

Form **990-PF**
 Department of the Treasury
 Internal Revenue Service

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

▶ **Do not enter social security numbers on this form as it may be made public.**
 ▶ **Go to www.irs.gov/Form990PF for instructions and the latest information.**

OMB No 1545-0052
2018
Open to Public Inspection

For calendar year 2018, or tax year beginning 06-01-2018 , and ending 05-31-2019

Name of foundation H E AND RUBY PELZ TR 2		A Employer identification number 74-6392477	
Number and street (or P O box number if mail is not delivered to street address) PO BOX 1496		B Telephone number (see instructions)	
City or town, state or province, country, and ZIP or foreign postal code MARSHALL, TX 756711496		C If exemption application is pending, check here <input type="checkbox"/>	
G Check all that apply: <input type="checkbox"/> Initial return <input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Address change <input type="checkbox"/> Name change		D 1. Foreign organizations, check here <input type="checkbox"/> 2 Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>	
H 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		E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>	
I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ \$ <u>1,541,835</u>		F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>	
J Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ <i>(Part I, column (d) must be on cash basis)</i>			

Part I Analysis of Revenue and Expenses <i>(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions))</i>		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received (attach schedule)				
	2 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	42,175	42,175	42,175	
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	2,509			
	b Gross sales price for all assets on line 6a <u>73,964</u>				
	7 Capital gain net income (from Part IV, line 2)		2,509		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
b Less Cost of goods sold					
c Gross profit or (loss) (attach schedule)					
11 Other income (attach schedule)	42,829	42,829	42,829		
12 Total. Add lines 1 through 11	87,513	87,513	85,004		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc				
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)	8,677	6,508	8,677	2,169
	c Other professional fees (attach schedule)				
	17 Interest				
	18 Taxes (attach schedule) (see instructions)				
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule)	16,535	14,135	16,535	2,400
	24 Total operating and administrative expenses. Add lines 13 through 23	25,212	20,643	25,212	4,569
	25 Contributions, gifts, grants paid	68,000			68,000
26 Total expenses and disbursements. Add lines 24 and 25	93,212	20,643	25,212	72,569	
27 Subtract line 26 from line 12					
a Excess of revenue over expenses and disbursements	-5,699				
b Net investment income (if negative, enter -0-)		66,870			
c Adjusted net income (if negative, enter -0-)			59,792		

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	16,451	21,217	21,217
	2 Savings and temporary cash investments	46,563	52,980	52,980
	3 Accounts receivable ▶ _____ Less allowance for doubtful accounts ▶ _____			
	4 Pledges receivable ▶ _____ Less allowance for doubtful accounts ▶ _____			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
	7 Other notes and loans receivable (attach schedule) ▶ _____ Less allowance for doubtful accounts ▶ _____			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments—U S and state government obligations (attach schedule)			
	b Investments—corporate stock (attach schedule)	844,371	833,504	1,467,638
	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)			
	14 Land, buildings, and equipment basis ▶ _____ Less accumulated depreciation (attach schedule) ▶ _____			
15 Other assets (describe ▶ _____)				
16 Total assets (to be completed by all filers—see the instructions Also, see page 1, item I)	907,385	907,701	1,541,835	
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe ▶ _____)			
	23 Total liabilities (add lines 17 through 22)	0	0	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here <input type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds			
	28 Paid-in or capital surplus, or land, bldg, and equipment fund			
29 Retained earnings, accumulated income, endowment, or other funds	907,385	907,701		
30 Total net assets or fund balances (see instructions)	907,385	907,701		
31 Total liabilities and net assets/fund balances (see instructions) .	907,385	907,701		

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	907,385
2 Enter amount from Part I, line 27a	2	-5,699
3 Other increases not included in line 2 (itemize) ▶ _____	3	8,299
4 Add lines 1, 2, and 3	4	909,985
5 Decreases not included in line 2 (itemize) ▶ _____	5	2,284
6 Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30 .	6	907,701

Part VII-A Statements Regarding Activities (continued)

Table with 3 columns: Question, Yes, No. Rows 11-14 regarding controlled entities, distributions, public inspection requirements, and books in care.

Located at PO BOX 1496 MARSHALL TX ZIP+4 75671

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 —check here and enter the amount of tax-exempt interest received or accrued during the year.

Table with 3 columns: Question, Yes, No. Row 16 regarding interest in foreign countries.

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.

Main table with 3 columns: Question, Yes, No. Rows 1a-4b regarding Form 4720 exceptions and requirements.

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

5a During the year did the foundation pay or incur any amount to				Yes	No
(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No			
(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No			
(3) Provide a grant to an individual for travel, study, or other similar purposes?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No			
(4) Provide a grant to an organization other than a charitable, etc., organization described in section 4945(d)(4)(A)? See instructions.	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No			
b If any answer is "Yes" to 5a(1)–(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance? See instructions.			5b		
Organizations relying on a current notice regarding disaster assistance check here.	<input type="checkbox"/>				
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? <i>If "Yes," attach the statement required by Regulations section 53.4945–5(d)</i>	<input type="checkbox"/> Yes	<input type="checkbox"/> No			
6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No			
b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? <i>If "Yes" to 6b, file Form 8870</i>			6b		No
7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No			
b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?			7b		
8 Is the foundation subject to the section 4960 tax on payment(s) of more than \$1,000,000 in remuneration or excess parachute payment during the year?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No			

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

1 List all officers, directors, trustees, foundation managers and their compensation. See instructions

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
WILLIAM A ABNEY PO BOX 1386 MARSHALL, TX 75671	CO TRUSTEE 2 00	0	0	0
ALLEN STAGGERS 3017 ROSBOROUGH SPRINGS ROAD MARSHALL, TX 75672	CO TRUSTEE 1 00	0	0	0
CARY M ABNEY PO BOX 1496 MARSHALL, TX 75671	SECRETARY CO TRUSTEE 4 00	0	0	0

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

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

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

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

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2018, enter the date of the ruling. ▶

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

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

	Tax year	Prior 3 years			(e) Total
	(a) 2018	(b) 2017	(c) 2016	(d) 2015	
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test—enter					
(1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test— enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed.					
c "Support" alternative test—enter					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii).					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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

1 Information Regarding Foundation Managers:

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than \$5,000) (See section 507(d)(2))
NONE

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest
NONE

2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:

Check here if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc. to individuals or organizations under other conditions, complete items 2a, b, c, and d. See instructions.

a The name, address, and telephone number or e-mail address of the person to whom applications should be addressed
WILLIAM A ABNEY
PO BOX 1386
MARSHALL, TX 75671
(903) 938-6611

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

c Any submission deadlines
NONE

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors
EDUCATIONAL SCIENTIFIC RELIGIOUS OR TO RELIEVE SUFFERING

Part XV **Supplementary Information** (continued)**3 Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a <i>Paid during the year</i> See Additional Data Table				
Total ▶ 3a				
b <i>Approved for future payment</i>				
Total ▶ 3b				

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns a - d

List and describe the kind(s) of property sold (e.g., real estate, (a) 2-story brick warehouse, or common stock, 200 shs MLC Co)	(b) How acquired P—Purchase D—Donation	(c) Date acquired (mo, day, yr)	(d) Date sold (mo, day, yr)
300 WILLIAMS PARTNERS LP	P	2015-04-02	2018-08-10

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns e - h

(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)
14,248		14,793	-545

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns i - l

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	

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a <i>Paid during the year</i>				
MICHELSON MUSEUM OF ART PO BOX 8290 MARSHALL, TX 756718290	NONE		OPERATIONS	5,000
SOCIETY OF ST STEPHENS 300 E HOUSTON MARSHALL, TX 75670	NONE		OPERATIONS	5,000
TRINITY EPISCOPAL SCHOOL 2905 ROSBOROUGH SPRINGS ROAD MARSHALL, TX 75672	NONE		OPERATIONS	5,000
Total ▶ 3a				68,000

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a <i>Paid during the year</i>				
TEXAS STATE TECH COLLEGE FOUNDATION 2400 E END BLVD S MARSHALL TX 75672 MARSHALL, TX 75671	NONE		OPERATIONS	3,000
EMPTY STOCKING FUNDPO BOX 1028 MARSHALL, TX 756711028	NONE		OPERATIONS	5,000
MARSHALL HARRISON CO LITERACY PO BOX 148 MARSHALL, TX 756710148	NONE		OPERATIONS	5,000
Total ▶ 3a				68,000

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a <i>Paid during the year</i>				
MISSION MARSHALL 2109 S WASHINGTON MARSHALL, TX 75670	NONE		OPERATIONS	5,000
TRINITY EPISCOPAL CHURCH 106 N GROVE MARSHALL, TX 75670	NONE		OPERATIONS	5,000
MARSHALL EDUCATION FOUNDATION 1305 E PINECREST MARSHALL, TX 75670	NONE		OPERATIONS	5,000
Total ▶ 3a				68,000

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a <i>Paid during the year</i>				
TWELVE WAY FOUNDATION 3901 ELYSIAN FIELDS ROAD MARSHALL, TX 75672	NONE		OPERATIONS	5,000
BOY SCOUT TROOPSP O BOX MARSHALL, TX 75670	NONE		OPERATIONS	1,500
BOYS AND GIRLS CLUBPO BOX 2041 MARSHALL, TX 75671	NONE		OPERATIONS	5,000
Total ▶ 3a				68,000

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a <i>Paid during the year</i>				
HARRISON CO SOIL WATER CONSERVATION 701 S WASHINGTON MARSHALL, TX 75670	NONE		OPERATIONS	1,000
MARSHALL SERENITY CLUB 101 BENITA DRIVE MARSHALL, TX 75671	NONE		OPERATIONS	5,000
MARSHALL PREGNANCY RESOURCE CENTER PO BOX 211 MARSHALL, TX 75671	NONE		OPERATIONS	2,500
Total ▶ 3a				68,000

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a <i>Paid during the year</i>				
GIRL SCOUTS 106 N GROVE MARSHALL, TX 75670	NONE		OPERATIONS	500
MARSHALL REGIONAL ARTS COUNCIL 2501 EAST END BLVD MARSHALL, TX 75670	NONE		OPERATIONS	2,500
SALVATION ARMY PO BOX MARSHALL, TX 75671	NONE		OPERATIONS	2,000
Total ▶ 3a				68,000

TY 2018 Accounting Fees Schedule**Name:** H E AND RUBY PELZ TR 2**EIN:** 74-6392477

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
ACCOUNTING FEES	8,677	6,508	8,677	2,169

TY 2018 Investments Corporate Stock Schedule**Name:** H E AND RUBY PELZ TR 2**EIN:** 74-6392477**Investments Corporation Stock Schedule**

Name of Stock	End of Year Book Value	End of Year Fair Market Value
100 AT&T	2,610	3,058
300 BANK OF AMERICA	3,475	7,980
280 BUCKEYE PARTNERS	0	0
535 CHEVRON	11,066	60,910
192 DOWDUPONT	5,245	5,860
650 EXXON MOBIL	7,566	46,001
200 ABBVIE	14,546	15,342
2000 GENERAL ELECTRIC	10,708	18,880
20 IBM	0	0
100 INTL PAPER	3,234	4,147
500 ISHARES TR MSCI EAFE	26,385	31,700
575 ISHARES TR RUSSELL 2000 TR	32,200	65,631
520 KIMBERLY CLARK	13,167	66,503
494 KINDER MORGAN	18,333	9,855
400 MERCK AND CO	7,159	31,684
100 NEXTERA ENERGY INC	3,896	19,821
125 NORTHROP GRUMMAN CORP	8,153	37,906
600 PLAINS ALL AMERICAN	18,393	13,566
200 HOME DEPOT	35,396	37,970
650 SPDR SP 500 ETF TRUST	54,386	178,925
700 SPDR SP MIDCAP 400 ETF	65,926	231,091
64 DOW INC	2,649	2,993
290 3M CO	7,424	46,327
350 VERIZON COMMUNICATIONS	16,078	19,022
50 LOCKHEED MARTIN	14,535	16,927
200 MICROSOFT	14,793	24,736
10291 FID ADV INV GRADE	80,182	82,335
24363 PIMCO FDS TOTAL RETURN	258,515	250,218
76 ANADARKO PETE	6,352	5,348
80 BOEING	6,126	27,329

Investments Corporation Stock Schedule

Name of Stock	End of Year Book Value	End of Year Fair Market Value
200 WALT DISNEY CO	17,683	26,408
94 FLUOR CORP	0	0
128 JPMORGAN CHASE	6,193	13,563
94 QUALCOMM INC	6,268	6,281
170 WELLS FARGO	5,963	7,543
600 ENERGY TRANSFER	0	0
500 ENTERPRISE PRODUCTS	16,509	13,945
500 CISCO SYSTEMS	18,147	26,015
448 WILLIAMS PARTNERS	14,243	11,818

TY 2018 Other Decreases Schedule**Name:** H E AND RUBY PELZ TR 2**EIN:** 74-6392477

Description	Amount
EXCISE TAX	2,284

TY 2018 Other Expenses Schedule**Name:** H E AND RUBY PELZ TR 2**EIN:** 74-6392477**Other Expenses Schedule**

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
BANK AND ADVISORY FEES	14,135	14,135	14,135	0
OVERHEAD FEES	2,400	0	2,400	2,400

TY 2018 Other Income Schedule**Name:** H E AND RUBY PELZ TR 2**EIN:** 74-6392477**Other Income Schedule**

Description	Revenue And Expenses Per Books	Net Investment Income	Adjusted Net Income
OIL AND GAS ROYALTY	55,324	55,324	55,324
SEVERANCE TAXES	-2,183	-2,183	-2,183
STATUTORY DEPLETION	-8,299	-8,299	-8,299
AD VALOREM TAXES	-2,013	-2,013	-2,013

TY 2018 Other Increases Schedule**Name:** H E AND RUBY PELZ TR 2**EIN:** 74-6392477

Description	Amount
CAPITAL CONTRIBUTIONS	8,299