Form **990-PF**

Department of the Treasury
Internal Revenue Service

Return of Private Foundation

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

▶ Do not enter social security numbers on this form as it may be made public.
▶ Information about Form 990-PF and its instructions is at *www.irs.gov/form990pf*.

OMB No 1545-0052

2016

Open to Public Inspection

For calendar year 2016, or tax year beginning 01-01-2016 , and ending 12-31-2016

Name of foundation
PRESTON G HUGHES FOUNDATION INC

A Employer identification number
87-6122482

Number and street (or P O box number if mail is not delivered to street address) 3860 SOUTH PARKVIEW CIRCLE | Room/suite

B Telephone number (see instructions)
(801) 558-6299

City or town, state or province, country, and ZIP or foreign postal code
SALT LAKE CITY, UT 84124

C If exemption application is pending, check here ▶ ☐

G Check all that apply ☐ Initial return ☐ Initial return of a former public charity ☐ Final return ☐ Amended return ☐ Address change ☐ Name change

D 1. Foreign organizations, check here ▶ ☐
2. Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐

H Check type of organization ☑ Section 501(c)(3) exempt private foundation
☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐

I Fair market value of all assets at end of year *(from Part II, col (c), line 16)*▶$ 1,825,000

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

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ ☐

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

			(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1	Contributions, gifts, grants, etc , received (attach schedule)				
	2	Check ▶ ☑ if the foundation is **not** required to attach Sch B				
	3	Interest on savings and temporary cash investments	9,296	9,296	9,296	
	4	Dividends and interest from securities	39,543	39,543	39,543	
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10	29,950			
	b	Gross sales price for all assets on line 6a 301,584				
	7	Capital gain net income (from Part IV, line 2)		1,395		
	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)	1,340	1,190	1,340	
	12	**Total.** Add lines 1 through 11	80,129	51,424	50,179	
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc				
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16a	Legal fees (attach schedule)				
	b	Accounting fees (attach schedule)	3,190			3,190
	c	Other professional fees (attach schedule)				
	17	Interest				
	18	Taxes (attach schedule) (see instructions)	1,679			
	19	Depreciation (attach schedule) and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (attach schedule)	14,937	14,898		39
	24	**Total operating and administrative expenses.** Add lines 13 through 23	19,806	14,898		3,229
	25	Contributions, gifts, grants paid	84,800			84,800
	26	**Total expenses and disbursements.** Add lines 24 and 25	104,606	14,898		88,029
	27	Subtract line 26 from line 12				
	a	**Excess of revenue over expenses and disbursements**	-24,477			
	b	**Net investment income** (if negative, enter -0-)		36,526		
	c	**Adjusted net income**(if negative, enter -0-)			50,179	

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	1,705	3,057	3,063
2	Savings and temporary cash investments	63,187	46,398	46,398
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)	1,202,400	1,291,395	1,462,941
c	Investments—corporate bonds (attach schedule)	410,056	312,021	312,598
11	Investments—land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶			
12	Investments—mortgage loans			
13	Investments—other (attach schedule)			
14	Land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶			
15	Other assets (describe ▶)			
16	**Total assets** (to be completed by all filers—see the instructions Also, see page 1, item I)	1,677,348	1,652,871	1,825,000
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	
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	1,677,348	1,652,871	
30	**Total net assets or fund balances** (see instructions)	1,677,348	1,652,871	
31	**Total liabilities and net assets/fund balances** (see instructions)	1,677,348	1,652,871	

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	1,677,348
2	Enter amount from Part I, line 27a	2	-24,477
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	1,652,871
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	1,652,871

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				

	(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	1,395
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 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	64,910	1,826,625	0 035535
2014	133,726	1,938,209	0 068995
2013	131,760	1,864,796	0 070657
2012	117,229	1,812,640	0 064673
2011	83,282	1,849,272	0 045035

2	**Total** of line 1, column (d)	2	0 284895
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 056979
4	Enter the net value of noncharitable-use assets for 2016 from Part X, line 5	4	1,797,813
5	Multiply line 4 by line 3	5	102,438
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	365
7	Add lines 5 and 6	7	102,803
8	Enter qualifying distributions from Part XII, line 4	8	88,029

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	731
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	
3	Add lines 1 and 2.	3	731
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	4	
5	**Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-	5	731
6	Credits/Payments		
a	2016 estimated tax payments and 2015 overpayment credited to 2016 — 6a		
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	
8	Enter any **penalty** for underpayment of estimated tax Check here ☑ if Form 2220 is attached	8	22
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶	9	753
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶	10	
11	Enter the amount of line 10 to be **Credited to 2017 estimated tax** ▶ **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		No
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see Instructions for definition)?	1b		No
	*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		No
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		No
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		No
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		No
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	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		No
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	Yes	
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	Yes	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ ________			
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	Yes	
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		No
10	Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10		No

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		No
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		No
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	Yes	

Website address ▶N/A

14 The books are in care of ▶J PRESTON HUGHES Telephone no ▶(801) 558-6299

Located at ▶3860 SOUTH PARKVIEW CIRCLE SALT LAKE CITY UT ZIP+4 ▶84124

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		No
	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.		Yes	No
1a	During the year did the foundation (either directly or indirectly)			
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ 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)?	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?	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)	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).*	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		No
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		No

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

5a	During the year did the foundation pay or incur any amount to			
	(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☑ No			
	(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☑ No			
	(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☑ No			
	(4) Provide a grant to an organization other than a charitable, etc , organization described in section 4945(d)(4)(A)? (see instructions) ☐ Yes ☑ No			
	(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☑ No			
b	If any answer is "Yes" to 5a(1)–(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see instructions)?	**5b**		
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
c	If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☐ No			
	If "Yes," attach the statement required by Regulations section 53 4945–5(d)			
6a	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☑ No			
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	**6b**		No
	If "Yes" to 6b, file Form 8870			
7a	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☑ No			
b	If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?	**7b**		

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

1 List all officers, directors, trustees, foundation managers and their compensation (see instructions).

(a) Name and address	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	**(e)** Expense account, other allowances
J PRESTON HUGHES 3860 SOUTH PARKVIEW CIRCLE SALT LAKE CITY, UT 84124	PRESIDENT 000 00	0	0	0
ELAINE J HUGHES 3860 SOUTH PARKVIEW CIRCLE SALT LAKE CITY, UT 84124	VICE PRES 000 00	0	0	0
NEIL SABIN 60 EAST SOUTH TEMPLE SALT LAKE CITY, UT 84111	SECRETARY 000 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	Title, and average hours per week **(b)** 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 ▶

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	
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	1,768,317
b	Average of monthly cash balances.	1b	56,874
c	Fair market value of all other assets (see instructions).	1c	0
d	**Total** (add lines 1a, b, and c).	1d	1,825,191
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation). 1e		
2	Acquisition indebtedness applicable to line 1 assets.	2	
3	Subtract line 2 from line 1d.	3	1,825,191
4	Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see instructions).	4	27,378
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	1,797,813
6	**Minimum investment return.** Enter 5% of line 5.	6	89,891

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	89,891
2a	Tax on investment income for 2016 from Part VI, line 5.	2a	731		
b	Income tax for 2016 (This does not include the tax from Part VI).	2b			
c	Add lines 2a and 2b.			2c	731
3	Distributable amount before adjustments Subtract line 2c from line 1.			3	89,160
4	Recoveries of amounts treated as qualifying distributions.			4	
5	Add lines 3 and 4.			5	89,160
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	89,160

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	88,029
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	88,029
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	88,029

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					89,160
2 Undistributed income, if any, as of the end of 2016					
a Enter amount for 2015 only.					
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.	32,613				
d From 2014.	38,188				
e From 2015.					
f **Total** of lines 3a through e.		70,801			
4 Qualifying distributions for 2016 from Part XII, line 4 ▶ $ 88,029					
a Applied to 2015, but not more than line 2a					
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.					88,029
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))*		1,131			1,131
6 **Enter the net total of each column as indicated below:**					
a Corpus Add lines 3f, 4c, and 4e Subtract line 5		69,670			
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					0
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		69,670			
10 Analysis of line 9					
a Excess from 2012. . . .					
b Excess from 2013. . . .	31,482				
c Excess from 2014. . . .	38,188				
d Excess from 2015. . . .					
e Excess from 2016. . . .					

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 organization is a private operating foundation described in section ☐ 4942(j)(3) or ☐ 4942(j)(5)

	Tax year	Prior 3 years			(e) Total
	(a) 2016	**(b)** 2015	**(c)** 2014	**(d)** 2013	
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 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 e-mail address of the person to whom applications should be addressed

J PRESTON HUGHES
3860 SOUTH PARKVIEW CIRCLE
SALT LAKE CITY, UT 84124
(801) 558-6299
JPHUGHESMD@GMAIL COM

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

APPLICATION NOT REQUIRED

c Any submission deadlines

NO SUBMISSION DEADLINES

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

NO RESTRICTIONS OR LIMITATIONS ON AWARDS

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 Additional Data Table				
Total . . . . ▶ **3a**				84,800
b *Approved for future payment*				
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			14	9,296	
4 Dividends and interest from securities. . . .			14	39,543	
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.					1,190
8 Gain or (loss) from sales of assets other than inventory					29,950
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue					
a WRITE OFF STALE DATED CHECKS					150
b					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e). .				48,839	31,290

13 Total. Add line 12, columns (b), (d), and (e). **13** 80,129

(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)

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)**		**No**
(2) Other assets.	**1a(2)**		**No**
b Other transactions			
(1) Sales of assets to a noncharitable exempt organization.	**1b(1)**		**No**
(2) Purchases of assets from a noncharitable exempt organization.	**1b(2)**		**No**
(3) Rental of facilities, equipment, or other assets.	**1b(3)**		**No**
(4) Reimbursement arrangements.	**1b(4)**		**No**
(5) Loans or loan guarantees.	**1b(5)**		**No**
(6) Performance of services or membership or fundraising solicitations.	**1b(6)**		**No**
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees.	**1c**		**No**

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

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

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

******	2017-05-09	******	May the IRS discuss this return with the preparer shown below (see instr)? ☑ **Yes** ☐ **No**
Signature of officer or trustee	Date	Title	

Paid Preparer Use Only

Print/Type preparer's name	Preparer's Signature	Date	Check if self-employed ▶ ☐	PTIN
W DALE WESTENSKOW CPA		2017-05-10		P00090664
Firm's name ▶ ROBISON HILL & CO				Firm's EIN ▶87-0328572
Firm's address ▶ 1366 MURRAY HOLLADAY RD SALT LAKE CITY, UT 841175050				Phone no (801) 272-8045

Form 990PF Part XV Line 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*				
AMERICAN CANCER SOCIETY 1250 EAST 3900 SOUTH GREAT WEST DIV SLC CO SALT LAKE CITY, UT 84124		PUBLIC CHARI	HEALTHCARE AND SUPPORT SERVICES	1,000
AMERICAN SIGN LANGUAGE SOCIETY 3251 E 3760 S SALT LAKE CITY, UT 841241350		PUBLIC CHARI	EDUCATIONAL SUPPORT	500
BOY SCOUTS OF AMERICA 525 FOOTHILL BLVD SALT LAKE CITY, UT 84113		PUBLIC CHARI	COMMUNITY SUPPORT	500
CAPITAL HILLS CHARITIES 784 NORTHVIEW DR SALT LAKE CITY, UT 84103		PUBLIC CHARI	COMMUNITY SUPPORT	1,000
CHABAD LUBAUITCH OF UTAH 1760 S 1100 E SALT LAKE CITY, UT 84105		PUBLIC CHARI	COMMUNITY SUPPORT	1,000
CHURCH OF JESUS CHRIST LDS 50 EAST NORTH TEMPLE ST SALT LAKE CITY, UT 84150		PUBLIC CHARI	RELIGIOUS, MISSIONARY, HUMANITARIAN	61,900
FALLEN BROTHERS 7190 HUNTERS DAWN WAY MAGNA, UT 84044		PUBLIC CHARI	COMMUNITY SUPPORT	300
GIFTED MUSICAL SCHOOL 150 SOUTH 1000 EAST SUITE SALT LAKE CITY, UT 84150		PUBLIC CHARI	ARTS EDUCATION	1,000
KUED 101 S WASATCH DR RM 215 SALT LAKE CITY, UT 841121792		PUBLIC CHARI	COMMUNITY SUPPORT	100
LDS BUSINESS COLLEGE PO BOX 410778 SALT LAKE CITY, UT 84141		PUBLIC CHARI	EDUCATIONAL SUPPORT	1,000
NATIONAL AMERICAN MISS BEAUTY PAGEN 6227 S 171ST ST OMAHA, NE 68135		PUBLIC CHARI	COMMUNITY SUPPORT	500
NIGERIAN ASSOCIATION OF UTAH 825 N 300 W SUITE C-423 SALT LAKE CITY, UT 84103		PUBLIC CHARI	COMMUNITY SUPPORT	1,200
PIECE MAKERS QUILTS PO BOX 17032 SALT LAKE CITY, UT 84117		PUBLIC CHARI	COMMUNITY SUPPORT	1,000
PIONEER CRAFT HOUSE 3271 SOUTH 500 EAST SALT LAKE CITY, UT 84106		PUBLIC CHARI	ARTS AND HISTORICAL EDUCATION	1,000
SAINT OWEN CHRISTIAN 6869 FRANKLIN RD BLOOMFIELD HILLS, MI 48301		PUBLIC CHARI	RELIGIOUS, MISSIONARY, HUMANITARIAN	1,000
Total . . . . ▶ **3a**				84,800

Form 990PF Part XV Line 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*				
SPECIAL OLYMPICS 243 E 400 S 111 SALT LAKE CITY, UT 84111		PUBLIC CHARI	DISABLED SUPPORT	350
UCHA YOUTH SCHOLARSHIP FOUNDATION 1467 SOUTH 950 EAST SALEM, UT 84653		PUBLIC CHARI	EDUCATIONAL SUPPORT	2,000
UNIVERSITY OF UTAH SCHOOL OF MEDICI 30 N 1900 E SALT LAKE CITY, UT 84132		PUBLIC CHARI	HEALTHCARE AND SUPPORT SERVICES	150
UNIVERSITY OF UTAH SURGICAL SOCIETY 30 N 1900 E SALT LAKE CITY, UT 84132		PUBLIC CHARI	HEALTHCARE AND SUPPORT SERVICES	2,000
UTAH GASTROENTERCOLOGY 6360 S 3000 E SUITE 220 SALT LAKE CITY, UT 84121		PUBLIC CHARI	HEALTHCARE AND SUPPORT SERVICES	250
UTAH HERITAGE FOUNDATION PO BOX 28 SALT LAKE CITY, UT 84110		PUBLIC CHARI	HISTORICAL EDUCATION	1,500
UTAH POLICE ASSOCIATION 230 W 200 S SUITE 2608 SALT LAKE CITY, UT 84101		PUBLIC CHARI	COMMUNITY SUPPORT	50
VIJAYA L SHARMA FOUNDATION 4525 WESTVIEW DR SALT LAKE CITY, UT 84124		PUBLIC CHARI	COMMUNITY SUPPORT	4,500
WHEELER FARM FRIENDS 6351 S 900 E MURRAY, UT 84121		PUBLIC CHARI	HISTORICAL EDUCATION	1,000
Total . . . . ▶ **3a**				84,800

TY 2016 Accounting Fees Schedule

Name: PRESTON G HUGHES FOUNDATION INC

EIN: 87-6122482

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
PROF FEES - ACCOUNTING	3,190			3,190

TY 2016 Gain/Loss from Sale of Other Assets Schedule

Name: PRESTON G HUGHES FOUNDATION INC

EIN: 87-6122482

Name	Date Acquired	How Acquired	Date Sold	Purchaser Name	Gross Sales Price	Basis	Basis Method	Sales Expenses	Total (net)	Accumulated Depreciation
EATON VANCE FLOATINGRATE CLASS I	2013-02	PURCHASE	2016-03		7,000	7,615			-615	
VANGUARD INDEX FDS VANGUARD REIT ETF	2012-05	PURCHASE	2016-03		5,848	4,127			1,721	
VANGUARD INTERMED TRM INVST GR ADMIR	2012-05	PURCHASE	2016-03		7,500	7,740			-240	
VANGUARD SPECIALIZEDPORTFOLIOS DIV A	2012-05	PURCHASE	2016-03		4,543	3,111			1,432	
VANGUARD WHITEHALL FDS HIGH DIVIDEND	2012-05	PURCHASE	2016-03		7,236	4,848			2,388	
ADIENT FLC COM USDO	2016-10	PURCHASE	2016-11		36	37			-1	
FIDELITRY NATIONAL INFORMATION SERVI	2015-12	PURCHASE	2016-01		1,497	1,517			-20	
JOHNSON CONTROLS INTERNATIONAL PLC C	2016-09	PURCHASE	2016-09		38	36			2	
JPMORGAN CHASE & CO	2015-02	PURCHASE	2016-01		1,460	1,447			13	
MEDTRONIC PLC USDO	2015-01	PURCHASE	2016-01		1,499	1,524			-25	
BLACKROCK INCV, BLK	2012-05	PURCHASE	2016-01		1,534	846			688	
CALIFORNIA RES CORP COM	2012-06	PURCHASE			11	14			-3	
CHEVRON CORP NEW	2012-05	PURCHASE			6,041	6,413			-372	
CISCO SYS INC COM	2013-11	PURCHASE	2016-01		1,357	1,164			193	
COCA COLA CO	2012-05	PURCHASE	2016-01		2,097	1,861			236	
EXXON MOBIL CORP	2013-10	PURCHASE	2016-01		1,183	1,292			-109	
INTEL CORP	2012-05	PURCHASE	2016-01		4,667	3,777			890	
JOHNSON & JOHNSON	2012-05	PURCHASE	2016-01		1,979	1,268			711	
JOHNSON CTLS INC	2013-01	PURCHASE	2016-09		8,343	5,873			2,470	
MCDONALDS CORP	2012-05	PURCHASE	2016-01		11,079	8,659			2,420	
MERCK & CO INC	2012-06	PURCHASE	2016-01		1,037	744			293	
MICROSOFT CORP	2012-05	PURCHASE	2016-01		5,260	2,957			2,303	
OCCIDENTAL PETROLEUMCORP	2012-06	PURCHASE	2016-01		627	759			-132	
PEPSICO INC	2012-06	PURCHASE	2016-01		2,891	2,074			817	
PFIZER INC	2013-09	PURCHASE	2016-01		933	865			68	
STARBUCKS CORP	2014-05	PURCHASE	2016-01		4,671	2,819			1,852	
TARGET CORP COM	2012-06	PURCHASE	2016-01		3,526	2,867			659	
TRAVELERS COS INC	2012-06	PURCHASE	2016-01		3,217	1,897			1,320	
UNITED PARCEL SVC INC	2014-08	PURCHASE	2016-01		901	965			-64	
UNITED TECHNOLOGIES CORP	2014-10	PURCHASE	2016-01		1,335	1,530			-195	

Name	Date Acquired	How Acquired	Date Sold	Purchaser Name	Gross Sales Price	Basis	Basis Method	Sales Expenses	Total (net)	Accumulated Depreciation
VERIZION COMMUNICATIONS	2012-05	PURCHASE	2016-01		1,561	1,448			113	
PIMCO ETF	2015-11	PURCHASE	2016-01		874	873			1	
ROYCE SPECIAL EQUITY INVESTMENT	2016-01	PURCHASE	2016-12		16,857	13,507			3,350	
LAZARD GL,OBAL LISTED INFRASTRUCT	2012-05	PURCHASE	2016-01		400	310			90	
ROYCE SPECIAL EQUITY INVESTMENT		PURCHASE	2016-12		31,013	24,850			6,163	
BARCLAYS	2012-08	PURCHASE	2016-09		25,000	25,000				
CITIGROUPO INC NOTE	2012-08	PURCHASE	2016-01		25,000	25,000				
JPMORGAN CHASE & CO NOTE	2012-08	PURCHASE	2016-07		25,000	25,000				
PEPSICO INC NOTE CALL MAKE WHOLE	2012-07	PURCHASE	2016-05		25,000	25,000				
SALLIE MAE BK SLT LAKE CITY UT	2012-08	PURCHASE	2016-01		25,088	25,000			88	
SYNCHRONY BANK RETAIL CD	2012-08	PURCHASE	2016-01		25,050	25,000			50	

TY 2016 Investments Corporate Bonds Schedule

Name: PRESTON G HUGHES FOUNDATION INC

EIN: 87-6122482

Name of Bond	End of Year Book Value	End of Year Fair Market Value
FIDELITY INV ACCT...1743	312,021	312,598

TY 2016 Investments Corporate Stock Schedule

Name: PRESTON G HUGHES FOUNDATION INC

EIN: 87-6122482

Name of Stock	End of Year Book Value	End of Year Fair Market Value
FIDELITY INV ACCT...8648	555,655	579,491
FIDELITY INV ACCT...8656	281,694	373,828
FIDELITY INV ACCT...6354	454,046	509,622

TY 2016 Other Expenses Schedule

Name: PRESTON G HUGHES FOUNDATION INC

EIN: 87-6122482

Other Expenses Schedule

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
EXPENSES				
BANK CHARGES	39			39
ADVISOR FEES	14,898	14,898		

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TY 2016 Other Income Schedule

Name: PRESTON G HUGHES FOUNDATION INC

EIN: 87-6122482

Other Income Schedule

Description	Revenue And Expenses Per Books	Net Investment Income	Adjusted Net Income
BOND PREMIUM	1,190	1,190	1,190
WRITE OFF STALE DATED CHECKS	150		150

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TY 2016 Taxes Schedule

Name: PRESTON G HUGHES FOUNDATION INC

EIN: 87-6122482

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
TAXES	772			
FOREIGN TAXES	907			