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

OMB No 1545-0052

2016

Open to Public Inspection

Department of the Treasury
Internal Revenue ServiceDo 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.

For calendar year 2016 or tax year beginning April 1, 2016, and ending March 31, 2017

Name of foundation **Alvin L. and Peggy S. Brown Family Charitable Foundation**

Number and street (or P.O. box number if mail is not delivered to street address) **8180 Wisconsin Avenue**

City or town, state or province, country, and ZIP or foreign postal code **Bethesda, Maryland 20814-3633**

A Employer identification number **52-6041735**

B Telephone number (see instructions) **301-841-6751**

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, col. (c), line 16) **\$15,374,695**

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)	0			
	2 Check ☐ if the foundation is not required to attach Sch. B				
	3 Interest on savings and temporary cash investments	2,746	2,746	2,746	
	4 Dividends and interest from securities	243,210	243,210	243,210	
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	220,993			
	b Gross sales price for all assets on line 6a				
	7 Capital gain net income (from Part IV, line 2)		220,993		
	8 Net short-term capital gain			5,229	
	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	466,949	466,949	251,185		
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)	722	722	722	722
	b Accounting fees (attach schedule)	28,000	28,000	28,000	28,000
	c Other professional fees (attach schedule)				
	17 Interest	31	31	31	31
	18 Taxes (attach schedule) (see instructions)	6,229	6,229	6,229	6,229
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule)	91,012	91,012	91,012	91,012
	24 Total operating and administrative expenses. Add lines 13 through 23	125,994	125,994	125,994	125,994
	25 Contributions, gifts, grants paid	339,000			339,000
26 Total expenses and disbursements. Add lines 24 and 25	464,994	125,994	125,994	464,994	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements	1,955				
b Net investment income (if negative, enter -0-)		340,955			
c Adjusted net income (if negative, enter -0-)			125,191		

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	742,873	356,491	356,491
	2	Savings and temporary cash investments			
	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	8,500	16,700	16,700
	10a	Investments—U.S. and state government obligations (attach schedule)			
	b	Investments—corporate stock (attach schedule)	789,349	817,520	1,937,206
	c	Investments—corporate bonds (attach schedule)			
	11	Investments—land, buildings, and equipment: basis ▶			
	Less: accumulated depreciation (attach schedule) ▶				
12	Investments—mortgage loans				
13	Investments—other (attach schedule)	8,956,191	9,291,962	13,064,298	
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)	10,496,913	10,482,173	15,374,695	
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)			
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			
	30	Total net assets or fund balances (see instructions)	10,496,913	10,482,173	
	31	Total liabilities and net assets/fund balances (see instructions)	10,496,913	10,482,173	

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	10,496,913
2	Enter amount from Part I, line 27a	2	1,955
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	10,498,868
5	Decreases not included in line 2 (itemize) ▶ <u>Federal Income Tax - FTE 3/3/16</u>	5	16,695
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	10,482,173

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				
b	VARIOUS STOCKS			
c				
d	(see schedule attached)			
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) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(j) F.M.V. as of 12/31/69	(l) Adjusted basis as of 12/31/69	(k) Excess of col. (j) over col. (l), if any	
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	220,993
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	5,229

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	532,805	14,167,401	.0376
2014	691,527	14,151,960	.0489
2013	1,048,004	13,972,748	.0750
2012	568,202	13,051,425	.0435
2011	565,738	11,905,187	.0475

2 Total of line 1, column (d)	2	.2525
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	.0505
4 Enter the net value of noncharitable-use assets for 2016 from Part X, line 5	4	14,640,344
5 Multiply line 4 by line 3	5	739,337
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	3,410
7 Add lines 5 and 6	7	742,747
8 Enter qualifying distributions from Part XII, line 4 If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions.	8	464,994

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	6,819	
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	6,819	
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	6,819	
6	Credits/Payments:			
a	2016 estimated tax payments and 2015 overpayment credited to 2016	6a	16,700	
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	16,700	
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	9,881	
11	Enter the amount of line 10 to be: Credited to 2017 estimated tax 9,881 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?		✓
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>		✓
c Did the foundation file Form 1120-POL for this year?		✓
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? <i>If "Yes," attach a detailed description of the activities.</i>		✓
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>		✓
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		✓
b If "Yes," has it filed a tax return on Form 990-T for this year?		✓
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>		✓
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?		✓
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>	✓	
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? <i>If "No," attach explanation</i>	✓	
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>		✓
10 Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses</i>		✓

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)		☒
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)		☒
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ▶		N/A
14 The books are in care of ▶ <u>the Foundation</u> Telephone no. ▶ <u>301-841-6757</u> Located at ▶ <u>8180 Wisconsin Ave, Bethesda, MD</u> ZIP+4 ▶ <u>20814-3633</u>		
15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041—Check here. ☐ and enter the amount of tax-exempt interest received or accrued during the year ▶ 15		
16 At any time during calendar year 2016, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country? See the instructions for exceptions and filing requirements for FinCEN Form 114. If "Yes," enter the name of the foreign country ▶		☒

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)? Organizations relying on a current notice regarding disaster assistance check here ☐	1b	N/A
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	N/A
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	☒
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	☒

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)? ☐ Yes ☒ NoOrganizations 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? ☐ Yes ☒ 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? ☐ Yes ☒ No**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
Patricia A. Brown - P.O. Box 32 Mendocino California 95460	President 3 hours	0	none	none
Donna Brown - 817 E 31st Road Santa Fe, New Mexico 87505	Secretary Treasurer 3 hours	0	none	none

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			
	N/A			

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 Donations made to various charitable organizations as listed within	none
2	
3	
4	

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

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

	Amount
1 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	1,845,403
b	Average of monthly cash balances	1b	549,682
c	Fair market value of all other assets (see instructions)	1c	12,468,208
d	Total (add lines 1a, b, and c)	1d	14,863,293
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	14,863,293
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	222,949
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	14,640,344
6	Minimum investment return. Enter 5% of line 5	6	732,017

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	732,017
2a	Tax on investment income for 2016 from Part VI, line 5	2a	
b	Income tax for 2016. (This does not include the tax from Part VI.)	2b	16,695
c	Add lines 2a and 2b	2c	16,695
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	715,322
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	715,322
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	715,322

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	464,994
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	464,994
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	464,994

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				715,322
2 Undistributed income, if any, as of the end of 2016:				
a Enter amount for 2015 only			0	
b Total for prior years: 20____, 20____, 20____		0		
3 Excess distributions carryover, if any, to 2016:				
a From 2011				
b From 2012				32,131
c From 2013				361,488
d From 2014				
e From 2015				—
f Total of lines 3a through e	393,619			
4 Qualifying distributions for 2016 from Part XII, line 4: ▶ \$ 464,994				
a Applied to 2015, but not more than line 2a			0	
b Applied to undistributed income of prior years (Election required—see instructions)		0		
c Treated as distributions out of corpus (Election required—see instructions)	(250,328)			
d Applied to 2016 distributable amount				
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	143,291			
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				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)	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	143,291			
10 Analysis of line 9:				
a Excess from 2012				—
b Excess from 2013				—
c Excess from 2014				143,291
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 foundation is a private operating foundation described in section ☐ 4942(j)(3) or ☐ 4942(j)(5)

2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed

Tax year	Prior 3 years			(e) Total
(a) 2016	(b) 2015	(c) 2014	(d) 2013	
85% of line 2a				
Qualifying distributions from Part XII, line 4 for each year listed				
Amounts included in line 2c not used directly for active conduct of exempt activities				
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:			N/A	
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.

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:

Contributions are made only to preselected charitable organizations. Unsolicited applications for funds are not accepted.

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

see 2A

- c** Any submission deadlines:

none

- 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				
Total			▶	3a 339,000
b Approved for future payment	N/A			
Total			▶	3b

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 | | ✓ |
| | (2) Other assets | | ✓ |
| b | Other transactions: | | |
| | (1) Sales of assets to a noncharitable exempt organization | | ✓ |
| | (2) Purchases of assets from a noncharitable exempt organization | | ✓ |
| | (3) Rental of facilities, equipment, or other assets | | ✓ |
| | (4) Reimbursement arrangements | | ✓ |
| | (5) Loans or loan guarantees | | ✓ |
| | (6) Performance of services or membership or fundraising solicitations | | ✓ |
| c | Sharing of facilities, equipment, mailing lists, other assets, or paid employees | | ✓ |
| 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. | | |

[illegible]

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

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

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.

Donna L. Brum 6/1/17 Secretary/Treasurer

Signature of officer or trustee Date Title

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

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
	Firm's name ▶			Firm's EIN ▶	
	Firm's address ▶			Phone no	

Alvin I. and Peggy S. Brown Family Charitable Foundation
Schedule of Short and Long Term Capital Gains and Losses
Fiscal Year Ended March 31, 2017

Page 3- Part IV-Lines 2 and 3- Capital Gains and Losses

	<u>Proceeds</u>	<u>Cost</u>	<u>Gain</u> <u>(Loss)</u>	<u>Purchase</u> <u>Date</u>	<u>Sale</u> <u>Date</u>
<u>Short-Term Capital Gains and Losses</u>					
Constable Partners II- Flowthrough Investments	Various	Various	\$5,271 00	Various	Various
Semper Vic Partners Flowthrough Investments	Various	Various	<u>(\$42.00)</u>	Various	Various
Total Net Short-Term Gains Page 3 Part IV- Line 3			\$5,229.00		

Long -Term Capital Gains and Losses

Constable Partners II <u>Flowthrough Investment</u>	Various	Various	(\$59,552 00)		
Semper Vic Partners- Flowthrough Investment	Various	Various	\$260,471 00	Various	Various
Pershing Stocks- (See Schedule Attached)	<u>\$35,470 00</u>	<u>\$20,625 00</u>	<u>\$14,845 00</u>	Various	Various
Total Net Long-Term Gains	\$35,470 00	\$20,625 00	\$215,764.00		
Total Short and Long-Term Gains Page 3-PartIV-Line 2			\$220,993 00		

Alvin and Peggy Brown Family Charitable Foundation
Schedule of Long Term Capital Gains and Losses- Pershing Account
Fiscal Year Ended March 31, 2017

<u>Shares</u>	<u>Security</u>	<u>Selling Price</u>	<u>Cost</u>	<u>Long - Term Gain</u>	<u>Purchase Date</u>	<u>Sale Date</u>
10 shares	Martin Marietta	\$2,237 34	\$498 40	\$1,738 94	5/16/06	12/12/2016
30 shares	Wells Fargo Bank	\$1,671 86	\$1,353 90	\$317 96	8/17/06	12/12/2016
65 shares	Wells Fargo Bank	\$3,625 05	\$2,933 45	\$691 60	8/17/06	12/13/2016
25 shares	Wells Fargo Bank	\$1,393 87	\$1,128 25	\$265 62	8/17/06	12/21/2016
155 shares	Wells Fargo Bank	\$8,677 83	\$6,995 15	\$1,682 68	8/17/06	03/21/2017
35 shares	Phillip Morris	\$3,474 45	\$532 70	\$2,941 75	10/24/13	09/20/2016
115 shares	Altria Group	\$7,069 52	\$4,345 85	\$2,723 67	04/03/07	11/10/2016
10 shares	Martin Marietta	\$2,281 05	\$498 40	\$1,782 65	04/22/03	11/15/2016
15 shares	Martin Marietta	\$3,329 38	\$747 60	\$2,581 78	04/23/03	11/16/16
28 shares	SabMiller	\$1,710 36	\$1,591 56	\$118 80	04/07/15	04/20/2016
Totals		\$35,470 71	\$20,625 26	\$14,845 45		

Part II- Line 10B

Investments-Corporate Stocks and Bonds

	A <u>Beginning of</u> <u>the Year</u> <u>Book Value</u>	B <u>End of</u> <u>the Year</u> <u>Book Value</u>	C <u>Year End</u> <u>Fair Market</u> <u>Value</u>
Stocks Held in Pershing Investment	<u>\$789,349 00</u>	<u>\$817,520 00</u>	<u>\$1,937,206.00</u>
Totals	\$789,349.00	\$817,520.00	\$1,937,206 00

Part II-Line 13- Investments- Other
Constable Partners II Partnership:

\$1,931,789 00	\$1,857,701.00	\$1,959,253.00
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Semper Vic Partners

<u>\$7,024,402.00</u>	<u>\$7,433,761.00</u>	<u>\$11,105,045 00</u>
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Totals:

\$8,956,191.00	\$9,291,462 00	\$13,064,298.00
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Alvin I. and Peggy S. Brown Family Charitable Foundation
Contributions Received and Other Income
April 1, 2015 to March 31, 2017

Part I-Line 1- Page 1

Contributions Received

Cash-Alvin I. and Peggy S. Brown

\$0 00

Total Contributions Received

\$0.00

Alvin I. and Peggy S. Brown Family Charitable Foundation
Schedule of Other Expenses
Fiscal Year Ended March 31, 2017

Part I-Line 23- Other Expenses

Administrative Expenses- Management Fees	\$17,814.00
Portfolio Deductions	\$72,558.00
Foreign Fees	\$155.00
Custody and ADR Fees	<u>\$485.00</u>
Total	\$91,012.00

Part I-Line 18- Taxes

Foreign Taxes	\$6,229.00
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Part 1- Line 16(a) Legal Fees

Venable LLP	\$722.00
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Part 1- Line 16(b) Accounting Fees

Charles Harab CPA	\$28,000.00
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Alvin I. and Peggy S. Brown Family Charitable Foundation
Summary of Charitable Contributions
Fiscal Year Ended March 31, 2017

		<u>If individual relationship</u>	<u>Foundation status of recipient</u>	<u>Purpose of Grant/Contrib</u>
Fortune Society	\$10,000.00	NA	Qual 501c3 recip	Donation
Cornerstones Community	\$10,000 00	NA	Qual 501c3 recip	Donation
Finca International	\$10,000 00	NA	Qual 501c3 recip	Donation
Creativity For Peace	\$100,000 00	NA	Qual 501c3 recip	Donation
Doctors Without Borders	\$20,000 00	NA	Qual 501c3 recip	Donation
Compassionate Touch Network- Santa Fe, NM	\$15,000 00	NA	Qual 501c3 recip	Donation
Women For Women	\$20,000 00	NA	Qual 501c3 recip	Donation
Greyhound Pet Adoption	\$20,000 00	NA	Qual. 501c3 recip	Donation
In Good Company	\$12,500 00	NA	Qual 501c3 recip	Donation
Lead4Life	\$5,000 00	NA	Qual 501c3 recip	Donation
Remy's Good Day Fund	\$50,000 00	NA	Qual. 501c3 recip	Donation
ACLU	\$20,000 00	NA	Qual 501c3 recip	Donation
Southern Poverty Law Center	\$10,000 00	NA	Qual 501c3 recip	Donation
Mendocino Coast Fund	\$5,000 00	NA	Qual 501c3 recip	Donation
Beith Tikva Synagogue	\$5,000 00	NA	Qual. 501c3 recip	Donation
Catholic Charities	\$5,000 00	NA	Qual 501c3 recip	Donation
Opaya Institute	\$5,000 00	NA	Qual 501c3 recip	Donation
IFAA	\$10,000 00	NA	Qual 501c3 recip	Donation
All Other Charities (See Attached List)	<u>\$6,500.00</u>	NA	Qual 501c3 recip	Donation
Total	\$339,000 00			

Alvin and Peggy Brown Family
Charitable Foundation
Charitable Contributions
Fiscal Year Ended 3/31/17

4/20/2016	Interfaith Community	3626	\$1,500.00	
4/20/2016	Kunm-FM	3627	<u>\$1,000.00</u>	
	Balance at 4/30/16		\$2,500.00	\$2,500.00
6/1/2016	Creativity For Peace	3628	\$100,000.00	
6/1/2016	IFAA	3629	\$10,000.00	
6/1/2016	UPAYA Institute	3630	\$5,000.00	
6/15/2016	Cornerstones Community	3631	\$10,000.00	
6/15/2016	Finca International	3632	\$10,000.00	
6/15/2016	GPA FL SE INC	3633	<u>\$20,000.00</u>	
	Balance at 6/30/16		\$155,000.00	\$157,500.00
9/7/2016	Remy's Good Day Fund	3636	\$50,000.00	
9/15/2016	Beit Takva	3637	<u>\$5,000.00</u>	
	Balance @ 9/30/2016		\$55,000.00	\$212,500.00
10/20/2016	Catholic Charities	3639	\$2,000.00	
10/25/2016	Catholic Charities	3641	\$2,000.00	
10/25/2016	Catholic Charities	3642	<u>\$1,000.00</u>	
	Balance @ 10/31/16		\$5,000.00	\$217,500.00
11/15/2016	In Good Company	3644	\$5,000.00	\$222,500.00
12/1/2016	Mendocino Coast Fund	3646	\$5,000.00	
12/15/2016	BCC Rescue Squad	3647	\$1,000.00	
12/15/2016	Central Union Mission	3648	\$1,000.00	
12/15/2016	Doctors Without Borders	3649	\$1,000.00	
12/15/2016	Manna Food	3650	\$1,000.00	
12/15/2016	The Walter Reed Society	3651	\$1,000.00	
12/20/2016	ACLU	3652	\$20,000.00	
12/20/2016	Doctors Without Borders	3653	\$20,000.00	
12/20/2016	Southern Law Poverty	3654	\$10,000.00	
12/20/2016	Women For Women	3655	<u>\$20,000.00</u>	
	Balance @ 12/31/16		\$80,000.00	\$302,500.00
1/5/2017	Compassionate Touch	3657	\$15,000.00	
1/5/2017	Fortune Society	3658	<u>\$10,000.00</u>	
	Balance @ 2/28/2017		\$25,000.00	\$327,500.00
3/30/2017	In Good Company	3663	\$7,500.00	
3/30/2017	Lead 4 Life	3664	\$5,000.00	
11/3/2015	Kindred Spirits - void check	3598	<u>(\$1,000.00)</u>	
	Balance @ 3/31/17		\$11,500.00	\$339,000.00