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Form **990-T**

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

OMB No 1545 0687
2017

For calendar year 2017 or other tax year beginning 9/01, 2017, and ending 8/31, 2018

Go to www.irs.gov/Form990T for instructions and the latest information.

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

Check box if address changed

B Exempt under section

501(c)(3) 220(e)

408(e) 530(a)

408A 529(a)

Check box if name changed and see instructions

Print or Type **WATCH TOWER BIBLE AND TRACT SOCIETY OF PENNSYLVANIA**
625 RED MILLS ROAD
WALLKILL, NY 12589

D Employer identification number (Employees' trust, see instructions)
11-1857820

E Unrelated business activity codes (See instructions)
900099

C Book value of all assets at end of year

F Group exemption number (See instructions.)

G Check organization type: 501(c) corporation 501(c)-trust 401(a) trust Other trust

H Describe the organization's primary unrelated business activity:
INVESTMENT ACTIVITIES

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

J The books are in care of **GERALD F SIMONIS** Telephone number **718-560-7222**

Part III Unrelated Trade or Business Income		(A) Income	(B) Expenses	(C) Net
1a	Gross receipts or sales			
b	Less returns and allowances			
c	Balance			
2	Cost of goods sold (Schedule A, line 7)			
3	Gross profit. Subtract line 2 from line 1c			
4a	Capital gain net income (attach Schedule D)			
4b	Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)			
4c	Capital loss deduction for trusts			
5	Income (loss) from partnerships and S corporations (attach statement) ST 1	146,509		146,509
6	Rent income (Schedule C)			
7	Unrelated debt-financed income (Schedule E)			
8	Interest, annuities, royalties, and rents from controlled organizations (Schedule F)			
9	Investment income of a section 501(c)(7), (9), or (17) organization (Schedule G)			
10	Exploited exempt activity income (Schedule I)			
11	Advertising income (Schedule J)			
12	Other income (See instructions; attach schedule)			
13	Total. Combine lines 3 through 12	-7,259		-7,259
13		139,250	0	139,250

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Part IV 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)		
15	Salaries and wages		
16	Repairs and maintenance		
17	Bad debts		
18	Interest (attach schedule)		
19	Taxes and licenses		250
20	Charitable contributions (See instructions for limitation rules)		
21	Depreciation (attach Form 4562)		
22	Less depreciation claimed on Schedule A and elsewhere on return		
23	Depletion		
24	Contributions to deferred compensation plans		
25	Employee benefit programs		
26	Excess exempt expenses (Schedule I)		
27	Excess readership costs (Schedule J)		
28	Other deductions (attach schedule)		
29	Total deductions. Add lines 14 through 28		250
30	Unrelated business taxable income before net operating loss deduction. Subtract line 29 from line 13		139,000
31	Net operating loss deduction (limited to the amount on line 30). SEE STATEMENT 3		85,643
32	Unrelated business taxable income before specific deduction. Subtract line 31 from line 30		53,357
33	Specific deduction (Generally \$1,000, but see line 33 instructions for exceptions)		1,000
34	Unrelated business taxable income. Subtract line 33 from line 32. If line 33 is greater than line 32, enter the smaller of zero or line 32		52,357

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Part III Tax Computation

35 Organizations Taxable as Corporations. See instructions for tax computation
 Controlled group members (sections 1561 and 1563) check here See instructions and
 a Enter your share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order)
 (1) \$ _____ (2) \$ _____ (3) \$ _____
 b Enter organization's share of: (1) Additional 5% tax (not more than \$11,750) \$ _____
 (2) Additional 3% tax (not more than \$100,000) \$ _____
 c Income tax on the amount on line 34 SEE STATEMENT 4 35 c 10,023.
 36 Trusts Taxable at Trust Rates. See instructions for tax computation Income tax on the amount
 on line 34 from: Tax rate schedule or Schedule D (Form 1041) 36
 37 Proxy tax. See instructions 37
 38 Alternative minimum tax 38
 39 Tax on Non-Compliant Facility Income. See instructions 39
 40 Total. Add lines 37, 38 and 39 to line 35c or 36, whichever applies 40 10,023.

Part IV Tax and Payments

41 a Foreign tax credit (corporations attach Form 1118; trusts attach Form 1116) 41 a
 b Other credits (see instructions) 41 b
 c General business credit Attach Form 3800 (see instructions) 41 c
 d Credit for prior year minimum tax (attach Form 8801 or 8827) 41 d
 e Total credits. Add lines 41a through 41d 41 e 0.
 42 Subtract line 41e from line 40 42 10,023.
 43 Other taxes Check if from Form 4255 Form 8611 Form 8697 Form 8866
 Other (attach schedule) 43
 44 Total tax. Add lines 42 and 43 44 10,023.
 45 a Payments A 2016 overpayment credited to 2017 45 a
 b 2017 estimated tax payments 45 b
 c Tax deposited with Form 8868 45 c
 d Foreign organizations Tax paid or withheld at source (see instructions) 45 d
 e Backup withholding (see instructions) 45 e
 f Credit for small employer health insurance premiums (Attach Form 8941) 45 f
 g Other credits and payments Form 2439 Form 4136 Other Total 45 g
 46 Total payments. Add lines 45a through 45g 46 0.
 47 Estimated tax penalty (see instructions) Check if Form 2220 is attached 47 41.
 48 Tax due. If line 46 is less than the total of lines 44 and 47, enter amount owed 48 10,064.
 49 Overpayment. If line 46 is larger than the total of lines 44 and 47, enter amount overpaid 49
 50 Enter the amount of line 49 you want credited to 2018 estimated tax Refunded 50

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

51 At any time during the 2017 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 SEE STMT 5 Yes No
 X
 52 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 Yes No
 X
 53 Enter the amount of tax-exempt interest received or accrued during the tax year \$ 0.

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: *Daniel Feyka* Date: 1/10/2019 Title: SECRETARY
 May the IRS discuss this return with the preparer shown below (see instructions)? Yes No

Paid Preparer Use Only: Print/Type preparer's name: DANIEL FEYKA Preparer's signature: DANIEL FEYKA Date: _____ Check if self employed PTIN: P00386276
 Firm's name: GERALD F. SIMONIS CPA Firm's EIN: _____
 Firm's address: 800 RED MILLS ROAD WALKKILL, NY 12589 Phone no: 347-613-6725

Schedule A— Cost of Goods Sold. Enter method of inventory valuation ▶

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

Schedule C – Rent Income (From Real Property and Personal Property Leased With Real Property) (see instructions)

1 Description of property		
(1)		
(2)		
(3)		
(4)		
2 Rent received or accrued		
(a) From personal property (if the percentage of rent for personal property is more than 10% but not more than 50%)	(b) From real and personal property (if the percentage of rent for personal property exceeds 50% or if the rent is based on profit or income)	3(a) Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)
(1)		
(2)		
(3)		
(4)		
Total	Total	(b) Total deductions. Enter here and on page 1, Part I, line 6, column (B)
(c) Total income. Add totals of columns 2(a) and 2(b). Enter here and on page 1, Part I, line 6, column (A)		

Schedule E – Unrelated Debt-Financed Income (see instructions)

1 Description of debt-financed property		2 Gross income from or allocable to debt-financed property	3 Deductions directly connected with or allocable to debt-financed property	
			(a) Straight line depreciation (attach sch)	(b) Other deductions (attach schedule)
(1)				
(2)				
(3)				
(4)				
4 Amount of average acquisition debt on or allocable to debt-financed property (attach schedule)	5 Average adjusted basis of or allocable to debt-financed property (attach schedule)	6 Column 4 divided by column 5	7 Gross income reportable (column 2 x column 6)	8 Allocable deductions (column 6 x total of columns 3(a) and 3(b))
(1)		%		
(2)		%		
(3)		%		
(4)		%		
Totals ..			Enter here and on page 1, Part I, line 7, column (A).	Enter here and on page 1, Part I, line 7, column (B).
Total dividends-received deductions included in column 8				

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Schedule F – Interest, Annuities, Royalties, and Rents From Controlled Organizations (see instructions).

		Exempt Controlled Organizations			
1 Name of controlled organization	2 Employer identification number	3 Net unrelated income (loss) (see instructions)	4 Total of specified payments made	5 Part of column 4 that is included in the controlling organization's gross income	6 Deductions directly connected with income in column 5
(1)					
(2)					
(3)					
(4)					
Nonexempt Controlled Organizations					
7 Taxable income	8 Net unrelated income (loss) (see instructions)	9 Total of specified payments made	10 Part of column 9 that is included in the controlling organization's gross income	11 Deductions directly connected with income in column 10	
(1)					
(2)					
(3)					
(4)					
Totals			Add columns 5 and 10. Enter here and on page 1, Part I, line 8, column (A).	Add columns 6 and 11. Enter here and on page 1, Part I, line 8, column (B).	

Schedule G – Investment Income of a Section 501(c)(7), (9), or (17) Organization (see instructions)

1 Description of income	2 Amount of income	3 Deductions directly connected (attach schedule)	4 Set-asides (attach schedule)	5 Total deductions and set-asides (column 3 plus column 4)
(1)				
(2)				
(3)				
(4)				
Totals		Enter here and on page 1, Part I, line 9, column (A).		Enter here and on page 1, Part I, line 9, column (B).

Schedule I – Exploited Exempt Activity Income, Other Than Advertising Income (see instructions)

1 Description of exploited activity	2 Gross unrelated business income from trade or business	3 Expenses directly connected with production of unrelated business income	4 Net income (loss) from unrelated trade or business (column 2 minus column 3). If a gain, compute columns 5 through 7.	5 Gross income from activity that is not unrelated business income	6 Expenses attributable to column 5	7 Excess exempt expenses (column 6 minus column 5, but not more than column 4).
(1)						
(2)						
(3)						
(4)						
Totals		Enter here and on page 1, Part I, line 10, column (A).	Enter here and on page 1, Part I, line 10, column (B).			Enter here and on page 1, Part II, line 26.

Schedule J – Advertising Income (See instructions)

Part I Income From Periodicals Reported on a Consolidated Basis

1 Name of periodical	2 Gross advertising income	3 Direct advertising costs	4 Advertising gain or (loss) (col 2 minus col 3) If a gain, compute cols 5 through 7	5 Circulation income	6 Readership costs	7 Excess readership costs (col. 6 minus col. 5, but not more than col. 4)
(1)						
(2)						
(3)						
(4)						
Totals (carry to Part II, line (5))						

Part II Income From Periodicals Reported on a Separate Basis (For each periodical listed in Part II, fill in columns 2 through 7 on a line-by-line basis.)

1 Name of periodical	2 Gross advertising income	3 Direct advertising costs	4 Advertising gain or (loss) (col. 2 minus col. 3). If a gain, compute cols. 5 through 7	5 Circulation income	6 Readership costs	7 Excess readership costs (col. 6 minus col. 5, but not more than col. 4)
(1)						
(2)						
(3)						
(4)						
Totals from Part I						
Totals, Part II (lines 1-5)	Enter here and on page 1, Part I, line 11, column (A).	Enter here and on page 1, Part I, line 11, column (B).				Enter here and on page 1, Part II, line 27.

Schedule K - Compensation of Officers, Directors, and Trustees (see instructions)

1 Name	2 Title	3 Percent of time devoted to business	4 Compensation attributable to unrelated business
		%	
		%	
		%	
		%	
Total. Enter here and on page 1, Part II, line 14			

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Form 990-T (2017)

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2017

FEDERAL STATEMENTS
WATCH TOWER BIBLE AND TRACT SOCIETY
OF PENNSYLVANIA

PAGE 1

11-1857820

STATEMENT 1
FORM 990-T, PART I, LINE 5
INCOME (LOSS) FROM PARTNERSHIPS AND S CORPORATIONS

NAME	GROSS INCOME	DEDUCTIONS	INCOME (LOSS)
CCMP CAPITAL INVESTORS II, LP	\$ 150,497.	\$ 0.	\$ 150,497.
TENASKA TPF II-A, L.P.	-3,988.	0.	-3,988.
		TOTAL	\$ 146,509.

STATEMENT 2
FORM 990-T, PART I, LINE 12
OTHER INCOME

UNIVERSITY HOTEL DEVELOPMENT K-1	\$ -7,259.
TOTAL	\$ -7,259.

STATEMENT 3
FORM 990-T, PART II, LINE 31
NET OPERATING LOSS DEDUCTION

LOSS YEAR ENDING	ORIGINAL LOSS	LOSS PREVIOUSLY USED	LOSS AVAILABLE
8/31/17	\$ 85,643.	\$ 0.	\$ 85,643.
TOTAL NET OPERATING LOSS DEDUCTION			\$ 85,643.

STATEMENT 4
FORM 990-T, PART III, LINE 35C
COMPUTATION OF TAX

BLENDED TAX COMPUTATION

1. UNRELATED TAXABLE INCOME	\$ 52,357.
2. TAX ON LINE 1 FIGURED USING TAX RATE BEFORE JANUARY 1, 2018	8,089.
3. TAX ON LINE 1 FIGURED USING THE 21% RATE	10,995.
4. RATIO OF DAYS BEFORE JANUARY 1, 2018	0.3342
5. RATIO OF DAYS AFTER DECEMBER 31, 2017	0.6658
7. MULTIPLY LINE 2 BY LINE 4	2,703.
8. MULTIPLY LINE 3 BY LINE 5	7,320.
9. TOTAL TAX (ADD LINES 7 AND 8)	\$ 10,023.

STATEMENT 5
FORM 990-T, PART V, LINE 51
STATEMENTS REGARDING CERTAIN ACTIVITIES AND OTHER INFORMATION

COUNTRY

ANTIGUA

ARUBA

BOLIVIA

CANADA

COSTA RICA

CURACAO (NETHERLANDS ANTILLES)

DOMINICA

FINLAND

GEORGIA

HONDURAS

INDIA

ISRAEL

MADAGASCAR

NICARAGUA

SIERRA LEONE

SWITZERLAND

THAILAND

ZAMBIA

ZIMBABWE

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