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

**2009**

Department of the Treasury  
Internal Revenue Service

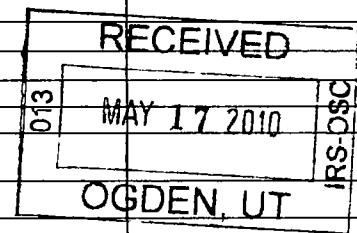
Note: The foundation may be able to use a copy of this return to satisfy state reporting requirements

**For calendar year 2009, or tax year beginning** \_\_\_\_\_, **2009, 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.	<b>THE PAUL D. WARE FOUNDATION</b> 3270 INLAND EMPIRE BLVD, STE 300 ONTARIO, CA 91764	<b>A</b> Employer identification number <b>26-0007978</b>
		<b>B</b> Telephone number (see the instructions)
		<b>C</b> If exemption application is pending, check here <input type="checkbox"/>
		<b>D 1</b> Foreign organizations, check here <input type="checkbox"/>
		<b>2</b> Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
<b>H</b> Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		<b>E</b> If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
<b>I</b> Fair market value of all assets at end of year (from Part II, column (c), line 16) ▶ \$ <b>1,303,387.</b>	<b>J</b> Accounting method <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ (Part I, column (d) must be on cash basis.)	<b>F</b> If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
<b>Part I Analysis of Revenue and Expenses</b> (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see the instructions).)				
<b>1</b> Contributions, gifts, grants, etc. received (att sch)				
<b>2</b> Ck ▶ <input checked="" type="checkbox"/> if the foundn is not req to att Sch B				
<b>3</b> Interest on savings and temporary cash investments	4,878.	4,878.	4,878.	
<b>4</b> Dividends and interest from securities	39,589.	39,589.	39,589.	
<b>5a</b> Gross rents				
<b>b</b> Net rental income or (loss)		Statement 1		
<b>6a</b> Net gain/(loss) from sale of assets not on line 10	-121,333.			
<b>b</b> Gross sales price for all assets on line 6a <b>1,317,589.</b>				
<b>7</b> Capital gain net income (from Part IV, line 2)				
<b>8</b> Net short-term capital gain				
<b>9</b> Income modifications				
<b>10a</b> Gross sales less returns and allowances				
<b>b</b> Less: Cost of goods sold				
<b>c</b> Gross profit/(loss) (att sch)				
<b>11</b> Other income (attach schedule)				
<b>12 Total.</b> Add lines 1 through 11	-76,866.	44,467.	44,467.	
<b>13</b> Compensation of officers, directors, trustees, etc	0.			
<b>14</b> Other employee salaries and wages				
<b>15</b> Pension plans, employee benefits				
<b>16a</b> Legal fees (attach schedule)				
<b>b</b> Accounting fees (attach sch) See St 2	8,500.	6,375.		
<b>c</b> Other prof fees (attach sch)				
<b>17</b> Interest				
<b>18</b> Taxes (attach schedule)(see instr)				
<b>19</b> Depreciation (attach sch) and depletion				
<b>20</b> Occupancy				
<b>21</b> Travel, conferences, and meetings				
<b>22</b> Printing and publications				
<b>23</b> Other expenses (attach schedule) See Statement 3	18,093.	18,093.		
<b>24 Total operating and administrative expenses.</b> Add lines 13 through 23	26,593.	24,468.		
<b>25</b> Contributions, gifts, grants paid Part XV	69,275.			69,275.
<b>26 Total expenses and disbursements.</b> Add lines 24 and 25	95,868.	24,468.	0.	69,275.
<b>27 Subtract line 26 from line 12:</b>				
<b>a Excess of revenue over expenses and disbursements</b>	-172,734.			
<b>b Net investment income</b> (if negative, enter -0-)		19,999.		
<b>c Adjusted net income</b> (if negative, enter 0-)			44,467.	



SCANNED MAY 19 2010 ADMINISTRATIVE EXPENSES

*JH*

Part II	Balance Sheets	Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)	Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
ASSETS	1	Cash – non-interest-bearing			
	2	Savings and temporary cash investments	173,196.	120,100.	
	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			
	10a	Investments – US and state government obligations (attach schedule)	139,411.		
	b	Investments – corporate stock (attach schedule)			
	c	Investments – corporate bonds (attach schedule)			
	11	Investments – land, buildings, and equipment basis			
	Less: accumulated depreciation (attach schedule)				
12	Investments – mortgage loans				
13	Investments – other (attach schedule) Statement 4	1,189,964.	1,209,737.	1,303,387.	
14	Land, buildings, and equipment basis				
	Less: accumulated depreciation (attach schedule)				
15	Other assets (describe )				
16	<b>Total assets</b> (to be completed by all filers – see instructions. Also, see page 1, item I)	1,502,571.	1,329,837.	1,303,387.	
LIABILITIES	17	Accounts payable and accrued expenses			
	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.	0.	
NET ASSET BALANCES	Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. <input type="checkbox"/>				
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. <input checked="" type="checkbox"/>				
	27	Capital stock, trust principal, or current funds	100,000.	100,000.	
	28	Paid-in or capital surplus, or land, building, and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds	1,402,571.	1,229,837.	
30	<b>Total net assets or fund balances</b> (see the instructions)	1,502,571.	1,329,837.		
31	<b>Total liabilities and net assets/fund balances</b> (see the instructions)	1,502,571.	1,329,837.		

**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	1,502,571.
2	Enter amount from Part I, line 27a	2	-172,734.
3	Other increases not included in line 2 (itemize)	3	
4	Add lines 1, 2, and 3	4	1,329,837.
5	Decreases not included in line 2 (itemize)	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5) – Part II, column (b), line 30	6	1,329,837.

**Part IV Capital Gains and Losses for Tax on Investment Income**

<b>(a)</b> 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>(b)</b> How acquired P — Purchase D — Donation	<b>(c)</b> Date acquired (month, day, year)	<b>(d)</b> Date sold (month, day, year)
1a	N/A			
b				
c				
d				
e				

<b>(e)</b> Gross sales price	<b>(f)</b> Depreciation allowed (or allowable)	<b>(g)</b> Cost or other basis plus expense of sale	<b>(h)</b> 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			<b>(l)</b> Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
<b>(i)</b> Fair Market Value as of 12/31/69	<b>(j)</b> Adjusted basis as of 12/31/69	<b>(k)</b> Excess of column (i) over column (j), if any	
a			
b			
c			
d			
e			

2	Capital gain net income or (net capital loss) <span style="float:right">[ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 ]</span>	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) (see the instructions). If (loss), enter -0- in Part I, line 8 <span style="float:right">]</span>	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.) N/A

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 the instructions before making any entries

<b>(a)</b> Base period years Calendar year (of tax year beginning in)	<b>(b)</b> Adjusted qualifying distributions	<b>(c)</b> Net value of noncharitable-use assets	<b>(d)</b> Distribution ratio (column (b) divided by column (c))
2008			
2007			
2006			
2005			
2004			

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 2009 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)**

<b>1 a</b> Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter 'N/A' on line 1. Date of ruling or determination letter. _____ (attach copy of letter if necessary - see instr.)		
<b>b</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	<b>1</b>	400.
<b>c</b> All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, column (b)		
<b>2</b> Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-.)	<b>2</b>	0.
<b>3</b> Add lines 1 and 2	<b>3</b>	400.
<b>4</b> Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-.)	<b>4</b>	0.
<b>5</b> Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	<b>5</b>	400.
<b>6</b> Credits/Payments:		
<b>a</b> 2009 estimated tax pmts and 2008 overpayment credited to 2009. . . . .	<b>6 a</b>	600.
<b>b</b> Exempt foreign organizations – tax withheld at source	<b>6 b</b>	
<b>c</b> Tax paid with application for extension of time to file (Form 8868)	<b>6 c</b>	
<b>d</b> Backup withholding erroneously withheld	<b>6 d</b>	
<b>7</b> Total credits and payments. Add lines 6a through 6d	<b>7</b>	600.
<b>8</b> Enter any <b>penalty</b> for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	<b>8</b>	
<b>9</b> Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	<b>9</b>	0.
<b>10</b> Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	<b>10</b>	200.
<b>11</b> Enter the amount of line 10 to be Credited to 2010 estimated tax <b>200.</b> Refunded	<b>11</b>	0.

**Part VII-A Statements Regarding Activities**

	Yes	No
<b>1 a</b> 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>1 b</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
<b>1 c</b> Did the foundation file <b>Form 1120-POL</b> for this year?		X
<b>d</b> Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation <b>\$ 0.</b> (2) On foundation managers <b>\$ 0.</b>		
<b>e</b> Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <b>\$ 0.</b>		
<b>2</b> 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
<b>3</b> 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
<b>4 a</b> Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
<b>4 b</b> If 'Yes,' has it filed a tax return on <b>Form 990-T</b> for this year?		N/A
<b>5</b> 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
<b>6</b> 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
<b>7</b> 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 XV</i>	X	
<b>8 a</b> Enter the states to which the foundation reports or with which it is registered (see the instructions) <b>N/A</b>		
<b>b</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 <i>General Instruction G</i> ? <i>If 'No,' attach explanation</i>	X	
<b>9</b> 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)? <i>If 'Yes,' complete Part XIV</i>		X
<b>10</b> Did any persons become substantial contributors during the tax year? <i>If 'Yes,' attach a schedule listing their names and addresses</i>		X

**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 <span style="float:right">▶ N/A</span>	13	X	
14	The books are in care of ▶ <u>STEVEN SPEARS</u> Telephone no. ▶ <u>(909) 985-7286</u> Located at ▶ <u>3270 INLAND EMPIRE BLVD, STE 300 ONTARIO CA</u> ZIP + 4 ▶ <u>91764</u>			
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 <span style="float:right">▶ 15</span>		N/A	▶ <input type="checkbox"/> 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
<b>1 a</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? ( <b>Exception.</b> 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>1 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 <span style="float:right">▶ <input type="checkbox"/></span>	1 b	N/A
<b>1 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 2009?	1 c	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 2009, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2009? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If 'Yes,' list the years ▶ 20__ , 20__ , 20__ , 20__		
<b>2 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.)	2 b	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 ▶ 20__ , 20__ , 20__ , 20__		
<b>3 a</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>3 b</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)	3 b	N/A
<b>4 a</b>	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4 a	X
<b>4 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 2009?	4 b	X

**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)?  Yes  No

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?  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?  Yes  No

If 'Yes' to 6b, 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?  Yes  No

	<b>5b</b>	N/A
	<b>6b</b>	X
	<b>7b</b>	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
-----				
-----				
-----				
-----				
-----				

**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		
-----		
-----		
-----		
-----		

**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 N/A	
-----	
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

**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	1,328,218.
b	Average of monthly cash balances	1b	14,579.
c	Fair market value of all other assets (see instructions)	1c	
d	<b>Total</b> (add lines 1a, b, and c)	1d	1,342,797.
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	1,342,797.
4	Cash deemed held for charitable activities Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	20,142.
5	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3 Enter here and on Part V, line 4	5	1,322,655.
6	<b>Minimum investment return.</b> Enter 5% of line 5	6	66,133.

**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	66,133.
2a	Tax on investment income for 2009 from Part VI, line 5	2a	400.
b	Income tax for 2009 (This does not include the tax from Part VI)	2b	
c	Add lines 2a and 2b	2c	400.
3	Distributable amount before adjustments Subtract line 2c from line 1	3	65,733.
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	65,733.
6	Deduction from distributable amount (see instructions)	6	
7	<b>Distributable amount</b> as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	65,733.

**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 25	1a	69,275.
b	Program-related investments — total from Part IX-B	1b	
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	<b>Qualifying distributions</b> Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	69,275.
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 (see instructions)	5	
6	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4	6	69,275.

**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)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7				65,733.
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			0.	
b Total for prior years: 20 ____, 20 ____, 20 ____		0.		
3 Excess distributions carryover, if any, to 2009:				
a From 2004				
b From 2005				
c From 2006			250.	
d From 2007				
e From 2008			5,411.	
f Total of lines 3a through e	5,661.			
4 Qualifying distributions for 2009 from Part XII, line 4 ▶ \$ 69,275.				
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				65,733.
e Remaining amount distributed out of corpus	3,542.			
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	9,203.			
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 instructions			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) (see instructions)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see instructions)	0.			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	9,203.			
10 Analysis of line 9:				
a Excess from 2005				
b Excess from 2006			250.	
c Excess from 2007				
d Excess from 2008			5,411.	
e Excess from 2009			3,542.	

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

N/A

**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

**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	
<b>b</b> 85% of line 2a				
<b>c</b> Qualifying distributions from Part XII, line 4 for each year listed				
<b>d</b> Amounts included in line 2c not used directly for active conduct of exempt activities				
<b>e</b> Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c				
<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				
<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)

**3 Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a Paid during the year See Statement 5				
<b>Total</b>			▶ 3a	69,275.
b Approved for future payment				
<b>Total</b>			▶ 3b	





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**Statement 1**  
**Form 990-PF, Part I, Line 6a**  
**Net Gain (Loss) from Noninventory Sales Per Books**  
**Assets Not Included in Part IV**

Description:	FIDELITY # 613-507792		
Date Acquired:	Various		
How Acquired:	Purchase		
Date Sold:	Various		
To Whom Sold:			
Gross Sales Price:	663,169.		
Cost or Other Basis:	657,630.		
Basis Method:	Cost		
		Gain (Loss)	5,539.

Description:	FIDELITY # 613-507792		
Date Acquired:	Various		
How Acquired:	Purchase		
Date Sold:	Various		
To Whom Sold:			
Gross Sales Price:	125,386.		
Cost or Other Basis:	166,149.		
Basis Method:	Cost		
		Gain (Loss)	-40,763.

Description:	B OF A #1228246		
Date Acquired:	Various		
How Acquired:	Purchase		
Date Sold:	Various		
To Whom Sold:			
Gross Sales Price:	183,451.		
Cost or Other Basis:	201,285.		
Basis Method:	Cost		
		Gain (Loss)	-17,834.

Description:	B OF A #1228246		
Date Acquired:	Various		
How Acquired:	Purchase		
Date Sold:	Various		
To Whom Sold:			
Gross Sales Price:	345,583.		
Cost or Other Basis:	413,858.		
Basis Method:	Cost		
		Gain (Loss)	-68,275.

Total \$ -121,333.

**Statement 2**  
**Form 990-PF, Part I, Line 16b**  
**Accounting Fees**

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
ACCOUNTING FEES	\$ 8,500.	\$ 6,375.		
Total	<u>\$ 8,500.</u>	<u>\$ 6,375.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

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**Statement 3**  
**Form 990-PF, Part I, Line 23**  
**Other Expenses**

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
BANK SERVICE CHARGES	\$ 14.	\$ 14.		
INVESTMENT FEES	16,926.	16,926.		
LICENSES & PERMITS	20.	20.		
TAX COST ADJUSTMENT	556.	556.		
TAXES	577.	577.		
<b>Total</b>	<u>\$ 18,093.</u>	<u>\$ 18,093.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

**Statement 4**  
**Form 990-PF, Part II, Line 13**  
**Investments - Other**

	Valuation Method	Book Value	Fair Market Value
<u>Other Publicly Traded Securities</u>			
FUND X UPGRADER	Cost	\$ 50,943.	\$ 39,461.
LOOMIS SAYLE BOND	Cost	88,160.	113,406.
DRYDEN HIGH YIELD	Cost	82,502.	105,068.
HENNESSY CORNERSTONE GROWTH	Cost	0.	0.
HENNESSY FOCUS 30 FUND	Cost	44,917.	38,392.
HUSSMAN STRATEGIC GROWTH	Cost	128,467.	122,574.
LEUTHOLD ASSET ALLOCATION FD	Cost	44,069.	49,325.
ULTRA BEAR PRO FUND	Cost	0.	0.
COLUMBIA MID CAP INDEX FUND	Cost	0.	0.
COLUMBIA MULTI-ADVISOR INTL	Cost	0.	0.
COLUMBIA SMALL CAP INDEX FUND	Cost	0.	0.
COLUMBIA TOTAL RETURN BOND	Cost	0.	0.
ABB LTD	Cost	0.	0.
ABBOTT LABS	Cost	0.	0.
ACCENTURE LTD	Cost	0.	0.
AGCO CORP	Cost	0.	0.
AMGEN INC	Cost	0.	0.
APPLE INC	Cost	0.	0.
BARD CR INC	Cost	0.	0.
BOEING CO	Cost	0.	0.
CAMERON INTL CORP	Cost	0.	0.
CERNER CORP	Cost	0.	0.
CISCO SYS INC	Cost	0.	0.
COGNIZANT TECHNOLOGY SOLUTIONS	Cost	0.	0.
CUMMINS INC	Cost	0.	0.
DANAHER CORP	Cost	0.	0.
ECOLAB INC	Cost	0.	0.
ELECTRONIC ARTS	Cost	0.	0.
EMERSON ELEC CO	Cost	0.	0.
EXPRESS SCRIPTS INC	Cost	0.	0.
FRANKLIN RES INC	Cost	0.	0.
GOOGLE INC	Cost	0.	0.
HALLIBURTON CO	Cost	0.	0.
HEWLETT PACKARD CO	Cost	0.	0.
ILLINOIS TOLL WKS INC	Cost	0.	0.
INTEL CORP	Cost	0.	0.

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Statement 4 (continued)  
Form 990-PF, Part II, Line 13  
Investments - Other

	Valuation Method	Book Value	Fair Market Value
<u>Other Publicly Traded Securities</u>			
INTERNATIONAL BUSINESS MACHS	Cost	\$ 0.	\$ 0.
JACOBS ENGR GROUP INC	Cost	0.	0.
JOHNSON & JOHNSON	Cost	0.	0.
MCDONALDS CORP	Cost	0.	0.
MICROSOFT CORP	Cost	0.	0.
MONSANTO CO	Cost	0.	0.
NATIONAL OILWELL VARCO INC	Cost	0.	0.
NIKE INC	Cost	0.	0.
PEPSICO INC	Cost	0.	0.
PRAXAIR INC	Cost	0.	0.
PRICE T ROWE GROUP	Cost	0.	0.
PROCTOR & GAMBLE CO	Cost	0.	0.
QUALCOMM INC	Cost	0.	0.
SCHEIN HENRY INC	Cost	0.	0.
SCHLUMBERGER LTD	Cost	0.	0.
SMITH INTL LTD	Cost	0.	0.
STATE STR CORP	Cost	0.	0.
STRYKER CORP	Cost	0.	0.
TEXAS INSTRUMENTS INC	Cost	0.	0.
ABBOTT LABS	Cost	0.	0.
AETNA INC	Cost	0.	0.
AIR PRODS & CHEMS INC	Cost	0.	0.
APACHE CORP	Cost	0.	0.
AT&T INC	Cost	0.	0.
BHP BILLITON LTD	Cost	0.	0.
BURLINGTON NORTHERN SANTA FE	Cost	0.	0.
CHEVRON CORP	Cost	0.	0.
CHUBB CORP	Cost	0.	0.
CONOCOPHILLIPS	Cost	0.	0.
CVS CAREMARK	Cost	0.	0.
DEERE & CO	Cost	0.	0.
DISNEY WALT CO	Cost	0.	0.
EDISON INTL	Cost	0.	0.
EXXON MOBILE CORP	Cost	0.	0.
GENERAL DYNAMICS CORP	Cost	0.	0.
GOLDMAN SACHS GROUP INC	Cost	0.	0.
HEWLETT PACKARD CO	Cost	0.	0.
INTERNATIONAL BUSINESS MACHS	Cost	0.	0.
JOHNSON & JOHNSON	Cost	0.	0.
JOHNSON CTLS INC	Cost	0.	0.
JP MORGAN CHASE & CO	Cost	0.	0.
KIMBERLY CLARK CORP	Cost	0.	0.
KROGER CO	Cost	0.	0.
LOCKHEED MARTIN CORP	Cost	0.	0.
NESTLE S A	Cost	0.	0.
NIKE INC	Cost	0.	0.
OCCIDENTAL PETE CORP	Cost	0.	0.
PFIZER INC	Cost	0.	0.
PUBLIC SVC ENTERPRISE GROUP	Cost	0.	0.
TIME WARNER INC	Cost	0.	0.
TJX COS INC	Cost	0.	0.
TRANSOCEAN INC	Cost	0.	0.
TRAVELERS CO INC	Cost	0.	0.

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Statement 4 (continued)  
Form 990-PF, Part II, Line 13  
Investments - Other

	Valuation Method	Book Value	Fair Market Value
<u>Other Publicly Traded Securities</u>			
UNITED TECHNOLOGIES CORP	Cost	\$ 0.	\$ 0.
VERIZON COMMUNICATIONS INC	Cost	0.	0.
WELLS FARGO & CO NEW	Cost	0.	0.
XTO ENERGY INC	Cost	0.	0.
FIXED INCOME SER C PORTFOLIO	Cost	0.	0.
FIXED INCOME SER M PORTFOLIO	Cost	0.	0.
FIDELITY GOVERNMENT INCOME	Cost	16,916.	16,718.
FAIRHOLME FUND	Cost	47,822.	59,584.
HUSSMAN STRATEGIC TOTAL RETURN	Cost	87,772.	89,388.
PIMCO GNMA INSTL	Cost	44,403.	45,196.
PRO FUNDS ULTRA SHORT MID-CAP-INV	Cost	0.	0.
VAN ECK INTERNATION'L INVESTORS GOLD	Cost	0.	0.
COLUMBIA MASTERS INTERNATIONAL	Cost	0.	0.
CLOROX CO	Cost	0.	0.
COVANT HLDG CORP	Cost	0.	0.
DIRECTV GROUP INC	Cost	0.	0.
FAMILY DLR STORES INC	Cost	0.	0.
FLOWSERVE CORP	Cost	0.	0.
NORTHERN TR CORP	Cost	0.	0.
SCHWAB CHARLES CORP	Cost	0.	0.
SOUTHWESTERN ENERGY CO	Cost	0.	0.
THERMO FISHER SCIENTIFIC CORP	Cost	0.	0.
UNION PAC CORP	Cost	0.	0.
WAL-MART STORES	Cost	0.	0.
FTI CONSULTING INC	Cost	0.	0.
GAMESTOP CORP	Cost	0.	0.
VARIAN MED SYS INC	Cost	0.	0.
GUESS INC	Cost	0.	0.
MANULIFE FINL CORP	Cost	0.	0.
COMPANHIA DE BEBIDAS DAS AMERS	Cost	0.	0.
AFLAC INC	Cost	0.	0.
AMGEN INC	Cost	0.	0.
ANADARKO PETE CORP	Cost	0.	0.
BOSTON SCIENTIFIC CORP	Cost	0.	0.
CATERPILLAR INC	Cost	0.	0.
CISCO SYS INC	Cost	0.	0.
COMCAST CORP	Cost	0.	0.
DEVON ENERGY CORP NEW	Cost	0.	0.
DOW CHEM CO	Cost	0.	0.
EMERSON ELEC CO	Cost	0.	0.
FIRSTENERGY CORP	Cost	0.	0.
MERCK & CO INC	Cost	0.	0.
METLIFE INC	Cost	0.	0.
NUCOR CORP	Cost	0.	0.
PG&E CORP	Cost	0.	0.
PHILIP MORRIS INTL INC	Cost	0.	0.
PNC FINL SVCS GROUP INC	Cost	0.	0.
SCHERING PLOUGH CORP	Cost	0.	0.
SCHLUMBERGER LTD	Cost	0.	0.
STAPLES INC	Cost	0.	0.
THERMO FISHER SCIENTIFIC CORP`	Cost	0.	0.
US BANCORP DEL	Cost	0.	0.
WAL-MART STORES INC	Cost	0.	0.

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Statement 4 (continued)  
Form 990-PF, Part II, Line 13  
Investments - Other

	Valuation Method	Book Value	Fair Market Value
<u>Other Publicly Traded Securities</u>			
WASTE MGMT INC DEL	Cost	\$ 0.	\$ 0.
BEST BUT INC	Cost	0.	0.
ACE LTD	Cost	0.	0.
FMI COMMON STOCK	Cost	36,293.	37,783.
BROWN CAPITAL MGMT SMALL CO	Cost	36,038.	40,847.
ISHARES TR US REAL ESTATE	Cost	16,741.	20,251.
LARGE CAP VALUE PRO FUND INVEST	Cost	48,705.	48,454.
VANGUARD REIT	Cost	5,715.	6,711.
ISHARES RUSSEL MICROCAP INDEX	Cost	5,459.	5,855.
ISHARES MSCI EMERGING MKTS	Cost	28,295.	33,200.
ISHARES MSCI HONG KONG INDEX	Cost	8,970.	9,396.
ISHARES MSCI AUSTRALIA INDEX	Cost	9,550.	11,420.
THORNBURG INTL VALUE FUND	Cost	22,500.	24,862.
PIMCO COMMODITY REALRETURN	Cost	20,000.	21,732.
PIMCO TOTAL RETURN FUND	Cost	130,000.	131,955.
HARBOR INTERNATIONAL FUND	Cost	22,500.	25,964.
EATON VANCE LARGE CAP VALUE	Cost	60,000.	66,986.
COLUMBIA SELECT LARGE CAP GROWTH	Cost	65,000.	73,315.
COLUMBIA SMALL CAP GROWTH	Cost	18,000.	20,778.
COLUMBIA ACORN FUND	Cost	25,000.	28,618.
ARTIO GLOBAL HIGH INCOME FUND	Cost	15,000.	16,148.
		Total \$ 1,209,737.	\$ 1,303,387.

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**Statement 5**  
**Form 990-PF, Part XV, Line 3a**  
**Recipient Paid During the Year**

<u>Name and Address</u>	<u>Donee Relationship</u>	<u>Found- ation Status</u>	<u>Purpose of Grant</u>	<u>Amount</u>
CRSI FOUNDATION 933 NORTH PLUM GROVE ROAD SCHAUMBERG, IL 60173,	N/A	EDUC	GRANTS GRADUATE AND UNDERGRADUATE SCHOLARSHIPS FOR ARCHITECTURAL OR ENGINEERING STUDENTS; AND SCHOLARSHIPS OR TRAINING PROGRAMS AT VOCATIONAL/TECHN ICAL SCHOOL WHICH OFFER PROGRAMS ESTIMATING OR DETAILING OF REINFORCING STEEL	\$ 5,630.
AQUINAS HIGH SCHOOL 2772 STERLING AVE SAN BERNARDINO, CA 92404	N/A	EDUC	SCHOLARSHIP	7,000.
UPLAND YMCA 1325 SAN BERNARDINO ROAD UPLAND, CA 91786	N/A	COMMUN	SHAPING THE GENERATIONS	30,670.
RONALD MCDONALD HOUSE 11365 ANDERSON ST. LOMA LINDA, CA 92354	N/A	COMMUN	ANNUAL CHARITY GOLF TOURNAMENT - HOME AWAY FROM HOME FOR FAMILIES OF CRITICALLY ILL CHILDREN	11,975.
MAKE A WISH 1875 CENTURY PARK EAST, SUITE 950 LOS ANGELES, CA 90067	N/A	COMMUN	CHILDREN'S WISHES	100.
VETERANS OF LOMA LINDA 11201 BENTON LOMA LINDA, CA 92354	N/A	COMMUN	VETERAN ASSISTANCE	10,300.
SAN ANTONIO HOSPITAL FOUNDATION 999 SAN BERNARDINO ROAD UPLAND, CA 91786	N/A	COMMUN	GENERAL ASSISTANCE	1,600.
ST. ADELAIDS 27487 BASELINE ROAD HIGHLAND, CA 92346	N/A	COMMUNITY	GENERAL ASSISTANCE	1,000.

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Statement 5 (continued)  
Form 990-PF, Part XV, Line 3a  
Recipient Paid During the Year

<u>Name and Address</u>	<u>Donee Relationship</u>	<u>Found- ation Status</u>	<u>Purpose of Grant</u>	<u>Amount</u>
FIRST BAPTIST CHURCH 4747 N. STATE STREET SAN BERNARDINO, CA 92407	N/A	COMMUNITY	GENERAL ASSISTANCE	\$ 1,000.
			Total	<u>\$ 69,275.</u>