

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

**2015**

Department of the Treasury  
Internal Revenue Service

▶ **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](http://www.irs.gov/form990pf).

**Open to Public Inspection**

**For calendar year 2015, or tax year beginning , 2015, and ending**

Name of foundation <b>Albert and Margaret Alkek Foundation</b>		<b>A</b> Employer identification number 76-0491186
Number and street (or P.O. box number if mail is not delivered to street address) <b>1100 Louisiana St</b>	Room/suite 5250	<b>B</b> Telephone number (see instructions) (713) 652-6601
City or town, state or province, country, and ZIP or foreign postal code <b>Houston TX 77002</b>		<b>C</b> If exemption application is pending, check here . ▶ <input type="checkbox"/>
<b>G</b> Check all that apply:		<b>D 1</b> Foreign organizations, check here . . . . . ▶ <input type="checkbox"/>
<input type="checkbox"/> Initial return	<input type="checkbox"/> Initial return of a former public charity	<b>D 2</b> Foreign organizations meeting the 85% test, check here and attach computation . . . . . ▶ <input type="checkbox"/>
<input type="checkbox"/> Final return	<input type="checkbox"/> Amended return	<b>E</b> If private foundation status was terminated under section 507(b)(1)(A), check here . . . . ▶ <input type="checkbox"/>
<input type="checkbox"/> Address change	<input type="checkbox"/> Name change	<b>F</b> If the foundation is in a 60-month termination under section 507(b)(1)(B), check here . . . . ▶ <input type="checkbox"/>
<b>H</b> Check type of organization:		
<input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation		
<input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust		
<input type="checkbox"/> Other taxable private foundation		
<b>I</b> Fair market value of all assets at end of year (from Part II, column (c), line 16) ▶ \$ <b>228,346,032.</b>	<b>J</b> Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ (Part I, column (d) must be on cash basis.)	

	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
<b>Part I Analysis of Revenue and Expenses</b> (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions).)				
<b>REVENUE</b>				
<b>1</b> Contributions, gifts, grants, etc. received (attach schedule) . . . . .	1,563,036.			
<b>2</b> Ck ▶ <input type="checkbox"/> if the foundation is not required to attach Sch B				
<b>3</b> Interest on savings and temporary cash investments . . . . .	547.	547.		
<b>4</b> Dividends and interest from securities . . . . .	785,901.	785,901.		
<b>5a</b> Gross rents . . . . .				
<b>b</b> Net rental income or (loss) . . . . .				
<b>6a</b> Net gain or (loss) from sale of assets not on line 10 . . . . .	11,747,123.	L-6a Stmt		
<b>b</b> Gross sales price for all assets on line 6a . . . . . <b>24,476,781.</b>				
<b>7</b> Capital gain net income (from Part IV, line 2) . . . . .		11,120,464.		
<b>8</b> Net short-term capital gain . . . . .				
<b>9</b> Income modifications . . . . .				
<b>10a</b> Gross sales less returns and allowances . . . . .				
<b>b</b> Less: Cost of goods sold . . . . .				
<b>c</b> Gross profit or (loss) (attach schedule) . . . . .				
<b>11</b> Other income (attach schedule) . . . . .				
<b>See Line 11 Stmt</b>	3,406,436.	1,397,662.		
<b>12 Total.</b> Add lines 1 through 11 . . . . .	17,503,043.	13,304,574.		
<b>ADMINISTRATIVE AND EXPENSES</b>				
<b>13</b> Compensation of officers, directors, trustees, etc. . . . .	709,669.	420,897.		238,340.
<b>14</b> Other employee salaries and wages . . . . .	17,537.	783.		16,660.
<b>15</b> Pension plans, employee benefits . . . . .	40,066.	27,218.		9,586.
<b>16a</b> Legal fees (attach schedule) . . . . .	120,322.	120,322.		
<b>b</b> Accounting fees (attach sch) . . . . .	26,592.	16,368.		6,729.
<b>c</b> Other prof. fees (attach sch) . . . . .	555,414.	554,519.		
<b>17</b> Interest . . . . .				
<b>18</b> Taxes (attach schedule)(see instrs) . . . . .	235,020.	39.		
<b>19</b> Depreciation (attach schedule) and depletion . . . . .	14,840.	8,898.		
<b>20</b> Occupancy . . . . .	297.	178.		98.
<b>21</b> Travel, conferences, and meetings . . . . .	1,584.	1,092.		361.
<b>22</b> Printing and publications . . . . .	1,299.	1,080.		90.
<b>23</b> Other expenses (attach schedule)				
	2,364,137.	837,487.		3,811.
<b>24 Total operating and administrative expenses.</b> Add lines 13 through 23 . . . . .	4,086,777.	1,988,881.		275,675.
<b>25</b> Contributions, gifts, grants paid . . . . .	11,900,000.			11,900,000.
<b>26 Total expenses and disbursements.</b> Add lines 24 and 25 . . . . .	15,986,777.	1,988,881.		12,175,675.
<b>27</b> Subtract line 26 from line 12:				
<b>a Excess of revenue over expenses and disbursements</b> . . . . .	1,516,266.			
<b>b Net investment income</b> (if negative, enter -0-) . . . . .		11,315,693.		
<b>c Adjusted net income</b> (if negative, enter -0-) . . . . .				

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	End of year		
		(a) Book Value	(b) Book Value	(c) Fair Market Value	
ASSETS	1	Cash — non-interest-bearing . . . . .	306.	306.	306.
	2	Savings and temporary cash investments . . . . .	6,372,113.	3,928,102.	3,928,102.
	3	Accounts receivable . . . . . ▶ 3,739.			
		Less: allowance for doubtful accounts ▶ . . . . .	448,388.	3,739.	3,739.
	4	Pledges receivable . . . . . ▶ . . . . .			
		Less: allowance for doubtful accounts ▶ . . . . .			
	5	Grants receivable . . . . .			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions) . . . . .			
	7	Other notes and loans receivable (attach sch) ▶ . . . . .			
		Less: allowance for doubtful accounts ▶ . . . . .			
	8	Inventories for sale or use . . . . .			
	9	Prepaid expenses and deferred charges . . . . .			
	10a	Investments — U.S. and state government obligations (attach schedule) . . . . .			
	b	Investments — corporate stock (attach schedule) . . . . .	43,972,673.	52,697,855.	65,703,899.
	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) . . . . .	135,262,608.	131,561,904.	158,671,331.	
14	Land, buildings, and equipment: basis ▶ . . . . . 287,104.				
	Less: accumulated depreciation (attach schedule) . . . . . ▶ . . . . . 283,144.	18,800.	3,960.	37,725.	
15	Other assets (describe ▶ Oil and gas royalty interest ) . . . . .	19,111.	0.	930.	
16	<b>Total assets</b> (to be completed by all filers — see the instructions. Also, see page 1, item l). . . . .	186,093,999.	188,195,866.	228,346,032.	
LIABILITIES	17	Accounts payable and accrued expenses . . . . .			
	18	Grants payable . . . . .			
	19	Deferred revenue . . . . .			
	20	Loans from officers, directors, trustees, & other disqualified persons . . . . .			
	21	Mortgages and other notes payable (attach schedule) . . . . .			
	22	Other liabilities (describe ▶ . . . . . ) . . . . .			
	23	<b>Total liabilities</b> (add lines 17 through 22) . . . . .			
NET ASSETS OR FUND BALANCES	Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. . . . . <input checked="" type="checkbox"/>				
	24	Unrestricted . . . . .	186,093,999.	188,195,866.	
	25	Temporarily restricted . . . . .			
	26	Permanently restricted . . . . .			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. . . . . <input type="checkbox"/>				
	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	<b>Total net assets or fund balances</b> (see instructions) . . . . .	186,093,999.	188,195,866.		
31	<b>Total liabilities and net assets/fund balances</b> (see instructions) . . . . .	186,093,999.	188,195,866.		

**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	186,093,999.
2	Enter amount from Part I, line 27a . . . . .	2	1,516,266.
3	Other increases not included in line 2 (itemize) . . . . . ▶ See attached schedule	3	2,610,416.
4	Add lines 1, 2, and 3 . . . . .	4	190,220,681.
5	Decreases not included in line 2 (itemize) . . . . . ▶ See attached schedule	5	2,024,815.
6	Total net assets or fund balances at end of year (line 4 minus line 5) — Part II, column (b), line 30 . . . . .	6	188,195,866.

**Part IV Capital Gains and Losses for Tax on Investment Income**

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shares MLC Company)		(b) How acquired P — Purchase D — Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1 a	See attached statement			
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 23,850,122.		12,729,658.	11,120,464.	
b				
c				
d				
e				
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69				(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any		
a			11,120,464.	
b				
c				
d				
e				
2	Capital gain net income or (net capital loss). . . . .	<input type="checkbox"/> If gain, also enter in Part I, line 7 <input type="checkbox"/> If (loss), enter -0- in Part I, line 7		2 11,120,464.
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 . . . . .	<input type="checkbox"/>		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.

(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))
2014	12,092,151.	237,608,002.	0.050891
2013	11,254,688.	222,324,491.	0.050623
2012	10,583,884.	210,815,917.	0.050204
2011	10,744,703.	213,150,343.	0.050409
2010	10,228,677.	203,946,002.	0.050154
2	Total of line 1, column (d) . . . . .		2 0.252281
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 0.050456
4	Enter the net value of noncharitable-use assets for 2015 from Part X, line 5. . . . .		4 237,282,784.
5	Multiply line 4 by line 3 . . . . .		5 11,972,340.
6	Enter 1% of net investment income (1% of Part I, line 27b) . . . . .		6 113,157.
7	Add lines 5 and 6. . . . .		7 12,085,497.
8	Enter qualifying distributions from Part XII, line 4 . . . . .		8 12,175,675.

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

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

1 a Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter 'N/A' on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary – see instrs)			
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b		1	113,157.
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	113,157.
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		4	0.
5 <b>Tax based on investment income.</b> Subtract line 4 from line 3. If zero or less, enter -0-		5	113,157.
6 Credits/Payments:			
a 2015 estimated tax pmts and 2014 overpayment credited to 2015	6 a	99,784.	
b Exempt foreign organizations – tax withheld at source	6 b		
c Tax paid with application for extension of time to file (Form 8868)	6 c	50,000.	
d Backup withholding erroneously withheld	6 d		
7 Total credits and payments. Add lines 6a through 6d	7	149,784.	
8 Enter any <b>penalty</b> for underpayment of estimated tax. Check here <input checked="" type="checkbox"/> if Form 2220 is attached	8	117.	
9 <b>Tax due.</b> If the total of lines 5 and 8 is more than line 7, enter <b>amount owed</b>	9		
10 <b>Overpayment.</b> If line 7 is more than the total of lines 5 and 8, enter the <b>amount overpaid</b>	10	36,510.	
11 Enter the amount of line 10 to be: <b>Credited to 2016 estimated tax</b> 36,510. <b>Refunded</b>	11		

**Part VII-A Statements Regarding Activities**

	Yes	No
1 a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)?		X
<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 <b>Form 1120-POL</b> for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation \$ _____ (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>		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? <i>If 'Yes,' attach a conformed copy of the changes</i>		X
4 a Did the foundation have unrelated business gross income of \$1,000 or more during the year?	X	
b If 'Yes,' has it filed a tax return on <b>Form 990-T</b> for this year?	X	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If 'Yes,' attach the statement required by General Instruction T.</i>		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	X	
7 Did the foundation have at least \$5,000 in assets at any time during the year? <i>If 'Yes,' complete Part II, col. (c), and Part XV</i>	X	
8 a Enter the states to which the foundation reports or with which it is registered (see instructions) <u>TX - Texas</u>		
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 <i>General Instruction G</i> ? <i>If 'No,' attach explanation</i>	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2015 or the taxable year beginning in 2015 (see instructions for Part XIV)? <i>If 'Yes,' complete Part XIV</i>		X
10 Did any persons become substantial contributors during the tax year? <i>If 'Yes,' attach a schedule listing their names and addresses</i>		X

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

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If 'Yes,' attach schedule (see instructions)	11		X
12	Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If 'Yes,' attach statement (see instructions)	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address <u>www.alkek.org</u>	13	X	
14	The books are in care of <u>Scott Seaman</u> Telephone no. <u>(713) 652-6601</u> Located at <u>1100 Louisiana, Ste 5250 Houston TX</u> ZIP + 4 <u>77002</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year <u>15</u>			
16	At any time during calendar year 2015, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country?	16		X
	See the instructions for exceptions and filing requirements for FinCEN Form 114. If 'Yes,' enter the name of the foreign country			

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

File Form 4720 if any item is checked in the 'Yes' column, unless an exception applies.

		Yes	No
1 a	During the year did the foundation (either directly or indirectly):		
(1)	Engage in the sale or exchange, or leasing of property with a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(2)	Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(3)	Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		
(4)	Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		
(5)	Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(6)	Agree to pay money or property to a government official? (Exception. Check 'No' if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If any answer is 'Yes' to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? <input type="checkbox"/> Organizations relying on a current notice regarding disaster assistance check here <input type="checkbox"/>	1 b	X
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 2015?	1 c	X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)):		
a	At the end of tax year 2015, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2015? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If 'Yes,' list the years <u>20__ , 20__ , 20__ , 20__</u>		
b	Are there any years listed in 2a for which the foundation is <b>not</b> applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer 'No' and attach statement - see instructions.)	2 b	
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. <u>20__ , 20__ , 20__ , 20__</u>		
3 a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		
b	If 'Yes,' did it have excess business holdings in 2015 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 2015.)	3 b	X
4 a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4 a	X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2015?	4 b	X

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

5 a 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)? . . . . .

5 b

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).

6 a 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? . . . . .

6 b X

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

7 a 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? . . . . .

7 b

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

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

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
See attached statement				

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 . . . . . None

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

<b>3 Five highest-paid independent contractors for professional services (see instructions). If none, enter 'NONE.'</b>		
(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
Cummings & Lockwood LLC Six Landmark Square Stamford CT 06901	legal counsel	159,388.
Iridian Asset Management LLC 276 Post Road West Westport CT 06880	investment management	175,123.
Eagle Capital Management, LLC 499 Park Avenue New York NY 10022	investment management	120,339.
Wells Capital Management 525 Market Street, 10th Floor San Francisco CA 94105	investment management	110,072.
Polen Capital Management, LLC 1825 NW Corporate Blvd., Suite 300 Boca Raton FL 33431	investment management	97,822.
<b>Total</b> number of others receiving over \$50,000 for professional services . . . . .		<b>1</b>

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

BAA

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

<b>1</b>	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc, purposes:		
<b>a</b>	Average monthly fair market value of securities . . . . .	<b>1 a</b>	68,448,490.
<b>b</b>	Average of monthly cash balances . . . . .	<b>1 b</b>	5,764,323.
<b>c</b>	Fair market value of all other assets (see instructions) . . . . .	<b>1 c</b>	166,683,414.
<b>d</b>	<b>Total</b> (add lines 1a, b, and c) . . . . .	<b>1 d</b>	240,896,227.
<b>e</b>	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) . . . . .	<b>1 e</b>	
<b>2</b>	Acquisition indebtedness applicable to line 1 assets . . . . .	<b>2</b>	
<b>3</b>	Subtract line 2 from line 1d . . . . .	<b>3</b>	240,896,227.
<b>4</b>	Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions) . . . . .	<b>4</b>	3,613,443.
<b>5</b>	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4. . . . .	<b>5</b>	237,282,784.
<b>6</b>	<b>Minimum investment return.</b> Enter 5% of line 5 . . . . .	<b>6</b>	11,864,139.

**Part XI** **Distributable Amount** (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here  and do not complete this part.)

<b>1</b>	Minimum investment return from Part X, line 6 . . . . .	<b>1</b>	11,864,139.
<b>2 a</b>	Tax on investment income for 2015 from Part VI, line 5 . . . . .	<b>2 a</b>	113,157.
<b>b</b>	Income tax for 2015. (This does not include the tax from Part VI.) . . . . .	<b>2 b</b>	159,981.
<b>c</b>	Add lines 2a and 2b . . . . .	<b>2 c</b>	273,138.
<b>3</b>	Distributable amount before adjustments. Subtract line 2c from line 1 . . . . .	<b>3</b>	11,591,001.
<b>4</b>	Recoveries of amounts treated as qualifying distributions . . . . .	<b>4</b>	
<b>5</b>	Add lines 3 and 4. . . . .	<b>5</b>	11,591,001.
<b>6</b>	Deduction from distributable amount (see instructions) . . . . .	<b>6</b>	
<b>7</b>	<b>Distributable amount</b> as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1 . . . . .	<b>7</b>	11,591,001.

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

<b>1</b>	Amounts paid (including administrative expenses) to accomplish charitable, etc, purposes:		
<b>a</b>	Expenses, contributions, gifts, etc – total from Part I, column (d), line 26 . . . . .	<b>1 a</b>	12,175,675.
<b>b</b>	Program-related investments – total from Part IX-B. . . . .	<b>1 b</b>	
<b>2</b>	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc, purposes . . . . .	<b>2</b>	
<b>3</b>	Amounts set aside for specific charitable projects that satisfy the:		
<b>a</b>	Suitability test (prior IRS approval required) . . . . .	<b>3 a</b>	
<b>b</b>	Cash distribution test (attach the required schedule) . . . . .	<b>3 b</b>	
<b>4</b>	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4 . . . . .	<b>4</b>	12,175,675.
<b>5</b>	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see instructions) . . . . .	<b>5</b>	113,157.
<b>6</b>	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4 . . . . .	<b>6</b>	12,062,518.

**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 2014	(c) 2014	(d) 2015
<b>1</b> Distributable amount for 2015 from Part XI, line 7 . . . . .				11,591,001.
<b>2</b> Undistributed income, if any, as of the end of 2015:				
<b>a</b> Enter amount for 2014 only . . . . .			2,879,718.	
<b>b</b> Total for prior years: 20 __, 20 __, 20 __				
<b>3</b> Excess distributions carryover, if any, to 2015:				
<b>a</b> From 2010 . . . . .	0.			
<b>b</b> From 2011 . . . . .	0.			
<b>c</b> From 2012 . . . . .	0.			
<b>d</b> From 2013 . . . . .	0.			
<b>e</b> From 2014 . . . . .	0.			
<b>f</b> Total of lines 3a through e . . . . .	0.			
<b>4</b> Qualifying distributions for 2015 from Part XII, line 4: ▶ \$ <u>12,175,675.</u>				
<b>a</b> Applied to 2014, but not more than line 2a . . . . .			2,879,718.	
<b>b</b> Applied to undistributed income of prior years (Election required – see instructions) . . . . .				
<b>c</b> Treated as distributions out of corpus (Election required – see instructions) . . . . .				
<b>d</b> Applied to 2015 distributable amount . . . . .				9,295,957.
<b>e</b> Remaining amount distributed out of corpus . . . . .	0.			
<b>5</b> Excess distributions carryover applied to 2015 (If an amount appears in column (d), the same amount must be shown in column (a).)				
<b>6</b> Enter the net total of each column as indicated below:				
<b>a</b> Corpus. Add lines 3f, 4c, and 4e. Subtract line 5 . . . . .	0.			
<b>b</b> Prior years' undistributed income. Subtract line 4b from line 2b . . . . .		0.		
<b>c</b> Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed . . . . .				
<b>d</b> Subtract line 6c from line 6b. Taxable amount – see instructions . . . . .		0.		
<b>e</b> Undistributed income for 2014. Subtract line 4a from line 2a. Taxable amount – see instructions . . . . .			0.	
<b>f</b> Undistributed income for 2015. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2016 . . . . .				2,295,044.
<b>7</b> Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required – see instructions) . . . . .				
<b>8</b> Excess distributions carryover from 2010 not applied on line 5 or line 7 (see instructions) . . . . .	0.			
<b>9</b> Excess distributions carryover to 2016. Subtract lines 7 and 8 from line 6a . . . . .	0.			
<b>10</b> Analysis of line 9:				
<b>a</b> Excess from 2011 . . . . .	0.			
<b>b</b> Excess from 2012 . . . . .	0.			
<b>c</b> Excess from 2013 . . . . .	0.			
<b>d</b> Excess from 2014 . . . . .	0.			
<b>e</b> Excess from 2015 . . . . .	0.			

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

**1 a** If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2015, 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				(e) Total
	(a) 2015	(b) 2014	(c) 2013	(d) 2012	
<b>2 a</b> Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
<b>b</b> 85% of line 2a					
<b>c</b> Qualifying distributions from Part XII, line 4 for each year listed					
<b>d</b> Amounts included in line 2c not used directly for active conduct of exempt activities					
<b>e</b> Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c					
<b>3</b> Complete 3a, b, or c for the alternative test relied upon:					
<b>a</b> 'Assets' alternative test — enter:					
<b>(1)</b> Value of all assets					
<b>(2)</b> Value of assets qualifying under section 4942(j)(3)(B)(i)					
<b>b</b> 'Endowment' alternative test — enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
<b>c</b> 'Support' alternative test — enter:					
<b>(1)</b> Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
<b>(2)</b> Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
<b>(3)</b> Largest amount of support from an exempt organization					
<b>(4)</b> Gross investment income					

**Part XV Supplementary Information (Complete this part only if the 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

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**b** List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest.

None

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**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:

Charles Williams  
 1100 Louisiana St., Suite 5250  
 Houston TX 77002 (713) 652-6601

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

See guidelines at [www.alkek.org](http://www.alkek.org).

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**c** Any submission deadlines:

None

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

Limited to non-profit organizations in the State of Texas.

**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 <i>Paid during the year</i> See attached statement				11,900,000.
<b>Total</b> ..... ▶ <b>3 a</b>				11,900,000.
b <i>Approved for future payment</i> See attached statement				11,522,000.
<b>Total</b> ..... ▶ <b>3 b</b>				11,522,000.

**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) Exclu- sion 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	547.	
4 Dividends and interest from securities . . . . .			14	785,901.	
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 . .	525990	626,659.	18	11,120,464.	
9 Net income or (loss) from special events . . . . .					
10 Gross profit or (loss) from sales of inventory . . . . .					
11 Other revenue:					
a Passthrough K-1 income	525990	2,006,693.	18	1,397,130.	2,081.
b Oil and gas royalty revenue			15	532.	
c					
d					
e					
12 Subtotal. Add columns (b), (d), and (e) . . . . .		2,633,352.		13,304,574.	2,081.
13 <b>Total.</b> Add line 12, columns (b), (d), and (e) . . . . . <b>13</b>					15,940,007.

(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.)
11a	Tax-exempt other income from passthroughs excluded by IRC section 103.

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

**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 . . . . .

	Yes	No
<b>1 a (1)</b>		X
<b>1 a (2)</b>		X
<b>1 b (1)</b>		X
<b>1 b (2)</b>		X
<b>1 b (3)</b>		X
<b>1 b (4)</b>		X
<b>1 b (5)</b>		X
<b>1 b (6)</b>		X
<b>1 c</b>		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.

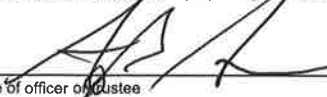
(a) Line no.	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements

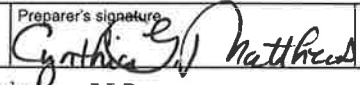
**2 a** Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527?  Yes  No

**b** If 'Yes,' complete the following schedule.

(a) Name of organization	(b) Type of organization	(c) Description of relationship
Alkek & Williams Foundation	501 (c) (3)	common directors

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.

**Sign Here**  
 Signature of officer or trustee:  Date: 11/09/16 Title: Executive Director  
 May the IRS discuss this return with the preparer shown below (see instructions)?  Yes  No

**Paid Preparer Use Only**  
 Print/Type preparer's name: Cynthia G. Matthews  
 Preparer's signature:  Date: 11/09/16  
 Check  if self-employed PTIN: P00286341  
 Firm's name: Stevens & Matthews LLP Firm's EIN: 26-3922905  
 Firm's address: 1177 West Loop South Suite 600 Houston TX 77027 Phone no.: (713) 621-1177

**Schedule B**  
**(Form 990, 990-EZ,**  
**or 990-PF)**

Department of the Treasury  
Internal Revenue Service

**Schedule of Contributors**

▶ **Attach to Form 990, Form 990-EZ, or Form 990-PF.**  
▶ **Information about Schedule B (Form 990, 990-EZ, 990-PF) and its instructions is at [www.irs.gov/form990](http://www.irs.gov/form990).**

OMB No. 1545-0047

**2015**

Name of the organization

Albert and Margaret Alkek Foundation

Employer identification number

76-0491186

**Organization type** (check one):

**Filers of:**

Form 990 or 990-EZ

**Section:**

501(c)( ) (enter number) organization

4947(a)(1) nonexempt charitable trust **not** treated as a private foundation

527 political organization

Form 990-PF

501(c)(3) exempt private foundation

4947(a)(1) nonexempt charitable trust treated as a private foundation

501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**.

**Note.** Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

**General Rule**

For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, contributions totaling \$5,000 or more (in money or property) from any one contributor. Complete Parts I and II. See instructions for determining a contributor's total contributions.

**Special Rules**

For an organization described in section 501(c)(3) filing Form 990 or 990-EZ that met the 33-1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), that checked Schedule A (Form 990 or 990-EZ), Part II, line 13, 16a, or 16b, and that received from any one contributor, during the year, total contributions of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h, or (ii) Form 990-EZ, line 1. Complete Parts I and II.

For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than \$1,000 *exclusively* for religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals. Complete Parts I, II, and III.

For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions *exclusively* for religious, charitable, etc., purposes, but no such contributions totaled more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received *nonexclusively* religious, charitable, etc., contributions totaling \$5,000 or more during the year . . . . . ▶ \$ \_\_\_\_\_

**Caution.** An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer 'No' on Part IV, line 2, of its Form 990; or check the box on line H of its Form 990-EZ or on its Form 990-PF, Part I, line 2, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

BAA For Paperwork Reduction Act Notice, see the Instructions for Form 990, 990-EZ, or 990-PF.

**Schedule B (Form 990, 990-EZ, or 990-PF) (2015)**

Name of organization <b>Albert and Margaret Alkek Foundation</b>	Employer identification number <b>76-0491186</b>
---	---

**Part I Contributors** (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) Number	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	Margaret Alkek Charitable Lead Annuity Trust 1100 Louisiana St., Suite 5250 Houston TX 77002	\$ 1,563,036.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
---	-----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
---	-----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
---	-----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
---	-----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
---	-----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)
---	-----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II for noncash contributions.)

**Underpayment of Estimated Tax by Corporations**

▶ Attach to the corporation's tax return.

**2015**

Department of the Treasury  
Internal Revenue Service

▶ Information about Form 2220 and its separate instructions is at [www.irs.gov/form2220](http://www.irs.gov/form2220).

Name <u>Albert and Margaret Alkek Foundation</u>	Employer identification number <u>76-0491186</u>
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**Note:** Generally, the corporation is not required to file Form 2220 (see Part II below for exceptions) because the IRS will figure any penalty owed and bill the corporation. However, the corporation may still use Form 2220 to figure the penalty. If so, enter the amount from page 2, line 38 on the estimated tax penalty line of the corporation's income tax return, but **do not** attach Form 2220.

**Part I Required Annual Payment**

1 Total tax (see instructions) . . . . .	1	113,157.
2 a Personal holding company tax (Schedule PH (Form 1120), line 26) included on line 1 . . . . .	2 a	
b Look-back interest included on line 1 under section 460(b)(2) for completed long-term contracts or section 167(g) for depreciation under the income forecast method . . . . .	2 b	
c Credit for federal tax paid on fuels (see instructions) . . . . .	2 c	
d <b>Total.</b> Add lines 2a through 2c . . . . .	2 d	
3 Subtract line 2d from line 1. If the result is less than \$500, <b>do not</b> complete or file this form. The corporation does not owe the penalty . . . . .	3	113,157.
4 Enter the tax shown on the corporation's 2014 income tax return (see instructions). <b>Caution: If the tax is zero or the tax year was for less than 12 months, skip this line and enter the amount from line 3 on line 5 . . . . .</b>	4	130,392.
5 <b>Required annual payment.</b> Enter the <b>smaller</b> of line 3 or line 4. If the corporation is required to skip line 4, enter the amount from line 3 . . . . .	5	113,157.

**Part II Reasons for Filing** — Check the boxes below that apply. If any boxes are checked, the corporation **must** file Form 2220 even if it does not owe a penalty (see instructions).

- 6  The corporation is using the adjusted seasonal installment method.
- 7  The corporation is using the annualized income installment method.
- 8  The corporation is a 'large corporation' figuring its first required installment based on the prior year's tax.

**Part III Figuring the Underpayment**

	(a)	(b)	(c)	(d)	
9 <b>Installment due dates.</b> Enter in columns (a) through (d) the 15th day of the 4th ( <b>Form 990-PF filers:</b> Use 5th month), 6th, 9th, and 12th months of the corporation's tax year . . . . .	9	05/15/15	06/15/15	09/15/15	12/15/15
10 <b>Required installments.</b> If the box on line 6 and/or line 7 above is checked, enter the amounts from Schedule A, line 38. If the box on line 8 (but not 6 or 7) is checked, see instructions for the amounts to enter. If none of these boxes are checked, enter 25% of line 5 above in each column . . . . .	10	15,281.	19,264.	50,322.	15,280.
11 Estimated tax paid or credited for each period (see instructions). For column (a) only, enter the amount from line 11 on line 15 . . . . .	11	49,784.	20,000.	0.	30,000.
<b>Complete lines 12 through 18 of one column before going to the next column.</b>					
12 Enter amount, if any, from line 18 of the preceding column . . . . .	12		34,503.	35,239.	
13 Add lines 11 and 12 . . . . .	13		54,503.	35,239.	30,000.
14 Add amounts on lines 16 and 17 of the preceding column . . . . .	14			0.	15,083.
15 Subtract line 14 from line 13. If zero or less, enter -0- . . . . .	15	49,784.	54,503.	35,239.	14,917.
16 If the amount on line 15 is zero, subtract line 13 from line 14. Otherwise, enter -0- . . . . .	16		0.	0.	
17 <b>Underpayment.</b> If line 15 is less than or equal to line 10, subtract line 15 from line 10. Then go to line 12 of the next column. Otherwise, go to line 18 . . . . .	17			15,083.	363.
18 <b>Overpayment.</b> If line 10 is less than line 15, subtract line 10 from line 15. Then go to line 12 of the next column . . . . .	18	34,503.	35,239.		

**Go to Part IV on page 2 to figure the penalty. Do not go to Part IV if there are no entries on line 17 — no penalty is owed.**



**Part IV Figuring the Penalty**

		(a)	(b)	(c)	(d)
19	Enter the date of payment or the 15th day of the 3rd month after the close of the tax year, whichever is earlier (see instructions). <b>(Form 990-PF and Form 990-T filers:</b> Use 5th month instead of 3rd month.) . . . . .	19	See Stmt		
20	Number of days from due date of installment on line 9 to the date shown on line 19. . . . .	20			
21	Number of days on line 20 after 4/15/2015 and before 7/1/2015 . . . . .	21			
22	Underpayment on line 17 x $\frac{\text{Number of days on line 21}}{365}$ x 3% . . . . .	22			
23	Number of days on line 20 after 6/30/2015 and before 10/1/2015 . . . . .	23			
24	Underpayment on line 17 x $\frac{\text{Number of days on line 23}}{365}$ x 3% . . . . .	24			
25	Number of days on line 20 after 9/30/2015 and before 1/1/2016 . . . . .	25			
26	Underpayment on line 17 x $\frac{\text{Number of days on line 25}}{365}$ x 3% . . . . .	26			
27	Number of days on line 20 after 12/31/2015 and before 4/1/2016 . . . . .	27			
28	Underpayment on line 17 x $\frac{\text{Number of days on line 27}}{366}$ x 3% . . . . .	28			
29	Number of days on line 20 after 3/31/2016 and before 7/1/2016 . . . . .	29			
30	Underpayment on line 17 x $\frac{\text{Number of days on line 29}}{366}$ x 3% . . . . .	30			
31	Number of days on line 20 after 6/30/2016 and before 10/1/2016 . . . . .	31			
32	Underpayment on line 17 x $\frac{\text{Number of days on line 31}}{366}$ x ____% . . . . .	32			
33	Number of days on line 20 after 9/30/2016 and before 1/1/2017 . . . . .	33			
34	Underpayment on line 17 x $\frac{\text{Number of days on line 33}}{366}$ x ____% . . . . .	34			
35	Number of days on line 20 after 12/31/2016 and before 2/16/2017 . . . . .	35			
36	Underpayment on line 17 x $\frac{\text{Number of days on line 35}}{365}$ x ____% . . . . .	36			
37	Add lines 22, 24, 26, 28, 30, 32, 34, and 36. . . . .	37			
38	<b>Penalty.</b> Add columns (a) through (d) of line 37. Enter the total here and on Form 1120, line 33; or the comparable line for other income tax returns . . . . .	38			117.

\*Use the penalty interest rate for each calendar quarter, which the IRS will determine during the first month in the preceding quarter. These rates are published quarterly in an IRS News Release and in a revenue ruling in the Internal Revenue Bulletin. To obtain this information on the Internet, access the IRS website at [www.irs.gov](http://www.irs.gov). You can also call 1-800-829-4933 to get interest rate information.

**Part II Annualized Income Installment Method**

		(a)	(b)	(c)	(d)
		First 2 months	First 3 months	First 6 months	First 9 months
<b>20</b> Annualization periods (see instructions) . . . . .	<b>20</b>				
<b>21</b> Enter taxable income for each annualization period (see instructions for the treatment of extraordinary items) . . . . .	<b>21</b>	1,018,733.	1,727,244.	5,689,713.	7,511,020.
<b>22</b> Annualization amounts (see instructions) . . . . .	<b>22</b>	6.00000	4.00000	2.00000	1.33333
<b>23a</b> Annualized taxable income. Multiply line 21 by line 22 . . . . .	<b>23a</b>	6,112,398.	6,908,976.	11,379,426.	10,014,668.
<b>b</b> Extraordinary items (see instructions) . . . . .	<b>23b</b>				
<b>c</b> Add lines 23a and 23b . . . . .	<b>23c</b>	6,112,398.	6,908,976.	11,379,426.	10,014,668.
<b>24</b> Figure the tax on the amount on line 23c using the instructions for Form 1120, Schedule J, line 2 (or comparable line of corporation's return) . . . . .	<b>24</b>	61,124.	69,090.	113,794.	100,147.
<b>25</b> Enter any alternative minimum tax for each payment period (see instructions) . . . . .	<b>25</b>				
<b>26</b> Enter any other taxes for each payment period (see instructions) . . . . .	<b>26</b>				
<b>27</b> Total tax. Add lines 24 through 26 . . . . .	<b>27</b>	61,124.	69,090.	113,794.	100,147.
<b>28</b> For each period, enter the same type of credits as allowed on Form 2220, lines 1 and 2c (see instructions) . . . . .	<b>28</b>				
<b>29</b> Total tax after credits. Subtract line 28 from line 27. If zero or less, enter -0- . . . . .	<b>29</b>	61,124.	69,090.	113,794.	100,147.
<b>30</b> Applicable percentage . . . . .	<b>30</b>	25%	50%	75%	100%
<b>31</b> Multiply line 29 by line 30. . . . .	<b>31</b>	15,281.	34,545.	85,346.	100,147.

**Part III Required Installments**

		1st installment	2nd installment	3rd installment	4th installment
<b>Note:</b> Complete lines 32 through 38 of one column before completing the next column.					
<b>32</b> If only Part I or Part II is completed, enter the amount in each column from line 19 or line 31. If both parts are completed, enter the <b>smaller</b> of the amounts in each column from line 19 or line 31 . . . . .	<b>32</b>	15,281.	34,545.	85,346.	100,147.
<b>33</b> Add the amounts in all preceding columns of line 38 (see instructions) . . . . .	<b>33</b>		15,281.	34,545.	84,867.
<b>34 Adjusted seasonal or annualized income installments.</b> Subtract line 33 from line 32. If zero or less, enter -0- . . . . .	<b>34</b>	15,281.	19,264.	50,801.	15,280.
<b>35</b> Enter 25% of line 5 on page 1 of Form 2220 in each column. <b>Note:</b> 'Large corporations,' see the instructions for line 10 for the amounts to enter . . . . .	<b>35</b>	28,289.	28,289.	28,289.	28,290.
<b>36</b> Subtract line 38 of the preceding column from line 37 of the preceding column . . . . .	<b>36</b>		13,008.	22,033.	0.
<b>37</b> Add lines 35 and 36 . . . . .	<b>37</b>	28,289.	41,297.	50,322.	28,290.
<b>38 Required installments.</b> Enter the <b>smaller</b> of line 34 or line 37 here and on page 1 of Form 2220, line 10 (see instructions). . . . .	<b>38</b>	15,281.	19,264.	50,322.	15,280.



**Albert and Margaret Alkek Foundation**  
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**Page 1, Part I, Line 6a – Net Gain or Loss From Sale of Assets,**  
**Page 1, Part I, Line 6b – Gross Sales Price for All Assets on Line 6a**  
**Page 3, Part IV, Column h and Column e:**

	Line 6(a) Net Gain or Loss From Sale of Assets	Line 6(b) Gross Sales Price
Publicly Traded Securities	6,478,315	17,643,183
Capital Gain Dividends	643,920	643,920
Security Litigation Settlements	81,715	81,715
Passthrough K-1 Capital Gains	3,458,605	3,458,605
Passthrough K-1 Capital Losses	-839,475	0
Non-US Hedge Funds	410,207	1,135,522
Non-US Gains in Excess of Basis	887,177	887,177
Total Page 3, Part IV, Columns h and e	11,120,464	23,850,122
Passthrough K-1 UBTI	626,659	626,659
Total Page 1, Part I, Lines 6a and 6b	11,747,123	24,476,781

**Page 1, Part I, Line 11 – Other Income:**

	(a) Revenue Per Books	(b) Net Investment Income
Passthrough K-1 Income	1,397,131	1,397,131
Passthrough K-1 UBTI	2,006,693	0
Passthrough K-1 Tax-exempt Income	2,081	0
Oil and Gas Royalty Income	531	531
	3,406,436	1,397,662

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**Page 1, Part I, Line 16a, b and c – Legal, Accounting & Other Professional Fees:**

	(a) Expenses Per Books	(b) Net Investment Income	(d) Charitable Purposes
<u>16a – Legal Fees</u>			
Legal Fees	160,322	160,322	0
Legal Fees - Reimbursement	-40,000	-40,000	0
	120,322	120,322	0
<u>16b – Accounting Fees</u>			
Audit Services	18,242	10,937	5,994
Tax Services	8,350	5,431	735
	26,592	16,368	6,729
<u>16c – Other Professional Fees</u>			
Management Fees	503,356	503,356	0
Custody Fees	52,058	51,163	0
	555,414	554,519	0

**Page 1, Part I, Line 18 – Taxes:**

	(a) Expenses Per Books	(b) Net Investment Income
Excise Tax Payments (Form 990-PF)	75,000	0
Income Tax Payments (Form 990-T)	194,981	0
Income Tax Refund (Form 990-T)	-35,000	0
Production Taxes on Oil and Gas Royalty Interest	39	39
	235,020	39

**Page 1, Part I, Line 19 – Depreciation:**

	(a) Expenses Per Books	(b) Net Investment Income
Straight line depreciation on furniture and equipment with a 5-7 year life and varied purchase dates	14,840	8,898
	14,840	8,898

**Albert and Margaret Alkek Foundation**  
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**Page 1, Part I, Line 23 – Other Expenses:**

	(a) Expenses Per Books	(b) Net Investment Income	(d) Charitable Purposes
Passthrough K-1 Expenses			
Deductions	1,682,819	306,189	0
Management Fees	670,727	525,234	0
General and Administrative	10,493	5,966	3,811
Oil and Gas Royalty Expense	98	98	0
	2,364,137	837,487	3,811

**Page 2, Part II, Line 3 – Accounts Receivable:**

	(b) Book Value	(c) Fair Market Value
Liquidation Receivable from an Investment Partnership	3,732	3,732
Expenses paid on behalf of an Investment Partnership	7	7
	3,739	3,739

**Page 2, Part II, Line 10b – Investments – Corporate Stock:**

	(b) Book Value	(c) Fair Market Value
Directly Held	20,132,818	23,463,644
Managed Accounts	32,565,037	42,240,255
	52,697,855	65,703,899

**Page 2, Part II, Line 13 – Investments – Other:**

	(b) Book Value	(c) Fair Market Value
Non-Marketable Corporate Equity Securities	2,467,374	2,570,361
US Partnerships, Corporations and Trusts	66,497,552	77,869,193
Non-US Partnerships and Corporations	62,596,978	78,231,777
	131,561,904	158,671,331

**Albert and Margaret Alkek Foundation**  
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**Page 2, Part II, Line 14 – Description of Land, Buildings, and Equipment:**

	Cost Basis	Accumulated Depreciation	(b) Book Value	(c) Fair Market Value
Furniture	265,537	265,537	0	35,000
Equipment	21,567	17,607	3,960	2,725
	<u>287,104</u>	<u>283,144</u>	<u>3,960</u>	<u>37,725</u>

**Page 2, Part III, Line 3 – Other Increases Not Included in Line 2:**

Book/tax Differences in Investments	<u>2,610,416</u>
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**Page 2, Part III, Line 5 – Other Decreases Not Included in Line 2:**

Book/tax Differences in Investments	2,023,230
Meals Expense Subject to 50% Limitation	1,585
	<u>2,024,815</u>

Albert and Margaret Alkek Foundation  
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**Page 3, Part IV, Line 1 – Capital Gains and Losses for Tax on Investment Income:**

	(a) Description	(b) How Acquired	(c) Date Acquired	(d) Date Sold
a	Publicly Traded Securities	Purchase	Various	Various
b	Capital Gain Dividends	Purchase	Various	Various
c	Security Litigation Settlements	Purchase	Various	Various
d	Passthrough K-1 Capital Gains	Purchase	Various	Various
e	Passthrough K-1 Capital Losses	Purchase	Various	Various
f	Non-US Hedge Funds	Purchase	Various	Various
g	Non-US Gains in Excess of Basis	Purchase	Various	Various

	(e) Gross Sales Price	(f) Depreciation	(g) Cost Basis	(h) Gain or (loss)
a	17,643,183		11,164,868	6,478,315
b	643,920			643,920
c	81,715			81,715
d	3,458,605			3,458,605
e			839,475	-839,475
f	1,135,522		725,315	410,207
g	887,177			887,177
	<u>23,850,122</u>		<u>12,729,658</u>	<u>11,120,464</u>

	(i) FMV 12/31/69	(j) Adj Bas 12/31/69	(k) Excess	(l) Gain or (loss)
a				6,478,315
b				643,920
c				81,715
d				3,458,605
e				-839,475
f				410,207
g				887,177
				<u>11,120,464</u>



**Albert and Margaret Alkek Foundation**  
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**Page 6, Part VIII, Line 1 – Information About Officers and Directors:**

(a) Name and Address	(b) Title and Average Hours Per Week Devoted to Position	(c) Compensation	(d) Contributions to Employee Benefit Plans
Bobby R. Alford, MD	Director Periodic board meetings	15,000	0
Daniel C. Arnold	Director Periodic board & committee meetings	18,000	0
Sandra Bacak	Assistant Secretary and Controller 40 Hours	112,930	12,716
Joe M. Bailey	Director Periodic board & committee meetings	18,000	0
Paul Klotman, MD	Director Periodic board meetings	15,000	0
Scott B. Seaman	Director, Treasurer, and Executive Director 15 – 40 Hours	347,739	0
Charles A. Williams	Director and President 10 - 25 Hours	150,000	0
Margaret Alkek Williams	Director Periodic board meetings	15,000	0
Randa D. Williams	Director Periodic board & committee meetings	18,000	0
		709,669	12,716

Part VIII, Column (a) 1100 Louisiana Street, Suite 5250, Houston, TX 77002

Part VIII, Column (d) Includes contributions to employee benefit plan and medical insurance premiums.

Part VIII, Column (e) Payments for expense accounts or other allowances: None.

**Albert and Margaret Alkek Foundation**  
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**Form 990-PF Statements**  
**For the Year Ended December 31, 2015**

**Page 11, Part XV, Line 3a – Grants and Contributions Paid:**

<u>Recipient Name and Address</u>	<u>Recipient Status</u>	<u>Purpose of Grant or Contribution</u>	<u>Amount</u>
<u>Medical:</u>			
Baylor College of Medicine One Baylor Plaza, MS: BCM 160 Houston, TX 77030	PC	Department of Medicine	2,938,000
		Operational support	2,250,000
HeartGift Foundation PO Box 691711 Houston, TX 77269	PC	Operational support	25,000
Houston Ear Research Foundation 7737 Southwest Freeway, Suite 630 Houston, TX 77074	PC	Operational support	25,000
The Menninger Clinic P.O. Box 809045 Houston, TX 77280-9045	PC	Capital campaign	1,000,000
Methodist Hospital Foundation P.O. Box 4384 Houston, TX 77210	SO I	Center for Performing Arts Medicine	50,000
Texas A&M Foundation Clinical Building 1, Suite 1100 1359 TAMU, 8441 State Hwy 47 Bryan, TX 77807	GOV	Institute of Biosciences and Technology - Center for Advanced Imaging	150,000
University of Texas Health Science Center at Houston 7000 Fannin, Suite 1200 Houston, TX 77030	GOV	Endowed Chair in Early Childhood Development	250,000
The University of Texas MD Anderson Cancer Center PO Box 4486 Houston, TX 77210	GOV	Neurodegeneration Consortium	1,000,000
			7,688,000

**Albert and Margaret Alkek Foundation**  
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**Page 11, Part XV, Line 3a – Grants and Contributions Paid:**

<u>Recipient Name and Address</u>	<u>Recipient Status</u>	<u>Purpose of Grant or Contribution</u>	<u>Amount</u>
<u>Educational:</u>			
Annunciation Orthodox School 3600 Yoakum Blvd Houston, TX 77006	PC	Capital campaign	50,000
Episcopal High School 4650 Bissonnet St Bellaire, TX 77401	PC	Scholarships	52,200
Southwestern University P.O. Box 770 Georgetown, TX 78627-0770	PC	Scholarships	100,000
St. Edward's University 3001 South Congress Ave Austin, TX 78704	PC	Scholarships	50,000
St Mary's University One Camino Santa Maria San Antonio, TX 78228	PC	Mechanical Engineering Dept.	200,000
		Alkek Building renovations	150,000
Texas A&M University-Kingsville 700 University Blvd, MSC 218 Kingsville, TX 78363	GOV	Caesar Kleberg Wildlife Research Center operations	100,000
Texas State University-San Marcos 601 University Dr, San Marcos, TX 78666	GOV	Research Collections Repository construction	200,000
TMI – The Episcopal School of Texas 20955 W Tejas Trail San Antonio, TX 78257	PC	Scholarships	180,800
			1,083,000
<u>Cultural:</u>			
Alley Theatre 615 Texas Ave Houston, TX 77002	PC	Capital campaign	1,500,000
Houston Ballet Foundation 601 Preston Houston, TX 77002	PC	Capital campaign	774,000
River Oaks Chamber Orchestra 1973 West Gray Houston, TX 77027	PC	Operational support	50,000
			2,324,000

**Albert and Margaret Alkek Foundation**  
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**Form 990-PF Statements**  
**For the Year Ended December 31, 2015**

**Page 11, Part XV, Line 3a – Grants and Contributions Paid, Continued:**

<u>Recipient Name and Address</u>	<u>Recipient Status</u>	<u>Purpose of Grant or Contribution</u>	<u>Amount</u>
<u>Community:</u>			
Amazing Place 3735 Drexel Houston, TX 77027	PC	Operational support	15,000
American Red Cross/Texas Gulf Coast Region 2700 Southwest Freeway Houston, TX 77098	PC	Operational support	25,000
Bandera County Helping Hand, Inc. P.O. Box 1092 Bandera, TX 78003	PC	Health facility construction	25,000
Bandera County Young Life P.O. Box 1751 Bandera, TX 78003	PC	Operational support	30,000
Bandera Public Library Corporation P.O. Box 1568 Bandera, TX 78003	PC	Underwrite fund-raising Operational support	30,000 2,500
Baylor College of Medicine One Baylor Plaza, MS: BCM 160 Houston, TX 77030	PC	Underwrite fund-raising	10,000
Bobwhite Brigade dba Texas Brigades 3660 Thousand Oaks Drive, No 126 San Antonio, TX 78247	PC	Matching grant for operational support contributions	60,000
Boys and Girls Club of Bandera County P.O. Box 3155 Bandera, TX 78003	PC	Operational support and matching grant	50,000
Christus Foundation for HealthCare P.O. Box 1919 Houston, TX 77251	PC	Operational support	25,000
Depression and Bipolar Support Alliance Greater Houston PO Box 27607 Houston, TX 77227	PC	Operational support	10,000
Halo House Foundation 4010 Blue Bonnet, #110 Houston, TX 77025	PC	Operational support	250,000
Houston Golf Association 5810 Wilson Rd, Ste 112 Humble, TX 77396	PC	Gus Wortham Golf Course renovation	100,000

**TIN: 76-0491186**  
**Form 990-PF Statements**  
**For the Year Ended December 31, 2015**

**Page 11, Part XV, Line 3a – Grants and Contributions Paid, Continued:**

<u>Recipient Name and Address</u>	<u>Recipient Status</u>	<u>Purpose of Grant or Contribution</u>	<u>Amount</u>
<u>Community, Continued:</u>			
Nature Conservancy, Inc. 4245 N Fairfax Dr, #100 Arlington VA 22203	PC	Operational support – Texas	25,000
Pathways for Little Feet 8 Greenway Plaza, Suite 1000 Houston, TX 77046	PC	Operational support	20,000
St. Christopher’s Episcopal Church Box 314 Bandera, TX 78003	PC	Operational support	62,500
St. Luke’s United Methodist Church P.O. Box 22013 Houston, TX 77227	PC	Building fund	25,000
Sunshine Kids Foundation 2814 Virginia St. Houston, TX 77098	PC	Operational support	15,000
YMCA of Greater Houston P.O. Box 3007 Houston, TX 77253	PC	Capital campaign	25,000
			805,000
			11,900,000

**Page 11, Part XV, Line 3b – Grants and Contributions Approved for Future Payment:**

<u>Recipient Name and Address</u>	<u>Recipient Status</u>	<u>Purpose of Grant or Contribution</u>	<u>Amount</u>
Baylor College of Medicine One Baylor Plaza, MS: BCM 160 Houston, TX 77030	PC	Department of Medicine	11,022,000
Houston Ballet Foundation 601 Preston St, Houston, TX 77002	PC	Capital campaign	500,000
			11,522,000

Form **990-T**

**Exempt Organization Business Income Tax Return**  
**(and proxy tax under section 6033(e))**

OMB No. 1545-0687

**2015**

For calendar year 2015 or other tax year beginning \_\_\_\_\_, 2015, and ending \_\_\_\_\_, \_\_\_\_\_

▶ **Information about Form 990-T and its instructions is available at [www.irs.gov/form990t](http://www.irs.gov/form990t).**

▶ **Do not enter SSN numbers on this form as it may be made public if your organization is a 501(c)(3).**

Open to Public Inspection for 501(c)(3) Organizations Only

Department of the Treasury  
Internal Revenue Service

<b>A</b> <input type="checkbox"/> Check box if address changed <b>B</b> Exempt under section <input checked="" type="checkbox"/> 501(c)(3) <input type="checkbox"/> 220(e) <input type="checkbox"/> 408(e) <input type="checkbox"/> 530(a) <input type="checkbox"/> 408A <input type="checkbox"/> 529(a)	<b>Print or Type</b> Name of organization ( <input type="checkbox"/> Check box if name changed and see instructions.) <u>Albert and Margaret Alkek Foundation</u> Number, street, and room or suite number. If a P.O. box, see instructions. <u>1100 Louisiana St</u> <u>5250</u> City or town, state or province, country, and ZIP or foreign postal code <u>Houston TX 77002</u>	<b>D</b> Employer identification number (Employees' trust, see instructions.) <u>76-0491186</u>
		<b>E</b> Unrelated business activity codes (See instructions.) <u>525990</u>
<b>C</b> Book value of all assets at end of year <u>188,195,866.</u>	<b>F</b> Group exemption number (See instructions.) ▶ <b>G</b> Check organization type . . . ▶ <input checked="" type="checkbox"/> 501(c) corporation <input type="checkbox"/> 501(c) trust <input type="checkbox"/> 401(a) trust <input type="checkbox"/> Other trust	

**H** Describe the organization's primary unrelated business activity.  
 ▶ Investment partnerships which generate UBTI.

**I** During the tax year, was the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? . . . . . ▶  Yes  No  
 If 'Yes,' enter the name and identifying number of the parent corporation . . . . . ▶

**J** The books are in care of ▶ Scott B. Seaman Telephone number ▶ (713) 652-6601

Part I	Unrelated Trade or Business Income	(A) Income	(B) Expenses	(C) Net
1 a	Gross receipts or sales . . . . .			
b	Less returns and allowances . . . . . c Balance ▶	1 c		
2	Cost of goods sold (Schedule A, line 7) . . . . .	2		
3	Gross profit. Subtract line 2 from line 1c . . . . .	3		
4 a	Capital gain net income (attach Schedule D) . . . . .	4 a		
b	Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797) . . . . .	4 b		
c	Capital loss deduction for trusts . . . . .	4 c		
5	Income (loss) from partnerships and S corporations (attach statement) . . . . .	5	1,123,550.	1,123,550.
6	Rent income (Schedule C) . . . . .	6		
7	Unrelated debt-financed income (Schedule E) . . . . .	7		
8	Interest, annuities, royalties, and rents from controlled organizations (Schedule F) . . . . .	8		
9	Investment income of a section 501(c)(7), (9), or (17) organization (Sch G) . . . . .	9		
10	Exploited exempt activity income (Schedule I) . . . . .	10		
11	Advertising income (Schedule J) . . . . .	11		
12	Other income (See instructions; attach schedule) . . . . .	12		
13	<b>Total.</b> Combine lines 3 through 12 . . . . .	13	1,123,550.	1,123,550.

Part II	Deductions Not Taken Elsewhere (See instructions for limitations on deductions.) (Except for contributions, deductions must be directly connected with the unrelated business income.)		
14	Compensation of officers, directors, and trustees (Schedule K) . . . . .	14	
15	Salaries and wages . . . . .	15	
16	Repairs and maintenance . . . . .	16	
17	Bad debts . . . . .	17	
18	Interest (attach schedule) . . . . .	18	
19	Taxes and licenses . . . . .	19	
20	Charitable contributions (See instructions for limitation rules) . . . . .	20	509.
21	Depreciation (attach Form 4562) . . . . .	21	
22	Less depreciation claimed on Schedule A and elsewhere on return . . . . .	22 a	22 b
23	Depletion . . . . .	23	
24	Contributions to deferred compensation plans . . . . .	24	
25	Employee benefit programs . . . . .	25	
26	Excess exempt expenses (Schedule I) . . . . .	26	
27	Excess readership costs (Schedule J) . . . . .	27	
28	Other deductions (attach schedule) . . . . . See Other Deductions Statement . . . . .	28	72,053.
29	<b>Total deductions.</b> Add lines 14 through 28 . . . . .	29	72,562.
30	Unrelated business taxable income before net operating loss deduction. Subtract line 29 from line 13 . . . . .	30	1,050,988.
31	Net operating loss deduction (limited to the amount on line 30) . . . . .	31	20,465.
32	Unrelated business taxable income before specific deduction. Subtract line 31 from line 30 . . . . .	32	1,030,523.
33	Specific deduction (Generally \$1,000, but see line 33 instructions for exceptions) . . . . .	33	9,953.
34	<b>Unrelated business taxable income.</b> Subtract line 33 from line 32. If line 33 is greater than line 32, enter the smaller of zero or line 32 . . . . .	34	1,020,570.

**Part III Tax Computation**

<b>35 Organizations Taxable as Corporations.</b> See instructions for tax computation. Controlled group members (sections 1561 and 1563) check here <input type="checkbox"/> See instructions and:		
<b>a</b> Enter your share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order): (1) \$ _____ (2) \$ _____ (3) \$ _____		
<b>b</b> Enter organization's share of: (1) Additional 5% tax (not more than \$11,750) . . . . . \$ _____ (2) Additional 3% tax (not more than \$100,000) . . . . . \$ _____		
<b>c</b> Income tax on the amount on line 34 . . . . .	<b>35c</b>	346,994.
<b>36 Trusts Taxable at Trust Rates.</b> See instructions for tax computation. Income tax on the amount on line 34 from: <input type="checkbox"/> Tax rate schedule or <input type="checkbox"/> Schedule D (Form 1041) . . . . .	<b>36</b>	
<b>37 Proxy tax.</b> See instructions . . . . .	<b>37</b>	
<b>38 Alternative minimum tax</b> . . . . .	<b>38</b>	
<b>39 Total.</b> Add lines 37 and 38 to line 35c or 36, whichever applies. . . . .	<b>39</b>	346,994.

**Part IV Tax and Payments**

<b>40a</b> Foreign tax credit (corporations attach Form 1118; trusts attach Form 1116) . . . . .	<b>40a</b>		
<b>b</b> Other credits (see instructions) . . . . .	<b>40b</b>		
<b>c</b> General business credit. Attach Form 3800 (see instructions) . . . . .	<b>40c</b>	5,187.	
<b>d</b> Credit for prior year minimum tax (attach Form 8801 or 8827) . . . . .	<b>40d</b>		
<b>e Total credits.</b> Add lines 40a through 40d . . . . .	<b>40e</b>	5,187.	
<b>41</b> Subtract line 40e from line 39 . . . . .	<b>41</b>	341,807.	
<b>42</b> Other taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611 <input type="checkbox"/> Form 8697 <input type="checkbox"/> Form 8866 <input type="checkbox"/> Other (attach schedule) . . . . .	<b>42</b>		
<b>43 Total tax.</b> Add lines 41 and 42 . . . . .	<b>43</b>	341,807.	
<b>44a</b> Payments: A 2014 overpayment credited to 2015 . . . . .	<b>44a</b>	200,000.	
<b>b</b> 2015 estimated tax payments . . . . .	<b>44b</b>	194,981.	
<b>c</b> Tax deposited with Form 8868 . . . . .	<b>44c</b>	125,000.	
<b>d</b> Foreign organizations: Tax paid or withheld at source (see instructions) . . . . .	<b>44d</b>		
<b>e</b> Backup withholding (see instructions) . . . . .	<b>44e</b>		
<b>f</b> Credit for small employer health insurance premiums (Attach Form 8941) . . . . .	<b>44f</b>		
<b>g</b> Other credits and payments: <input type="checkbox"/> Form 2439 _____ <input type="checkbox"/> Form 4136 _____ <input type="checkbox"/> Other _____ Total . . . . .	<b>44g</b>		
<b>45 Total payments.</b> Add lines 44a through 44g . . . . .	<b>45</b>	519,981.	
<b>46</b> Estimated tax penalty (see instructions). Check if Form 2220 is attached . . . . . <input checked="" type="checkbox"/>	<b>46</b>	422.	
<b>47 Tax due.</b> If line 45 is less than the total of lines 43 and 46, enter amount owed . . . . .	<b>47</b>		
<b>48 Overpayment.</b> If line 45 is larger than the total of lines 43 and 46, enter amount overpaid. . . . .	<b>48</b>	177,752.	
<b>49</b> Enter the amount of line 48 you want: <b>Credited to 2016 estimated tax</b> <input type="checkbox"/> 177,752. <b>Refunded</b> <input type="checkbox"/>	<b>49</b>		

**Part V Statements Regarding Certain Activities and Other Information** (see instructions)

<b>1</b> At any time during the 2015 calendar year, did the organization have an interest in or a signature or other authority over a financial account (bank, securities, or other) in a foreign country? If YES, the organization may have to file FinCEN Form 114, Report of Foreign Bank and Financial Accounts. If YES, enter the name of the foreign country here _____	Yes	No
<b>2</b> During the tax year, did the organization receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? . . . . . If YES, see instructions for other forms the organization may have to file.		X
<b>3</b> Enter the amount of tax-exempt interest received or accrued during the tax year <input type="checkbox"/> \$ _____		

**Schedule A – Cost of Goods Sold.** Enter method of inventory valuation

<b>1</b> Inventory at beginning of year . . . . .	<b>1</b>		<b>6</b> Inventory at end of year . . . . .	<b>6</b>	
<b>2</b> Purchases . . . . .	<b>2</b>		<b>7 Cost of goods sold.</b> Subtract line 6 from line 5. Enter here and in Part I, line 2 . . . . .	<b>7</b>	
<b>3</b> Cost of labor . . . . .	<b>3</b>				
<b>4a</b> Additional section 263A costs (attach schedule) . . . . .	<b>4a</b>				
<b>b</b> Other costs (attach sch) . . . . .	<b>4b</b>				
<b>5 Total.</b> Add lines 1 through 4b . . . . .	<b>5</b>		<b>8</b> Do the rules of section 263A (with respect to property produced or acquired for resale) apply to the organization? . . . . .	Yes	No

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.

**Sign Here**  
 Signature of officer: [Signature] Date: 11/09/16  
 Title: Executive Director  
 May the IRS discuss this return with the preparer shown below (see instructions)?  Yes  No

**Paid Preparer Use Only**  
 Print/Type preparer's name: Cynthia G. Matthews Preparer's signature: [Signature] Date: 11/09/16  
 Check  if self-employed PTIN: P00286341  
 Firm's name: Stevens & Matthews LLP Firm's EIN: 26-3922905  
 Firm's address: 1177 West Loop South Suite 600  
Houston TX 77027 Phone no.: (713) 621-1177

## Underpayment of Estimated Tax by Corporations

▶ Attach to the corporation's tax return.

▶ Information about Form 2220 and its separate instructions is at [www.irs.gov/form2220](http://www.irs.gov/form2220).

# 2015

Department of the Treasury  
Internal Revenue Service

Name <u>Albert and Margaret Alkek Foundation</u>	Employer identification number <u>76-0491186</u>
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**Note:** Generally, the corporation is not required to file Form 2220 (see Part II below for exceptions) because the IRS will figure any penalty owed and bill the corporation. However, the corporation may still use Form 2220 to figure the penalty. If so, enter the amount from page 2, line 38 on the estimated tax penalty line of the corporation's income tax return, but **do not** attach Form 2220.

### Part I Required Annual Payment

1 Total tax (see instructions) . . . . .		<b>1</b>	341,807.
2 a Personal holding company tax (Schedule PH (Form 1120), line 26) included on line 1 . . . . .	<b>2 a</b>		
b Look-back interest included on line 1 under section 460(b)(2) for completed long-term contracts or section 167(g) for depreciation under the income forecast method . . . . .	<b>2 b</b>		
c Credit for federal tax paid on fuels (see instructions) . . . . .	<b>2 c</b>		
d <b>Total.</b> Add lines 2a through 2c . . . . .		<b>2 d</b>	
3 Subtract line 2d from line 1. If the result is less than \$500, <b>do not</b> complete or file this form. The corporation does not owe the penalty . . . . .		<b>3</b>	341,807.
4 Enter the tax shown on the corporation's 2014 income tax return (see instructions). <b>Caution: If the tax is zero or the tax year was for less than 12 months, skip this line and enter the amount from line 3 on line 5 . . . . .</b>		<b>4</b>	
5 <b>Required annual payment.</b> Enter the <b>smaller</b> of line 3 or line 4. If the corporation is required to skip line 4, enter the amount from line 3 . . . . .		<b>5</b>	341,807.

### Part II Reasons for Filing — Check the boxes below that apply. If any boxes are checked, the corporation must file Form 2220 even if it does not owe a penalty (see instructions).

- 6  The corporation is using the adjusted seasonal installment method.
- 7  The corporation is using the annualized income installment method.
- 8  The corporation is a 'large corporation' figuring its first required installment based on the prior year's tax.

### Part III Figuring the Underpayment

	(a)	(b)	(c)	(d)	
9 <b>Installment due dates.</b> Enter in columns (a) through (d) the 15th day of the 4th ( <b>Form 990-PF filers:</b> Use 5th month), 6th, 9th, and 12th months of the corporation's tax year . . . . .	<b>9</b>	04/15/15	06/15/15	09/15/15	12/15/15
10 <b>Required installments.</b> If the box on line 6 and/or line 7 above is checked, enter the amounts from Schedule A, line 38. If the box on line 8 (but not 6 or 7) is checked, see instructions for the amounts to enter. If none of these boxes are checked, enter 25% of line 5 above in each column . . . . .	<b>10</b>	85,451.	85,452.	85,452.	85,452.
11 Estimated tax paid or credited for each period (see instructions). For column (a) only, enter the amount from line 11 on line 15 . . . . .	<b>11</b>	200,000.			194,981.
<b>Complete lines 12 through 18 of one column before going to the next column.</b>					
12 Enter amount, if any, from line 18 of the preceding column . . . . .	<b>12</b>		114,549.	29,097.	
13 Add lines 11 and 12 . . . . .	<b>13</b>		114,549.	29,097.	194,981.
14 Add amounts on lines 16 and 17 of the preceding column . . . . .	<b>14</b>			0.	56,355.
15 Subtract line 14 from line 13. If zero or less, enter -0- . . . . .	<b>15</b>	200,000.	114,549.	29,097.	138,626.
16 If the amount on line 15 is zero, subtract line 13 from line 14. Otherwise, enter -0- . . . . .	<b>16</b>		0.	0.	
17 <b>Underpayment.</b> If line 15 is less than or equal to line 10, subtract line 15 from line 10. Then go to line 12 of the next column. Otherwise, go to line 18 . . . . .	<b>17</b>			56,355.	
18 <b>Overpayment.</b> If line 10 is less than line 15, subtract line 10 from line 15. Then go to line 12 of the next column . . . . .	<b>18</b>	114,549.	29,097.		

**Go to Part IV on page 2 to figure the penalty. Do not go to Part IV if there are no entries on line 17 — no penalty is owed.**



**Part IV Figuring the Penalty**

		(a)	(b)	(c)	(d)
19	Enter the date of payment or the 15th day of the 3rd month after the close of the tax year, whichever is earlier (see instructions). <b>(Form 990-PF and Form 990-T filers:</b> Use 5th month instead of 3rd month.) . . . . .	19	See Stmt		
20	Number of days from due date of installment on line 9 to the date shown on line 19. . . . .	20			
21	Number of days on line 20 after 4/15/2015 and before 7/1/2015 . . . . .	21			
22	Underpayment on line 17 x $\frac{\text{Number of days on line 21}}{365}$ x 3% . . . . .	22			
23	Number of days on line 20 after 6/30/2015 and before 10/1/2015 . . . . .	23			
24	Underpayment on line 17 x $\frac{\text{Number of days on line 23}}{365}$ x 3% . . . . .	24			
25	Number of days on line 20 after 9/30/2015 and before 1/1/2016 . . . . .	25			
26	Underpayment on line 17 x $\frac{\text{Number of days on line 25}}{365}$ x 3% . . . . .	26			
27	Number of days on line 20 after 12/31/2015 and before 4/1/2016 . . . . .	27			
28	Underpayment on line 17 x $\frac{\text{Number of days on line 27}}{366}$ x 3% . . . . .	28			
29	Number of days on line 20 after 3/31/2016 and before 7/1/2016 . . . . .	29			
30	Underpayment on line 17 x $\frac{\text{Number of days on line 29}}{366}$ x ____ % . . . . .	30			
31	Number of days on line 20 after 6/30/2016 and before 10/1/2016 . . . . .	31			
32	Underpayment on line 17 x $\frac{\text{Number of days on line 31}}{366}$ x ____ % . . . . .	32			
33	Number of days on line 20 after 9/30/2016 and before 1/1/2017 . . . . .	33			
34	Underpayment on line 17 x $\frac{\text{Number of days on line 33}}{366}$ x ____ % . . . . .	34			
35	Number of days on line 20 after 12/31/2016 and before 2/16/2017 . . . . .	35			
36	Underpayment on line 17 x $\frac{\text{Number of days on line 35}}{365}$ x ____ % . . . . .	36			
37	Add lines 22, 24, 26, 28, 30, 32, 34, and 36. . . . .	37			
38	<b>Penalty.</b> Add columns (a) through (d) of line 37. Enter the total here and on Form 1120, line 33; or the comparable line for other income tax returns . . . . .	38			422.

\*Use the penalty interest rate for each calendar quarter, which the IRS will determine during the first month in the preceding quarter. These rates are published quarterly in an IRS News Release and in a revenue ruling in the Internal Revenue Bulletin. To obtain this information on the Internet, access the IRS website at [www.irs.gov](http://www.irs.gov). You can also call 1-800-829-4933 to get interest rate information.

## Underpayment Penalty Statement

2015

▶ Attach to return

Name  
Albert and Margaret Alkek Foundation

Employer Identification No.  
76-0491186

'Event'	Date	Amount Due	Amount Paid	Balance Due (Overpayment)	Percent	# of Days	Penalty
Amount Due	04/15/15	85451.		85451.	3.00	0	
Applied	04/15/15		200000.	-114549.	3.00		
Amount Due	06/15/15	85452.		-29097.	3.00		
Amount Due	09/15/15	85452.		56355.	3.00	91	421.50
Amount Due	12/15/15	85452.		141807.	3.00	0	
Payment	12/15/15		194981.	-53174.	3.00		
Date Filed	05/15/16			-53174.	3.00		
<b>Total Penalty</b>							<b>421.50</b>

Department of the Treasury  
Internal Revenue Service (99)

► Information about Form 3800 and its separate instructions is at [www.irs.gov/form3800](http://www.irs.gov/form3800).  
► You must attach all pages of Form 3800, pages 1, 2, and 3, to your tax return.

**2015**  
Attachment  
Sequence No. **22**

Name(s) shown on return Albert and Margaret Alkek Foundation	Identifying number 76-0491186
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**Part I Current Year Credit for Credits Not Allowed Against Tentative Minimum Tax (TMT)**  
(See instructions and complete Part(s) III before Parts I and II)

<b>1</b> General business credit from line 2 of all Parts III with box A checked . . . . .	<b>1</b>	0
<b>2</b> Passive activity credits from line 2 of all Parts III with box B checked <span style="float:right">2 0</span>	<b>2</b>	0
<b>3</b> Enter the applicable passive activity credits allowed for 2015 (see instructions) . . . . .	<b>3</b>	0
<b>4</b> Carryforward of general business credit to 2015. Enter the amount from line 2 of Part III with box C checked. See instructions for statement to attach . . . . .	<b>4</b>	4,866
<b>5</b> Carryback of general business credit from 2016. Enter the amount from line 2 of Part III with box D checked (see instructions) . . . . .	<b>5</b>	0
<b>6</b> Add lines 1, 3, 4, and 5 . . . . .	<b>6</b>	4,866

**Part II Allowable Credit**

<b>7</b> Regular tax before credits: • Individuals. Enter the sum of the amounts from Form 1040, lines 44 and 46, or the sum of the amounts from Form 1040NR, lines 42 and 44 . . . . . • Corporations. Enter the amount from Form 1120, Schedule J, Part I, line 2; or the applicable line of your return . . . . . • Estates and trusts. Enter the sum of the amounts from Form 1041, Schedule G, lines 1a and 1b; or the amount from the applicable line of your return . . . . .	<b>7</b>	346,994
<b>8</b> Alternative minimum tax: • Individuals. Enter the amount from Form 6251, line 35 . . . . . • Corporations. Enter the amount from Form 4626, line 14 . . . . . • Estates and trusts. Enter the amount from Schedule I (Form 1041), line 56 . . . . .	<b>8</b>	0
<b>9</b> Add lines 7 and 8 . . . . .	<b>9</b>	346,994
<b>10a</b> Foreign tax credit . . . . .	<b>10a</b>	
<b>b</b> Certain allowable credits (see instructions) . . . . .	<b>10b</b>	
<b>c</b> Add lines 10a and 10b . . . . .	<b>10c</b>	0
<b>11</b> Net income tax. Subtract line 10c from line 9. If zero, skip lines 12 through 15 and enter -0- on line 16 . . . . .	<b>11</b>	346,994
<b>12</b> Net regular tax. Subtract line 10c from line 7. If zero or less, enter -0- . . . . .	<b>12</b>	346,994
<b>13</b> Enter 25% (.25) of the excess, if any, of line 12 over \$25,000 (see instructions) . . . . .	<b>13</b>	80,499
<b>14</b> Tentative minimum tax: • Individuals. Enter the amount from Form 6251, line 33 . . . . . • Corporations. Enter the amount from Form 4626, line 12 . . . . . • Estates and trusts. Enter the amount from Schedule I (Form 1041), line 54 . . . . .	<b>14</b>	0
<b>15</b> Enter the greater of line 13 or line 14 . . . . .	<b>15</b>	80,499
<b>16</b> Subtract line 15 from line 11. If zero or less, enter -0- . . . . .	<b>16</b>	266,495
<b>17</b> Enter the smaller of line 6 or line 16 . . . . . <b>C corporations:</b> See the line 17 instructions if there has been an ownership change, acquisition, or reorganization.	<b>17</b>	4,866

For Paperwork Reduction Act Notice, see separate instructions.

**Part II Allowable Credit** (Continued)

**Note.** If you are not required to report any amounts on lines 22 or 24 below, skip lines 18 through 25 and enter -0- on line 26.

18	Multiply line 14 by 75% (.75) (see instructions) . . . . .	18	0
19	Enter the greater of line 13 or line 18 . . . . .	19	80,499
20	Subtract line 19 from line 11. If zero or less, enter -0- . . . . .	20	266,495
21	Subtract line 17 from line 20. If zero or less, enter -0- . . . . .	21	261,629
22	Combine the amounts from line 3 of all Parts III with box A, C, or D checked . . . . .	22	0
23	Passive activity credit from line 3 of all Parts III with box B checked	23	0
24	Enter the applicable passive activity credit allowed for 2015 (see instructions) . . . . .	24	0
25	Add lines 22 and 24 . . . . .	25	0
26	Empowerment zone and renewal community employment credit allowed. Enter the smaller of line 21 or line 25 . . . . .	26	0
27	Subtract line 13 from line 11. If zero or less, enter -0- . . . . .	27	266,495
28	Add lines 17 and 26 . . . . .	28	4,866
29	Subtract line 28 from line 27. If zero or less, enter -0- . . . . .	29	261,629
30	Enter the general business credit from line 5 of all Parts III with box A checked . . . . .	30	0
31	Reserved . . . . .	31	
32	Passive activity credits from line 5 of all Parts III with box B checked	32	168
33	Enter the applicable passive activity credits allowed for 2015 (see instructions) . . . . .	33	168
34	Carryforward of business credit to 2015. Enter the amount from line 5 of Part III with box C checked and line 6 of Part III with box G checked. See instructions for statement to attach . . . . .	34	153
35	Carryback of business credit from 2016. Enter the amount from line 5 of Part III with box D checked (see instructions) . . . . .	35	0
36	Add lines 30, 33, 34, and 35 . . . . .	36	321
37	Enter the <b>smaller</b> of line 29 or line 36 . . . . .	37	321
38	<b>Credit allowed for the current year.</b> Add lines 28 and 37. Report the amount from line 38 (if smaller than the sum of Part I, line 6, and Part II, lines 25 and 36, see instructions) as indicated below or on the applicable line of your return: <ul style="list-style-type: none"> <li>• Individuals. Form 1040, line 54, or Form 1040NR, line 51 . . . . .</li> <li>• Corporations. Form 1120, Schedule J, Part I, line 5c . . . . .</li> <li>• Estates and trusts. Form 1041, Schedule G, line 2b . . . . .</li> </ul>	38	5,187

Name(s) shown on return

Identifying number

Albert and Margaret Alkek Foundation

76-0491186

**Part III General Business Credits or Eligible Small Business Credits** (see instructions)

Complete a separate Part III for each box checked below. (see instructions)

- A  General Business Credit From a Non-Passive Activity
- B  General Business Credit From a Passive Activity
- C  General Business Credit Carryforwards
- D  General Business Credit Carrybacks
- E  Reserved
- F  Reserved
- G  Eligible Small Business Credit Carryforwards
- H  Reserved

I If you are filing more than one Part III with box A or B checked, complete and attach first an additional Part III combining amounts from all Parts III with box A or B checked. Check here if this is the consolidated Part III.

(a) Description of credit	(b) If claiming the credit from a pass-through entity, enter the EIN	(c) Enter the appropriate amount
<b>Note.</b> On any line where the credit is from more than one source, a separate Part III is needed for each pass-through entity.		
1a Investment (Form 3468, Part II only) (attach Form 3468)	1a	
b Reserved	1b	
c Increasing research activities (Form 6765)	1c	
d Low-income housing (Form 8586, Part I only)	1d	
e Disabled access (Form 8826) (see instructions for limitation)	1e	
f Renewable electricity, refined coal, and Indian coal production (Form 8835)	1f	
g Indian employment (Form 8845)	1g	
h Orphan drug (Form 8820)	1h	
i New markets (Form 8874)	1i	
j Small employer pension plan startup costs (Form 8881) (see instructions for limitation)	1j	
k Employer-provided child care facilities and services (Form 8882) (see instructions for limitation)	1k	
l Biodiesel and renewable diesel fuels (attach Form 8864)	1l	
m Low sulfur diesel fuel production (Form 8896)	1m	
n Distilled spirits (Form 8906)	1n	
o Nonconventional source fuel	1o	
p Energy efficient home (Form 8908)	1p	
q Energy efficient appliance	1q	
r Alternative motor vehicle (Form 8910)	1r	
s Alternative fuel vehicle refueling property (Form 8911)	1s	
t Reserved	1t	
u Mine rescue team training (Form 8923)	1u	
v Agricultural chemicals security (carryforward only)	1v	
w Employer differential wage payments (Form 8932)	1w	
x Carbon dioxide sequestration (Form 8933)	1x	
y Qualified plug-in electric drive motor vehicle (Form 8936)	1y	
z Qualified plug-in electric vehicle (carryforward only)	1z	
aa New hire retention (carryforward only)	1aa	
bb General credits from an electing large partnership (Schedule K-1 (Form 1065-B))	1bb	
zz Other	1zz	
2 Add lines 1a through 1zz and enter here and on the applicable line of Part I	2	0
3 Enter the amount from Form 8844 here and on the applicable line of Part II	3	
4a Investment (Form 3468, Part III) (attach Form 3468)	4a	168
b Work opportunity (Form 5884)	4b	
c Biofuel producer (Form 6478)	4c	
d Low-income housing (Form 8586, Part II)	4d	
e Renewable electricity, refined coal, and Indian coal production (Form 8835)	4e	
f Employer social security and Medicare taxes paid on certain employee tips (Form 8846)	4f	
g Qualified railroad track maintenance (Form 8900)	4g	
h Small employer health insurance premiums (Form 8941)	4h	
i Reserved	4i	
j Reserved	4j	
z Other	4z	
5 Add lines 4a through 4z and enter here and on the applicable line of Part II	5	168
6 Add lines 2, 3, and 5 and enter here and on the applicable line of Part II	6	168

Name(s) shown on return

Identifying number

Albert and Margaret Alkek Foundation

76-0491186

**Part III General Business Credits or Eligible Small Business Credits** (see instructions)

Complete a separate Part III for each box checked below. (see instructions)

- A  General Business Credit From a Non-Passive Activity
- B  General Business Credit From a Passive Activity
- C  General Business Credit Carryforwards
- D  General Business Credit Carrybacks
- E  Reserved
- F  Reserved
- G  Eligible Small Business Credit Carryforwards
- H  Reserved

I If you are filing more than one Part III with box A or B checked, complete and attach first an additional Part III combining amounts from all Parts III with box A or B checked. Check here if this is the consolidated Part III.

(a) Description of credit		(b) If claiming the credit from a pass-through entity, enter the EIN	(c) Enter the appropriate amount
<b>Note.</b> On any line where the credit is from more than one source, a separate Part III is needed for each pass-through entity.			
1a	Investment (Form 3468, Part II only) (attach Form 3468)		
b	Reserved		
c	Increasing research activities (Form 6765)		
d	Low-income housing (Form 8586, Part I only)		
e	Disabled access (Form 8826) (see instructions for limitation)		
f	Renewable electricity, refined coal, and Indian coal production (Form 8835)		
g	Indian employment (Form 8845)		
h	Orphan drug (Form 8820)		
i	New markets (Form 8874)		
j	Small employer pension plan startup costs (Form 8881) (see instructions for limitation)		
k	Employer-provided child care facilities and services (Form 8882) (see instructions for limitation)		
l	Biodiesel and renewable diesel fuels (attach Form 8864)		
m	Low sulfur diesel fuel production (Form 8896)		
n	Distilled spirits (Form 8906)		
o	Nonconventional source fuel		
p	Energy efficient home (Form 8908)		
q	Energy efficient appliance		
r	Alternative motor vehicle (Form 8910)		
s	Alternative fuel vehicle refueling property (Form 8911)		
t	Reserved		
u	Mine rescue team training (Form 8923)		
v	Agricultural chemicals security (carryforward only)		
w	Employer differential wage payments (Form 8932)		
x	Carbon dioxide sequestration (Form 8933)		
y	Qualified plug-in electric drive motor vehicle (Form 8936)		
z	Qualified plug-in electric vehicle (carryforward only)		
aa	New hire retention (carryforward only)		
bb	General credits from an electing large partnership (Schedule K-1 (Form 1065-B))		
zz	Other		
2	Add lines 1a through 1zz and enter here and on the applicable line of Part I		0
3	Enter the amount from Form 8844 here and on the applicable line of Part II.		
4a	Investment (Form 3468, Part III) (attach Form 3468)	51-0605779	142
b	Work opportunity (Form 5884)		
c	Biofuel producer (Form 6478)		
d	Low-income housing (Form 8586, Part II)		
e	Renewable electricity, refined coal, and Indian coal production (Form 8835)		
f	Employer social security and Medicare taxes paid on certain employee tips (Form 8846)		
g	Qualified railroad track maintenance (Form 8900)		
h	Small employer health insurance premiums (Form 8941)		
i	Reserved		
j	Reserved		
z	Other		
5	Add lines 4a through 4z and enter here and on the applicable line of Part II.		142
6	Add lines 2, 3, and 5 and enter here and on the applicable line of Part II.		142

Name(s) shown on return

Identifying number

Albert and Margaret Alkek Foundation

76-0491186

**Part III General Business Credits or Eligible Small Business Credits** (see instructions)

Complete a separate Part III for each box checked below. (see instructions)

- A  General Business Credit From a Non-Passive Activity
- B  General Business Credit From a Passive Activity
- C  General Business Credit Carryforwards
- D  General Business Credit Carrybacks
- E  Reserved
- F  Reserved
- G  Eligible Small Business Credit Carryforwards
- H  Reserved

I If you are filing more than one Part III with box A or B checked, complete and attach first an additional Part III combining amounts from all Parts III with box A or B checked. Check here if this is the consolidated Part III

(a) Description of credit		(b) If claiming the credit from a pass-through entity, enter the EIN	(c) Enter the appropriate amount
<b>Note.</b> On any line where the credit is from more than one source, a separate Part III is needed for each pass-through entity.			
1a	Investment (Form 3468, Part II only) (attach Form 3468)	1a	
b	Reserved	1b	
c	Increasing research activities (Form 6765)	1c	
d	Low-income housing (Form 8586, Part I only)	1d	
e	Disabled access (Form 8826) (see instructions for limitation)	1e	
f	Renewable electricity, refined coal, and Indian coal production (Form 8835)	1f	
g	Indian employment (Form 8845)	1g	
h	Orphan drug (Form 8820)	1h	
i	New markets (Form 8874)	1i	
j	Small employer pension plan startup costs (Form 8881) (see instructions for limitation)	1j	
k	Employer-provided child care facilities and services (Form 8882) (see instructions for limitation)	1k	
l	Biodiesel and renewable diesel fuels (attach Form 8864)	1l	
m	Low sulfur diesel fuel production (Form 8896)	1m	
n	Distilled spirits (Form 8906)	1n	
o	Nonconventional source fuel	1o	
p	Energy efficient home (Form 8908)	1p	
q	Energy efficient appliance	1q	
r	Alternative motor vehicle (Form 8910)	1r	
s	Alternative fuel vehicle refueling property (Form 8911)	1s	
t	Reserved	1t	
u	Mine rescue team training (Form 8923)	1u	
v	Agricultural chemicals security (carryforward only)	1v	
w	Employer differential wage payments (Form 8932)	1w	
x	Carbon dioxide sequestration (Form 8933)	1x	
y	Qualified plug-in electric drive motor vehicle (Form 8936)	1y	
z	Qualified plug-in electric vehicle (carryforward only)	1z	
aa	New hire retention (carryforward only)	1aa	
bb	General credits from an electing large partnership (Schedule K-1 (Form 1065-B))	1bb	
zz	Other	1zz	
2	Add lines 1a through 1zz and enter here and on the applicable line of Part I	2	0
3	Enter the amount from Form 8844 here and on the applicable line of Part II.	3	
4a	Investment (Form 3468, Part III) (attach Form 3468)	4a	20-8419824 26
b	Work opportunity (Form 5884)	4b	
c	Biofuel producer (Form 6478)	4c	
d	Low-income housing (Form 8586, Part II)	4d	
e	Renewable electricity, refined coal, and Indian coal production (Form 8835)	4e	
f	Employer social security and Medicare taxes paid on certain employee tips (Form 8846)	4f	
g	Qualified railroad track maintenance (Form 8900)	4g	
h	Small employer health insurance premiums (Form 8941)	4h	
i	Reserved	4i	
j	Reserved	4j	
z	Other	4z	
5	Add lines 4a through 4z and enter here and on the applicable line of Part II.	5	26
6	Add lines 2, 3, and 5 and enter here and on the applicable line of Part II.	6	26

Name(s) shown on return

Identifying number

Albert and Margaret Alkek Foundation

76-0491186

**Part III General Business Credits or Eligible Small Business Credits** (see instructions)

Complete a separate Part III for each box checked below. (see instructions)

- A  General Business Credit From a Non-Passive Activity
- B  General Business Credit From a Passive Activity
- C  General Business Credit Carryforwards
- D  General Business Credit Carrybacks
- E  Reserved
- F  Reserved
- G  Eligible Small Business Credit Carryforwards
- H  Reserved

I If you are filing more than one Part III with box A or B checked, complete and attach first an additional Part III combining amounts from all Parts III with box A or B checked. Check here if this is the consolidated Part III.

(a) Description of credit	(b) If claiming the credit from a pass-through entity, enter the EIN	(c) Enter the appropriate amount
<b>Note.</b> On any line where the credit is from more than one source, a separate Part III is needed for each pass-through entity.		
1a Investment (Form 3468, Part II only) (attach Form 3468)	1a	
b Reserved	1b	
c Increasing research activities (Form 6765)	1c	
d Low-income housing (Form 8586, Part I only)	1d	
e Disabled access (Form 8826) (see instructions for limitation)	1e	
f Renewable electricity, refined coal, and Indian coal production (Form 8835)	1f 20-3782803	1,822
g Indian employment (Form 8845)	1g	
h Orphan drug (Form 8820)	1h	
i New markets (Form 8874)	1i	
j Small employer pension plan startup costs (Form 8881) (see instructions for limitation)	1j	
k Employer-provided child care facilities and services (Form 8882) (see instructions for limitation)	1k	
l Biodiesel and renewable diesel fuels (attach Form 8864)	1l	
m Low sulfur diesel fuel production (Form 8896)	1m	
n Distilled spirits (Form 8906)	1n	
o Nonconventional source fuel	1o	
p Energy efficient home (Form 8908)	1p	
q Energy efficient appliance	1q	
r Alternative motor vehicle (Form 8910)	1r	
s Alternative fuel vehicle refueling property (Form 8911)	1s	
t Reserved	1t	
u Mine rescue team training (Form 8923)	1u	
v Agricultural chemicals security (carryforward only)	1v	
w Employer differential wage payments (Form 8932)	1w	
x Carbon dioxide sequestration (Form 8933)	1x	
y Qualified plug-in electric drive motor vehicle (Form 8936)	1y	
z Qualified plug-in electric vehicle (carryforward only)	1z	
aa New hire retention (carryforward only)	1aa	
bb General credits from an electing large partnership (Schedule K-1 (Form 1065-B))	1bb	
zz Other	1zz	
2 Add lines 1a through 1zz and enter here and on the applicable line of Part I	2	1,822
3 Enter the amount from Form 8844 here and on the applicable line of Part II	3	
4a Investment (Form 3468, Part III) (attach Form 3468)	4a 20-3782803	16
b Work opportunity (Form 5884)	4b	
c Biofuel producer (Form 6478)	4c	
d Low-income housing (Form 8586, Part II)	4d	
e Renewable electricity, refined coal, and Indian coal production (Form 8835)	4e	
f Employer social security and Medicare taxes paid on certain employee tips (Form 8846)	4f	
g Qualified railroad track maintenance (Form 8900)	4g	
h Small employer health insurance premiums (Form 8941)	4h	
i Reserved	4i	
j Reserved	4j	
z Other	4z	
5 Add lines 4a through 4z and enter here and on the applicable line of Part II	5	16
6 Add lines 2, 3, and 5 and enter here and on the applicable line of Part II	6	1,838



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Albert and Margaret Alkek Foundation

76-0491186

**Part III General Business Credits or Eligible Small Business Credits** (see instructions)

Complete a separate Part III for each box checked below. (see instructions)

- A  General Business Credit From a Non-Passive Activity
- B  General Business Credit From a Passive Activity
- C  General Business Credit Carryforwards
- D  General Business Credit Carrybacks
- E  Reserved
- F  Reserved
- G  Eligible Small Business Credit Carryforwards
- H  Reserved

I If you are filing more than one Part III with box A or B checked, complete and attach first an additional Part III combining amounts from all Parts III with box A or B checked. Check here if this is the consolidated Part III

(a) Description of credit	(b) If claiming the credit from a pass-through entity, enter the EIN	(c) Enter the appropriate amount
<b>Note.</b> On any line where the credit is from more than one source, a separate Part III is needed for each pass-through entity.		
1a Investment (Form 3468, Part II only) (attach Form 3468)	1a	
b Reserved	1b	
c Increasing research activities (Form 6765)	1c	
d Low-income housing (Form 8586, Part I only)	1d	
e Disabled access (Form 8826) (see instructions for limitation)	1e	
f Renewable electricity, refined coal, and Indian coal production (Form 8835)	1f	
g Indian employment (Form 8845)	1g	
h Orphan drug (Form 8820)	1h	
i New markets (Form 8874)	1i	
j Small employer pension plan startup costs (Form 8881) (see instructions for limitation)	1j	
k Employer-provided child care facilities and services (Form 8882) (see instructions for limitation)	1k	
l Biodiesel and renewable diesel fuels (attach Form 8864)	1l	
m Low sulfur diesel fuel production (Form 8896)	1m	
n Distilled spirits (Form 8906)	1n	
o Nonconventional source fuel	1o	
p Energy efficient home (Form 8908)	1p	
q Energy efficient appliance	1q	
r Alternative motor vehicle (Form 8910)	1r	
s Alternative fuel vehicle refueling property (Form 8911)	1s	
t Reserved	1t	
u Mine rescue team training (Form 8923)	1u	
v Agricultural chemicals security (carryforward only)	1v	
w Employer differential wage payments (Form 8932)	1w	
x Carbon dioxide sequestration (Form 8933)	1x	
y Qualified plug-in electric drive motor vehicle (Form 8936)	1y	
z Qualified plug-in electric vehicle (carryforward only)	1z	
aa New hire retention (carryforward only)	1aa	
bb General credits from an electing large partnership (Schedule K-1 (Form 1065-B))	1bb 51-0605779	73
zz Other	1zz	
2 Add lines 1a through 1zz and enter here and on the applicable line of Part I	2	73
3 Enter the amount from Form 8844 here and on the applicable line of Part II.	3	
4a Investment (Form 3468, Part III) (attach Form 3468)	4a 51-0605779	137
b Work opportunity (Form 5884)	4b	
c Biofuel producer (Form 6478)	4c	
d Low-income housing (Form 8586, Part II)	4d	
e Renewable electricity, refined coal, and Indian coal production (Form 8835)	4e	
f Employer social security and Medicare taxes paid on certain employee tips (Form 8846)	4f	
g Qualified railroad track maintenance (Form 8900)	4g	
h Small employer health insurance premiums (Form 8941)	4h	
i Reserved	4i	
j Reserved	4j	
z Other	4z	
5 Add lines 4a through 4z and enter here and on the applicable line of Part II.	5	137
6 Add lines 2, 3, and 5 and enter here and on the applicable line of Part II.	6	210

Name(s) shown on return

Identifying number

Albert and Margaret Alkek Foundation

76-0491186

**Part III General Business Credits or Eligible Small Business Credits** (see instructions)

Complete a separate Part III for each box checked below. (see instructions)

- A  General Business Credit From a Non-Passive Activity
- B  General Business Credit From a Passive Activity
- C  General Business Credit Carryforwards
- D  General Business Credit Carrybacks
- E  Reserved
- F  Reserved
- G  Eligible Small Business Credit Carryforwards
- H  Reserved

I If you are filing more than one Part III with box A or B checked, complete and attach first an additional Part III combining amounts from all Parts III with box A or B checked. Check here if this is the consolidated Part III.

(a) Description of credit		(b) If claiming the credit from a pass-through entity, enter the EIN	(c) Enter the appropriate amount
<b>Note.</b> On any line where the credit is from more than one source, a separate Part III is needed for each pass-through entity.			
1a	Investment (Form 3468, Part II only) (attach Form 3468)		
b	Reserved		
c	Increasing research activities (Form 6765)		
d	Low-income housing (Form 8586, Part I only)		
e	Disabled access (Form 8826) (see instructions for limitation)		
f	Renewable electricity, refined coal, and Indian coal production (Form 8835)	20-8419824	2,971
g	Indian employment (Form 8845)		
h	Orphan drug (Form 8820)		
i	New markets (Form 8874)		
j	Small employer pension plan startup costs (Form 8881) (see instructions for limitation)		
k	Employer-provided child care facilities and services (Form 8882) (see instructions for limitation)		
l	Biodiesel and renewable diesel fuels (attach Form 8864)		
m	Low sulfur diesel fuel production (Form 8896)		
n	Distilled spirits (Form 8906)		
o	Nonconventional source fuel		
p	Energy efficient home (Form 8908)		
q	Energy efficient appliance		
r	Alternative motor vehicle (Form 8910)		
s	Alternative fuel vehicle refueling property (Form 8911)		
t	Reserved		
u	Mine rescue team training (Form 8923)		
v	Agricultural chemicals security (carryforward only)		
w	Employer differential wage payments (Form 8932)		
x	Carbon dioxide sequestration (Form 8933)		
y	Qualified plug-in electric drive motor vehicle (Form 8936)		
z	Qualified plug-in electric vehicle (carryforward only)		
aa	New hire retention (carryforward only)		
bb	General credits from an electing large partnership (Schedule K-1 (Form 1065-B))		
zz	Other		
2	Add lines 1a through 1zz and enter here and on the applicable line of Part I		2,971
3	Enter the amount from Form 8844 here and on the applicable line of Part II.		
4a	Investment (Form 3468, Part III) (attach Form 3468)		
b	Work opportunity (Form 5884)		
c	Biofuel producer (Form 6478)		
d	Low-income housing (Form 8586, Part II)		
e	Renewable electricity, refined coal, and Indian coal production (Form 8835)		
f	Employer social security and Medicare taxes paid on certain employee tips (Form 8846)		
g	Qualified railroad track maintenance (Form 8900)		
h	Small employer health insurance premiums (Form 8941)		
i	Reserved		
j	Reserved		
z	Other		
5	Add lines 4a through 4z and enter here and on the applicable line of Part II.		0
6	Add lines 2, 3, and 5 and enter here and on the applicable line of Part II.		2,971

**Albert and Margaret Alkek Foundation**  
**TIN: 76-0491186**  
**Form 3800 Supporting Schedules**  
**For the Year Ended December 31, 2015**

**Page 1, Part I, Line 4 – Carryforward general business credit to 2015:**

<u>Description of Credit</u>	<u>Original Tax Year</u>	<u>Pass-through EIN</u>	<u>Originally Reported</u>	<u>Originally Allowed</u>	<u>Carryforward Allowed in Current Year</u>
<u>Part III, Line 1f</u>	2014	20-3782803	1,822	0	1,822
Renewable electricity and refined coal	2014	20-8419824	2,971	0	2,971
			<u>4,793</u>	<u>0</u>	<u>4,793</u>
<u>Part III, Line 1bb</u>	2014	51-0605779	73	0	73
General credits from large electing partnerships					
			<u>4,866</u>	<u>0</u>	<u>4,866</u>

The carryforward amount was not changed from the amount originally reported.

**Page 2, Part II, Line 34 – Carry forward business credit to 2015:**

<u>Description of Credit</u>	<u>Original Tax Year</u>	<u>Pass-through EIN</u>	<u>Originally Reported</u>	<u>Originally Allowed</u>	<u>Carryforward Allowed in Current Year</u>
<u>Part III, Line 4a</u>	2014	20-3782803	16	0	16
Other rental credits (Form 3468 - Energy Credits)	2014	20-8419824	137	0	137
			<u>153</u>	<u>0</u>	<u>153</u>

The carryforward amount was not changed from the amount originally reported.

## Domestic Production Activities Deduction

OMB No. 1545-1984

Attachment  
 Sequence No. **143**

▶ Attach to your tax return. ▶ See separate instructions.

Name(s) as shown on return

Identifying number

Albert and Margaret Alkek Foundation

76-0491186

	(a) Oil-related production activities	(b) All activities
<b>Note.</b> Do not complete column (a), unless you have oil-related production activities. Enter amounts for all activities in column (b), including oil-related production activities.		
<b>1</b> Domestic production gross receipts (DPGR) . . . . .	1,078,882	2,134,683
<b>2</b> Allocable cost of goods sold. If you are using the small business simplified overall method, skip lines 2 and 3 . . . . .		
<b>3</b> Enter deductions and losses allocable to DPGR (see instructions) . . . . .		
<b>4</b> If you are using the small business simplified overall method, enter the amount of cost of goods sold and other deductions or losses you ratably apportion to DPGR. All others, skip line 4 . . . . .	1,042,171	2,011,863
<b>5</b> Add lines 2 through 4 . . . . .	1,042,171	2,011,863
<b>6</b> Subtract line 5 from line 1 . . . . .	36,711	122,820
<b>7</b> Qualified production activities income from estates, trusts, and certain partnerships and S corporations (see instructions) . . . . .		
<b>8</b> Add lines 6 and 7. Estates and trusts, go to line 9, all others, skip line 9 and go to line 10 . . . . .	36,711	122,820
<b>9</b> Amount allocated to beneficiaries of the estate or trust (see instructions) . . . . .		
<b>10a</b> Oil-related qualified production activities income. Estates and trusts, subtract line 9, column (a), from line 8, column (a), all others, enter amount from line 8, column (a). If zero or less, enter -0- here . . . . .	36,711	
<b>b</b> Qualified production activities income. Estates and trusts, subtract line 9, column (b), from line 8, column (b), all others, enter amount from line 8, column (b). If zero or less, enter -0- here, skip lines 11 through 21, and enter -0- on line 22 . . . . .		122,820
<b>11</b> Income limitation (see instructions):		
• Individuals, estates, and trusts. Enter your adjusted gross income figured without the domestic production activities deduction . . . . .	}	1,123,550
• All others. Enter your taxable income figured without the domestic production activities deduction (tax-exempt organizations, see instructions) . . . . .		
<b>12</b> Enter the smaller of line 10b or line 11. If zero or less, enter -0- here, skip lines 13 through 21, and enter -0- on line 22 . . . . .		122,820
<b>13</b> Enter 9% of line 12 . . . . .		11,054
<b>14a</b> Enter the smaller of line 10a or line 12 . . . . .	36,711	
<b>b</b> Reduction for oil-related qualified production activities income. Multiply line 14a by 3% . . . . .		1,101
<b>15</b> Subtract line 14b from line 13 . . . . .		9,953
<b>16</b> Form W-2 wages (see instructions) . . . . .		0
<b>17</b> Form W-2 wages from estates, trusts, and certain partnerships and S corporations (see instructions) . . . . .		103,353
<b>18</b> Add lines 16 and 17. Estates and trusts, go to line 19, all others, skip line 19 and go to line 20 . . . . .		103,353
<b>19</b> Amount allocated to beneficiaries of the estate or trust (see instructions) . . . . .		0
<b>20</b> Estates and trusts, subtract line 19 from line 18, all others, enter amount from line 18 . . . . .		103,353
<b>21</b> Form W-2 wage limitation. Enter 50% of line 20 . . . . .		51,677
<b>22</b> Enter the smaller of line 15 or line 21. . . . .		9,953
<b>23</b> Domestic production activities deduction from cooperatives. Enter deduction from Form 1099-PATR, box 6 . . . . .		0
<b>24</b> Expanded affiliated group allocation (see instructions) . . . . .		
<b>25</b> Domestic production activities deduction. Combine lines 22 through 24 and enter the result here and on Form 1040, line 35; Form 1120, line 25; or the applicable line of your return . . . . .		9,953

For Paperwork Reduction Act Notice, see separate instructions.

Department of the Treasury  
Internal Revenue Service (99)

▶ Attach to your tax return.

▶ Information about Form 3468 and its separate instructions is at [www.irs.gov/form3468](http://www.irs.gov/form3468).

**2015**

Attachment  
Sequence No. **174**

Name(s) shown on return

Identifying number

Albert and Margaret Alkek Foundation

76-0491186

**Part I Information Regarding the Election To Treat the Lessee as the Purchaser of Investment Credit Property**

If you are claiming the investment credit as a lessee based on a section 48(d) (as in effect on November 4, 1990) election, provide the following information. If you acquired more than one property as a lessee, attach a statement showing the information below.

- 1 Name of lessor \_\_\_\_\_
- 2 Address of lessor \_\_\_\_\_
- 3 Description of property \_\_\_\_\_
- 4 Amount for which you were treated as having acquired the property . . . . . ▶ \$ \_\_\_\_\_

**Part II Qualifying Advanced Coal Project Credit, Qualifying Gasification Project Credit, and Qualifying Advanced Energy Project Credit**

<b>5</b> Qualifying advanced coal project credit (see instructions):			
<b>a</b> Qualified investment in integrated gasification combined cycle property placed in service during the tax year for projects described in section 48A(d)(3)(B)(i) . . . . . \$ _____ × 20% (.20)	<b>5a</b>		
<b>b</b> Qualified investment in advanced coal-based generation technology property placed in service during the tax year for projects described in section 48A(d)(3)(B)(ii) . . . . . \$ _____ × 15% (.15)	<b>5b</b>		
<b>c</b> Qualified investment in advanced coal-based generation technology property placed in service during the tax year for projects described in section 48A(d)(3)(B)(iii) . . . . . \$ _____ × 30% (.30)	<b>5c</b>		
<b>d</b> Total. Add lines 5a, 5b, and 5c . . . . .		<b>5d</b>	
<b>6</b> Qualifying gasification project credit (see instructions):			
<b>a</b> Qualified investment in qualified gasification property placed in service during the tax year for which credits were allocated or reallocated after October 3, 2008, and that includes equipment that separates and sequesters at least 75% of the project's carbon dioxide emissions . . . . . \$ _____ × 30% (.30)	<b>6a</b>		
<b>b</b> Qualified investment in property other than in <b>a</b> above placed in service during the tax year . . . . . \$ _____ × 20% (.20)	<b>6b</b>		
<b>c</b> Total. Add lines 6a and 6b . . . . .		<b>6c</b>	
<b>7</b> Qualifying advanced energy project credit (see instructions): Qualified investment in advanced energy project property placed in service during the tax year . . . . . \$ _____ × 30% (.30)		<b>7</b>	
<b>8</b> Reserved . . . . .		<b>8</b>	
<b>9</b> Enter the applicable unused investment credit from cooperatives (see instructions) . . . . .		<b>9</b>	
<b>10</b> Add lines 5d, 6c, 7, and 9. Report this amount on Form 3800, line 1a . . . . .		<b>10</b>	

**Part III Rehabilitation Credit and Energy Credit**

<b>11</b> Rehabilitation credit (see instructions for requirements that must be met):			
<b>a</b>	Check this box if you are electing under section 47(d)(5) to take your qualified rehabilitation expenditures into account for the tax year in which paid (or, for self-rehabilitated property, when capitalized). See instructions. <b>Note.</b> This election applies to the current tax year and to all later tax years. You may not revoke this election without IRS consent . . . . . <input type="checkbox"/>		
<b>b</b>	Enter the dates on which the 24- or 60-month measuring period begins _____ and ends _____		
<b>c</b>	Enter the adjusted basis of the building as of the beginning date above (or the first day of your holding period, if later) . . . . . \$ _____		
<b>d</b>	Enter the amount of the qualified rehabilitation expenditures incurred, or treated as incurred, during the period on line 11b above . . . . . \$ _____		
Enter the amount of qualified rehabilitation expenditures and multiply by the percentage shown:			
<b>e</b>	Pre-1936 buildings located in the Gulf Opportunity Zone (only enter amounts paid or incurred before 2012) . . . . . \$ _____ × 13% (.13)	<b>11e</b>	
<b>f</b>	Pre-1936 buildings affected by a Midwestern disaster (only enter amounts paid or incurred before 2012) . . . . . \$ _____ × 13% (.13)	<b>11f</b>	
<b>g</b>	Other pre-1936 buildings . . . . . \$ _____ × 10% (.10)	<b>11g</b>	
<b>h</b>	Certified historic structures located in the Gulf Opportunity Zone (only enter amounts paid or incurred before 2012) . . . . . \$ _____ × 26% (.26)	<b>11h</b>	
<b>i</b>	Certified historic structures affected by a Midwestern disaster (only enter amounts paid or incurred before 2012) . . . . . \$ _____ × 26% (.26)	<b>11i</b>	
<b>j</b>	Other certified historic structures . . . . . \$ _____ × 20% (.20)	<b>11j</b>	
For properties identified on lines 11h, 11i, or 11j, complete lines 11k and 11l.			
<b>k</b>	Enter the assigned NPS project number or the pass-through entity's employer identification number (see instructions) . . . . . _____		
<b>l</b>	Enter the date that the NPS approved the Request for Certification of Completed Work (see instructions) . . . . . _____		
<b>m</b>	Rehabilitation credit from an electing large partnership (Schedule K-1 (Form 1065-B), box 9) . . . . .	<b>11m</b>	
<b>12</b> Energy credit:			
<b>a</b>	Basis of property using geothermal energy or solar energy (acquired before January 1, 2006, and the basis attributable to construction, reconstruction, or erection by the taxpayer before January 1, 2006) placed in service during the tax year (see instructions) \$ <u>209</u> × 10% (.10)	<b>12a</b>	<u>21</u>
<b>b</b>	Basis of property using solar illumination or solar energy placed in service during the tax year that was acquired after December 31, 2005, and the basis attributable to construction, reconstruction, or erection by the taxpayer after December 31, 2005 (see instructions) \$ <u>15</u> × 30% (.30)	<b>12b</b>	<u>5</u>
Qualified fuel cell property (see instructions):			
<b>c</b>	Basis of property placed in service during the tax year that was acquired after December 31, 2005, and before October 4, 2008, and the basis attributable to construction, reconstruction, or erection by the taxpayer after December 31, 2005, and before October 4, 2008 \$ _____ × 30% (.30)	<b>12c</b>	
<b>d</b>	Applicable kilowatt capacity of property on line 12c (see instructions) ▶ _____ × \$1,000	<b>12d</b>	
<b>e</b>	Enter the lesser of line 12c or line 12d . . . . .	<b>12e</b>	
<b>f</b>	Basis of property placed in service during the tax year that was acquired after October 3, 2008, and the basis attributable to construction, reconstruction, or erection by the taxpayer after October 3, 2008 . . . . . \$ _____ × 30% (.30)	<b>12f</b>	
<b>g</b>	Applicable kilowatt capacity of property on line 12f (see instructions) ▶ _____ × \$3,000	<b>12g</b>	
<b>h</b>	Enter the lesser of line 12f or line 12g . . . . .	<b>12h</b>	
Qualified microturbine property (see instructions):			
<b>i</b>	Basis of property placed in service during the tax year that was acquired after December 31, 2005, and the basis attributable to construction, reconstruction, or erection by the taxpayer after December 31, 2005 . . . . . \$ <u>1421</u> × 10% (.10)	<b>12i</b>	<u>142</u>
<b>j</b>	Kilowatt capacity of property on line 12i . . . . . ▶ <u>250</u> × \$200	<b>12j</b>	<u>50,000</u>
<b>k</b>	Enter the lesser of line 12i or line 12j . . . . .	<b>12k</b>	<u>142</u>

**Part III Rehabilitation Credit and Energy Credit (continued)**

Combined heat and power system property (see instructions):

**Caution.** You cannot claim this credit if the electrical capacity of the property is more than 50 megawatts or 67,000 horsepower.

<p><b>l</b> Basis of property placed in service during the tax year that was acquired after October 3, 2008, and the basis attributable to construction, reconstruction, or erection by the taxpayer after October 3, 2008 . . . . . \$ _____ × 10% (.10)</p>	<b>12l</b>	
<p><b>m</b> If the electrical capacity of the property is measured in:                  • Megawatts, divide 15 by the megawatt capacity. Enter 1.0 if the capacity is 15 megawatts or less.                  • Horsepower, divide 20,000 by the horsepower. Enter 1.0 if the capacity is 20,000 horsepower or less . . . . .</p>	<b>12m</b>	
<p><b>n</b> Multiply line 12l by line 12m . . . . .</p>	<b>12n</b>	
<p>Qualified small wind energy property (see instructions):</p>		
<p><b>o</b> Basis of property placed in service during the tax year that was acquired after October 3, 2008, and before January 1, 2009, and the basis attributable to the construction, reconstruction, or erection by the taxpayer after October 3, 2008, and before January 1, 2009 . . . . . \$ _____ × 30% (.30)</p>	<b>12o</b>	
<p><b>p</b> Enter the smaller of line 12o or \$4,000 . . . . .</p>	<b>12p</b>	
<p><b>q</b> Basis of property placed in service during the tax year that was acquired after December 31, 2008, and the basis attributable to construction, reconstruction, or erection by the taxpayer after December 31, 2008 . . . . . \$ _____ × 30% (.30)</p>	<b>12q</b>	
<p>Geothermal heat pump systems (see instructions):</p>		
<p><b>r</b> Basis of property placed in service during the tax year that was acquired after October 3, 2008, and the basis attributable to construction, reconstruction, or erection by the taxpayer after October 3, 2008 . . . . . \$ _____ × 10% (.10)</p>	<b>12r</b>	
<p>Qualified investment credit facility property (see instructions):</p>		
<p><b>s</b> Basis of property placed in service during the tax year . . . \$ _____ × 30% (.30)</p>	<b>12s</b>	
<p><b>13</b> Enter the applicable unused investment credit from cooperatives (see instructions) . . . . .</p>	<b>13</b>	
<p><b>14</b> Add lines 11e through 11j, 11m, 12a, 12b, 12e, 12h, 12k, 12n, 12p, 12q, 12r, 12s, and 13. Report this amount on Form 3800, line 4a . . . . .</p>	<b>14</b>	<b>168</b>

**Albert and Margaret Alkek Foundation**  
**TIN: 76-0491186**  
**Form 990-T Supporting Schedules**  
**For the Year Ended December 31, 2015**

**Page 1, Part I, Line 5 – Income from Partnerships:**

Income	2,006,693
Realized Gains	626,659
Deductions	-1,509,802
	<u>1,123,550</u>

**Page 1, Part II, Line 20 – Charitable Contributions:**

Passthrough K-1 Charitable Contributions	509
	<u>509</u>

**Page 1, Part II, Line 28 – Other Deductions:**

Indirect Management and General Expense:	
Allocated Compensation, Taxes, Pension and Insurance	53,788
Allocated Professional Fees – Tax Review	4,390
Allocated General Expense	11,691
Tax Review of Form 990-T	2,184
	<u>72,053</u>

**Page 1, Part II, Line 31 – Net Operating Loss Deduction:**

	Beginning Net Operating Loss Carryforward	Net Operating Loss Carryforward	Application of Net Operating Loss Deduction	Ending Net Operating Loss Carryforward
2012	0	319,584	0	319,584
2013	319,584	217,114	0	536,698
2014	536,698	0	516,233	20,465
2015	536,698	0	20,465	0
		<u>536,698</u>	<u>536,698</u>	