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Return of Private Foundation

OMB No 1545-0052

2009

Department of the Treasury
Internal Revenue Serviceor Section 4947(a)(1) Nonexempt Charitable Trust
Treated as a Private Foundation

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

For calendar year 2009, or tax year beginning , and ending

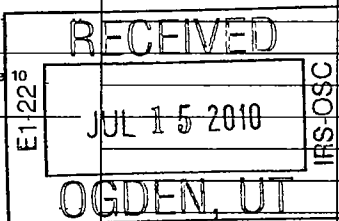
G Check all that apply: ☐ Initial return ☐ Initial return of a former public charity ☐ Final return
☐ Amended return ☐ Address change ☐ Name change

Use the IRS label. Otherwise, print or type. See Specific Instructions.	Name of foundation THE PHM FOUNDATION		A Employer identification number 20-4948182	
	Number and street (or P.O. box number if mail is not delivered to street address) P.O. BOX 1333		B Telephone number 972-529-4506	
	City or town, state, and ZIP code COPPELL, TX 75019		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 ☐	
H Check type of organization: ☒ Section 501(c)(3) exempt private foundation ☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation		E If private foundation status was terminated under section 507(b)(1)(A), check here ☐		
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) \$ 4,738,947.		J Accounting method: ☒ Cash ☐ Accrual ☐ Other (specify) _____		
		F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ☐		

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).)		(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	7,400,000.			
2	Check ☐ if the foundation is not required to attach Sch. B				
3	Interest on savings and temporary cash investments	31,095.	31,095.	31,095.	STATEMENT 1
4	Dividends and interest from securities				
5a	Gross rents				
b	Net rental income or (loss)				
6a	Net gain or (loss) from sale of assets not on line 10				
b	Gross sales price for all assets on line 6a				
7	Capital gain net income (from Part IV, line 2)		0.		
8	Net short-term capital gain			0.	
9	Income modifications				
10a	Gross sales less returns and allowances				
b	Less: Cost of goods sold				
c	Gross profit or (loss)				
11	Other income				
12	Total. Add lines 1 through 11	7,431,095.	31,095.	31,095.	
13	Compensation of officers, directors, trustees, etc	67,786.	3,389.	0.	64,397.
14	Other employee salaries and wages	1,900.	0.	0.	1,900.
15	Pension plans, employee benefits				
16a	Legal fees STMT 2	10,607.	0.	0.	10,607.
b	Accounting fees STMT 3	2,980.	0.	0.	2,980.
c	Other professional fees				
17	Interest				
18	Taxes				
19	Depreciation and depletion	892.	892.	0.	
20	Occupancy				
21	Travel, conferences, and meetings	31,255.	0.	0.	31,255.
22	Printing and publications				
23	Other expenses STMT 4	5,487.	100.	0.	5,387.
24	Total operating and administrative expenses. Add lines 13 through 23	120,907.	4,381.	0.	116,526.
25	Contributions, gifts, grants paid	5,559,181.			5,559,181.
26	Total expenses and disbursements. Add lines 24 and 25	5,680,088.	4,381.	0.	5,675,707.
27	Subtract line 26 from line 12:				
a	Excess of revenue over expenses and disbursements	1,751,007.			
b	Net investment income (if negative, enter -0-)		26,714.		
c	Adjusted net income (if negative, enter -0-)			31,095.	

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Operating and Administrative Expenses



G16

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Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only		Beginning of year	End of year	
				(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1	Cash - non-interest-bearing		609,656.	4,056,104.	4,056,104.
	2	Savings and temporary cash investments				
	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				
	7	Other notes and loans receivable ▶				
		Less: allowance for doubtful accounts ▶				
	8	Inventories for sale or use				
	9	Prepaid expenses and deferred charges				
	10a	Investments - U.S. and state government obligations				
	b	Investments - corporate stock				
	c	Investments - corporate bonds				
	Liabilities	11	Investments - land, buildings, and equipment: basis ▶			
		Less: accumulated depreciation ▶				
12		Investments - mortgage loans				
13		Investments - other STMT 5	140,000.	680,000.	680,000.	
14		Land, buildings, and equipment: basis ▶ 4,049.				
		Less: accumulated depreciation STMT 6 ▶ 1,206.	3,735.	2,843.	2,843.	
15		Other assets (describe ▶ TREASURY BILLS)	2,237,510.	0.	0.	
16		Total assets (to be completed by all filers)	2,990,901.	4,738,947.	4,738,947.	
17		Accounts payable and accrued expenses				
18		Grants payable				
Net Assets or Fund Balances	19	Deferred revenue				
	20	Loans from officers, directors, trustees, and other disqualified persons				
	21	Mortgages and other notes payable				
	22	Other liabilities (describe ▶ STATEMENT 7)	2,991.	30.		
	23	Total liabilities (add lines 17 through 22)	2,991.	30.		
Net Assets or Fund Balances		Foundations that follow SFAS 117, check here ▶ ☒				
	24	Unrestricted	2,962,910.	4,738,917.		
	25	Temporarily restricted	25,000.	0.		
	26	Permanently restricted				
		Foundations that do not follow SFAS 117, check here ▶ ☐				
	27	Capital stock, trust principal, or current funds				
	28	Paid-in or capital surplus, or land, bldg., and equipment fund				
	29	Retained earnings, accumulated income, endowment, or other funds				
30	Total net assets or fund balances	2,987,910.	4,738,917.			
31	Total liabilities and net assets/fund balances	2,990,901.	4,738,947.			

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	2,987,910.
2	Enter amount from Part I, line 27a	2	1,751,007.
3	Other increases not included in line 2 (itemize) ▶	3	0.
4	Add lines 1, 2, and 3	4	4,738,917.
5	Decreases not included in line 2 (itemize) ▶	5	0.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	4,738,917.

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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 shs. MLC Co.)	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a			
b	NONE		
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 (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	
a			
b			
c			
d			
e			

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }	2	
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8	3	

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income.)

If section 4940(d)(2) applies, leave this part blank.

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

☐ Yes ☒ No

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

1 Enter the appropriate amount in each column for each year; see 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 (col. (b) divided by col. (c))
2008	3,163,655.	2,746,779.	1.151769
2007	51,254.	678,279.	.075565
2006	0.	0.	.000000
2005			
2004			

2 Total of line 1, column (d)	2	1.227334
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	.409111
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	2,399,928.
5 Multiply line 4 by line 3	5	981,837.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	267.
7 Add lines 5 and 6	7	982,104.
8 Enter qualifying distributions from Part XII, line 4	8	6,190,707.

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

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

1a Exempt operating foundations described in section 4940(d)(2), check here ☐ and enter "N/A" on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary-see instructions)		1	267.
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here ☒ 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, col. (b)			
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		2	0.
3 Add lines 1 and 2		3	267.
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		4	0.
5 Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-		5	267.
6 Credits/Payments:			
a 2009 estimated tax payments and 2008 overpayment credited to 2009	6a	628.	
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	628.	
8 Enter any penalty for underpayment of estimated tax. Check here ☐ 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	361.	
11 Enter the amount of line 10 to be: Credited to 2010 estimated tax ☒ 361. Refunded ☒ 0.	11	0.	

Part VII-A Statements Regarding Activities

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)? 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		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. ☒ \$ 0. (2) On foundation managers. ☒ \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ☒ \$ 0.		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities.		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? If "Yes," attach a conformed copy of the changes		X
4a 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?		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.		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? If "Yes," complete Part II, col. (c), and Part XV.	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) ☒ TX		
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? If "No," attach explanation	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 2009 or the taxable year beginning in 2009 (see instructions for Part XIV)? If "Yes," complete Part XIV	X	
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

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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?	13	X	

Website address ► **WWW.PHMFOUNDATION.ORG**

14 The books are in care of ► **DANIEL WALTER** Telephone no. ► **972-529-4506**
 Located at ► **P.O. BOX 1333, COPPELL, TX** ZIP+4 ► **75019**

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here ► ☐
 and enter the amount of tax-exempt interest received or accrued during the year ► **15** **N/A**

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
1a 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?	☐ Yes ☒ No	
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes ☒ No	
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☒ Yes ☐ No	
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☒ Yes ☐ 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)?	☐ Yes ☒ 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.)	☐ Yes ☒ No	
b If any answer is "Yes" to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 20 of the instructions)? Organizations relying on a current notice regarding disaster assistance check here		1b X
c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2009?		1c X
2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)):		
a At the end of tax year 2009, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2009?	☐ Yes ☒ No	
If "Yes," list the years ► _____, _____, _____		
b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see instructions.)	N/A	2b
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. ► _____, _____, _____		
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	☐ Yes ☒ No	
b If "Yes," did it have excess business holdings in 2009 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 2009)	N/A	3b
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2009?		4b X

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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? **SEE ATTACHED STMT** ☒ 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)? ☒ 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)?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?**SEE STATEMENT 8**☒ 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?

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

☐ Yes ☒ No**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?

N/A

7b

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.

(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
DAVID WALTER P.O. BOX 1333 COPPELL, TX 75019	PRESIDENT/DIRECTOR 8.00	0.	0.	0.
JENNIFER L. WALTER P.O. BOX 1333 COPPELL, TX 75019	SECRETARY/DIRECTOR 4.00	0.	0.	0.
DANIEL E. WALTER P.O. BOX 1333 COPPELL, TX 75019	EXECUTIVE DIRECTOR/DIRECTOR 40.00	67,786.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1). 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

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Part VIII**Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors** (continued)**3** Five highest-paid independent contractors for professional services. If none, enter "NONE."

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		

Total 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 ECONOMIC DEVELOPMENT SEMINAR ATTENDED BY 16 BHUTANESE ENTREPRENEURS OR WOULD BE ENTREPRENEURS; INCLUDING ALL ASSOCIATED ADMINISTRATIVE COSTS.	50,191.
2	
3	
4	

Part IX-B Summary of Program-Related Investments

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.

	Amount
1 ECONOMIC DEVELOPMENT INVESTMENT TO NAK-SEL BOUTIQUE HOTEL & SPA IN NGOBA VILLAGE OUTSIDE OF PARO, BHUTAN.	515,000.
2	
All other program-related investments. See instructions.	
3	
Total. Add lines 1 through 3	515,000.

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	726,279.
b	Average of monthly cash balances	1b	1,707,353.
c	Fair market value of all other assets	1c	2,843.
d	Total (add lines 1a, b, and c)	1d	2,436,475.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	0.
2	Acquisition indebtedness applicable to line 1 assets	2	0.
3	Subtract line 2 from line 1d	3	2,436,475.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	36,547.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	2,399,928.
6	Minimum investment return. Enter 5% of line 5	6	119,996.

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.)

1	Minimum investment return from Part X, line 6	1	
2a	Tax on investment income for 2009 from Part VI, line 5	2a	
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	
6	Deduction from distributable amount (see instructions)	6	
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	

Part XII Qualifying Distributions (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
a	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	1a	5,675,707.
b	Program-related investments - total from Part IX-B	1b	515,000.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	6,190,707.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	267.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	6,190,440.

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.

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Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7				0.
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			0.	
b Total for prior years:		0.		
3 Excess distributions carryover, if any, to 2009:				
a From 2004				
b From 2005				
c From 2006				
d From 2007				
e From 2008				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2009 from Part XII, line 4: ► \$ N/A				
a Applied to 2008, but not more than line 2a			0.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2009 distributable amount				0.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a).)	0.			0.
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	0.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c 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		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007				
d Excess from 2008				
e Excess from 2009				

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 2009, enter the date of the ruling

12/14/06

- b** Check box to indicate whether the foundation is a private operating foundation described in section

☒ 4942(j)(3) or ☐ 4942(j)(5)

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

Tax year	Prior 3 years			(e) Total
(a) 2009	(b) 2008	(c) 2007	(d) 2006	
31,095.	47,005.	19,701.	0.	97,801.
26,431.	39,954.	16,746.	0.	83,131.

- b** 85% of line 2a

- c** Qualifying distributions from Part XII, line 4 for each year listed

6,190,707.	3,164,107.	51,437.	0.	9,406,251.
------------	------------	---------	----	------------

- d** Amounts included in line 2c not used directly for active conduct of exempt activities

5,625,516.	3,029,308.	0.	0.	8,654,824.
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- e** Qualifying distributions made directly for active conduct of exempt activities.

565,191.	134,799.	51,437.	0.	751,427.
----------	----------	---------	----	----------

Subtract line 2d from line 2c

- 3** Complete 3a, b, or c for the alternative test relied upon:

- a** "Assets" alternative test - enter:

(1) Value of all assets 0.

- (2) Value of assets qualifying under section 4942(j)(3)(B)(i) 0.

- b** "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed

79,997.	91,559.	22,609.	0.	194,165.
---------	---------	---------	----	----------

- c** "Support" alternative test - enter:

(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties) 0.

(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii) 0.

(3) Largest amount of support from an exempt organization 0.

(4) Gross investment income 31,095. 47,005. 19,701. 97,801.

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

SEE STATEMENT 9

- 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:

N/A - OPERATING FOUNDATION

- 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)

3 Grants and Contributions Paid During the Year or Approved for Future Payment				
Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a Paid during the year				
SEE STATEMENT 10				
Total			► 3a	5,559,181.
b Approved for future payment				
NONE				
Total			► 3b	0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.

Enter gross amounts unless otherwise indicated.		Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income
	(a) Business code	(b) Amount	(c) Exclu- sion code	(d) Amount		
1 Program service revenue:						
a _____						
b _____						
c _____						
d _____						
e _____						
f _____						
g Fees and contracts from government agencies						
2 Membership dues and assessments						
3 Interest on savings and temporary cash investments			14	31,095.		
4 Dividends and interest from securities						
5 Net rental income or (loss) from real estate:						
a Debt-financed property						
b Not debt-financed property						
6 Net rental income or (loss) from personal property						
7 Other investment income						
8 Gain or (loss) from sales of assets other than inventory						
9 Net income or (loss) from special events						
10 Gross profit or (loss) from sales of inventory						
11 Other revenue:						
a _____						
b _____						
c _____						
d _____						
e _____						
12 Subtotal. Add columns (b), (d), and (e)		0.		31,095.		0.
13 Total. Add line 12, columns (b), (d), and (e)						31,095.

(See worksheet in line 13 instructions to verify calculations.)

Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

[illegible]

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, or 990-PF.

OMB No 1545-0047

2009

Name of the organization

THE PHM FOUNDATION

Employer identification number

20-4948182

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

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

- ☒ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, \$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 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 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 (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II.
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, aggregate contributions 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 990-EZ that received from any one contributor, during the year, 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. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2 of its Form 990, or check the box on line H of its Form 990-EZ, or on line 2 of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

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

Schedule B (Form 990, 990-EZ, or 990-PF) (2009)

Name of organization

Employer identification number

THE PHM FOUNDATION

20-4948182

Part I Contributors (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	CARE NOW 645 E STATE HWY 121, STE 600 COPPELL, TX 75019	\$ 4,450,000.	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution)
2	DURA MEDICAL INC 645 E STATE HWY 121, STE 600 COPPELL, TX 75019	\$ 900,000.	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
3	PRIMARY HEALTH MANAGEMENT LTD 645 E STATE HWY 121, STE 600 COPPELL, TX 75019	\$ 2,000,000.	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
4	PRIMARY HEALTH ASSET HOLDINGS 645 E STATE HWY 121, STE 600 COPPELL, TX 75019	\$ 50,000.	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)
		\$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution)
		\$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution.)

FORM 990-PF · INTEREST ON SAVINGS AND TEMPORARY CASH INVESTMENTS STATEMENT 1

SOURCE	AMOUNT
INTEREST	18,178.
TREASURY DIRECT INTEREST	12,917.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	31,095.

FORM 990-PF LEGAL FEES STATEMENT 2

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL FEES	10,607.	0.	0.	10,607.
TO FM 990-PF, PG 1, LN 16A	10,607.	0.	0.	10,607.

FORM 990-PF ACCOUNTING FEES STATEMENT 3

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	2,980.	0.	0.	2,980.
TO FORM 990-PF, PG 1, LN 16B	2,980.	0.	0.	2,980.

FORM 990-PF OTHER EXPENSES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
PROFESSIONAL LICENSE FEES	259.	0.	0.	259.
SUBSCRIPTIONS	871.	0.	0.	871.
POSTAGE	1,112.	0.	0.	1,112.
PRINTING AND COPYING	31.	0.	0.	31.
SUPPLIES	28.	0.	0.	28.
ELECTRONIC EQUIPMENT	225.	0.	0.	225.
TREASURY DIRECT SERVICE FEE	100.	100.	0.	0.
MEMBERSHIPS AND DUES	928.	0.	0.	928.

STAFF DEVELOPMENT	860.	0.	0.	860.
CHECK FEES	75.	0.	0.	75.
BANK SERVICES FEES	61.	0.	0.	61.
WEBPAGE & RELATED SERVICES	927.	0.	0.	927.
OTHER COSTS	10.	0.	0.	10.
TO FORM 990-PF, PG 1, LN 23	5,487.	100.	0.	5,387.

FORM 990-PF	OTHER INVESTMENTS	STATEMENT	5
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DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
PROGRAM RELATED INVESTMENT	COST	680,000.	680,000.
TOTAL TO FORM 990-PF, PART II, LINE 13		680,000.	680,000.

FORM 990-PF	DEPRECIATION OF ASSETS NOT HELD FOR INVESTMENT	STATEMENT	6
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DESCRIPTION	COST OR OTHER BASIS	ACCUMULATED DEPRECIATION	BOOK VALUE
SONY HANDYCAM HDR-SR11	1,027.	291.	736.
LENOVO T-61	2,407.	642.	1,765.
OB NONPROFIT ACCOUNTING SOFTWARE	615.	273.	342.
TOTAL TO FM 990-PF, PART II, LN 14	4,049.	1,206.	2,843.

FORM 990-PF	OTHER LIABILITIES	STATEMENT	7
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DESCRIPTION	BOY AMOUNT	EOY AMOUNT
CREDIT CARD	798.	30.
PAYROLL LIABILITY	2,193.	0.
TOTAL TO FORM 990-PF, PART II, LINE 22	2,991.	30.

FORM 990-PF . EXPENDITURE RESPONSIBILITY STATEMENT STATEMENT 8
PART VII-B, LINE 5C

GRANTEE'S NAME

NAK-SEL BOUTIQUE HOTEL AND SPA

GRANTEE'S ADDRESSNGOBA VILLAGE
PARO, BHUTAN

<u>GRANT AMOUNT</u>	<u>DATE OF GRANT</u>	<u>AMOUNT EXPENDED</u>
680,000.	VARIOUS-- SEE ATTACHED STMT	680,000.

PURPOSE OF GRANT

SEE ATTACHED STATEMENTS

GRANTEE'S NAME

REVIVE ISRAEL

GRANTEE'S ADDRESSP.O. BOX 400116
MEVASERET TSION, ISRAEL 90805

<u>GRANT AMOUNT</u>	<u>DATE OF GRANT</u>	<u>AMOUNT EXPENDED</u>
200,000.	08/18/09	131,693.

PURPOSE OF GRANT

SEE ATTACHED STATEMENTS

GRANTEE'S NAME

SISTERS OF SAINT JOSEPH OF THE APPARITION

GRANTEE'S ADDRESS1 REHOV NORTE DAME
ABOU GOSH, ISRAEL 90845

<u>GRANT AMOUNT</u>	<u>DATE OF GRANT</u>	<u>AMOUNT EXPENDED</u>
5,000.	05/04/09	5,000.

PURPOSE OF GRANT

SEE ATTACHED STATEMENTS

GRANTEE'S NAME

TENTS OF MERCY

GRANTEE'S ADDRESSLACHISH 9A
KYRIAT YAM , ISRAEL 29109

<u>GRANT AMOUNT</u>	<u>DATE OF GRANT</u>	<u>AMOUNT EXPENDED</u>
200,000.	07/07/09	85,483.

PURPOSE OF GRANT

SEE ATTACHED STATEMENTS

FORM 990-PF

PART XV - LINE 1A
LIST OF FOUNDATION MANAGERS

STATEMENT 9

NAME OF MANAGER

DAVID WALTER
JENNIFER L. WALTER

FORM 990-PF

GRANTS AND CONTRIBUTIONS
PAID DURING THE YEAR

STATEMENT 10

RECIPIENT NAME AND ADDRESS	RECIPIENT RELATIONSHIP AND PURPOSE OF GRANT	RECIPIENT STATUS	AMOUNT
ANTIOCH MINISTRIES INTERNATIONAL 505 N. 20TH ST. WACO, TX 76707	NONE CHARITABLE	PUBLIC CHARITY	20,000.
CHRISTIAN FAITH MINISTRIES OF NORTH TEXAS P.O. BOX 50538 DENTON, TX 76206	NONE CHARITABLE	PUBLIC CHARITY	48,000.
INDIA CHRISTIAN MINISTRIES P.O. BOX 3925 DANA POINT, CA 92629	NONE CHARITABLE	PUBLIC CHARITY	300,000.
INTERNATIONAL HOUSE OF PRAYER 3535 E. RED BRIDGE ROAD KANSAS CITY, MO 64137	NONE CHARITABLE	PUBLIC CHARITY	3612500.
INTERNATIONAL JUSTICE MISSION P.O. BOX 58147 WASHINGTON, DC 20037	NONE CHARITABLE	PUBLIC CHARITY	150,000.
LOVE MERCY P.O. BOX 3921 OLATHE, KS 66063	NONE CHARITABLE	PUBLIC CHARITY	120,000.

METRO FAMILY MINISTRIES 3375 EDGEWOOD DR GARLAND, TX 75046	NONE CHARITABLE	PUBLIC CHARITY	100,000.
MID-CITIES PREGNANCY CARE, INC. 8251 BEDFORD-EULESS RD #220 NORTH RICHLAND HILLS, TX 76180	NONE CHARITABLE	PUBLIC CHARITY	95,000.
REVIVE ISRAEL P.O. BOX 400116 MEVASSERET ZION, ISRAEL 90805	NONE SEE ATTACHED STATEMENT	NONE	200,000.
SISTERS OF SAINT JOSEPH 1 REHOV NOTRE DAME ABOU GOSH, ISRAEL 90845	NONE SEE ATTACHED STATEMENT	NONE	5,000.
TENTS OF MERCY LACHISH 9A KYRIAT YAM, ISRAEL 29109	NONE SEE ATTACHED STATEMENT	NONE	200,000.
ASSEMBLIES OF GOD WORLD MISSION 1445 N. BOONVILLE AVE SPRINGFIELD, MO 65802	NONE CHARITABLE	PUBLIC CHARITY	650,000.
NORTHLAKE COMMUNITY COLLEGE-FBO CAROLYN KULIG (SEE ATTACHED DETAIL) - 5001 N. MACARTHUR BLVD IRVING, TX 75038	NONE CHARITABLE	NONPROFIT	656.
FIRST ALLIANCE CHURCH 2201 OLD HIGBEE MILL RD LEXINGTON, KY 40514	NONE CHARITABLE	PUBLIC CHARITY	8,500.
ROSE OF SHARON PRAYER FOUNDATION P.O. BOX 7690 AMARILLO, TX 79114	NONE CHARITABLE	PUBLIC CHARITY	5,000.
SOUTHWESTERN BAPTIST THEOLOGICAL SEMINARY P.O. BOX 22500 FORT WORTH, TX 76122	NONE CHARITABLE	PUBLIC CHARITY	18,266.

THE PHM FOUNDATION

20-4948182

THE DANIEL ACADEMY
310 W. 106TH ST KANSAS CITY, MO
64114

NONE
CHARITABLE

PUBLIC
CHARITY

20,000.

THE SALVATION ARMY
8787 N. STEMMONS FREEWAY, SUITE
800 DALLAS, TX 75247

NONE
CHARITABLE

PUBLIC
CHARITY

6,259.

TOTAL TO FORM 990-PF, PART XV, LINE 3A

5,559,181.

The PHM Foundation

EIN: 20-4948182

§6033 Statement

Attached to and made part of 2009 Form 990-PF

On November 19, 2008, the foundation paid out \$25,000 of the \$50,000 that was set-aside during 2007 according to §53.4942(a)-3(b)(7)(ii); and

On February 24, 2009, the foundation paid out the remaining \$25,000 of the \$50,000 that was set-aside during 2007 according to §53.4942(a)-3(b)(7)(ii), where the Foundation's set-aside under the "cash distribution test"—

- (a) A \$50,000 set-aside in 2007 is for the extension of an economic development loan to Mrs. Soenam Wangmo to complete the Nak-Sel Boutique Hotel and Spa (f.k.a., Paro Village Resort) project in Paro, Bhutan. This loan's first installment was not needed until 2008, but when extended it created the opportunity for the Foundation to be actively involved in the direct conduct of the economic development project by: providing oversight of the construction progress, maintaining qualified and salaried staff to oversee, research, and analyze aspects of the project as they relate to sustainable development, hold and teach seminar(s) on entrepreneurship and subsequent economic development—in which subject area the Foundation has extensive expertise, and work in partnership with the nationals to insure (inasmuch as possible) the success of the project and its consequent contribution to the development of the impoverished community;
- (b) The \$50,000 has been paid for the specific project within 24 months of the set-aside (by the end of 2009);
- (c) The Nak-Sel Boutique Hotel and Spa (f.k.a., Paro Village Resort) project could not be completed before the end of 2007;
- (d) The PHM Foundation was established on May 2, 2006. From May 2 through December 31, 2006 and as of December 31, 2006, the assets of the Foundation were \$0. Accordingly, there is no distributable amount prior to the 2007 tax year as the 2007 tax year is the year in which the foundation is considered to be created pursuant to §53.4942(a)-3(b)(4)(i); and
- (e) Actual payments of the set-aside:

<u>Year</u>	<u>Set-Aside</u>	<u>Start-up Yr</u>	<u>Actual Payments</u>	<u>Pmts in Aggregate</u>
2007	50,000	Creation	0	0
2008	0	Year 1	25,000 [confirmed]	25,000 [confirmed]
2009	0	Year 2	25,000 [confirmed]	50,000 [confirmed]

The PHM Foundation

EIN: 20-4948182

§6033 Statement

Attached to and made part of 2009 Form 990-PF

The PHM Foundation (Foundation) herein provides the Internal Revenue Service with a full and complete disclosure of the reporting requirements in §53.4945-5(d)(2) as an attachment to its FY 2009 Information Return—

(i) NAME AND ADDRESS OF RECIPIENT:

Nak-Sel Boutique Hotel and Spa Private Limited
Ngoba Village, Paro, Bhutan

(ii) DATE AND AMOUNT OF PROGRAM-RELATED INVESTMENT:

<u>Date:</u>	<u>Amount:</u>
11/18/2008	140,000
2/24/2009	160,000
6/25/2009	100,000
8/18/2009	100,000
<u>11/4/2009</u>	<u>180,000</u>
	680,000

(iii) PURPOSE OF PROGRAM-RELATED INVESTMENT:

The purpose of the Program-Related Investment is to provide otherwise unattainable funding to a Bhutanese entrepreneur in the construction and start-up of a rural-based hotel project.

A primary focus of the Foundation is helping revitalize areas of the world that do not have developed individual, economic and educational infrastructure. This Program-Related Investment takes a two-fold approach at accomplishing this purpose in Bhutan—a nation classified by the United Nations as one of the world's least developed countries.

First, it follows the Bhutanese government's designated development venue. In §5.1.2 of the Bhutanese Tourism Master Plan, the government of Bhutan identifies the establishment of rural-based luxury hotels as one of its chosen strategies in achieving economic development. The Nak-Sel Boutique Hotel & Spa (f.k.a. Village Resort) is located in the rural Ngoba village outside of Paro, Bhutan.

Second, the Foundation intends that the business it helps create will serve as training grounds for local residents of the areas in which the business is located thereby assisting those individuals in rebuilding the economic infrastructure of the community. In order to accomplish this, the Foundation's Executive Director provides technical assistance to Nak-

The PHM Foundation

EIN: 20-4948182

§6033 Statement

Attached to and made part of 2009 Form 990-PF

Sel Boutique & Spa on an impromptu, as-needed basis. Also, the Foundation conducted a two-day economic development seminar (Aug. 7 & 8, 2009), which was attended by 16 Bhutanese entrepreneurs (or would-be entrepreneurs). Discussions were held concerning best practices in business ethics, finance, corporate charity, marketing, other relevant business topics, and several related books were provided at no cost to all of the seminar attendees.

(iv) **AMOUNT EXPENDED BY THE GRANTEE:**

<u>As of:</u>	<u>Total Expended:</u>
3/31/2010	680,000

detail of expenditure...

Materials	114,643
Wages (Indian Labor)	83,648
Wages (Bhutanese Labor)	19,307
Timber	58,217
Staff Salary	34,065
Cement	27,318
Interior Items	153,118
Fuel	25,362
Stone Boulders	14,534
Travel/Daily Allowance	4,031
Vehicle & Equipment Maintenance	10,022
Electricity	4,613
Telephone	455
Sand	5,831
Stone Chips	4,163
Sub-Contract Work	25,854
Machinery & Tools	8,457
Indian Labor Permit Renewal	531
Transportation	11,720
Insurance	1,708
Fees & Charges	2,653
Advances to Employees	1,572
Indian Labor Recruitment	510
Furniture	19,890
Software, Web Hosting & Graphics	3,691

The PHM Foundation

EIN: 20-4948182

§6033 Statement

Attached to and made part of 2009 Form 990-PF

Equipment	26,701
Legal Work	6,205
Vehicle Registration/Renewal	167
Hardware Items & Stationeries	1,515
Consultancy	6,213
Storage Rental	1,918
Staff Training	1,368

(v) NO DIVERSION FROM PROGRAM-RELATED INVESTMENT PURPOSE:

Nak-Sel Boutique Hotel & Spa (NBHS) has not diverted any program-related investment funds from the original purpose to the Foundation's knowledge.

(vi) DATE OF REPORTS RECEIVED FROM NBHS:

<u>Report #:</u>	<u>Date:</u>
1	1/31/2009
2	6/22/2009
3	7/31/2009
4	9/23/2009
5	12/31/2009
6	3/31/2010

(vii) SUCCESSFUL VERIFICATION OF GRANTEE'S REPORTS UNDERTAKEN:

In between each installment (11.18.08; 2.24.09; 6.25.09; 8.18.09; 11.4.09), NBHS was required to provide a cash receipts and disbursements accounting of all PRI funds received in order to receive the next installment. As backup, NBHS was required to provide receipts of the submitted accounting.

Every submission from NBHS was audited by the Foundation against the receipts and it was found that no PRI funds had been re-directed from the original purpose.

The Foundation conducted three site visits (one in February 2009, one in August 2009, and one in May 2010) to the project, obtained video footage, and conducted interviews of the proprietress and her key staff (finance manager and site engineer) of the construction progress made by NBHS to corroborate with the reports previously obtained.

The PHM Foundation

EIN: 20-4948182

§6033 Statement

Attached to and made part of 2009 Form 990-PF

The PHM Foundation (Foundation) herein provides the Internal Revenue Service with a full and complete disclosure of the reporting requirements in §53.4945-5(d)(2) as an attachment to its FY 2009 Information Return—

(i) **NAME AND ADDRESS OF RECIPIENT:**

Revive Israel
P.O. Box 400116
Mevaseret Tsion 90805
Israel

(ii) **DATE AND AMOUNT OF GRANT:**

<u>Date:</u>	<u>Amount:</u>
8/18/2009	200,000

(iii) **PURPOSE OF GRANT:**

The purpose of the grant was to provide operating support to the ministry of Revive Israel. The primary goal of Revive Israel is to foster revival in the land of Israel through personal evangelism, discipleship training and congregational planting facilitated by the simple and direct preaching of the gospel of Jesus Christ in the anointing of the Holy Spirit.

A primary purpose of the foundation is making grants to organizations carrying out charitable, religious, scientific or educational purposes. This was a grant made to an organization carrying out a religious purpose.

(iv) **AMOUNT EXPENDED BY THE GRANTEE:**

<u>As of:</u>	<u>Total Expended:</u>
12/31/2009	131,693
<u>detail of expenditure...</u>	
Ministry Van (including insurance, maintenance, repairs, etc.)	62,679
Discipleship Program	36,837
Internship Program	32,177

(v) **NO DIVERSION FROM EXEMPT PURPOSE:**

Revive Israel has not diverted any grant funds from the original purpose to the Foundation's

The PHM Foundation

EIN: 20-4948182

§6033 Statement

Attached to and made part of 2009 Form 990-PF

knowledge.

(vi) DATE OF REPORTS RECEIVED FROM GRANTEE:

<u>Report #:</u>	<u>Date:</u>
1	2/4/2010

(vii) SUCCESSFUL VERIFICATION OF GRANTEE'S REPORTS UNDERTAKEN:

Prior to awarding the grant, the foundation's president, corporate secretary, and executive director visited Revive Israel in March of 2009. The report submitted by Revive Israel is consistent with the observations of the Foundation's representatives during the site visit.

The PHM Foundation

EIN: 20-4948182

§6033 Statement

Attached to and made part of 2009 Form 990-PF

The PHM Foundation (Foundation) herein provides the Internal Revenue Service with a full and complete disclosure of the reporting requirements in §53.4945-5(d)(2) as an attachment to its FY 2009 Information Return—

(i) **NAME AND ADDRESS OF RECIPIENT:**

Sisters of Saint Joseph of the Apparition
1 Rehov Notre Dame
Abou Gosh 90845
Israel

(ii) **DATE AND AMOUNT OF GRANT:**

<u>Date:</u>	<u>Amount:</u>
5/4/2009	5,000

(iii) **PURPOSE OF GRANT:**

The purpose of the grant was to provide operating support to this Catholic convent. The nuns cherish a spirit of hospitality and have built a beautiful Prayer and Pilgrim Centre. Their mission is to provide a quiet, solitary place for pilgrims coming to the Holy Land seeking an encounter with God at the historical location of Kyriat Yearim, where the Ark of the Covenant dwelt for at least 20 years in a goat hair tent before being carried into Jerusalem by King David and his men (1 Samuel 6:20-7:2).

A primary purpose of the foundation is making grants to organizations carrying out charitable, religious, scientific or educational purposes. This was a grant made to an organization carrying out a religious purpose.

(iv) **AMOUNT EXPENDED BY THE GRANTEE:**

<u>As of:</u>	<u>Total Expended:</u>
3/10/2010	5,000

detail of expenditure...

Subsidized housing for on-site hermits devoted to a life of solitude and prayer	5,000
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(v) **NO DIVERSION FROM EXEMPT PURPOSE:**

The Sisters of Saint Joseph of the Apparition have not diverted any grant funds from the

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Attached to and made part of 2009 Form 990-PF

original purpose to the Foundation's knowledge.

(vi) DATE OF REPORTS RECEIVED FROM GRANTEE:

<u>Report #:</u>	<u>Date:</u>
1	3/10/2010

(vii) SUCCESSFUL VERIFICATION OF GRANTEE'S REPORTS UNDERTAKEN:

Prior to awarding the grant, the foundation's executive director visited the convent operated by the Sisters of Saint Joseph of the Apparition in Abou Gosh, Israel, in March of 2009. The report submitted by the Sisters of Saint Joseph is consistent with the observations of the foundation's executive director during the site visit in that there were several housing structures specified as dwellings for hermits.

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§6033 Statement

Attached to and made part of 2009 Form 990-PF

The PHM Foundation (Foundation) herein provides the Internal Revenue Service with a full and complete disclosure of the reporting requirements in §53.4945-5(d)(2) as an attachment to its FY 2009 Information Return—

(i) **NAME AND ADDRESS OF RECIPIENT:**

Tents of Mercy
Lachish 9A
Kyriat Yam 29109
Israel

(ii) **DATE AND AMOUNT OF GRANT:**

<u>Date:</u>	<u>Amount:</u>
7/7/2009	200,000

(iii) **PURPOSE OF GRANT:**

The purpose of the grant was to provide operating support to the ministry of Tents of Mercy. Tents of Mercy is a Messianic Jewish ministry and their mandate is to plant messianic congregations and distribute humanitarian aid to the urban poor residents in the Haifa Bay area, Haifa, Akko, Karmiel and Nazareth. They have soup kitchens in Haifa and Nazareth, and several types of outreach including outreach to holocaust survivors and pro-life counseling centers.

A primary purpose of the foundation is making grants to organizations carrying out charitable, religious, scientific or educational purposes. This was a grant made to an organization carrying out a religious purpose.

(iv) **AMOUNT EXPENDED BY THE GRANTEE:**

<u>As of:</u>	<u>Total Expended:</u>
12/31/2009	85,483

detail of expenditure...

School bags for children from low income families	640
Rosh Hashanah food project – over 300 families served	6,632
Electronic equipment	3,211
10 day summer youth retreat for 120 Messianic youth	75,000

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Attached to and made part of 2009 Form 990-PF

(v) NO DIVERSION FROM EXEMPT PURPOSE:

Tents of Mercy has not diverted any grant funds from the original purpose to the Foundation's knowledge.

(vi) DATE OF REPORTS RECEIVED FROM GRANTEE:

<u>Report #:</u>	<u>Date:</u>
1	2/2/2010

(vii) SUCCESSFUL VERIFICATION OF GRANTEE'S REPORTS UNDERTAKEN:

Prior to awarding the grant, the foundation's president, corporate secretary, and executive director visited Tents of Mercy in March of 2009. The report submitted by Tents of Mercy is consistent with the observations of the Foundation's representatives during the site visit.

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§6033 Statement

Attached to and made part of 2009 Form 990-PF

The PHM Foundation (Foundation) herein provides the Internal Revenue Service with a full and complete disclosure of the reporting requirements for the scholarship it awarded during the tax year as an attachment to its FY 2009 Information Return—

(i) NAME AND ADDRESS OF RECIPIENT:

Northlake Community College
5001 N. Macarthur Blvd
Irving, TX 75038

The Foundation's check was earmarked to pay for the Fall 2009 tuition of Carolyn D. Kulig, winner of the Fall 2009 – Spring 2010 scholarship award. Her address, student ID, etc. are on record with the Foundation, but not disclosed here to protect her privacy since this document is available for public inspection.

(ii) DATE AND AMOUNT OF THE SCHOLARSHIP AWARD PAID:

<u>Date:</u>	<u>Amount:</u>
6/24/2009	656

(iii) PURPOSE OF THE SCHOLARSHIP FUND:

The purpose of the scholarship fund administrated by the Foundation is for the disinterested purpose of allowing the children of CareNow employees to pursue higher education at whatever academically accredited institution, towards whatever major, that the award's recipient may choose.

The Foundation originally applied to the IRS for permission to award scholarships on Schedule H of its 1023 application. The Service gave express consent for the Foundation to award scholarships in Paragraphs 4 and 5 of the December 14, 2006 determination letter signed by Lois G. Lerner, Director, Exempt Organizations, Rulings and Agreements.

The Foundation solicited scholarship applications via postcards to all CareNow employees. In response, the Foundation received postcards back that indicated 11 individuals qualified to apply for a scholarship from our fund and that these individuals also intended to apply. Out of the 11, only 4 submitted a timely scholarship application to the Foundation. At this point, it was determined that only one individual would receive a scholarship.

In order to mitigate potential biases, the Foundation developed a weighted scorecard matrix to mathematically and systematically evaluate all applications based on three metrics:

The PHM Foundation

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Attached to and made part of 2009 Form 990-PF

Academic Eligibility (derived from GPA and standardized aptitude test score), Financial Need (derived from student income, parent income, and number of dependents), and Other Considerations (derived from character recommendations and personal essay). The character recommendations and personal essays were graded by the scholarship committee and then these grades entered into the scorecard matrix along with the other variable inputs. The end result of this process was that a mathematical and systematic ranking was produced for the ordering of all scholarship applicants.

The Foundation hired an entirely independent scholarship committee comprised of education professionals (two teachers and one principal). This committee then started its discussion based on the systematic and mathematical ranking of all students. In a closed meeting, any disagreements with the results of the scorecard matrix were noted and the scholarship committee came to a unanimous consensus that with all factors considered, Carolyn D. Kulig should be the winner of the Fall 2009 – Spring 2010 scholarship award.

The Foundation then awarded this scholarship based upon the committee's decision.

(iv) AMOUNT EXPENDED BY THE GRANTEE:

<u>As of:</u>	<u>Total Expended:</u>
6/29/2009	656

(v) NO DIVERSION FROM CHARITABLE PURPOSE:

Northlake Community College has not diverted any scholarship funds from the original purpose to the Foundation's knowledge.

(vi) DATE OF REPORTS RECEIVED FROM NORTHLAKE COMMUNITY COLLEGE:

<u>Report #:</u>	<u>Date:</u>
1	6/29/2009

(vii) SUCCESSFUL VERIFICATION OF GRANTEE'S REPORTS UNDERTAKEN:

The Foundation's Executive Director has been in contact with the Kulig family and has confirmed that Northlake Community College credited the \$656.00 towards Carolyn's Fall 2009 semester tuition.

Application for Extension of Time To File an
Exempt Organization Return

OMB No. 1545-1709

▶ File a separate application for each return.

- ☐ If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box ☒ **X**
- ☐ If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form).

Do not complete **Part II** unless you have already been granted an automatic 3-month extension on a previously filed Form 8868**Part I Automatic 3-Month Extension of Time.** Only submit original (no copies needed).

A corporation required to file Form 990-T and requesting an automatic 6-month extension - check this box and complete

Part I only ☐

All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns.

Electronic Filing (e-file). Generally, you can electronically file Form 8868 if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for a corporation required to file Form 990-T). However, you cannot file Form 8868 electronically if (1) you want the additional (not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, group returns, or a composite or consolidated Form 990-T. Instead, you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit www.irs.gov/efile and click on *e-file for Charities & Nonprofits*.

Type or print File by the due date for filing your return. See instructions.	Name of Exempt Organization THE PHM FOUNDATION	Employer identification number 20-4948182
	Number, street, and room or suite no. If a P.O. box, see instructions P.O. BOX 1333	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. COPPELL, TX 75019	

Check type of return to be filed (file a separate application for each return)

- | | | |
|---|---|------------------------------------|
| ☐ Form 990 | ☐ Form 990-T (corporation) | ☐ Form 4720 |
| ☐ Form 990-BL | ☐ Form 990-T (sec. 401(a) or 408(a) trust) | ☐ Form 5227 |
| ☐ Form 990-EZ | ☐ Form 990-T (trust other than above) | ☐ Form 6069 |
| ☒ Form 990-PF | ☐ Form 1041-A | ☐ Form 8870 |

DANIEL WALTER

- The books are in the care of ▶ **P.O. BOX 1333 - COPPELL, TX 75019**

Telephone No. ▶ **972-529-4506**

FAX No. ▶

- If the organization does not have an office or place of business in the United States, check this box ☐
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) _____. If this is for the whole group, check this box ☐. If it is for part of the group, check this box ☐ and attach a list with the names and EINs of all members the extension will cover.

- 1 I request an automatic 3-month (6-months for a corporation required to file Form 990-T) extension of time until **AUGUST 15, 2010**, to file the exempt organization return for the organization named above. The extension is for the organization's return for
- ▶ ☒ calendar year **2009** or
- ▶ ☐ tax year beginning _____, and ending _____.

- 2 If this tax year is for less than 12 months, check reason: ☐ Initial return ☐ Final return ☐ Change in accounting period

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	3a	\$	500.
b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b	\$	600.
c Balance Due. Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System) See instructions.	3c	\$	0.

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions

LHA For Privacy Act and Paperwork Reduction Act Notice, see Instructions.

Form 8868 (Rev. 4-2009)