,496	47,890	1,603,676
	27	Subtract line 26 from line 12				
	a	**Excess of revenue over expenses and disbursements**	-939,123			
	b	**Net investment income** (if negative, enter -0-)		71,442		
	c	**Adjusted net income** (if negative, enter -0-)			39,048	

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For Paperwork Reduction Act Notice, see instructions.

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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	End of year (c) Fair Market Value
Assets	1	Cash – non-interest-bearing	673,365	1,165,489	1,165,488
	2	Savings and temporary cash investments	31,492,978	30,067,722	30,067,722
	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 (att schedule) ▶			
		Less allowance for doubtful accounts ▶ 0			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10a	Investments – U S and state government obligations (attach schedule)			
	b	Investments – corporate stock (attach schedule)			
	c	Investments – corporate bonds (attach schedule)			
	11	Investments – land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach sch) ▶			
	12	Investments – mortgage loans			
	13	Investments – other (attach schedule)			
	14	Land, buildings, and equipment basis ▶ 176,858			
		Less accumulated depreciation (attach sch) ▶ Stmt 6 87,453	89,405	89,405	176,858
	15	Other assets (describe ▶)			
	16	**Total assets** (to be completed by all filers – see the instructions Also, see page 1, item I)	32,255,748	31,322,616	31,410,068
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	**Total liabilities** (add lines 17 through 22)	0	0	
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31**			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ▶ ☒ and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, bldg , and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds	32,255,748	31,322,616	
	30	**Total net assets or fund balances** (see instructions)	32,255,748	31,322,616	
	31	**Total liabilities and net assets/fund balances** (see instructions)	32,255,748	31,322,616	

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	32,255,748
2	Enter amount from Part I, line 27a	2	-939,123
3	Other increases not included in line 2 (itemize) ▶ See Statement 7	3	5,991
4	Add lines 1, 2, and 3	4	31,322,616
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	31,322,616

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)
1a	N/A			
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				
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				
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	
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	1,696,873	32,660,831	0.051954
2014	1,683,073	33,545,005	0.050174
2013	1,504,942	33,649,092	0.044725
2012	1,947,888	34,737,042	0.056075
2011	1,806,275	35,648,361	0.050669

2 **Total** of line 1, column (d)	2	0.253597
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	0.050719
4 Enter the net value of noncharitable-use assets for 2016 from Part X, line 5	4	31,464,562
5 Multiply line 4 by line 3	5	1,595,851
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	714
7 Add lines 5 and 6	7	1,596,565
8 Enter qualifying distributions from Part XII, line 4	8	1,603,676

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)

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1 Date of ruling or determination letter **(attach copy of letter if necessary—see instructions)**				
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☒ and enter 1% of Part I, line 27b			1	714
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	714
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	714
6	Credits/Payments				
a	2016 estimated tax payments and 2015 overpayment credited to 2016	6a	7,969		
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	7,969
8	Enter any **penalty** for underpayment of estimated tax Check here ☐ if Form 2220 is attached			8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶			9	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶			10	7,255
11	Enter the amount of line 10 to be **Credited to 2017 estimated tax** ▶ 7,255 **Refunded** ▶			11	

Part VII-A Statements Regarding Activities

			Yes	No
1a	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?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)?	1b		X
	*If the answer is "Yes" to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities*			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year **(1)** On the foundation ▶ $ ______ **(2)** On foundation managers ▶ $ ______			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ______			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T*	5		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?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV*	7	X	
8a	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? *If "No," attach explanation*	8b	X	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2016 or the taxable year beginning in 2016 (see instructions for Part XIV)? *If "Yes," complete Part XIV*	9		X
10	Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10	X	

2

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?	13	X	

Website address ▶ N/A

14 The books are in care of ▶ WAYNE A REAUD Telephone no ▶ 409-838-1000
801 LAUREL
Located at ▶ BEAUMONT TX ZIP+4 ▶ 77701

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

			Yes	No
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

			Yes	No
	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies			
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? ☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☒ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☒ No			
	(6) Agree to pay money or property to a government official? **(Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) ☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)–(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? N/A	1b		
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
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? N/A	1c		
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))			
a	At the end of tax year 2016, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2016? ☐ Yes ☒ No If "Yes," list the years ▶ 20 , 20 , 20 , 20			
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) N/A	2b		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here ▶ 20 , 20 , 20 , 20			
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ Yes ☒ No			
b	If "Yes," did it have excess business holdings in 2016 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969, **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C Form 4720 to determine if the foundation had excess business holdings in 2016)* N/A	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)? N/A **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? 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** No: 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
Jon Reaud Beaumont 801 Laurel TX 77701	Executive Di 40 00	150,000	0	0
Wayne Reaud Beaumont 801 Laurel TX 77701	Manager 5.00	0	0	0

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

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

Total number of other employees paid over $50,000 ▶ 0

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

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

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

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 See Statement 8	418,469
2	
3	
4	

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

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

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	0
b	Average of monthly cash balances	1b	31,943,718
c	Fair market value of all other assets (see instructions)	1c	0
d	**Total** (add lines 1a, b, and c)	1d	31,943,718
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) — 1e: 0		
2	Acquisition indebtedness applicable to line 1 assets	2	0
3	Subtract line 2 from line 1d	3	31,943,718
4	Cash deemed held for charitable activities Enter 1½% of line 3 (for greater amount, see instructions)	4	479,156
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	31,464,562
6	**Minimum investment return.** Enter 5% of line 5	6	1,573,228

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	1,573,228
2a	Tax on investment income for 2016 from Part VI, line 5 — 2a: 714		
b	Income tax for 2016 (This does not include the tax from Part VI) — 2b:		
c	Add lines 2a and 2b	2c	714
3	Distributable amount before adjustments Subtract line 2c from line 1	3	1,572,514
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	1,572,514
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	1,572,514

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	1,603,676
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	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	1,603,676
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	714
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	1,602,962

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				1,572,514
2 Undistributed income, if any, as of the end of 2016				
a Enter amount for 2015 only			1,600,306	
b Total for prior years 20 ____ , 20 ____ , 20 ____				
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				
4 Qualifying distributions for 2016 from Part XII, line 4 ▶ $ 1,603,676				
a Applied to 2015, but not more than line 2a			1,600,306	
b Applied to undistributed income of prior years (Election required – see instructions)				
c Treated as distributions out of corpus (Election required – see instructions)				
d Applied to 2016 distributable amount				3,370
e Remaining amount distributed out of corpus				
5 Excess distributions carryover applied to 2016 *(If an amount appears in column (d), the same amount must be shown in column (a))*				
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5				
b Prior years' undistributed income Subtract line 4b from line 2b				
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				
d Subtract line 6c from line 6b Taxable amount – see instructions				
e Undistributed income for 2015 Subtract line 4a from line 2a Taxable amount – see instructions				
f Undistributed income for 2016 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2017				1,569,144
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)				
8 Excess distributions carryover from 2011 not applied on line 5 or line 7 (see instructions)				
9 **Excess distributions carryover to 2017.** Subtract lines 7 and 8 from line 6a				
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				

DAA

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

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2016, enter the date of the ruling ▶

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

	Tax year	Prior 3 years			
	(a) 2016	(b) 2015	(c) 2014	(d) 2013	(e) Total
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test – enter (1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test – enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test – enter (1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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

1 **Information Regarding Foundation Managers:**

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

WAYNE REAUD $750,000

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

N/A

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

JON REAUD 409-838-1000
801 LAUREL BEAUMONT TX 77701

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

NO SPECIFIC FORM

c Any submission deadlines

NO DEADLINES

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

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
a *Paid during the year* See Statement 9				1,603,676
Total			▶ 3a	1,603,676
b *Approved for future payment* N/A				
Total			▶ 3b	

Part XVI-A Analysis of Income-Producing Activities

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	
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					84,065
4 Dividends and interest from securities					2,873
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					564
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue a					
b					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)		0		0	87,502

13 **Total.** Add line 12, columns (b), (d), and (e) 13 87,502

(See worksheet in line 13 instructions to verify calculations)

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

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes) (See instructions)
3	THERE ARE NO ACTIVITIES REPORTED WHICH PRODUCE INCOME
	EXCEPT MONEY INVESTED AT NORTHERN TRUST
4	THERE ARE NO ACTIVITIES REPORTED WHICH PRODUCE INCOME
	EXCEPT MONEY INVESTED AT COMMUNITY BANK
8	THERE ARE NO ACTIVITIES REPORTED WHICH PRODUCE INCOME
	EXCEPT MONEY INVESTED AT NORTHERN TRUST

Part XVII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations

			Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a	Transfers from the reporting foundation to a noncharitable exempt organization of			
	(1) Cash	1a(1)		X
	(2) Other assets	1a(2)		X
b	Other transactions			
	(1) Sales of assets to a noncharitable exempt organization	1b(1)		X
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)		X
	(3) Rental of facilities, equipment, or other assets	1b(3)		X
	(4) Reimbursement arrangements	1b(4)		X
	(5) Loans or loan guarantees	1b(5)		X
	(6) Performance of services or membership or fundraising solicitations	1b(6)		X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		X

d If the answer to any of the above is "Yes," complete the following schedule Column **(b)** should always show the fair market value of the goods, other assets, or services given by the reporting foundation If the foundation received less than fair market value in any transaction or sharing arrangement, show in column **(d)** the value of the goods, other assets, or services received

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers transactions and sharing arrangements
N/A			

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
N/A		

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements and to the best of my knowledge and belief, it is true, correct, and complete Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge

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

Signature of officer or trustee: [signature] Date: 12/28/17 Title: Manager

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed
Jana Uribe	[signature]	11/02/17	
Firm's name ▶ Pollans & Cohen, P.C.		PTIN	P01232792
Firm's address ▶ 470 Orleans St Ste 810 Beaumont, TX 77701-3018		Firm's EIN ▶	76-0699045
		Phone no	409-832-7400

DAA

Federal Statements

Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets

Whom Sold	Date Acquired	Date Sold	Sale Price	How Received	Cost	Expense	Depreciation	Net Gain / Loss
US TREASURY BILL				Purchase				
	Various	12/31/16	$ 6,195,875		$ 6,195,311	$	$	$ 564
Total			$ 6,195,875		$ 6,195,311	$ 0	$ 0	$ 564

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

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
Indirect Other Professional Fees	$ 9,089	$	$ 9,089	$
Total	$ 9,089	$ 0	$ 9,089	$ 0

Statement 3 - Form 990-PF, Part I, Line 18 - Taxes

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
TAXES	$ 11,581	$	$ 11,581	$
Total	$ 11,581	$ 0	$ 11,581	$ 0

Statement 4 - Form 990-PF, Part I, Line 19 - Depreciation

Description							
Date Acquired	Cost Basis	Prior Year Depreciation	Method	Life	Current Year Depreciation	Net Investment Income	Adjusted Net Income
LAND							
6/01/06	$ 54,550	$		0	$	$	$

Federal Statements

Statement 4 - Form 990-PF, Part I, Line 19 - Depreciation (continued)

Description / Date Acquired	Cost Basis	Prior Year Depreciation	Method	Life	Current Year Depreciation	Net Investment Income	Adjusted Net Income
LIGHTING SYSTEM							
10/07/02	$ 5,262	$ 5,262	200DB	5	$	$	$
SUBURBAN							
8/05/04	47,570	47,570	200DB	5			
GMC DENALI							
10/26/07	34,621	34,621	200DB	5			
5 lots							
11/07/08	25,000			0			
LOT 7 & 8 (MAGNOLIA)							
12/09/10	2,124			0			
LAND							
3/25/10	6,647			0			
LOT 2							
10/10/11	1,084			0			
Total	$ 176,858	$ 87,453			$ 0	$ 0	$ 0

Statement 5 - Form 990-PF, Part I, Line 23 - Other Expenses

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
	$	$	$	$
Expenses				
OTHER EXPENSES	27,057		27,057	
SERVICE CHARGES	15,659	15,496	163	
Total	$ 42,716	$ 15,496	$ 27,220	$ 0

Federal Statements

Statement 6 - Form 990-PF, Part II, Line 14 - Land, Building, and Equipment

Description	Beginning Net Book	End Cost / Basis	End Accumulated Depreciation	Net FMV
Buildlings	$	$ 87,453	$ 87,453	$ 87,453
Land	89,405	89,405		89,405
Total	$ 89,405	$ 176,858	$ 87,453	$ 176,858

Statement 7 - Form 990-PF, Part III, Line 3 - Other Increases

Description	Amount
UNREALIZED GAIN	$ 5,991
Total	$ 5,991

Statement 8 - Form 990-PF, Part IX-A, Line 1 - Summary of Direct Charitable Activities

Description

BIBLES & BIKES IS A CHRISTIAN CHARITABLE EVENT DESIGNED TO PROVIDE FOOD AND GIFTS FOR UNDERPRIVILEDGED CHILDREN DURING THE CHRISTMAS SEASON. THE EVENT SERVES 1,000 CHILDREN IN THE SOUTHEAST TEXAS REGION.

Form 990-PF, Part XV, Line 1a - Managers Who Contributed Over 2% or $5,000

Name of Manager	Amount
WAYNE REAUD	$ 750,000
Total	$ 750,000

Form 990-PF, Part XV, Line 2b - Application Format and Required Contents

Description

NO SPECIFIC FORM

Form 990-PF, Part XV, Line 2c - Submission Deadlines

Description

NO DEADLINES

Form 990-PF, Part XV, Line 2d - Award Restrictions or Limitations

Description

NONE

Federal Statements

Statement 9 - Form 990-PF, Part XV, Line 3a - Grants and Contributions Paid During the Year

Name / Address	Relationship	Address / Status	Purpose	Amount
BIBLES AND BIKES BEAUMONT TX 77701	NONE	CIVIC CENTER 501(C)(3)	UNRESTRICTED	418,469
ALL SAINTS BEAUMONT TX 77706	None	4108 DELAWARE 501(c)(3)	UNRESTRICTED	9,398
ALZHEIMER'S ASSOCIATION OF BEAUMONT BEAUMONT TX 77701	None	700 NORTH ST M 501(c)(3)	UNRESTRICTED	10,000
BALLET AUSTIN AUSTIN TX 78701	None	501 WEST 3RD STREET 501(c)(3)	UNRESTRICTED	20,000
BAPTIST HOSPITAL FOUNDATION BEAUMONT TX 77701	None	3080 COLLEGE STREET 501(c)(3)	UNRESTRICTED	40,000
BISHOP CURTIS GUILLORY BEAUMONT TX 77704	None	P.O. BOX 3948 501(c)(3)	UNRESTRICTED	15,000
BOYS AND GIRLS CLUB OF AUSTIN AUSTIN TX 78723	NONE	5407 N INTERSTATE 35 #400 501(C)(3)	UNRESTRICTED	20,000
CARMELITE MONESTARY NEW CANEY TX 77357	NONE	1100 PARTHENON PL 501(C)(3)	UNRESTRICTED	20,000
CATHEDRAL IN THE PINES NEDERLAND TX 77627	NONE	P.O. BOX 728 501(C)(3)	UNRESTRICTED	25,000
CATHOLIC CHARITIES HOSPITAL HOUSE BEAUMONT TX 77701	NONE	304 PEARL ST 501(C)(3)	UNRESTRICTED	50,000
CHILD ABUSE AND FORENSIC SERVICES BEAUMONT TX 77701	NONE	810 HOSPITAL DRIVE 501(C)(3)	UNRESTRICTED	10,000
CHILDFUND INTERNATIONAL RICHMOND VA 23294	NONE	2821 EMERYWOOD PARKWAY 501(C)(3)	UNRESTRICTED	432
CHRISTIAN FELLOWSHIP BEAUMONT TX 77726	NONE	P.O. BOX 5759 501(C)(3)	UNRESTRICTED	128,000
DON ALLEN DAY CAMP VILLAGE MILLS TX 77663	NONE	P.O. BOX 723 501(C)(3)	UNRESTRICTED	5,000
GULF COAST CAJUN CHAPTER ORANGE TX 77611	NONE	P.O. BOX 74 501(C)(3)	UNRESTRICTED	100
HARBOR HOSPICE FOUNDATION BEAUMONT TX 77720	NONE	P.O. BOX 21463 501(C)(3)	UNRESTRICTED	12,000
HARVEST OF LOST SOUL'S CHURCH BEAUMONT TX 77705	NONE	3395 HIGHLAND AVE 501(C)(3)	UNRESTRICTED	20,000

Federal Statements

Statement 9 - Form 990-PF, Part XV, Line 3a - Grants and Contributions Paid During the Year (continued)

Name / Address	Relationship	Address / Status	Purpose	Amount
LAKESIDE APOSTOLIC CHURCH OF SPURGER TX 77660	NONE	P.O. BOX 85 501(C)(3)	UNRESTRICTED	10,000
LAMAR UNIVERSITY BEAUMONT TX 77710	NONE	P.O, BOX 10627 501(C)(3)	SCHOLARSHIPS	25,000
PASTOR JOHN ADOLPH BEAUMONT TX 77705	NONE	3920 WEST CARDINAL DRIVE 501(C)(3)	UNRESTRICTED	25,000
PLEASANT HILLS CHILDREN HOME FAIRFIELD TX 75840	NONE	P.O. BOX 117 501(C)(3)	UNRESTRICTED	15,000
POWER CASTLE MINISTRIES BEAUMONT TX 77726	NONE	P.O. BOX 5331 501(C)(3)	UNRESTRICTED	10,000
REV. ARTHUR SMITH SILSBEE TX 77656	NONE	2800 HWY 327 501(C)(3)	UNRESTRICTED	10,000
REV. MARK SMITH PORT ARTHUR TX 77642	NONE	1337 EAST 5TH 501(C)(3)	UNRESTRICTED	10,000
REV. MIKE LABRIE BEAUMONT TX 77707	NONE	1225 GLENDALE AVE 501(C)(3)	UNRESTRICTED	10,000
SAVE OUR CHILDREN BEAUMONT TX 77708	NONE	5475 LANDRY LANE 501(C)(3)	UNRESTRICTED	2,000
SETON FUND AUSTIN TX 78705	NONE	26 DOORS, 1206 W 38TH ST 501(C)(3)	UNRESTRICTED	25,000
SISTER ANTONINUS MARTIN HOUSTON TX 77223	NONE	P.O. BOX 230969 501(C)(3)	UNRESTRICTED	2,000
SYMPHONY OF SOUTHEAST TEXAS BEAUMONT TX 77707	NONE	4345 PHELAN BLVD, STE 105 501(C)(3)	UNRESTRICTED	10,000
TEMPLE EMANUEL SISTERHOOD BEAUMONT TX 77701	NONE	1120 BROADWAY 501(C)(3)	UNRESTRICTED	270
TEXAS TRIBUNE AUSTIN TX 78701	NONE	823 CONGRESS AVE 501(C)(3)	UNRESTRICTED	30,000
UNIVERSITY OF TEXAS AUSTIN TX 78705	NONE	727 EAST DEAN KEETON ST 501(C)(3)	UNRESTRICTED	10,000
UNIVERSITY OF HOUSTON HOUSTON TX 77004	NONE	4800 CALHOUN RD 501(C)(3)	UNRESTRICTED	10,383
WOMEN AND CHILDREN'S SHELTER BEAUMONT TX 77701	NONE	3550 FANNIN ST 501(C)(3)	UNRESTRICTED	10,000

Federal Statements

Statement 9 - Form 990-PF, Part XV, Line 3a - Grants and Contributions Paid During the Year (continued)

Name / Address	Relationship	Address / Status	Purpose	Amount
YOUNG LIFE OF BEAUMONT BEAUMONT TX 77706	NONE	7811 GLADYS 501(C)(3)	UNRESTRICTED	21,000
ADL HOUSTON TX 77027	NONE	4635 SW FREEWAY STE 400 501(C)(3)	UNRESTRICTED	10,000
AUSTIN SYMPHONY AUSTIN TX 78701	NONE	1101 RED RIVER ST 501(C)(3)	UNRESTRICTED	10,000
BEAUMONT FIRE FIGHTERS LOCAL 399 BEAUMONT TX 77701	NONE	1307 WALL STREET 501(C)(3)	UNRESTRICTED	10,000
BUSINESS EXECUTIVES FOR NATIONAL WASHINGTON DC 20005	NONE	1030 15TH STREET NW 501(C)(3)	UNRESTRICTED	10,000
CARDIOVASCULAR FOUNDATION OF BEAUMONT TX 77702	NONE	2680 MCFADDIN 501(C)(3)	UNRESTRICTED	25,000
CHRISTUS HEALTH FOUNDATION OF BEAUMONT TX 77702	NONE	2830 CALDER AVE 501(C)(3)	UNRESTRICTED	10,000
DELL CHILDREN'S HOME AUSTIN TX 78723	NONE	4900 MUELLER BLVD 501(C)(3)	UNRESTRICTED	25,000
DIOCESE OF BEAUMONT BEAUMONT TX 77701	NONE	710 ARCHIE ST 501(C)(3)	UNRESTRICTED	10,000
GERARDO LOZA HOUSTON TX 77002	NONE	723 MAIN ST IND	UNRESTRICTED	3,324
GIRLS HAVEN BEAUMONT TX 77701	NONE	3380 FANNIN ST #A 501(C)(3)	UNRESTRICTED	20,000
GOOD SHEPHERD CHURCH AUSTIN TX 78703	NONE	3201 WINDSOR RD 501(C)(3)	UNRESTRICTED	50,000
GOOD SHEPHERD EPISCOPAL SCHOOL AUSTIN TX 78703	NONE	3201B WINDSOR RD 501(C)(3)	UNRESTRICTED	12,500
GOOD SHEPHERD ON THE HILL AUSTIN TX 78741	NONE	1700 WOODLAND AVE 501(C)(3)	UNRESTRICTED	10,000
HUNTSMAN CANCER INSTITUTE SALT LAKE CITY UT 84103	NONE	2000 CIR OF HOPE DR 501(C)(3)	UNRESTRICTED	100,000
KAIRO'S KITCHEN BEAUMONT TX 77701	NONE	701 CALDER AVE 501(C)(3)	UNRESTRICTED	10,000
REV. J . D. ROBERTS BEAUMONT TX 77708	NONE	5475 LANDRY LANE 501(C)(3)	UNRESTRICTED	5,000

Statement 9 - Form 990-PF, Part XV, Line 3a - Grants and Contributions Paid During the Year (continued)

Name / Address	Relationship	Address / Status	Purpose	Amount
REV MORGAN ALLEN AUSTIN TX 78703	NONE	3201 WINDSOR RD 501(C)(3)	UNRESTRICTED	10,000
ST. LOUIS HOUSE AUSTIN TX 78715	NONE	PO BOX 150637 501(C)(3)	UNRESTRICTED	5,000
SOUTHEAST TEXAS FOOD BANK BEAUMONT TX 77701	NONE	3845 MARTIN LUTHER KING 501(C)(3)	UNRESTRICTED	50,000
TARRYTOWN UNITED METHODIST CHURCH AUSTIN TX 78703	NONE	2601 EXPOSITION BLVD 501(C)(3)	UNRESTRICTED	2,500
TEXAS ACCESS TO JUSTICE FOUNDATION AUSTIN TX 78701	NONE	1414 COLORADO 4TH FL 501(C)(3)	UNRESTRICTED	25,000
THE LONGHORN FOUNDATION AUSTIN TX 78713	NONE	PO BOX 7399 501(C)(3)	UNRESTRICTED	101,300
TRIUMPH MINISTRIES PASADENA TX 77506	NONE	1030 STRAWBERRY ROAD 501(C)(3)	UNRESTRICTED	15,000
WASHINGTON & LEE UNIVERSITY LEXINGTON VA 24450	NONE	204 W WASHINGTON ST 501(C)(3)	UNRESTRICTED	25,000
WEST AUSTIN YOUTH ASSOCIATION AUSTIN TX 78703	NONE	1314 EXPOSITION BLVD 501(C)(3)	UNRESTRICTED	10,000
Total				1,603,676