

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 10/01, 2017, and ending 09/30, 2018

Department of the Treasury
Internal Revenue Service

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

A Check box if address changed

B Exempt under section
 501(c)(3) 408(e) 220(e) 408A 530(a) 529(a)

C Book value of all assets at end of year: 515,437,653.

D Employer identification number (Employees' trust see instructions): 95-1958142

E Unrelated business activity codes (See instructions): 523000

F Group exemption number (See instructions):

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

Name of organization (Check box if name changed and see instructions)
THE RAND CORPORATION

Number, street, and room or suite no. If a P O box, see instructions
1776 MAIN STREET, PO BOX 2138

City or town, state or province, country, and ZIP or foreign postal code
SANTA MONICA, CA 90407-2138

H Describe the organization's primary unrelated business activity: **PARTNERSHIP INVESTMENTS**

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

J The books are in care of: **MICHAEL JANUZYK** Telephone number: **310-393-0411**

Part I 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)			
b	Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)			
c	Capital loss deduction for trusts			
5	Income (loss) from partnerships and S corporations (attach statement)	-206,253.	ATCH 1	-206,253.
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	-206,253.		-206,253.

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	
21	Depreciation (attach Form 4562)	21	
22	Less depreciation claimed on Schedule A and elsewhere on return	22a	
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)	28	
29	Total deductions. Add lines 14 through 28	29	
30	Unrelated business taxable income before net operating loss deduction Subtract line 29 from line 13	30	-206,253.
31	Net operating loss deduction (limited to the amount on line 30)	31	ATTACHMENT 2
32	Unrelated business taxable income before specific deduction Subtract line 31 from line 30	32	-206,253.
33	Specific deduction (Generally \$1,000, but see line 33 instructions for exceptions)	33	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.	34	-206,253.

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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)
b Enter organization's share of (1) Additional 5% tax (not more than \$11,750).
c Income tax on the amount on line 34.
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).
37 Proxy tax See instructions
38 Alternative minimum tax
39 Tax on Non-Compliant Facility Income. See instructions
40 Total Add lines 37, 38 and 39 to line 35c or 36, whichever applies.

Part IV Tax and Payments

41 a Foreign tax credit (corporations attach Form 1118, trusts attach Form 1116).
b Other credits (see instructions).
c General business credit Attach Form 3800 (see instructions)
d Credit for prior year minimum tax (attach Form 8801 or 8827).
e Total credits Add lines 41a through 41d
42 Subtract line 41e from line 40
43 Other taxes Check if from Form 4255 Form 8611 Form 8697 Form 8866 Other (attach schedule)
44 Total tax Add lines 42 and 43.
45 a Payments A 2016 overpayment credited to 2017
b 2017 estimated tax payments
c Tax deposited with Form 8868.
d Foreign organizations Tax paid or withheld at source (see instructions)
e Backup withholding (see instructions)
f Credit for small employer health insurance premiums (Attach Form 8941)
g Other credits and payments Form 2439 Form 4136 Other 35,646. Total 35,646.
46 Total payments. Add lines 45a through 45g.
47 Estimated tax penalty (see instructions) Check if Form 2220 is attached.
48 Tax due If line 46 is less than the total of lines 44 and 47, enter amount owed
49 Overpayment If line 46 is larger than the total of lines 44 and 47, enter amount overpaid
50 Enter the amount of line 49 you want Credited to 2018 estimated tax Refunded

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 AUSTRALIA, UNITED KINGDOM
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
53 Enter the amount of tax-exempt interest received or accrued during the tax year \$26,152.

Sign Here Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true correct, and complete Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge
Signature of officer Date 2/21/2020 Title VP & CFO
May the IRS discuss this return with the preparer shown below (see instructions)? Yes No

Paid Preparer Use Only Print/Type preparer's name KARA ADAMS Preparer's signature Date 02/21/20 Check if self-employed PTIN P00023315
Firm's name ERNST & YOUNG U.S. LLP Firm's EIN 34-6565596
Firm's address 18101 VON KARMAN AVE, STE 1700, IRVINE, CA 92612 Phone no 949-794-2300

Schedule A - Cost of Goods Sold. Enter method of inventory valuation

Table with 8 columns and 2 rows. Columns include: 1 Inventory at beginning of year, 2 Purchases, 3 Cost of labor, 4a Additional section 263A costs, 4b Other costs, 5 Total, 6 Inventory at end of year, 7 Cost of goods sold, 8 Do the rules of section 263A... Yes/No.

Schedule C - Rent Income (From Real Property and Personal Property Leased With Real Property)

(see instructions)

1. Description of property

Table with 1 column and 4 rows for property description (1-4).

2. Rent received or accrued

Table with 3 columns: (a) From personal property, (b) From real and personal property, 3(a) Deductions directly connected with the income. Includes rows (1-4) and Total.

(c) Total income. Add totals of columns 2(a) and 2(b). Enter here and on page 1, Part I, line 6, column (A).

(b) Total deductions. Enter here and on page 1, Part I, line 6, column (B).

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

Table with 5 main columns: 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, 4 Amount of average acquisition debt, 5 Average adjusted basis, 6 Column 4 divided by column 5, 7 Gross income reportable, 8 Allocable deductions. Includes rows (1-4) and Totals.

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

1 Name of controlled organization	2 Employer identification number	Exempt Controlled Organizations			
		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)				
			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)

Totals

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 (col 3 plus col 4)
(1)				
(2)				
(3)				
(4)				
		Enter here and on page 1, Part I, line 9, column (A)		Enter here and on page 1, Part I, line 9, column (B)

Totals

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 cols 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)						
		Enter here and on page 1, Part I, line 10, col (A)	Enter here and on page 1, Part I, line 10, col (B)			Enter here and on page 1, Part II, line 26

Totals

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 (column 6 minus column 5, but not more than column 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 (column 6 minus column 5, but not more than column 4)
(1)						
(2)						
(3)						
(4)						
Totals from Part I ▶						
	Enter here and on page 1, Part I, line 11, col (A)	Enter here and on page 1, Part I, line 11, col (B)				Enter here and on page 1, Part II, line 27
Totals, Part II (lines 1-5) ▶						

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
(1)		%	
(2)		%	
(3)		%	
(4)		%	
Total. Enter here and on page 1, Part II, line 14 ▶			

Alternative Minimum Tax - Corporations

Department of the Treasury
Internal Revenue Service

▶ Attach to the corporation's tax return

2017

▶ Go to www.irs.gov/Form4626 for instructions and the latest information.

Name RAND CORPORATION	Employer identification number 95-1958142
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Note: See the instructions to find out if the corporation is a small corporation exempt from the alternative minimum tax (AMT) under section 55(e)

1 Taxable income or (loss) before net operating loss deduction	1	-206,253
2 Adjustments and preferences:		
a Depreciation of post-1986 property	2a	25,146
b Amortization of certified pollution control facilities	2b	
c Amortization of mining exploration and development costs	2c	
d Amortization of circulation expenditures (personal holding companies only)	2d	
e Adjusted gain or loss	2e	-7,161
f Long-term contracts	2f	
g Merchant marine capital construction funds	2g	
h Section 833(b) deduction (Blue Cross, Blue Shield, and similar type organizations only)	2h	
i Tax shelter farm activities (personal service corporations only)	2i	
j Passive activities (closely held corporations and personal service corporations only)	2j	
k Loss limitations	2k	
l Depletion	2l	89
m Tax-exempt interest income from specified private activity bonds	2m	
n Intangible drilling costs	2n	-12,091
o Other adjustments and preferences	2o	5,458
3 Pre-adjustment alternative minimum taxable income (AMTI) Combine lines 1 through 2o	3	-194,812
4 Adjusted current earnings (ACE) adjustment:		
a ACE from line 10 of the ACE worksheet in the instructions	4a	-194,812
b Subtract line 3 from line 4a. If line 3 exceeds line 4a, enter the difference as a negative amount. See instructions	4b	
c Multiply line 4b by 75% (0.75). Enter the result as a positive amount	4c	
d Enter the excess, if any, of the corporation's total increases in AMTI from prior year ACE adjustments over its total reductions in AMTI from prior year ACE adjustments. See instructions. Note: You must enter an amount on line 4d (even if line 4b is positive)	4d	
e ACE adjustment <ul style="list-style-type: none"> • If line 4b is zero or more, enter the amount from line 4c • If line 4b is less than zero, enter the smaller of line 4c or line 4d as a negative amount 	4e	
5 Combine lines 3 and 4e. If zero or less, stop here, the corporation does not owe any AMT.	5	-194,812
6 Alternative tax net operating loss deduction. See instructions	6	
7 Alternative minimum taxable income. Subtract line 6 from line 5. If the corporation held a residual interest in a REMIC, see instructions	7	
8 Exemption phase-out (if line 7 is \$310,000 or more, skip lines 8a and 8b and enter -0- on line 8c)		
a Subtract \$150,000 from line 7. If completing this line for a member of a controlled group, see instructions. If zero or less, enter -0-	8a	
b Multiply line 8a by 25% (0.25)	8b	
c Exemption. Subtract line 8b from \$40,000. If completing this line for a member of a controlled group, see instructions. If zero or less, enter -0-	8c	40,000
9 Subtract line 8c from line 7. If zero or less, enter -0-	9	
10 Multiply line 9 by 20% (0.20)	10	
11 Alternative minimum tax foreign tax credit (AMTFTC). See instructions	11	
12 Tentative minimum tax. Subtract line 11 from line 10.	12	
13 Regular tax liability before applying all credits except the foreign tax credit	13	
14 Alternative minimum tax. Subtract line 13 from line 12. If zero or less, enter -0-. Enter here and on Form 1120, Schedule J, line 3, or the appropriate line of the corporation's income tax return	14	

ATTACHMENT 1FORM 990T - LINE 5 -INCOME (LOSS) FROM PARTNERSHIPS

BROOKFIELD CAPITAL PARTNERS IV, LP	19,511.
HARVEST MLP INCOME FUND, LLC	-270,416.
PORTFOLIO ADVISORS REAL ESTATE FUND IV, LP	31,362.
PORTFOLIO ADVISORS REAL ESTATE FUND V, LP	27,474.
PORTFOLIO ADVISORS REAL ESTATE FUND VI, LP	43,715.
TIFF PARTNERS III, LLC	-87.
TIFF PRIVATE EQUITY PARTNERS 2007, LLC	-23,065.
TIFF REALTY & RESOURCES 2008, LLC	-50,390.
TIFF REALTY & RESOURCES 2009, LLC	54,309.
ENCAP ENERGY CAPITAL FUND XI, LP	-27,292.
GREENOAK US III LP	-4,638.
VISTA EQUITY PARTNERS FUND VI	-6,736.
INCOME (LOSS) FROM PARTNERSHIPS	<u>-206,253.</u>

FORM 990-T, PART II, LINE 31 - NOL CARRYFORWARD SCHEDULE - REGULAR TAX

FY ENDING	TAXABLE INCOME BEFORE NOL	NOL INCURRED	NOL UTILIZED	LOSS CARRYFORWARD
9/27/2009	-	(261,518)	22,293	(239,225)
9/26/2010	-	(257,116)	-	(257,116)
9/25/2011	-	(99,102)	-	(99,102)
9/30/2012	75,707	-	-	-
9/30/2013	-	(8,637)	-	(8,637)
9/28/2014	42,715	-	-	-
9/27/2015	31,376	-	-	-
9/30/2016	-	(171,719)	-	(171,719)
9/30/2017	22,768	-	-	-
9/30/2017	-	(84) *	-	(84)
9/30/2018	-	(206,253)	-	(206,253)
TOTAL		(1,004,429)	22,293	(982,136)

NOL CARRYFORWARD AVAILABLE AS OF 09/30/2018 (982,136)

* Charitable contribution converted to NOL pursuant to IRC Section 170(d)(2)(B)(iii)

FORM 990-T, PART II, LINE 31 - NOL CARRYFORWARD SCHEDULE - ALTERNATIVE MINIMUM TAX

FY ENDING	TAXABLE INCOME BEFORE NOL	NOL INCURRED	NOL UTILIZED	LOSS CARRYFORWARD
9/27/2009	-	(261,518)	179,835	(81,683)
9/26/2010	-	(257,116)	-	(257,116)
9/25/2011	-	(99,102)	-	(99,102)
9/30/2012	82,339	-	-	-
9/30/2013	37,225	-	-	-
9/28/2014	91,048	-	-	-
9/27/2015	101,348	-	-	-
9/30/2016	-	(147,255)	-	(147,255)
9/30/2017	54,827	-	-	-
9/30/2018	-	(194,812)	-	(194,812)
TOTAL		(959,803)	179,835	(779,968)

NOL CARRYFORWARD AVAILABLE AS OF 09/30/2018 (779,968)

THE RAND CORPORATION
 FEIN 95-1958142
 FOR YEAR ENDED SEPTEMBER 30, 2018
 FORM 990-T

REASON FOR AMENDING FORM 990-T

Pursuant to Section 302 of the newly enacted "Taxpayer Certainty and Disaster Tax Relief Act of 2019", the above-referenced Taxpayer is amending its previously-filed return for the tax year ended **September 30, 2018** to request a refund of any excess unrelated business income tax paid under IRC Section 512(a)(7) for any qualified transportation fringe benefits.

The following lines of the amended Form 990-T have changed from the originally filed return

LINE REFERENCE	ORIGINALLY REPORTED	AMENDED AMOUNT	DIFFERENCE
PART I, LINE 12	980,266	-	(980,266)
PART I, LINE 13	774,013	(206,253)	(980,266)
PART II, LINE 30	774,013	(206,253)	(980,266)
PART II, LINE 31	774,013	-	(774,013)
PART II, LINE 32	-	(206,253)	(206,253)
PART II, LINE 34	-	(206,253)	(206,253)
PART III, LINE 38	34,575	-	(34,575)
PART III, LINE 40	34,575	-	(34,575)
PART IV, LINE 42	34,575	-	(34,575)
PART IV, LINE 44	34,575	-	(34,575)
PART IV, LINE 45G	-	35,646	35,646
PART IV, LINE 46	-	35,646	35,646
PART IV, LINE 47	1,071	-	(1,071)
PART IV, LINE 48	35,646	-	(35,646)
PART IV, LINE 49	-	35,646	35,646
PART IV, LINE 50	-	35,646	35,646
4626, LINE 1	774,013	(206,253)	(980,266)
4626, LINE 3	785,454	(194,812)	(980,266)
4626, LINE 4A	785,454	(194,812)	(980,266)
4626, LINE 5	785,454	(194,812)	(980,266)
4626, LINE 6	585,156	-	(585,156)
4626, LINE 7	200,298	-	(200,298)
4626, LINE 8A	50,298	-	(50,298)
4626, LINE 8B	12,575	-	(12,575)
4626, LINE 8C	27,425	40,000	12,575
4626, LINE 9	172,873	-	(172,873)
4626, LINE 10	34,575	-	(34,575)
4626, LINE 12	34,575	-	(34,575)
4626, LINE 14	34,575	-	(34,575)