



See a Social Security Number? Say Something!  
Report Privacy Problems to <https://public.resource.org/privacy>  
Or call the IRS Identity Theft Hotline at 1-800-908-4490



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

2008

Department of the Treasury  
Internal Revenue Service (77)

Note: The foundation may be able to use a copy of this return to satisfy state reporting requirements.

For calendar year 2008, or tax year beginning 11/01, 2008, and ending 10/31, 2009

G Check all that apply: Initial return Final return Amended return Address change Name change

Use the  
IRS label.  
Otherwise,  
print  
or type.  
See Specific  
Instructions.SCOTT-FARRAR HOME  
11 ELM STREET  
PETERBOROUGH, NH 03458

A Employer identification number

02-0241739

B Telephone number (see the instructions)

603-924-3691

C If exemption application is pending, check here ☐D 1 Foreign organizations, check here ☐2 Foreign organizations meeting the 85% test, check here and attach computation ☐E If private foundation status was terminated under section 507(b)(1)(A), check here ☐F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ☐H Check type of organization: ☒ Section 501(c)(3) exempt private foundation  
☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundationI Fair market value of all assets at end of year  
(from Part II, column (c), line 16)

\$ 8,877,232.

J Accounting method: ☒ Cash ☐ Accrual  
☐ Other (specify) \_\_\_\_\_

(Part I, column (d) must be on cash basis.)

## Part I Analysis of Revenue and Expenses

(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see the instructions).)

(a) Revenue and expenses per books

(b) Net investment income

(c) Adjusted net income

(d) Disbursements for charitable purposes (cash basis only)

1 Contributions, gifts, grants, etc. received (att sch)

41,427.

2 Ck ☐ if the foundn is not req to att Sch B

3 Interest on savings and temporary cash investments

303.

303.

303.

4 Dividends and interest from securities

211,646.

211,646.

211,646.

5a Gross rents

19,063.

19,063.

19,063.

b Net rental income or (loss) -7,369.

6a Net gain/(loss) from sale of assets not on line 10

129,269.

STATEMENT 1

b Gross sales price for all assets on line 6a 1,248,741.

7 Capital gain net income (from Part IV, line 2)

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/(loss) (att sch).

11 Other income (attach schedule)

SEE STATEMENT 2

485,977.

485,977.

12 Total. Add lines 1 through 11

887,685.

231,012.

716,989.

13 Compensation of officers, directors, trustees, etc.

44,674.

44,674.

14 Other employee salaries and wages.

539,789.

539,789.

15 Pension plans, employee benefits

8,576.

8,576.

16a Legal fees (attach schedule)

b Accounting fees (attach sch) SEE ST 3

3,700.

3,700.

c Other prof fees (attach sch) SEE ST 4

32,228.

31,328.

31,328.

900.

17 Interest

18 Taxes (attach schedule) SEE STMT 5

48,418.

48,418.

19 Depreciation (attach sch) and depletion

52,183.

7,916.

44,267.

20 Occupancy

105,037.

105,037.

21 Travel, conferences, and meetings

22 Printing and publications

23 Other expenses (attach schedule)

SEE STATEMENT 6

221,366.

18,516.

202,850.

24 Total operating and administrative expenses. Add lines 13 through 23

1,055,971.

57,760.

75,595.

953,944.

25 Contributions, gifts, grants paid

26 Total expenses and disbursements. Add lines 24 and 25

1,055,971.

57,760.

75,595.

953,944.

27 Subtract line 26 from line 12:

a Excess of revenue over expenses and disbursements

-168,286.

b Net investment income (if negative, enter -0-)

173,252.

c Adjusted net income (if negative, enter -0-)

641,394.

**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

<b>ASSETS</b>	1	Cash — non-interest-bearing			
	2	Savings and temporary cash investments	610,130.	352,843.	352,843.
	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 the 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	35,000.		
	10a	Investments — U.S. and state government obligations (attach schedule)	653,133.	201,600.	212,312.
	b	Investments — corporate stock (attach schedule)	4,413,173.	4,386,999.	3,986,409.
	c	Investments — corporate bonds (attach schedule)	1,625,435.	1,817,944.	1,909,668.
	<b>LIABILITIES</b>	11	Investments — land, buildings, and equipment: basis	404,706.	
		Less: accumulated depreciation (attach schedule) SEE STMT. 7	25,158.	8,506.	379,548.
12		Investments — mortgage loans			
13		Investments — other (attach schedule)			
14		Land, buildings, and equipment: basis	1,411,712.		
		Less: accumulated depreciation (attach schedule) SEE STMT 8	824,743.	547,951.	586,969.
15		Other assets (describe)	1.		
16		<b>Total assets</b> (to be completed by all filers — see instructions. Also, see page 1, item I)	7,893,329.	7,725,903.	8,877,232.
<b>NET FUND ASSET BALANCE ORS</b>	17	Accounts payable and accrued expenses		860.	
	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)	0.	860.	
<b>FOUNDATIONS THAT FOLLOW SFAS 117, CHECK HERE AND COMPLETE LINES 24 THROUGH 26 AND LINES 30 AND 31.</b>	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
	<b>FOUNDATIONS THAT DO NOT FOLLOW SFAS 117, CHECK HERE AND COMPLETE LINES 27 THROUGH 31.</b>				
	27	Capital stock, trust principal, or current funds	7,893,329.	7,725,043.	
	28	Paid-in or capital surplus, or land, building, and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds			
	30	<b>Total net assets or fund balances</b> (see the instructions).	7,893,329.	7,725,043.	
31	<b>Total liabilities and net assets/fund balances</b> (see the instructions)	7,893,329.	7,725,903.		

**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	7,893,329.
2	Enter amount from Part I, line 27a	2	-168,286.
3	Other increases not included in line 2 (itemize)	3	
4	Add lines 1, 2, and 3	4	7,725,043.
5	Decreases not included in line 2 (itemize)	5	
6	<b>Total net assets or fund balances at end of year</b> (line 4 minus line 5) — Part II, column (b), line 30	6	7,725,043.

**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 (month, day, year)	(d) Date sold (month, day, year)
1a N/A				
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			
b			
c			
d			
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	
a			
b			
c			
d			
e			

2 Capital gain net income or (net capital loss).	<div style="border: 1px solid black; padding: 2px; display: inline-block;">           If gain, also enter in Part I, line 7            If (loss), enter -0- in Part I, line 7         </div>		2	
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6).	<div style="border: 1px solid black; padding: 2px; display: inline-block;">           If gain, also enter in Part I, line 8, column (c) (see the instructions). If (loss), enter -0- in Part I, line 8         </div>		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. N/A

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period?

☐ Yes☐ No

If 'Yes,' the foundation does not qualify under section 4940(e). Do not complete this part.

1 Enter the appropriate amount in each column for each year; see the instructions before making any entries.

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (column (b) divided by column (c))
2007			
2006			
2005			
2004			
2003			

2 Total of line 1, column (d)	2	
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	
4 Enter the net value of noncharitable-use assets for 2008 from Part X, line 5	4	
5 Multiply line 4 by line 3	5	
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	
7 Add lines 5 and 6	7	
8 Enter qualifying distributions from Part XII, line 4	8	

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 the instructions)**

1 a Exempt operating foundations described in section 4940(d)(2), check here <input checked="" type="checkbox"/> and enter 'N/A' on line 1. Date of ruling letter <u>10/19/01</u> (attach copy of ruling letter if necessary – see instructions)		1	N/A
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b			
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, column (b)			
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		2	
3 Add lines 1 and 2		3	
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		4	
5 Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-		5	
6 Credits/Payments:			
a 2008 estimated tax pmts and 2007 overpayment credited to 2008	6a		
b Exempt foreign organizations – tax withheld at source	6b		
c Tax paid with application for extension of time to file (Form 8868)	6c		
d Backup withholding erroneously withheld	6d		
7 Total credits and payments. Add lines 6a through 6d	7		
8 Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8		
9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9		
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10		
11 Enter the amount of line 10 to be. Credited to 2009 estimated tax. Refunded	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 the instructions for definition)? <i>If the answer is 'Yes' to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.</i>		X
c Did the foundation file Form 1120-POL 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 <u>\$ 0.</u> (2) On foundation managers <u>\$ 0.</u>		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <u>\$ 0.</u>		
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 Form 990-T 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, column (c), and Part XIV</i>	X	
8 a Enter the states to which the foundation reports or with which it is registered (see the instructions) NH		
b If the answer is 'Yes' to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? <i>If 'No,' attach explanation.</i>	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 2008 or the taxable year beginning in 2008 (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

BAA

Form 990-PF (2008)

**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 acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address <u>WWW.SCOTT-FARRAR.COM</u>	13	X	
14	The books are in care of <u>JOHN MURPHY</u> Telephone no. <u>603-924-3691</u> Located at <u>11 ELM STREET, PETERBOROUGH, NH</u> ZIP + 4 <u>03458</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here <u>N/A</u> and enter the amount of tax-exempt interest received or accrued during the year <u>15</u> <u>N/A</u>			

**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
<b>1a</b> 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 type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input type="checkbox"/> Yes <input checked="" 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>b</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 the instructions)? Organizations relying on a current notice regarding disaster assistance check here <input type="checkbox"/>	1b	N/A
<b>c</b> 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 2008?	1c	X
<b>2</b> 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)).		
<b>a</b> At the end of tax year 2008, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2008? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If 'Yes,' list the years <u>20__</u> , <u>20__</u> , <u>20__</u> , <u>20__</u>		
<b>b</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 the instructions.)	2b	N/A
<b>c</b> 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__</u> , <u>20__</u> , <u>20__</u> , <u>20__</u>		
<b>3a</b> Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
<b>b</b> If 'Yes,' did it have excess business holdings in 2008 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 2008.)	3b	N/A
<b>4a</b> Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	X
<b>b</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 2008?	4b	X

BAA

Form 990-PF (2008)

**Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required** (continued)**5a** During the year did the foundation pay or incur any amount to:

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?

☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?

☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes?

☐ Yes ☒ No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (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)?

5b N/A

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?N/A ☐ Yes ☐ No

If 'Yes,' attach the statement required by Regulations section 53.4945-5(d).

**6a** Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?☐ Yes ☒ No**b** Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?

6b X

If you answered 'Yes' to 6b, also file Form 8870.

**7a** At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?☐ Yes ☒ No**b** If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?

7b N/A

**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 STATEMENT 9		44,674.	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 VIII** Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)**3** Five highest-paid independent contractors for professional services – (see instructions). If none, enter 'NONE'.

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
<b>Total</b> number of others receiving over \$50,000 for professional services		0

**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 OPERATION OF A NON-PROFIT RETIREMENT HOME OFFERING PRIVATE FACILITIES FOR SELF-AMBULATORY INDIVIDUALS.	953,944.
2	
3	
4	

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

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.	Amount
1 N/A	
2	
All other program-related investments. See instructions.	
3	
<b>Total.</b> Add lines 1 through 3	0.

BAA

Form 990-PF (2008)



**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>1a</b>	6,045,156.
<b>b</b> Average of monthly cash balances	<b>1b</b>	467,135.
<b>c</b> Fair market value of all other assets (see instructions)	<b>1c</b>	365,000.
<b>d</b> Total (add lines 1a, b, and c)	<b>1d</b>	6,877,291.
<b>e</b> Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	<b>1e</b>	0.
<b>2</b> Acquisition indebtedness applicable to line 1 assets	<b>2</b>	0.
<b>3</b> Subtract line 2 from line 1d	<b>3</b>	6,877,291.
<b>4</b> Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions).	<b>4</b>	103,159.
<b>5</b> Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	<b>5</b>	6,774,132.
<b>6</b> Minimum investment return. Enter 5% of line 5	<b>6</b>	338,707.

**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. N/A	<b>1</b>	
<b>2a</b> Tax on investment income for 2008 from Part VI, line 5	<b>2a</b>	
<b>b</b> Income tax for 2008. (This does not include the tax from Part VI)	<b>2b</b>	
<b>c</b> Add lines 2a and 2b	<b>2c</b>	
<b>3</b> Distributable amount before adjustments. Subtract line 2c from line 1	<b>3</b>	
<b>4</b> Recoveries of amounts treated as qualifying distributions	<b>4</b>	
<b>5</b> Add lines 3 and 4	<b>5</b>	
<b>6</b> Deduction from distributable amount (see instructions)	<b>6</b>	
<b>7</b> Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	<b>7</b>	

**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>1a</b>	953,944.
<b>b</b> Program-related investments — total from Part IX-B	<b>1b</b>	
<b>2</b> Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	<b>2</b>	83,285.
<b>3</b> Amounts set aside for specific charitable projects that satisfy the:		
<b>a</b> Suitability test (prior IRS approval required)	<b>3a</b>	
<b>b</b> Cash distribution test (attach the required schedule)	<b>3b</b>	
<b>4</b> Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	<b>4</b>	1,037,229.
<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>	
<b>6</b> Adjusted qualifying distributions. Subtract line 5 from line 4	<b>6</b>	1,037,229.

**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)

N/A

	(a) Corpus	(b) Years prior to 2007	(c) 2007	(d) 2008
<b>1</b> Distributable amount for 2008 from Part XI, line 7				
<b>2</b> Undistributed income, if any, as of the end of 2007:				
<b>a</b> Enter amount for 2007 only				
<b>b</b> Total for prior years: 20____, 20____, 20____				
<b>3</b> Excess distributions carryover, if any, to 2008:				
<b>a</b> From 2003				
<b>b</b> From 2004				
<b>c</b> From 2005				
<b>d</b> From 2006				
<b>e</b> From 2007				
<b>f</b> Total of lines 3a through e				
<b>4</b> Qualifying distributions for 2008 from Part XII, line 4: ► \$ _____				
<b>a</b> Applied to 2007, but not more than line 2a				
<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 2008 distributable amount				
<b>e</b> Remaining amount distributed out of corpus				
<b>5</b> Excess distributions carryover applied to 2008 (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.				
<b>b</b> Prior years' undistributed income. Subtract line 4b from line 2b				
<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				
<b>e</b> Undistributed income for 2007. Subtract line 4a from line 2a. Taxable amount – see instructions				
<b>f</b> Undistributed income for 2008. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2009				
<b>7</b> Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)				
<b>8</b> Excess distributions carryover from 2003 not applied on line 5 or line 7 (see instructions)				
<b>9</b> Excess distributions carryover to 2009. Subtract lines 7 and 8 from line 6a				
<b>10</b> Analysis of line 9:				
<b>a</b> Excess from 2004				
<b>b</b> Excess from 2005				
<b>c</b> Excess from 2006				
<b>d</b> Excess from 2007				
<b>e</b> Excess from 2008				

BAA

Form 990-PF (2008)

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

**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 2008, enter the date of the ruling ▶

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

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

Tax year	Prior 3 years				
(a) 2008	(b) 2007	(c) 2006	(d) 2005	(e) Total	
338,707.	386,732.	426,511.	408,821.	1,560,771.	
287,901.	328,722.	362,534.	347,498.	1,326,655.	
<b>b</b> 85% of line 2a					
<b>c</b> Qualifying distributions from Part XII, line 4 for each year listed	1,037,229.	887,450.	779,717.	985,053.	3,689,449.
<b>d</b> Amounts included in line 2c not used directly for active conduct of exempt activities					0.
<b>e</b> Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c	1,037,229.	887,450.	779,717.	985,053.	3,689,449.
<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	225,804.	257,821.	284,341.	272,547.	1,040,513.
<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 organization 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. (see instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d.

**a** The name, address, and telephone number of the person to whom applications should be addressed:

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

**c** Any submission deadlines

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

**Part XV** **Supplementary Information** (continued)

<b>3 Grants and Contributions Paid During the Year or Approved for Future Payment</b>				<b>N/A</b>
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)				
<i>a Paid during the year</i>				
<b>Total</b>			<b>3a</b>	
<i>b Approved for future payment</i>				
<b>Total</b>			<b>3b</b>	





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

Department of the Treasury  
Internal Revenue Service

**Schedule of Contributors**

► **Attach to Form 990, 990-EZ and 990-PF**  
► **See separate instructions.**

OMB No 1545-0047

**2008**

Name of the organization

SCOTT-FARRAR HOME

Employer identification number

02-0241739

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 organizations filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor. (Complete Parts I and II)

**Special Rules –**

- ☐ For a section 501(c)(3) organization filing Form 990, or Form 990-EZ, that met the 33-1/3% support test of the regulations under sections 509(a)(1)/170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on Form 990, Part VIII, line 1h or 2% of the amount on Form 990-EZ, line 1. Complete Parts I and II.
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, aggregate contributions or bequests of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990, or Form 990-EZ, that received from any one contributor, during the year, some contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not aggregate to 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 of \$5,000 or more during the year ) . ► \$ \_\_\_\_\_

**Caution:** Organizations that are not covered by the General Rule and/or the Special Rules do not file Schedule B (Form 990, 990-EZ, or 990-PF) but they **must** answer 'No' on Part IV, line 2 of their Form 990, or check the box in the heading of their Form 990-EZ, or on line 2 of their Form 990-PF, to certify that they do not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)

**BAA For Privacy Act and Paperwork Reduction Act Notice, see the Instructions for Form 990. These instructions will be issued separately.**

**Schedule B (Form 990, 990-EZ, or 990-PF) (2008)**





Name of organization

Employer identification number

SCOTT-FARRAR HOME

02-0241739

**Part II** Noncash Property (see instructions)

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
	N/A		
		\$	
		\$	
		\$	
		\$	
		\$	
		\$	
		\$	

BAA

Schedule B (Form 990, 990-EZ, or 990-PF) (2008)

Name of organization

Employer identification number

SCOTT-FARRAR HOME

02-0241739

**Part III Exclusively religious, charitable, etc, individual contributions to section 501(c)(7), (8), or (10) organizations aggregating more than \$1,000 for the year.** (Complete cols (a) through (e) and the following line entry.)For organizations completing Part III, enter total of *exclusively* religious, charitable, etc, contributions of **\$1,000 or less** for the year. (Enter this information once – see instructions.)

► \$ N/A

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held
	N/A		
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee
	(e) Transfer of gift		
	Transferee's name, address, and ZIP + 4		Relationship of transferor to transferee

BAA

Form **4562**Department of the Treasury  
Internal Revenue Service (99)**Depreciation and Amortization**  
(Including Information on Listed Property)

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

OMB No 1545-0172

**2008**Attachment  
Sequence No **67**

Name(s) shown on return

**SCOTT-FARRAR HOME**

Identifying number

**02-0241739**

Business or activity to which this form relates

**FORM 990/990-PF****Part I Election To Expense Certain Property Under Section 179***Note: If you have any listed property, complete Part V before you complete Part I.*

1	Maximum amount. See the instructions for a higher limit for certain businesses	1	\$250,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	\$800,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the <b>smaller</b> of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2007 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs)	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2009. Add lines 9 and 10, less line 12. ▶	13	

*Note: Do not use Part II or Part III below for listed property. Instead, use Part V.***Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)** (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions).	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	44,267.

**Part III MACRS Depreciation (Do not include listed property.)** (See instructions.)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2008	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here. <input type="checkbox"/>		

**Section B — Assets Placed in Service During 2008 Tax Year Using the General Depreciation System**

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only — see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property			27.5 yrs	MM	S/L	
i Nonresidential real property			39 yrs	MM	S/L	

**Section C — Assets Placed in Service During 2008 Tax Year Using the Alternative Depreciation System**

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year			40 yrs	MM	S/L	

**Part IV Summary** (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations — see instructions	22	44,267.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Form **4562**Department of the Treasury  
Internal Revenue Service (99)**Depreciation and Amortization**  
(Including Information on Listed Property)

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

OMB No 1545-0172

**2008**Attachment  
Sequence No **67**

Name(s) shown on return

**SCOTT-FARRAR HOME**

Identifying number

**02-0241739**

Business or activity to which this form relates

**RENTAL ACTIVITY - RENTAL PROPERTY-COTTAGE****Part I Election To Expense Certain Property Under Section 179**

Note: If you have any listed property, complete Part V before you complete Part I

1	Maximum amount. See the instructions for a higher limit for certain businesses	1	\$250,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	\$800,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8...	9	
10	Carryover of disallowed deduction from line 13 of your 2007 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs)	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2009. Add lines 9 and 10, less line 12	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

**Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)** (See instructions)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	416.

**Part III MACRS Depreciation (Do not include listed property.)** (See instructions)**Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2008	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

**Section B - Assets Placed in Service During 2008 Tax Year Using the General Depreciation System**

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property			27.5 yrs	MM	S/L	
			27.5 yrs	MM	S/L	
i Nonresidential real property			39 yrs	MM	S/L	
				MM	S/L	

**Section C - Assets Placed in Service During 2008 Tax Year Using the Alternative Depreciation System**

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year			40 yrs	MM	S/L	

**Part IV Summary** (See instructions)

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instructions.	22	416.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Form **4562**Department of the Treasury  
Internal Revenue Service (99)**Depreciation and Amortization**  
(Including Information on Listed Property)

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

OMB No 1545-0172

**2008**Attachment  
Sequence No **67**

Name(s) shown on return

**SCOTT-FARRAR HOME**

Identifying number

**02-0241739**

Business or activity to which this form relates

**RENTAL ACTIVITY - RENTAL PROPERTY-WHITE HOUSE****Part I Election To Expense Certain Property Under Section 179****Note:** If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount. See the instructions for a higher limit for certain businesses	1	\$250,000.
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	\$800,000.
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2007 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instrs.)	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2009. Add lines 9 and 10, less line 12	13	

**Note:** Do not use Part II or Part III below for listed property. Instead, use Part V.**Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property) (See instructions.)**

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions).	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	7,500.

**Part III MACRS Depreciation (Do not include listed property) (See instructions.)****Section A**

17	MACRS deductions for assets placed in service in tax years beginning before 2008	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here <input type="checkbox"/>		

**Section B - Assets Placed in Service During 2008 Tax Year Using the General Depreciation System**

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property			27.5 yrs	MM	S/L	
			27.5 yrs	MM	S/L	
i Nonresidential real property			39 yrs	MM	S/L	
				MM	S/L	

**Section C - Assets Placed in Service During 2008 Tax Year Using the Alternative Depreciation System**

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year			40 yrs	MM	S/L	

**Part IV Summary (See instructions.)**

21	Listed property. Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instructions	22	7,500.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

BAA For Paperwork Reduction Act Notice, see separate instructions.

FDIZ0812L 06/12/08

Form **4562** (2008)

10/31/09

## 2008 FEDERAL BOOK DEPRECIATION SCHEDULE

PAGE 1

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02:15PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR ALLOW	PRIOR 179/ BONUS/ SP DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
FORM 990/990-PF																
AUTO / TRANSPORT EQUIPMENT																
120	VAN	10/29/97		24,452							24,452	24,452	S/L	5		0
TOTAL AUTO / TRANSPORT EQUIP																
BUILDINGS																
4	BUILDING	10/01/73		224,206							224,206	224,206	S/L	30		0
5	SEWER	10/01/73		2,128							2,128	2,128	S/L	15		0
6	FAN	10/01/77		400							400	400	S/L	15		0
7	SMOKE DETECTORS	10/01/77		10,898							10,898	10,898	S/L	15		0
8	PORCH	10/01/79		15,736							15,736	15,257	S/L	30		479
9	INSULATION	10/01/83		3,000							3,000	2,508	S/L	30		100
10	NEW ROOF	11/01/84		8,850							8,850	7,081	S/L	30		295
12	PAVING PARKING LOT	12/01/87		2,860							2,860	2,860	S/L	15		0
13	PAVING DRIVEWAY	9/02/93		1,040							1,040	1,040	S/L	15		0
14	LANDSCAPING	10/25/94		3,250							3,250	3,053	S/L	15		197
TOTAL BUILDINGS																
FURNITURE AND FIXTURES																
47	FURN & FIXTURES	10/01/79		46,485							46,485	46,485	S/L	20		0
48	FURN & FIXTURES	10/01/80		1,972							1,972	1,972	S/L	10		0
49	FURN & FIXTURES	10/01/81		814							814	814	S/L	10		0
50	FURN & FIXTURES	10/01/82		459							459	459	S/L	10		0
51	FURN & FIXTURES	10/01/83		826							826	826	S/L	10		0

10/31/09

## 2008 FEDERAL BOOK DEPRECIATION SCHEDULE

PAGE 2

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02:15PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
52	FURN & FIXTURES	10/01/84		2,255							2,255	2,255	S/L	5	5	0
53	DRYER & REFRIGERATOR	10/01/85		411							411	411	S/L	5	5	0
54	FURN & FIXTURES	10/01/85		23,932							23,932	23,932	S/L	5	5	0
55	FURN & FIXTURES	10/01/86		5,397							5,397	5,397	S/L	5	5	0
56	DISHWASHER	11/01/86		4,473							4,473	4,473	S/L	5	5	0
57	TYPEWRITER	6/01/87		299							299	299	S/L	5	5	0
59	FURN & FIXTURES	11/01/87		476							476	476	S/L	10	10	0
60	FURN & FIXTURES	12/01/88		466							466	466	S/L	10	10	0
61	FURN & FIXTURES	4/01/88		712							712	712	S/L	10	10	0
62	FURN & FIXTURES	5/01/88		99							99	99	S/L	10	10	0
63	FURN & FIXTURES	6/01/88		579							579	579	S/L	10	10	0
64	FURN & FIXTURES	7/01/88		168							168	168	S/L	10	10	0
65	FURN & FIXTURES	8/01/88		180							180	180	S/L	10	10	0
66	FURN & FIXTURES	9/01/88		821							821	821	S/L	10	10	0
67	VACUUM	6/01/89		499							499	499	S/L	10	10	0
68	FLOORING	6/01/89		1,020							1,020	1,020	S/L	10	10	0
69	REUPHOLSTER CHAIRS	10/01/89		3,341							3,341	3,341	S/L	10	10	0
70	WASHING MACHINE	11/16/90		544							544	544	S/L	10	10	0
71	LAWN CHAIRS	5/14/91		120							120	120	S/L	10	10	0
72	REFRIGERATOR	9/24/91		1,845							1,845	1,845	S/L	10	10	0
73	MEDICAL CABINET	2/28/92		108							108	108	S/L	7	7	0
74	CABINETS	3/31/92		177							177	177	S/L	7	7	0
76	METAL CAGE-BOILERROOM	5/31/92		500							500	500	S/L	5	5	0
77	CARPETING	6/30/92		2,793							2,793	2,793	S/L	7	7	0
78	MINOLTA COPIER	6/17/93		995							995	995	S/L	7	7	0
79	VACUUM CLEANER	11/04/93		685							685	685	S/L	10	10	0
80	TIME CLOCK	1/04/94		840							840	840	S/L	10	10	0

10/31/09

## 2008 FEDERAL BOOK DEPRECIATION SCHEDULE

PAGE 3

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02:15PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAG /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
81	DRYER	10/28/94		439							439	439	S/L	5		0
82	NEW CHAIRS	2/20/95		1,398							1,398	1,375	S/L	10		0
83	VACUUM	4/10/95		500							500	500	S/L	5		0
84	LAMPS	4/24/95		169							169	169	S/L	5		0
85	WINDOW TREATMENTS	6/12/95		1,249							1,249	1,249	S/L	10		0
86	SNOWTHROWER	12/05/95		405							405	388	S/L	10		0
87	TIME CLOCK	12/20/95		882							882	853	S/L	10		0
88	BENCH	5/29/96		1,350							1,350	1,350	S/L	10		0
89	WEATHERVANE	6/04/97		1,279							1,279	1,279	S/L	10		0
90	DRAPES	6/10/97		2,762							2,762	2,762	S/L	10		0
91	REUP. DINING RM CHAIRS	6/10/97		1,380							1,380	1,380	S/L	10		0
92	REUPHOLSTER CHAIRS	5/01/98		2,286							2,286	2,286	S/L	10		0
93	GAS GRILL	5/04/98		295							295	295	S/L	5		0
94	OFFICE CARPET	5/04/98		329							329	329	S/L	7		0
95	DRAPES	5/25/98		681							681	681	S/L	10		0
96	FLAGPOLE	11/13/98		1,475							1,475	982	S/L	15		98
97	STRIP CHAIRS	11/27/98		450							450	427	S/L	10		4
98	COMPUTER	5/24/99		1,235							1,235	1,235	S/L	5		0
99	COMPUTER DESK	6/12/99		185							185	185	S/L	7		0
100	NEW CARPET	7/01/99		3,538							3,538	1,101	S/L	30		118
101	DRAPES	7/21/99		125							125	121	S/L	10		4
102	WASHING MACHINE	8/01/00		520							520	442	S/L	10		52
103	SNOWBLOWER	1/04/01		800							800	761	S/L	7		0
104	DOORS ROOM #7	6/06/01		525							525	525	S/L	7		0
105	CARPET	6/09/01		668							668	502	S/L	10		67
106	SMOKE DETECTORS	6/27/01		828							828	622	S/L	10		83
107	SHOWER TILE	8/13/01		1,715							1,715	414	S/L	30		57



10/31/09

## 2008 FEDERAL BOOK DEPRECIATION SCHEDULE

PAGE 4

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02:15PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
108	VARIOUS FURNITURE	9/01/01		15,370							15,370	11,524	S/L	10		1,537
109	(2) SOFAS	12/06/01		2,505							2,505	1,630	S/L	10		251
110	DINING ROOM FURN.	12/11/01		8,954							8,954	5,819	S/L	10		895
111	CARPETING	12/19/01		5,591							5,591	3,634	S/L	10		559
112	TELEVISION	1/20/02		599							599	558	S/L	7		21
113	(2) BENCHES	7/19/02		999							999	650	S/L	10		100
114	FURNACE	3/05/03		2,387							2,387	901	S/L	15		159
115	COMPUTER & PRINTER	2/15/04		1,660							1,660	1,494	S/L	5		83
116	CARPETING	4/15/04		1,582							1,582	711	S/L	10		158
117	FIRE SAFETY IMPROVE	4/15/04		8,560							8,560	3,852	S/L	10		856
123	COPIER	11/03/04		1,200							1,200	480	S/L	10		120
124	REFRIG. COMPRESSOR	12/15/04		889							889	348	S/L	10		89
125	CARPETING	6/01/05		761							761	260	S/L	10		76
126	SNOWBLOWER	1/22/06		850							850	234	S/L	10		85
127	CHAIR FOR SALON	6/16/06		641							641	149	S/L	10		64
128	CARPETING/FLOORING	5/01/06		8,061							8,061	2,015	S/L	10		806
129	COMPUTER/KAREN	8/12/06		1,445							1,445	650	S/L	5		289
142	EMERGENCY LIGHT	12/04/07		335							335	31	S/L	10		34
143	WASHER & DRYER	1/22/08		1,415							1,415	106	S/L	10		142
144	LUX CLASSIC VACCU	5/06/08		750							750	54	S/L	7		107
145	SUNROOM FURNITURE	9/01/08		3,905							3,905	65	S/L	10		391
146	STEAMER/VACCU	10/22/08		413							413		S/L	7		59
147	30 FABRIC ARM CHAIRS	10/01/08		9,918							9,918	83	S/L	10		992
148	GENERATOR	4/01/09		62,672							62,672		S/L	15		2,437
149	TELEPHONE SYSTEM	12/15/08		8,295							8,295		S/L	10		760
150	COMPUTERS	3/15/09		8,956							8,956		S/L	5		1,194
151	EMERGENCY INTAKES	12/19/08		2,423							2,423		S/L	10		202

10/31/09

## 2008 FEDERAL BOOK DEPRECIATION SCHEDULE

PAGE 5

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02 15PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
152	MATTRESS SET & 2 CHESTS	1/21/09		939							939		S/L	10		70
	TOTAL FURNITURE AND FIXTURE			293,834		0	0	0	0	0	293,834	162,191				13,019
	IMPROVEMENTS															
15	RENOVATIONS	10/01/85		217,264							217,264	167,172	S/L	30		7,242
16	RENOVATIONS	10/01/86		59,280							59,280	43,637	S/L	30		1,976
19	FIRE SYSTEM	6/01/88		1,727							1,727	1,727	S/L	15		0
20	PORCH WORK	7/01/88		1,075							1,075	729	S/L	30		36
21	KITCHEN PLUMBING	7/01/89		4,910							4,910	3,166	S/L	30		164
22	ELEVATOR	9/03/91		16,995							16,995	9,727	S/L	30		567
23	PRIME ROOFING	1/25/93		1,170							1,170	618	S/L	30		39
24	CABINETS/GLASS/LAUNDRY	3/16/93		3,864							3,864	2,019	S/L	30		129
25	CABINETS & COUNTERTOPS	4/25/93		380							380	199	S/L	30		13
26	RELINE HOT WATER TANK	6/03/93		675							675	675	S/L	5		0
27	FENCE AND BAY WINDOW	8/06/93		1,308							1,308	666	S/L	30		44
28	NEW WINDOWS	7/24/94		3,080							3,080	2,942	S/L	15		138
29	NEW BOILER & OIL TANKS	10/20/94		17,181							17,181	16,129	S/L	15		1,052
30	SOLARIUM & DINING ROOM	4/10/95		895							895	406	S/L	30		30
31	ELECTRICAL WORK	4/10/95		697							697	315	S/L	30		23
32	REPAINT SIGNS	7/19/95		750							750	333	S/L	30		25
33	NEW WINDOW BOXES	8/22/95		568							568	568	S/L	10		0
34	NEW FURNACE CIRCULATOR	12/04/96		801							801	635	S/L	15		53
35	NEW SPRINKLER SYSTEM	12/31/96		17,820							17,820	7,078	S/L	30		594
36	(5) CLOSERS	12/31/96		622							622	492	S/L	15		41
37	NEW SPRINKLER SYSTEM	12/31/96		12,180							12,180	4,838	S/L	30		406
38	(5) DOOR HOLDERS	1/12/97		1,306							1,306	1,030	S/L	15		87

10/31/09

## 2008 FEDERAL BOOK DEPRECIATION SCHEDULE

PAGE 6

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02.15PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
39	NEW CARPET & STAIRTREADS	1/14/97		6,684							6,684	5,275	S/L	15		446
40	INT. PAINT & WALLPAPER	6/30/97		11,262							11,262	4,284	S/L	30		375
41	INSTALL WINDOWS	9/15/97		1,200							1,200	447	S/L	30		40
42	PLUMBING & NEW METER	11/12/97		1,355							1,355	992	S/L	15		90
43	NEW WINDOWS	7/15/98		24,150							24,150	8,318	S/L	30		805
44	RENOVATE CLOSET DOORS	7/01/99		3,164							3,164	983	S/L	30		105
45	PAINT, LIGHTING, CARPET	7/01/00		4,574							4,574	4,574	S/L	7		0
46	OVERHAUL ELEVATOR	8/19/03		24,300							24,300	4,252	S/L	30		810
121	RM. # 6-7 DOOR PROJECT	8/12/05		4,324							4,324	936	S/L	15		288
122	BATHTUB PROJECT	10/01/05		12,126							12,126	2,491	S/L	15		808
130	TUB ROOM	5/01/06		10,424							10,424	1,737	S/L	15		695
131	ROOF & CHIMNEY RENOVATION	5/01/06		14,122							14,122	1,177	S/L	30		471
132	NEW KITCHEN	5/01/06		251,801							251,801	20,983	S/L	30		8,393
133	ROOF & CHIMNEY RENOVATION	7/15/07		3,973							3,973	176	S/L	30		132
134	ELECTRICAL UPGRADES	12/15/06		11,040							11,040	705	S/L	30		368
135	PLUMBING UPGRADES	1/15/07		2,321							2,321	141	S/L	30		77
136	OIL TANK & CIRCULATOR	11/30/07		2,806							2,806	171	S/L	15		187
137	ALARM SYSTEM UPGRADE	12/03/07		5,375							5,375	328	S/L	15		358
138	ELEVATOR	4/08/08		28,057							28,057	1,091	S/L	15		1,870
139	SIGN	6/19/08		1,680							1,680	56	S/L	10		168
140	ELECTRICAL UPGRADES	7/01/08		2,169							2,169	24	S/L	30		72
141	CARPETING	9/05/08		9,603							9,603	160	S/L	10		960
TOTAL IMPROVEMENTS				801,058	0	0	0	0	0	0	801,058	324,402				30,177

LAND

10/31/09

## 2008 FEDERAL BOOK DEPRECIATION SCHEDULE

PAGE 7

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02:15PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR ALLOW	PRIOR 179/ BONUS/ SP DEPR	PRIOR DEC. BAL DEPR	SALVAG /BASIS REDUCT	DEPR. BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
3	LAND	10/01/73		20,000							20,000					0
	TOTAL LAND			20,000		0	0	0	0	0	20,000	0				0
	TOTAL DEPRECIATION			1,411,712		0	0	0	0	0	1,411,712	780,476				44,267
RENTAL ACTIVITY - RENTAL PROPERTY-COTTAGE																
BUILDINGS																
2	BUILDING	12/01/70		8,597							8,597	8,597	S/L	30		0
11	NEW ROOF	12/01/85		2,102							2,102	1,605	S/L	30		70
	TOTAL BUILDINGS			10,699		0	0	0	0	0	10,699	10,202				70
FURNITURE AND FIXTURES																
58	RANGE & REFRIGERATOR	10/01/87		1,572							1,572	1,572	S/L	5		0
75	FLOORING	3/31/92		227							227	227	S/L	7		0
118	WATER HEATER	6/15/04		598							598	270	S/L	10		60
119	BATHTUB	9/15/04		946							946	263	S/L	15		63
	TOTAL FURNITURE AND FIXTURE			3,343		0	0	0	0	0	3,343	2,332				123
IMPROVEMENTS																
17	IMPROVEMENTS	10/11/87		5,684							5,684	3,993	S/L	30		189
18	IMPROVEMENTS	11/01/87		1,022							1,022	715	S/L	30		34
	TOTAL IMPROVEMENTS			6,706		0	0	0	0	0	6,706	4,708				223

10/31/09

## 2008 FEDERAL BOOK DEPRECIATION SCHEDULE

PAGE 8

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02:15PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ 30NUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAG /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
	LAND															
1	LAND	12/01/70		5,000							5,000					0
	TOTAL LAND			5,000		0	0	0	0	0	5,000	0				0
	TOTAL DEPRECIATION			25,748		0	0	0	0	0	25,748	17,242				416
RENTAL ACTIVITY - RENTAL PROPERTY-WHITE HOUSE																
	BUILDINGS															
154	BUILDING-WHITE HOUSE	11/18/08		245,458		0	0	0	0	0	245,458		S/L	30		7,500
	TOTAL BUILDINGS			245,458		0	0	0	0	0	245,458	0				7,500
	LAND															
153	LAND-WHITE HOUSE	11/18/08		133,500							133,500					0
	TOTAL LAND			133,500		0	0	0	0	0	133,500	0				0
	TOTAL DEPRECIATION			378,958		0	0	0	0	0	378,958	0				7,500
	GRAND TOTAL DEPRECIATION			1,816,418		0	0	0	0	0	1,816,418	797,718				52,183

2008

## FEDERAL STATEMENTS

PAGE 1

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02:15PM

**STATEMENT 1**  
**FORM 990-PF, PART I, LINE 6A**  
**NET GAIN (LOSS) FROM NONINVENTORY SALES PER BOOKS**  
**ASSETS NOT INCLUDED IN PART IV**

DESCRIPTION:	300 SHS APACHE CORP		
DATE ACQUIRED:	6/09/2004		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	6/12/2009		
TO WHOM SOLD:			
GROSS SALES PRICE:	24,939.		
COST OR OTHER BASIS:	12,186.		
BASIS METHOD:	COST		
DEPRECIATION:	0.		
		GAIN (LOSS)	12,753.

DESCRIPTION:	100 SHS APPLE, INC		
DATE ACQUIRED:	3/13/2007		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	6/12/2009		
TO WHOM SOLD:			
GROSS SALES PRICE:	14,248.		
COST OR OTHER BASIS:	8,954.		
BASIS METHOD:	COST		
DEPRECIATION:	0.		
		GAIN (LOSS)	5,294.

DESCRIPTION:	200 SHS APPLE, INC		
DATE ACQUIRED:	3/11/2008		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	6/12/2009		
TO WHOM SOLD:			
GROSS SALES PRICE:	28,496.		
COST OR OTHER BASIS:	24,728.		
BASIS METHOD:	COST		
DEPRECIATION:	0.		
		GAIN (LOSS)	3,768.

DESCRIPTION:	350 SHS APPLE, INC		
DATE ACQUIRED:	3/13/2007		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	9/15/2009		
TO WHOM SOLD:			
GROSS SALES PRICE:	60,187.		
COST OR OTHER BASIS:	31,338.		
BASIS METHOD:	COST		
DEPRECIATION:	0.		
		GAIN (LOSS)	28,849.

DESCRIPTION:	\$ 200K BANKAMERICA CORP, 7.125%		
DATE ACQUIRED:	9/15/1999		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	3/01/2009		
TO WHOM SOLD:			
GROSS SALES PRICE:	200,000.		
COST OR OTHER BASIS:	202,000.		
BASIS METHOD:	COST		
DEPRECIATION:	0.		
		GAIN (LOSS)	-2,000.

2008

## FEDERAL STATEMENTS

PAGE 2

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02:15PM

**STATEMENT 1 (CONTINUED)**  
**FORM 990-PF, PART I, LINE 6A**  
**NET GAIN (LOSS) FROM NONINVENTORY SALES PER BOOKS**  
**ASSETS NOT INCLUDED IN PART IV**

DESCRIPTION: 500 SHS CANADIAN NATURAL RESOURCES, LTD  
DATE ACQUIRED: 9/13/2006  
HOW ACQUIRED: PURCHASE  
DATE SOLD: 6/12/2009  
TO WHOM SOLD:  
GROSS SALES PRICE: 28,666.  
COST OR OTHER BASIS: 22,471.  
BASIS METHOD: COST  
DEPRECIATION: 0.  
GAIN (LOSS) 6,195.

DESCRIPTION: 1,200 SHS FREEPORT-MCMORAN COPPER & GOLD  
DATE ACQUIRED: 6/12/2007  
HOW ACQUIRED: PURCHASE  
DATE SOLD: 9/15/2009  
TO WHOM SOLD:  
GROSS SALES PRICE: 81,036.  
COST OR OTHER BASIS: 92,903.  
BASIS METHOD: COST  
DEPRECIATION: 0.  
GAIN (LOSS) -11,867.

DESCRIPTION: 800 SHS FREEPORT-MCMORAN COPPER & GOLD  
DATE ACQUIRED: 12/11/2008  
HOW ACQUIRED: PURCHASE  
DATE SOLD: 9/15/2009  
TO WHOM SOLD:  
GROSS SALES PRICE: 54,024.  
COST OR OTHER BASIS: 18,080.  
BASIS METHOD: COST  
DEPRECIATION: 0.  
GAIN (LOSS) 35,944.

DESCRIPTION: \$ 100K FEDERAL FARM CREDIT BANK, 4.70%  
DATE ACQUIRED: 1/03/2006  
HOW ACQUIRED: PURCHASE  
DATE SOLD: 3/11/2009  
TO WHOM SOLD:  
GROSS SALES PRICE: 106,400.  
COST OR OTHER BASIS: 99,517.  
BASIS METHOD: COST  
DEPRECIATION: 0.  
GAIN (LOSS) 6,883.

DESCRIPTION: \$ 125K FEDERAL HOME LOAN BANK, 4.50%  
DATE ACQUIRED: 9/14/2004  
HOW ACQUIRED: PURCHASE  
DATE SOLD: 3/11/2009  
TO WHOM SOLD:  
GROSS SALES PRICE: 134,656.  
COST OR OTHER BASIS: 126,040.  
BASIS METHOD: COST  
DEPRECIATION: 0.  
GAIN (LOSS) 8,616.

2008

## FEDERAL STATEMENTS

PAGE 3

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02:15PM

STATEMENT 1 (CONTINUED)  
FORM 990-PF, PART I, LINE 6A  
NET GAIN (LOSS) FROM NONINVENTORY SALES PER BOOKS  
ASSETS NOT INCLUDED IN PART IV

DESCRIPTION: 200 SHS INTERNATIONAL BUSINESS MACHINES CORP  
DATE ACQUIRED: 6/12/2007  
HOW ACQUIRED: PURCHASE  
DATE SOLD: 6/12/2009  
TO WHOM SOLD:  
GROSS SALES PRICE: 21,700.  
COST OR OTHER BASIS: 20,610.  
BASIS METHOD: COST  
DEPRECIATION: 0.  
GAIN (LOSS) 1,090.

DESCRIPTION: 2,000 SHS TENNESSEE VALLEY AUTH, PFD, 5.618%  
DATE ACQUIRED: 6/10/2003  
HOW ACQUIRED: PURCHASE  
DATE SOLD: 12/16/2008  
TO WHOM SOLD:  
GROSS SALES PRICE: 49,827.  
COST OR OTHER BASIS: 54,545.  
BASIS METHOD: COST  
DEPRECIATION: 0.  
GAIN (LOSS) -4,718.

DESCRIPTION: 2,000 SHS TENNESSEE VALLEY AUTH, PFD, 5.618%  
DATE ACQUIRED: 2/21/2006  
HOW ACQUIRED: PURCHASE  
DATE SOLD: 12/16/2008  
TO WHOM SOLD:  
GROSS SALES PRICE: 49,827.  
COST OR OTHER BASIS: 49,900.  
BASIS METHOD: COST  
DEPRECIATION: 0.  
GAIN (LOSS) -73.

DESCRIPTION: 1,000 SHS THERMO FISHER SCIENTIFIC, INC  
DATE ACQUIRED: 12/13/2005  
HOW ACQUIRED: PURCHASE  
DATE SOLD: 9/15/2009  
TO WHOM SOLD:  
GROSS SALES PRICE: 45,871.  
COST OR OTHER BASIS: 32,109.  
BASIS METHOD: COST  
DEPRECIATION: 0.  
GAIN (LOSS) 13,762.

DESCRIPTION: \$ 125K US TREASURY NOTES, 4.00%  
DATE ACQUIRED: 9/13/2005  
HOW ACQUIRED: PURCHASE  
DATE SOLD: 3/11/2009  
TO WHOM SOLD:  
GROSS SALES PRICE: 137,031.  
COST OR OTHER BASIS: 123,687.  
BASIS METHOD: COST  
DEPRECIATION: 0.  
GAIN (LOSS) 13,344.



2008

## FEDERAL STATEMENTS

PAGE 4

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02 15PM

**STATEMENT 1 (CONTINUED)**  
**FORM 990-PF, PART I, LINE 6A**  
**NET GAIN (LOSS) FROM NONINVENTORY SALES PER BOOKS**  
**ASSETS NOT INCLUDED IN PART IV**

DESCRIPTION:	\$ 100K US TREASURY NOTES, 4.75%		
DATE ACQUIRED:	1/03/2006		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	3/11/2009		
TO WHOM SOLD:			
GROSS SALES PRICE:	113,781.		
COST OR OTHER BASIS:	102,289.		
BASIS METHOD:	COST		
DEPRECIATION:	0.		
		GAIN (LOSS)	11,492.

DESCRIPTION:	9,734 SHS VANGUARD TOT BD MKT INDEX		
DATE ACQUIRED:	2/21/2006		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	12/12/2008		
TO WHOM SOLD:			
GROSS SALES PRICE:	97,437.		
COST OR OTHER BASIS:	98,000.		
BASIS METHOD:	COST		
DEPRECIATION:	0.		
		GAIN (LOSS)	-563.

DESCRIPTION:	.796 SH WELLS FARGO & CO		
DATE ACQUIRED:	9/17/2002		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	1/26/2009		
TO WHOM SOLD:			
GROSS SALES PRICE:	22.		
COST OR OTHER BASIS:	115.		
BASIS METHOD:	COST		
DEPRECIATION:	0.		
		GAIN (LOSS)	-93.

DESCRIPTION:	CAP GAIN DIST VANGUARD I-T INV GRADE ADM		
DATE ACQUIRED:	VARIOUS		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	3/27/2009		
TO WHOM SOLD:			
GROSS SALES PRICE:	578.		
COST OR OTHER BASIS:	0.		
BASIS METHOD:	COST		
DEPRECIATION:	0.		
		GAIN (LOSS)	578.

DESCRIPTION:	CAP GAIN DIST VANGUARD I-T INV GRADE ADM		
DATE ACQUIRED:	VARIOUS		
HOW ACQUIRED:	PURCHASE		
DATE SOLD:	3/27/2009		
TO WHOM SOLD:			
GROSS SALES PRICE:	15.		
COST OR OTHER BASIS:	0.		
BASIS METHOD:	COST		
DEPRECIATION:	0.		
		GAIN (LOSS)	15.

TOTAL \$ 129,269.

2008

## FEDERAL STATEMENTS

PAGE 5

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02:15PM

**STATEMENT 2**  
**FORM 990-PF, PART I, LINE 11**  
**OTHER INCOME**

	(A) REVENUE PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME
RESIDENT INCOME FEES	\$ 485,977.		\$ 485,977.
TOTAL	\$ 485,977.	\$ 0.	\$ 485,977.

**STATEMENT 3**  
**FORM 990-PF, PART I, LINE 16B**  
**ACCOUNTING FEES**

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
REVIEW FEES	\$ 3,700.			\$ 3,700.
TOTAL	\$ 3,700.	\$ 0.	\$ 0.	\$ 3,700.

**STATEMENT 4**  
**FORM 990-PF, PART I, LINE 16C**  
**OTHER PROFESSIONAL FEES**

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
CONSULTANTS	\$ 900.			\$ 900.
INVESTMENT MGMT FEES	31,328.	\$ 31,328.	\$ 31,328.	
TOTAL	\$ 32,228.	\$ 31,328.	\$ 31,328.	\$ 900.

**STATEMENT 5**  
**FORM 990-PF, PART I, LINE 18**  
**TAXES**

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
PAYROLL TAXES	\$ 47,025.			\$ 47,025.
REAL ESTATE TAXES	1,393.			1,393.
TOTAL	\$ 48,418.	\$ 0.	\$ 0.	\$ 48,418.

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02:15PM

**STATEMENT 6**  
**FORM 990-PF, PART I, LINE 23**  
**OTHER EXPENSES**

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ADVERTISING	\$ 11,496.			\$ 11,496.
AUTO EXPENSE	3,266.			3,266.
BOARD MEETINGS	2,494.			2,494.
BOOKKEEPING SERVICES	11,517.			11,517.
BUSINESS MEALS	246.			246.
DUES AND SUBSCRIPTIONS	1,849.			1,849.
EMPLOYEE STAFFING SERVICES	17,042.			17,042.
FOOD	51,520.			51,520.
HOUSEHOLD SUPPLIES	18,815.			18,815.
INSURANCE	21,340.			21,340.
INSURANCE - MEDICAL	22,283.			22,283.
MARKETING EXPENSE	22,304.			22,304.
MEDICAL EXPENSES	653.			653.
MISCELLANEOUS	599.			599.
OFFICE EXPENSE	8,410.			8,410.
RENTAL EXPENSES	18,516.	\$ 18,516.		
RESIDENT ACTIVITIES	2,204.			2,204.
TAXES IN LIEU	6,812.			6,812.
<b>TOTAL</b>	<b>\$ 221,366.</b>	<b>\$ 18,516.</b>	<b>\$ 0.</b>	<b>\$ 202,850.</b>

**STATEMENT 7**  
**FORM 990-PF, PART II, LINE 11**  
**INVESTMENTS - LAND, BUILDINGS, AND EQUIPMENT**

CATEGORY	BASIS	ACCUM. DEPREC.	BOOK VALUE	FAIR MARKET VALUE
FURNITURE AND FIXTURES	\$ 3,343.	\$ 2,455.	\$ 888.	\$ 500.
BUILDINGS	256,157.	17,772.	238,385.	351,500.
IMPROVEMENTS	6,706.	4,931.	1,775.	10,000.
LAND	138,500.		138,500.	173,000.
<b>TOTAL</b>	<b>\$ 404,706.</b>	<b>\$ 25,158.</b>	<b>\$ 379,548.</b>	<b>\$ 535,000.</b>

**STATEMENT 8**  
**FORM 990-PF, PART II, LINE 14**  
**LAND, BUILDINGS, AND EQUIPMENT**

CATEGORY	BASIS	ACCUM. DEPREC.	BOOK VALUE	FAIR MARKET VALUE
AUTO./TRANSPORTATION EQUIP.	\$ 24,452.	\$ 24,452.	\$ 0.	\$ 1,000.
FURNITURE AND FIXTURES	293,834.	175,210.	118,624.	140,000.
BUILDINGS	272,368.	270,502.	1,866.	850,000.
IMPROVEMENTS	801,058.	354,579.	446,479.	700,000.
LAND	20,000.		20,000.	190,000.
<b>TOTAL</b>	<b>\$ 1,411,712.</b>	<b>\$ 824,743.</b>	<b>\$ 586,969.</b>	<b>\$ 1,881,000.</b>

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02:15PM

**STATEMENT 9**  
**FORM 990-PF, PART VIII, LINE 1**  
**LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES**

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN- SATION	CONTRI- BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
SALLY CHRISTENSEN 18 LONG VIEW ROAD PETERBOROUGH, NH 03458	TRUSTEE 1.00	\$ 0.	\$ 0.	\$ 0.
ED HENAULT 32 MOUNTAIN VIEW DRIVE PETERBOROUGH, NH 03458	TRUSTEE 1.00	0.	0.	0.
PATRICIA CLOUTIER 1 PINE STREET PETERBOROUGH, NH 03458	TRUSTEE 1.00	0.	0.	0.
JOANNA KENNEDY 114 UPLAND FARM ROAD PETERBOROUGH, NH 03458	EXECUTIVE DIREC 40.00	44,674.	0.	0.
JOHN MURPHY 29 ARUNDEL ROAD PETERBOROUGH, NH 03458	TREASURER 1.00	0.	0.	0.
EDWARD DESPRES 34 GLEN DRIVE PETERBOROUGH, NH 03458	CLERK 1.00	0.	0.	0.
WILLIAM GROFF WILTON ROAD PETERBOROUGH, NH 03458	TRUSTEE 1.00	0.	0.	0.
GERALD DEBONIS PO BOX 88 PETERBOROUGH, NH 03458	TRUSTEE 1.00	0.	0.	0.
CYNTHIA WOODS 275 OLD JAFFREY ROAD PETERBOROUGH, NH 03458	VICE-CHAIRMAN 1.00	0.	0.	0.
JUDY MAKECHNIE HIGH STREET PETERBOROUGH, NH 03458	TRUSTEE 1.00	0.	0.	0.
ANDREW MANNS 40 HIGH STREET PETERBOROUGH, NH 03458	ASST. TREASURER 1.00	0.	0.	0.
STANLEY HECKATHORN 71 PINE STREET PETERBOROUGH, NH 03458	TRUSTEE 1.00	0.	0.	0.

2008

## FEDERAL STATEMENTS

PAGE 8

CLIENT SCOTTFAR

SCOTT-FARRAR HOME

02-0241739

12/30/09

02:15PM

STATEMENT 9 (CONTINUED)  
FORM 990-PF, PART VIII, LINE 1  
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

<u>NAME AND ADDRESS</u>	<u>TITLE AND AVERAGE HOURS PER WEEK DEVOTED</u>	<u>COMPEN- SATION</u>	<u>CONTRI- BUTION TO EBP &amp; DC</u>	<u>EXPENSE ACCOUNT/ OTHER</u>
LLOYD WALKER PINE STREET PETERBOROUGH, NH 03458	CHAIRMAN 1.00	\$ 0.	\$ 0.	\$ 0.
		TOTAL \$ 44,674.	\$ 0.	\$ 0.

Schedule of Investments - Savings and Invested Income  
THE SCOTT-FARRAR HOME  
October 31, 2009

SCHEDULE B

SAVINGS

	<u>Book Value</u>	<u>Market Value</u>	<u>Income For Year</u>
<u>General Fund</u>			
Temporary investment fund	\$ 290,464	\$ 290,464	\$ 1,020
<u>Special Activity Fund</u>			
Temporary investment fund	42,358	42,358	40
<u>Restricted Fund</u>			
Temporary investment fund	<u>6,123</u>	<u>6,123</u>	<u>17</u>
TOTAL SAVINGS AND INCOME	<u>\$338,945</u>	<u>\$338,945</u>	<u>\$ 1,077</u>

INVESTED INCOME (PRINCIPAL AND INCOME CASH)

	<u>Book Value</u>	<u>Market Value</u>	<u>Income For Year</u>
<u>General Fund</u>			
Invested income (Principal cash)	\$ ( 828)	\$ ( 828)	\$ 0
Invested income (Income cash)	<u>828</u>	<u>828</u>	<u>0</u>
	0	0	0
<u>Special Activity Fund</u>			
Invested income (Principal cash)	34,378	34,378	0
Invested income (Income cash)	<u>(34,378)</u>	<u>(34,378)</u>	<u>0</u>
	0	0	0
<u>Restricted Fund</u>			
Invested income (Principal cash)	( 233)	( 233)	0
Invested income (Income cash)	<u>233</u>	<u>233</u>	<u>0</u>
	0	0	0
TOTAL INVESTED INCOME (PRINCIPAL AND INCOME CASH)	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

See accompanying notes and accountant's review report.

Schedule of Investments - Bonds  
THE SCOTT-FARRAR HOME  
For the Year Ended October 31, 2009

SCHEDULE C

No. of Units	General Fund	Rate	Maturity	Book Value	Market Value	Income For Year
2,000	Ishares Barclays Aggregate Bond Fund	Various	Various	\$ 200,456	\$ 209,620	\$ 3,394
200,000	Federal Farm Credit Bank	5.810%	01-10-11	201,600	212,312	11,620
200,000	Target Corp.	7.500%	08-15-10	200,098	210,656	15,000
200,000	General Electric Cap. Corp.	5.875%	02-15-12	195,658	215,644	11,750
62,833	Vanguard Fixed Inc. Sec. Funds-GNMA	Various	Various	652,900	677,340	28,600
15,000	Vanguard Inf. Prot. Sec. Fd. # 119	Various	Various	176,950	190,500	25
40,072	Vanguard I-T Invest. Grade Admiral	Various	Various	374,814	387,893	17,924
<u>Bonds Sold or Matured During Year</u>						
200,000	Bankamerica Corp	7.125%	03-01-09	0	0	7,125
100,000	Federal Farm Credit Bank	4.700%	03-18-13	0	0	2,259
125,000	Federal Home Loan Bank	4.500%	11-15-12	0	0	4,625
9,734	Vanguard Tot. Bd. Mkt. Index	Various	Various	0	0	918
100,000	U.S. Treasury Notes	4.750%	05-15-14	0	0	3,897
125,000	U. S. Treasury Notes	4.000%	02-15-12	0	0	2,831
	TOTAL BONDS AND INCOME			2,002,476	2,103,965	109,968
<u>Restricted Fund</u>						
856	Vanguard GNMA Fund Admiral	Various	Various	8,500	9,228	404
908	Vanguard I-T Invest. Grade Admiral	Various	Various	8,568	8,787	458
				\$2,019,544	\$2,121,980	\$110,830

See accompanying notes and accountant's review report.

Schedule of Investments - Stocks and Mutual Funds  
 THE SCOTT-FARRAR HOME  
 October 31, 2009

SCHEDULE D  
Page 1

No. of Units	General Fund	Book Value	Market Value	Income For Year
700	Air Products & Chemicals, Inc.	\$ 47,667	\$ 53,991	\$ 315
2,000	American Express Co.	118,458	69,680	1,440
500	Apache Corp.	20,310	47,060	300
50	Apple Computer Inc.	4,477	9,425	0
2,300	AT & T Inc.	86,949	59,041	3,506
2,600	Bank America Corp.	98,774	37,908	910
2,000	Boeing, Inc.	164,004	95,600	3,200
2,000	BP, PLC	106,780	113,240	6,720
1,000	Canadian Natural Resources, Ltd.	44,942	64,670	353
2,000	Caterpillar, Inc.	77,646	110,120	2,688
1,500	Danaher Corp.	82,920	102,345	180
2,500	Dominion Resources, Inc.	99,370	85,225	3,678
2,500	E.I. DuPont de Nemours, Inc.	88,191	79,550	3,239
2,500	Emerson Electric Co.	83,372	94,375	3,300
2,000	Exxon Mobil Corp.	57,882	143,340	3,280
1,500	FPL Group, Inc.	104,219	73,650	2,794
1,000	General Mills, Inc.	55,416	65,920	450
1,700	Genzyme Corp.	111,538	86,020	0
1,600	Hewlett-Packard Co.	69,154	75,936	480
1,000	International Business Machines Corp.	99,550	120,610	2,100
6,000	Ishares MSCI Japan Fund	74,917	57,300	749
2,500	Ishares MSCI Eafe Index Fund	163,457	133,250	3,716
2,500	Ishares MSCI Pac. Ex. Japan Fund	98,444	98,975	2,784
3,000	Ishares S&P Mid Cap 400 Index Fd.	248,770	197,460	2,914
2,000	Ishares S&P Small Cap 600 Index Fd.	130,356	98,840	1,232
3,000	Johnson Controls, Inc.	110,452	71,760	1,560
1,500	Johnson & Johnson	76,710	88,575	2,850
3,000	Lowes Cos., Inc	73,879	58,710	1,050
1,000	McDonalds Corp.	54,358	58,610	500
2,500	Medtronic, Inc.	109,548	89,250	1,963
2,500	JPMorgan Chase & Co.	120,128	104,425	1,200
2,000	Pepsico, Inc.	11,204	121,100	3,500
2,000	Procter & Gamble Co.	116,340	116,000	3,360
2,500	Southern Company	79,204	77,975	3,605
3,800	SPDR-Consumer Disc Sector	134,730	101,916	1,720
1,500	SPDR-Energy Sector	86,719	82,875	1,333
4,500	SPDR-Financial Sector	139,760	63,225	1,694
3,400	SPDR-Healthcare Sector	117,436	95,438	1,907
7,500	SPDR-Technology Sector	190,823	154,575	2,267
1,000	Target Corp.	59,439	48,430	650
1,000	Thermo Fisher Scientific, Inc.	32,109	45,000	0
1,800	United Technologies Corp.	125,344	110,610	2,772

See accompanying notes and accountant's review report.



Schedule of Investments - Stocks and Mutual Funds  
THE SCOTT-FARRAR HOME  
October 31, 2009

SCHEDULE D

Page 2

No. of Units	General Fund	Book Value	Market Value	Income For Year
2,200	Verizon Communications	91,758	65,098	3,864
4,708	Wells Fargo & Co.	196,787	129,564	3,610
4,000	Wells Fargo Cap IV, 7%	105,079	96,480	7,000
		4,369,370	3,953,147	96,733
<u>Stocks Sold During The Year</u>				
300	Apache Corp.			135
650	Apple, Inc.			0
500	Canadian Natural Resources, Ltd.			83
2,000	Freeport - McMoran Copper & Gold. Cl. B			600
200	International Business Machines, Inc.			110
4,000	Tennessee Valley Authority, 5.618%			1,294
1,000	Thermo Fisher Scientific, Inc.			0
.796	Wells Fargo & Co.			0
				98,955
<u>Restricted Fund</u>				
No. of Units	Restricted Fund	Book Value	Market Value	Income For Year
43	IShares MSCI Eafe Index Fund	3,405	2,292	64
391.97	Vanguard Index 500 Portfolio	14,224	30,970	720
		17,629	33,262	784
TOTAL STOCKS AND MUTUAL FUNDS				
AND INCOME - ALL FUNDS		\$4,386,999	\$3,986,409	\$ 99,739

See accompanying notes and accountant's review report.