Form **990-PF**

Department of the Treasury
Internal Revenue Service

Return of Private Foundation
or 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

OMB No 1545-0052

2009

For calendar year 2009, or tax year beginning , 2009, and ending , 20

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 ROBERT & LOUISE CLAFLIN FOUNDATION INC

Number and street (or P O box number if mail is not delivered to street address)
PO BOX 15

Room/suite

City or town state, and ZIP code
Point Pleasant WV 25550

A Employer identification number
26-2169990

B Telephone number (see instructions)
(304)675-1360

C If exempt application is pending, check here ▶ ☐

D 1. Foreign organizations, check here ▶ ☐
2. Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐

E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ ☐

H Check type of organization ☒ Section 501(c)(3) exempt private foundation
☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

I Fair market value of all assets at end of year (from Part II col (c) line 16)
▶ $ 2,691,986

J Accounting method ☒ Cash ☐ Accrual
☐ Other (specify)
(Part I, column (d) must be on cash basis)

	Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), & (d) may not necessarily equal the amounts in column (a) (see instructions))	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1	Contributions, gifts, grants, etc , received (attach schedule)	2,633,221			
2	Check ▶ ☐ if the foundation is **not** required to attach Sch B				
3	Interest on savings and temp cash investments	39,817	39,817		
4	Dividends and interest from securities	3,202	3,202		
5 a	Gross rents				
b	Net rental income or (loss)				
6 a	Net gain/(loss) from sale of assets not on line 10	-71			
b	Gross sales price for all assets on line 6a 1,273,135				
7	Capital gain net income (from Part IV, line 2)		0		
8	Net short-term capital gain			0	
9	Income modifications			0	
10 a	Gross sales less returns & allowances				
b	Less Cost of goods sold				
c	Gross profit or (loss) (attach schedule)				
11	Other income (attach schedule)				
12	Total Add lines 1 through 11	2,676,169	43,019	0	
13	Compensation of officers, directors, trustees, etc	0			
14	Other employee salaries and wages				
15	Pension plans, employee benefits				
16 a	Legal fees (attach schedule)				
b	Accounting fees (attach schedule)				
c	Other professional fees (attach schedule)				
17	Interest				
18	Taxes (attach schedule) (see instructions)				
19	Depreciation (attach sch) and depletion				
20	Occupancy				
21	Travel, conferences, and meetings				
22	Printing and publications				
23	Other expenses (attach schedule) #1	664			
24	**Total operating and administrative expenses** Add lines 13 through 23	664	0	0	0
25	Contributions, gifts, grants paid	30,778			30,778
26	Total exp & disbursements Add lines 24 and 25	31,442	0	0	30,778
27	Subtract line 26 from line 12				
a	**Excess of revenue over expenses and disbursements**	2,644,727			
b	**Net investment income** (if neg , enter -0-)		43,019		
c	**Adjusted net income** (if neg , enter -0-)			0	

REVENUE

OPERATING & ADMINISTRATIVE EXPENSES

RECEIVED
NOV 12 2010
IRS-OSC
OGDEN, UT

SCANNED NOV 16 2010

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Part II Balance Sheets

		Attached schedules and amounts in the description column should be for end-of-year amounts only (See inst)	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		392,361	392,361
	3	Accounts receivable ▶ Less allowance for doubtful accts ▶			
	4	Pledges receivable ▶ Less allowance for doubtful accts ▶			
	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 schedule) ▶ Less allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10a	Investments -- U S and state govt obligations (attach sch)			
	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) #2		2,299,625	2,299,625
	14	Land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶			
	15	Other assets (describe ▶)			
	16	**Total assets** (to be completed by all filers -- see the instructions Also, see page 1, item I)	0	2,691,986	2,691,986
LIABILITIES	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ▶)			
	23	**Total liabilities** (add lines 17 through 22)	0	0	
NET ASSETS OR FUND BALANCES		**Foundations that follow SFAS 117, check here ▶ ☒ and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted		2,691,986	
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, ck. here ▶ ☐ and complete lines 27 through 31.			
	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** (see the instructions)	0	2,691,986	
	31	**Total liabilities and net assets/fund balances** (see the inst)	0	2,691,986	

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	Enter amount from Part I, line 27a	2	2,644,727
3	Other increases not included in line 2 (itemize) ▶ See attachment #3	3	47,259
4	Add lines 1, 2, and 3	4	2,691,986
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	2,691,986

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	See attachment #4			
b				
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a				
b				
c				
d				
e				

	Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (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 -71

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 . . } 3 0

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 the instructions before making any entries

(a) Base period years Calendar year (or tax year beg in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (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)

1 a	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 ruling letter if necessary -- see instructions)				
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☐ and enter 1% of Part I, line 27b			1	860
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	860
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	860
6	Credits/Payments				
a	2009 estimated tax payments and 2008 overpayment credited to 2009	6a			
b	Exempt foreign organizations -- tax withheld at source	6b			
c	Tax paid with application for extension of time to file (Form 8868)	6c	1,000		
d	Backup withholding erroneously withheld	6d			
7	Total credits and payments Add lines 6a through 6d			7	1,000
8	Enter any **penalty** for underpayment of estimated tax Check here ☒ if Form 2220 is attached			8	21
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	119
11	Enter amount of line 10 to be **Credited to 2010 estimated tax** ▶ 119 **Refunded** ▶			11	

Part VII-A Statements Regarding Activities

			Yes	No
1 a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see the instructions for definition)?	1b		X
	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			
c	Did the foundation file **Form 1120-POL** for this year?	1c		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	2		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	3		X
4 a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b	N/A	
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T	5		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?	6		X
7	Did the foundation have at least $5,000 in assets at any time during the yr ? If "Yes," complete Part II, col (c), & Part XV	7	X	
8 a	Enter the states to which the foundation reports or with which it is registered (see the instructions) ▶ WV			
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	8b	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	9		X
10	Did any persons become substantial contributors during tax year? If "Yes," attach a schedule listing their names and addresses	10		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?	13		

Website address ▶ N/A

14 The books are in care of ▶ See attachment #5 Telephone no ▶

Located at ▶ ZIP+4 ▶

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 4,008

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 the instructions)?	1b		X
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
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 ▶ 20___, 20___, 20___, 20___			
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 the instructions)	2b		X
c	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___			
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)	3b		X
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

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 the instructions)? **5b** X

Organizations relying on a current notice regarding disaster assistance check here . ▶ ☐

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A ☐ Yes ☐ No

If 'Yes,' attach the statement required by Regulations section 53 4945-5(d)

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

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? **6b** X

If 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? **7b** X

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 the instructions).

(a) Name and address	(b) Title, and avg. hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred comp	(e) Expense account, other allowances
See attachment #6				

2 Compensation of five highest-paid employees (other than those included on line 1 -- see the instructions). If none, enter "NONE."

(a) Name and address of each employee paid more than $50,000	(b) Title, and avg 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 the 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 ▶

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	
2	
3	
4	

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

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1	
2	
All other program-related investments See the instructions 3	
Total Add lines 1 through 3 ▶	

Part X Minimum Investment Return (All domestic foundations must complete this part Foreign foundations, see the 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	2,299,625
b	Average of monthly cash balances			1b	392,361
c	Fair market value of all other assets (see the instructions)			1c	
d	**Total** (add lines 1a, b, and c)			1d	2,691,986
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e			
2	Acquisition indebtedness applicable to line 1 assets			2	
3	Subtract line 2 from line 1d			3	2,691,986
4	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see the instructions)			4	40,380
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4			5	2,651,606
6	**Minimum investment return.** Enter 5% of line 5			6	132,580

Part XI Distributable Amount (see the 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	132,580
2a	Tax on investment income for 2009 from Part VI, line 5	2a	860		
b	Income tax for 2009 (This does not include the tax from Part VI)	2b			
c	Add lines 2a and 2b			2c	860
3	Distributable amount before adjustments Subtract line 2c from line 1			3	131,720
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	131,720
6	Deduction from distributable amount (see the instructions)			6	105,376
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1			7	26,344

Part XII Qualifying Distributions (see the 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	30,778
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	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	30,778
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 the instructions)	5	0
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	30,778

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 the instructions)

		(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7					26,344
2 Undistributed income if any, as of the end of 2009					
a Enter amount for 2008 only					
b Total for prior years 20___, 20___, 20___					
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 ▶ $ 30,778					
a Applied to 2008, but not more than line 2a					
b Applied to undistributed income of prior years (Election required -- see the instructions)					
c Treated as distributions out of corpus (Election required -- see the instructions)					
d Applied to 2009 distributable amount					30,778
e Remaining amount distributed out of corpus		4,434			
5 Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a).)					
6 **Enter the net total of each column as indicated below:**					
a Corpus Add lines 3f, 4c, and 4e Subtract line 5		4,434			
b Prior years' undistributed income Subtract line 4b from line 2b					
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					
d Subtract line 6c from line 6b Taxable amount -- see the instructions					
e Undistributed income for 2008 Subtract line 4a from line 2a Taxable amount -- see the instructions					
f Undistributed income for 2009 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2010					
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see the instructions)					
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see the instructions)					
9 **Excess distributions carryover to 2010.** Subtract lines 7 and 8 from line 6a		4,434			
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)

1a 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 ▶ N/A

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

	Tax year	Prior 3 years			
	(a) 2009	(b) 2008	(c) 2007	(d) 2006	(e) Total
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct exempt act					
e Qualifying distributions made directly for active conduct of exempt activities 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					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test -- enter 2/3 of min investment return shown in Part X, line 6 for each year listed					
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)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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))

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 the 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 attachment #7				
Total			▶ 3a	30,778
b Approved for future payment				
Total			▶ 3b	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See the instructions)
	(a) Business code	(b) Amount	(c) Excl code	(d) Amount	
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees & contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments					39,817
4 Dividends and interest from securities .					3,202
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					-71
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		0	42,948

13 **Total** Add line 12, columns (b), (d), and (e) 13 42,948

(See worksheet in line 13 instructions to verify calculations)

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

Line No ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes) (See the instructions)

Part XVII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations

			Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a	Transfers from the reporting foundation to a noncharitable exempt organization of			
	(1) Cash	1a(1)		X
	(2) Other assets	1a(2)		X
b	Other transactions			
	(1) Sales of assets to a noncharitable exempt organization	1b(1)		X
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)		X
	(3) Rental of facilities, equipment, or other assets	1b(3)		X
	(4) Reimbursement arrangements	1b(4)		X
	(5) Loans or loan guarantees	1b(5)		X
	(6) Performance of services or membership or fundraising solicitations	1b(6)		X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		X

d If the answer to any of the above is "Yes," complete the following schedule Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements

2 a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ☐ Yes ☒ No

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship

SIGN HERE

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief it is true correct, and complete Declaration of preparer (other than taxpayer or fiduciary) is based on all information of which preparer has any knowledge

X

Signature of officer or trustee | Date 11-5-10 | Title President

Paid Preparer's Use Only

Preparer's signature | Date 11/5/10 | Check if self-employed ☐ | Preparer's identifying number (see Signature in the instructions)

Firm's name (or yours if self-employed) address, and ZIP code: H R Block
618 E Main St
Pomeroy, OH 45769

EIN ▶

Phone no (740)992-6674

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 ROBERT & LOUISE CLAFLIN FOUNDATION INC

Employer identification number

26-2169990

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 foundation

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

General Rule

☒ For 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)

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

Name of organization
THE ROBERT & LOUISE CLAFLIN FOUNDATION INC

Employer identification number
26-2169990

Part I **Contributors** (see instructions)

(a) No	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	Robert F Claflin Estate 207 6th Street PO Box 15 Pt Pleasant, WV 25550	$ 105,051	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution)
2	Robert F Claflin Estate 207 6th Street PO Box 15 Pt Pleasant, WV 25550	$ 442,148	Person ☐ Payroll ☐ Noncash ☒ (Complete Part II if there is a noncash contribution)
3	Robert F Claflin Estate 207 6th Street PO Box 15 Pt Pleasant, WV 25550	$ 395,268	Person ☐ Payroll ☐ Noncash ☒ (Complete Part II if there is a noncash contribution)
4	Robert F Claflin Estate 207 6th Street PO Box 15 Pt Pleasant, WV 25550	$ 126,093	Person ☐ Payroll ☐ Noncash ☒ (Complete Part II if there is a noncash contribution)
5	Robert F Claflin Estate 207 6th Street PO Box 15 Pt Pleasant, WV 25550	$ 1,396,554	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution)
6	Robert F Claflin Estate 204 6th Street PO Box 15 Pt Pleasant, WV 25550	$ 168,107	Person ☒ Payroll ☐ Noncash ☐ (Complete Part II if there is a noncash contribution)

Name of organization
THE ROBERT & LOUISE CLAFLIN FOUNDATION INC

Employer identification number
26-2169990

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

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
2	Mutual Funds - WF	$ 442,148	04-30-2009
3	Government Securities - WF	$ 395,268	04-30-2009
4	Unit Investment Trusts - WF	$ 126,093	04-30-2009
		$	
		$	
		$	

STATEMENT #1 - Monthly FMV of Securities (990-PF PG 8 Line 1a)

Year End [December 31] FMV used................	2,299,625
TOTAL CARRIED TO 990-PF PG 8 Line 1a.......................	2,299,625

STATEMENT #2 - Monthly Cash Balances (990-PF PG 8 Line 1b)

Year End [December 31} FMV used................	392,361
TOTAL CARRIED TO 990-PF PG 8 Line 1b.......................	392,361

STATEMENT #3 - Deductions From Distrib Amt (990-PF PG 8 Line 6)

Start-up Period Minimum Amount:
Private Foundation Set Aside
20% of the distributable amount for the
first year of the start-up period:
$131,720 @ 20% = $26,344

Total Distributable Amount.....................	131,720
20% first year amount..........................	-26,344
TOTAL CARRIED TO 990-PF PG 8 Line 6.......................	105,376

OTHER EXPENSES SCHEDULE

Attachment 1: page 1 990-PF Page 1, Part I, Line 23

Open to Public Inspection	For calendar year 2009, or tax period beginning , and ending

Name of Organization: THE ROBERT & LOUISE CLAFLIN FOUNDATION INC

Employer Identification Number: 26-2169990

Description of Activity	Revenue and Expenses	Net Investment Income	Adjusted Net Income	Disbursements for Charity
WV APPLICATION FOR REGISTRATION CERTIFICATE	30			
2010 ANNUAL REPORT	25			
POSTAGE, PHONE, COPING AND ADMINISTRATIVE	609			
Total	664			

SCHEDULE OF INVESTMENTS - OTHERS

Attachment 2: page 1 - 990-PF Page 2, Part II, Line 13

Open to Public Inspection	For calendar year 2009, or tax period beginning , and ending .

Name of Organization	Employer Identification Number
THE ROBERT & LOUISE CLAFLIN FOUNDATION INC	26-2169990

Description	Cost	FMV at Year End	Book Value	Fair Market Value
Mutual Funds - HD Vest		X		
Corporate Fixed Inc - HD			339,862	339,862
Vest		X		
Governmental Securities -			90,515	90,515
HD Vest		X		
Unit Investment Trusts - HD			489,565	489,565
Vest		X		
Certificated of Deposit -			122,565	122,565
HD Vest		X		
			1,257,118	1,257,118
		Total	2,299,625	2,299,625

SCHEDULE OF OTHER INCREASES

Attachment 3: page 1 - 990- PF Page 2, Part III, Line 3

Open to Public Inspection	For calendar year 2009, or tax period beginning , and ending .
Name of Organization THE ROBERT & LOUISE CLAFLIN FOUNDATION INC	**Employer Identification Number** 26-2169990

Description of Increase	Total Amount
Unrealized Capital Gains	47,259
Total	47,259

PART IV CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME

Attachment 4: page 1 - 990-PF Page 3, Part IV, line 1

Open to Public Inspection	For calendar year 2009 or tax period beginning , and ending .

Name of Organization	Employer Identification Number
THE ROBERT & LOUISE CLAFLIN FOUNDATION INC	26-2169990

	(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)
1	PUBLICLY TRADED SECURITIES			

	(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)
1	1,273,135		1,273,206	-71

	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 if col (i) over col (j), if any	
1				-71

BOOKS ARE IN CARE OF

Attachment 5 - 990-PF Page 5, Part VII-A, Line 14

Open to Public Inspection	For calendar year 2009, or tax period beginning , and ending

Name of Organization
THE ROBERT & LOUISE CLAFLIN FOUNDATION INC

Employer Identification Number
26-2169990

Part VII-A - Line 14

Individual Name
or
Business Name
HYER AND LITTLEPAGE
ATTORNEYS AT LAW

Street Address 207 SIXTH STREET

U S Address

Zip code 25550 City Point Pleasant State WV

or

Foreign Address

City

Province or State

Country

Postal code

Phone Number (304)675-1362

Fax Number

CURRENT OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

Attachment 6: page 1 - 990-PF Page 6, Part VIII

Open to Public Inspection

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

Name of Organization
THE ROBERT & LOUISE CLAFLIN FOUNDATION INC

Employer Identification Number
26-2169990

(A) Name and Address	(B) Title and Average Hrs per Week	(C) Compensation (If not paid, enter 0)	(D) Cont to Employee Ben Plans & Def Comp	(E) Expense Account & Other Allowances
Stephen C Littlepage 207 6th Street Point Pleasant, WV 25550	President / Treasurer 2.00	0	0	0
Wetzel Fields 112 Cherry Street New Haven, WV 25265	Vice President 1.00	0	0	0
Lisa Littlepage 207 6th Street Point Pleasant, WV 25550	Secretary 1.00	0	0	0

GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR

Attachment 7: page 1 990-PF Page 11, Part XV Line 3a

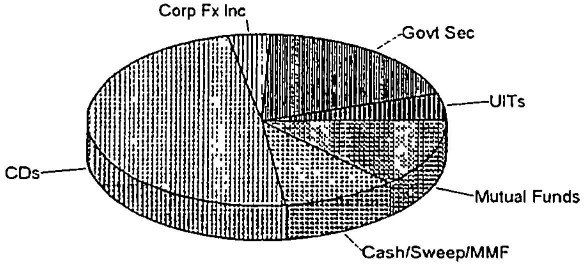
Open to Public Inspection For calendar year 2009, or tax period beginning , and ending .

Name of Organization	Employer Identification Number
THE ROBERT & LOUISE CLAFLIN FOUNDATION INC	26-2169990

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
MASON COUNTY PUBLIC LIBRARY SYSTEM			CHARITABLE CONTRIBUTION	10,700
WAHAMA HIGH SCHOOL SCIENCE DEPARTMENT			CHARITABLE CONTRIBUTION	3,900
MASON CITY SCHOOLS SPECIAL EDUCATION			CHARITABLE CONTRIBUTION	1,940
TOWN OF HARTFORD			CHARITABLE CONTRIBUTION	4,000
AVALANCHE CEOS CLUB			CHARITABLE CONTRIBUTION	358
WAHAMA BANK BOOSTERS			CHARITABLE CONTRIBUTION	1,950
NEW HAVEN COMMUNITY FIRE DEPARTMENT			CHARITABLE CONTRIBUTION	1,350
MASON COUNTY COMMISSION			CHARITABLE CONTRIBUTION	3,080
FIRST CHURCH OF GOD			CHARITABLE CONTRIBUTION	3,100
TOWN OF NEW HAVEN			CHARITABLE CONTRIBUTION	400
				30,778

Portfolio Summary

December 1, 2009 - December 31, 2009



			Current Value	Previous Value
▦	10 %	Cash, Cash Sweep & Money Mkt Fds	$257,349 70	$147,948 65
▦	13 %	Mutual Funds	339,862 28	334,364.00
▥	4 %	Corporate Fixed Income	90,514 88	94,966 66
▥	19 %	Government Securities	489,565 00	505,657 00
▥	5 %	Unit Investment Trusts	122,564.50	129,747 40
▦	49 %	Certificates of Deposit	1,257,118 35	1,359,650 75
		Total Portfolio Value	**$2,556,974.71**	**$2,572,334.46**

Year to Date Change in Assets

Total Asset Value as of December 31, 2009	$2,556,974 71
Total Asset Value as of December 31, 2008	N/A
Net Change	N/A

Income Summary

	December 31, 2009	Year to Date
Wells Fargo Cash Sweep - FDIC	$11 96	$85 43
Equity Securities & Mutual Funds	0 00	6 01
Taxable Fixed Income & PFD Stock	6,362.79	34,015 98
Tax Exempt Fixed Income	595 70	4,007 70
Total Income	**$6,970.45**	**$38,115.12**

Account carried and cleared by Wells Fargo Investments, LLC (Member SIPC) a non-bank affiliate of Wells Fargo & Company Wells Fargo Cash Sweep is held at Wells Fargo Bank, N A a bank affiliate of Wells Fargo & Company, and is FDIC-insured up to applicable limits and is Not SIPC covered Precious metals are not SIPC covered or FDIC insured

Securities offered through H D Vest Investment Services SM (Member SIPC), Advisory Services offered through H D Vest Advisory Services SM Non-bank subsidiaries of Wells Fargo & Company Contact us at 866-218-8206 or 6333 North State Hwy 161, 4th Fl, Irving, TX 75038

ATTACH TO FORM 990-PF

Activity Summary

	Amount
Total Asset Value as of November 30, 2009	**$2,572,334.46**
Cash/Cash Sweep/Money Mkt Fds Activity for December	
Closing Balance as of 11/30/2009	147,948 65
Income	6,970 45
Securities Sold/Matured	100,000 00
Other	2,430 60
Closing Balance as of 12/31/2009	**$257,349.70**

Additional Information

	Current Period	Year to Date
Realized Gains	$0 00	$0.00
Realized Losses	(6.50)	(71 50)
Principal Payments	2,430 60	2,430.60

Important Information About Your Account

Change to Coverage of Excess Securities Investor Protection Corporation (SIPC) - Wells Fargo Investments provides additional insurance coverage above the SIPC limits Our coverage is scheduled to change in February 2010 and will include an update to the aggregate limit. Please watch for updates at **www.wellsfargo.com/investing/why invest/lloyds coverage** or contact us at the number on this statement

Accrued Interest Summary

		Current Period	Year to Date
Interest Paid	Tax Exempt		
	Taxable	$0 00	($3,081 59)
Interest Received	Tax Exempt		
	Taxable		

Portfolio Value

CASH, CASH SWEEP & MONEY MKT FDS 10%

Quantity	Description	Transaction Total	Market Price	Market Value	Estimated Annual Income
	WELLS FARGO CASH SWEEP FDIC INSURED Average Yield 08%	$257,349 70		$257,349 70	
	Cash, Cash Sweep & Money Mkt Fds Subtotal	**$257,349 70**		**$257,349.70**	

MUTUAL FUNDS 13%

Quantity	Description	Symbol	Transaction Price	Transaction Total	Market Price	Market Value	Gain/ (Loss)	Estimated Annual Income
34,364 235	WELLS FARGO FDS TR WEALTHBUILDER GRWTH BAL PORT	WBGBX	$9 005	$309,453 33	$9 89	$339,862 28	$30,408 95	$6,907
	Mutual Funds Subtotal			**$309,453 33**		**$339,862.28**	**$30,408 95**	**$6,907**

Portfolio Value (continued)

CORPORATE FIXED INCOME 4%

Quantity	Description	CUSIP/ Security No	Transaction Price	Transaction Total	Estimated Market Price	Accrued Interest	Estimated Market Value	Gain/ (Loss)	Estimated Annual Income
82,000	PHARMACIA CORP DEBENTURE SEMI CPN 6 750% **DUE 12/15/27** DTD 12/19/97 FC 06/15/98 Moodys A1 S&P. AA	71713UAT9	$119 7219	$98,171 98	$110 384	$246 00	$90,514 88	($7,657 10)	$5,535
82,000	Corporate Fixed Income Subtotal			$98,171.98		$246 00	$90,514.88	($7,657.10)	$5,535

GOVERNMENT SECURITIES 19%

Quantity	Description	CUSIP/ Security No	Transaction Price	Transaction Total/ *Adj Cost Basis*	Estimated Market Price	Accrued Interest	Estimated Market Value	Gain/ (Loss)	Estimated Annual Income
100,000	FEDL HOME LOAN BANK BOND B/E CPN 4 625% **DUE 09/11/20** DTD 09/01/05 FC 03/11/06	3133XD4P3	$103 3385	$103,338 50	$99 604	$1,413 19	$99,604 00	($3,734 50)	$4,625
100,000	FEDL NATL MTG ASSN NOTE B/E CPN 5 650% **DUE 05/17/22** DTD 05/17/07 FC 11/17/07 CALL 05/17/10 @ 100 000	31398ABD3	104 8805	104,880 50	102 127	690 56	102,127 00	(2,753 50)	5,650
100,000	FEDL FARM CREDIT BANK BOND B/E CPN 5 875% **DUE 06/26/23** DTD 06/26/08 FC 12/26/08 CALL 06/26/13 @ 100 000	31331YZ29	107 2585	107,258 50	100 286	81 60	100,286 00	(6,972 50)	5,875
100,000	FEDL HOME LOAN BANK BOND B/E CPN 5 125% **DUE 03/14/36** DTD 03/07/06 FC 09/14/06	3133XEXR5	103 1922	103,192 20	97 252	1,523 26	97,252 00	(5,940 20)	5,125
100,000	FEDL NATL MTG ASSN INVESTMENT NOTE B/E SEMI SURVIVOR OPTION CPN 5 500% **DUE 02/05/38** DTD 02/08/08 FC 08/05/08 CALL 02/05/09 @ 100 000	3135A1CT2	100 0062	100,006 20	90 296	2,230.56	90,296 00	(9,710 20)	5,500
500,000	Government Securities Subtotal			$518,675.90		$5,939.17	$489,565 00	($29,110.90)	$26,775

Portfolio Value (continued)

UNIT INVESTMENT TRUSTS 5%

Quantity	Description	CUSIP	Transaction Price	Transaction Total	Market Price	Market Value	Gain/ (Loss)	Estimated Annual Income
100	ADVISORS DISCIPLINED TR UNIT 376 BUILD AMERICA BOND PORT SER 1 CASH	00768A125	$996 555	$99,655 50	$951 31	$95,131 00	($4,524 50)	$5,772
30	INSURED MUNS INCOME TRUST UNIT 488 MONTHLY CASH	45809T385	994 3866	29,831 60	914 45	27,433 50	322 00	1,394
	Unit Investment Trusts Subtotal			**$129,487.10**		**$122,564 50**	**($4,202 50)**	**$7,166**

CERTIFICATES OF DEPOSIT 49%

Quantity	Description	CUSIP/ Security No	Transaction Price	Transaction Total	Estimated Market Price	Accrued Interest	Estimated Market Value	Gain/ (Loss)	Estimated Annual Income
[a] • 100,000	WELLS FARGO BANK N A 1 5 YR SPX ABSOLUTE CD FDIC ACT/365 ZERO CPN 0 000% **DUE 02/08/10** DTD 08/07/08	949748JC2	$100 0065	$100,006.50	$99 6488	$0.00	$99,648 80	($357 70)	
100,000	SECURITY STATE BANK IRON RIVER WI CTF DEP FDIC ACT/365 MONTHLY CPN 1 050% **DUE 05/21/10** DTD 05/22/09 FC 06/22/09	81489VCA7	100 0065	100,006 50	100 00	25 89	100,000 00	(6 50)	1,050
[a] 50,000	WELLS FARGO BANK N A LINKED S&P 500 INDEX CD FDIC ACT/365 ZERO CPN 0 000% **DUE 11/08/10** DTD 11/07/08	949748KZ9	100 013	50,006 50	103 266	0 00	51,633 00	1,626 50	
[a] 50,000	WELLS FARGO BANK N A LINKED S&P 500 INDEX CD FDIC ACT/365 ZERO CPN 0 000% **DUE 12/07/10** DTD 12/03/08	949748LQ8	100 00	50,000 00	103 1577	0 00	51,578 85	1,578 85	
100,000	GOLDMAN SACHS BANK USA NEW YORK NY CTF DEP FDIC ACT/365 SEMI CPN 2 600% **DUE 01/14/11** DTD 01/14/09 FC 07/14/09	381426YR0	100 0065	100,006 50	101 386	1,210 96	101,386 00	1,379 50	2,600

Portfolio Value (continued)

CERTIFICATES OF DEPOSIT (continued) 49%

Quantity	Description	CUSIP/ Security No	Transaction Price	Transaction Total	Estimated Market Price	Accrued Interest	Estimated Market Value	Gain/ (Loss)	Estimated Annual Income
100,000	RIVERSIDE BANK POUGHKEEPSIE NY CTF DEP FDIC ACT/365 MONTHLY CPN 2 500% DUE 01/14/11 DTD 01/14/09 FC 02/14/09	76883PAC0	100 0065	100,006 50	101 29	116 44	101,290 00	1,283 50	2,500
a 50,000	WELLS FARGO BANK N A S&P 500 BARR REBATE MLCD FDIC ACT/365 ZERO CPN 0 000% DUE 02/07/11 DTD 02/06/09	949748NA1	100 00	50,000 00	99 8375	0 00	49,918 75	(81 25)	
100,000	CAPMARK BANK MIDVALE UT CTF DEP FDIC ACT/365 SEMI CPN 2 450% DUE 03/18/11 DTD 03/18/09 FC 09/18/09	140653N93	100 0065	100,006 50	101 255	698 08	101,255 00	1,248 50	2,450
100,000	GE CAPITAL FINANCE INC HOLLADAY UT CTF DEP FDIC ACT/365 SEMI CPN 2 500% DUE 05/20/11 DTD 05/20/09 FC 11/20/09	36160WHZ5	100 0065	100,006 50	101 284	280 82	101,284 00	1,277 50	2,500
a 50,000	WELLS FARGO BANK N A S&P 500 LINKED CD FDIC ACT/365 ZERO CPN 0 000% DUE 06/07/11 DTD 06/05/09	949748RN9	100 00	50,000 00	99 3477	0 00	49,673 85	(326 15)	
100,000	CIT BANK SALT LAKE CITY UT CD FDIC ACT/365 SEMI CPN 3 000% DUE 03/19/12 DTD 03/18/09 FC 09/18/09	17284P2U8	100 0065	100,006 50	101 467	854 80	101,467 00	1,460 50	3,000
100,000	CIT BANK SALT LAKE CITY UT CD FDIC ACT/365 SEMI CLLB CPN 3 050% DUE 07/02/12 DTD 07/01/09 FC 01/01/10 CALL 01/01/10 @ 100 000	17284AHE1	100 1045	100,104 50	100 59	1,529 18	100,590 00	485 50	3,050
a 50,000	WELLS FARGO BANK N A S&P 500 LINKED CD FDIC ACT/365 ZERO CPN 0 000% DUE 12/07/12 DTD 06/05/09	949748RS8	100.00	50,000 00	101 4172	0 00	50,708 60	708 60	

CERTIFICATES OF DEPOSIT (continued) 49%

Quantity	Description	CUSIP/ Security No	Transaction Price	Transaction Total	Estimated Market Price	Accrued Interest	Estimated Market Value	Gain/ (Loss)	Estimated Annual Income
50,000	WELLS FARGO BANK NA LNK BRIC CURRENCIES CD FDIC ACT/365 ZERO CPN 0 000% DUE 03/08/13 DTD 09/08/09	949748TW7	100 00	50,000 00	99 75	0 00	49,875 00	(125 00)	
50,000	WELLS FARGO BANK NA LNK BANC CURRENCIES CD FDIC ACT/365 ZERO CPN 0 000% DUE 03/08/13 DTD 09/08/09	949748UJ4	100.00	50,000 00	100 5147	0 00	50,257 35	257 35	
* 50,000	WELLS FARGO BANK N A PRIME RATE MLCD FDIC ACT/365 ZERO CPN 0 000% DUE 06/07/13 DTD 06/05/09	949748RU3	100 00	50,000 00	98 3192	0 00	49,159 60	(840 40)	
50,000	WELLS FARGO BANK NA BNP SPECTRUM LINKED CD FDIC ACT/365 ZERO CPN 0 000% DUE 05/07/14 DTD 11/06/09	94986TAJ6	100 013	50,006.50	94 7851	0 00	47,392 55	(2,613 95)	
1,250,000	**Certificates of Deposit Subtotal**			**$1,250,163 00**		**$4,716.17**	**$1,257,118.35**	**$6,955 35**	**$17,150**

***Denotes Certificate of Deposit with a maturity date in the next 60 days Please contact us for further investment opportunities or any assistance**

Brokered Certificates of Deposit are FDIC insured up to applicable limits.
"The market value of your Brokered Certificate of Deposit ("CD") holding(s) shown above reflect the estimated market value of the CD(s) and is based on information provided by one or more market data resources If the market value listed appears as "N/A", no estimated market value was available at the time this statement was prepared If no estimated market value is available, your CD(s) will be treated as "unpriced" and will not be reflected in the total account value reported on your statement This market value reporting does not affect the maturity (face) value of your CD The actual value of the CD(s) may differ if you elect to sell the CD(s) in the secondary market prior to maturity The market value may be more or less than the maturity value of your CD **The maturity value of your CD can be found under the "Quantity" column above** "

* The market value of each Market-Linked Certificate of Deposit ("MLCD") shown above represents our estimate of the market value of the MLCD as of the close of business on the date shown We determined the market value by means of a mathematical model that calculates the present value of the anticipated cash flows from the MLCD based on various factors we considered relevant, including market data and assumptions, our internal hedging procedures, transaction and administrative costs and fees involved in issuing and maintaining the MLCD, and changes in interest rates, referenced indices and other relevant items We are not responsible for the accuracy of the model, data or assumptions we used in determining the market value, and advise you that changes to this model or these data or assumptions would yield different market values The market value shown above also may not reflect any adjustments that we may make to the model in valuing the MLCD on our books

YOU SHOULD BE AWARE THAT IN THE FIRST SIX MONTHS AFTER YOUR MLCD IS PURCHASED BY YOU, ITS MARKET VALUE WILL USUALLY BE LESS THAN THE AMOUNT SHOWN AS "TRANSACTION TOTAL" BECAUSE THE MARKET VALUE REFLECTS THE BANK'S AND WFI'S INTERNAL FEES AND COSTS OF THE SALE OF THE MLCD TO YOU THEREAFTER, ITS MARKET VALUE MAY FROM TIME TO TIME PRIOR TO ITS SCHEDULED MATURITY DATE BE LESS OR MORE THAN THE TRANSACTION TOTAL.

IF YOU WERE TO ASK US TO PURCHASE THE MLCD BEFORE ITS SCHEDULED MATURITY DATE, THE AMOUNT AT WHICH WE MIGHT BE WILLING TO DO SO (ALTHOUGH WE WOULD BE UNDER NO OBLIGATION TO DO SO) MIGHT BE SIGNIFICANTLY LESS FAVORABLE TO YOU THAN THE MARKET VALUE SHOWN ABOVE OR FROM TIME TO TIME

Portfolio Value (continued)

	Transaction Total	Total Accrued Interest	Total Market Value	Gain/ (Loss)	Total Estimated Annual Income
TOTAL PORTFOLIO VALUE	$2,563,301.01	$10,901.34	$2,556,974.71	($3,606.20)	$63,533

Activity Details

PURCHASES AND SALES & SWEEPS

SETTLED TRADES & SWEEPS

Trade Date	As Of Date	Description	Symbol/ CUSIP	Settle Date	Activity	Accrued Interest	Quantity	Price	Amount
12/08/09	12/08/09	WELLS FARGO CASH SWEEP FDIC INSURED	09999361	12/08/09	SWEEP				($168 75)
12/15/09	12/15/09	WELLS FARGO CASH SWEEP FDIC INSURED	09999361	12/15/09	SWEEP				(205 48)
12/16/09	12/16/09	WELLS FARGO CASH SWEEP FDIC INSURED	09999361	12/16/09	SWEEP				(2,767 50)
12/23/09	12/23/09	WELLS FARGO CASH SWEEP FDIC INSURED	09999361	12/23/09	SWEEP				(86 30)
12/24/09	12/24/09	WELLS FARGO CASH SWEEP FDIC INSURED	09999361	12/24/09	SWEEP				(100,197 26)
12/29/09	12/29/09	WELLS FARGO CASH SWEEP FDIC INSURED	09999361	12/29/09	SWEEP				(5,963 80)
12/31/09	12/31/09	WELLS FARGO CASH SWEEP FDIC INSURED	09999361	12/31/09	REINVEST INT				(11 96)
	TOTAL								($109,401.05)

INCOME

WELLS FARGO CASH SWEEP & MONEY MARKET FUNDS

Date	Description		Activity	Amount
12/31/09	WELLS FARGO CASH SWEEP 08% 31 DAY AVG YIELD	FDIC INSURED PERIOD ENDING 12/31/09	INTEREST	$11 96
	TOTAL			$11.96

CORPORATE FIXED INCOME

Date	Description		CUSIP	Activity	Amount
12/15/09	PHARMACIA CORP	DEBENTURE SEMI	71713UAT9	INTEREST	$2,767 50
	TOTAL				$2,767.50

Activity Details (continued)

INCOME (continued)

GOVERNMENT SECURITIES

Date	Description		CUSIP	Activity	Amount
12/28/09	FEDL FARM CREDIT BANK	BOND B/E	31331YZ29	INTEREST	$2,937 50
	TOTAL				$2,937.50

UNIT INVESTMENT TRUSTS

Date	Description		Activity	Amount
12/28/09	ADVISORS DISCIPLINED TR	UNIT 376 BUILD AMERICA	INTEREST	$482 00
12/28/09	INSURED MUNS INCOME	TRUST UNIT 488 MONTHLY	INTEREST	113 70
	TOTAL			$595.70

CERTIFICATE OF DEPOSIT

Date	Description		CUSIP	Activity	Amount
12/07/09	WELLS FARGO BANK N A	PRIME RATE MLCD	949748RU3	INTEREST	$168 75
12/14/09	RIVERSIDE BANK	POUGHKEEPSIE NY CTF DEP	76883PAC0	INTEREST	205 48
12/22/09	SECURITY STATE BANK	IRON RIVER WI CTF DEP	81489VCA7	INTEREST	86.30
12/23/09	MIDFIRST BANK	OKLAHOMA CITY OK CTF DEP	59740JBH1	INTEREST	197.26
	TOTAL				$657.79

PRINCIPAL PAYMENTS AND RETURN OF CAPITAL

Date	Description		CUSIP	Activity	Amount
12/28/09	INSURED MUNS INCOME	TRUST UNIT 488 MONTHLY	45809T385	PRINCIPAL	$2,430 60
	TOTAL				$2,430.60

MISCELLANEOUS TRANSACTIONS

Transaction Date	Description		Symbol/ CUSIP	Activity	Quantity	Credit	Debit
12/23/09	MIDFIRST BANK FDIC ACT/365 MNTHLY CLLB DTD 09/23/09 FC 10/23/09	OKLAHOMA CITY OK CTF DEP CPN 2 400% DUE 09/24/12 CALL 01/23/10 @ 100 000	59740JBH1	REDEMPTION	(100,000)	$100,000 00	

Cash Flow Analysis

CHRONOLOGICAL TRANSACTION SUMMARY

Date	As Of Date	Description	Activity	Quantity	Price	Debit	Credit	Balance
		Beginning Cash Balance						$0 00
12/07/09	12/07/09	WELLS FARGO BANK N A	INTEREST				$168 75	$168 75
12/08/09	12/08/09	WELLS FARGO CASH SWEEP	SWEEP			(168 75)		0 00
12/14/09	12/14/09	RIVERSIDE BANK	INTEREST				205 48	205 48
12/15/09	12/15/09	PHARMACIA CORP	INTEREST				2,767 50	2,972.98
12/15/09	12/15/09	WELLS FARGO CASH SWEEP	SWEEP			(205 48)		2,767.50
12/16/09	12/16/09	WELLS FARGO CASH SWEEP	SWEEP			(2,767 50)		0 00
12/22/09	12/22/09	SECURITY STATE BANK	INTEREST				86.30	86 30
12/23/09	12/23/09	MIDFIRST BANK	INTEREST				197 26	283 56
12/23/09	12/23/09	MIDFIRST BANK	REDEMPTION	(100,000)			100,000 00	100,283 56
12/23/09	12/23/09	WELLS FARGO CASH SWEEP	SWEEP			(86 30)		100,197 26
12/24/09	12/24/09	WELLS FARGO CASH SWEEP	SWEEP			(100,197 26)		0 00
12/28/09	12/25/09	ADVISORS DISCIPLINED TR	INTEREST				482 00	482 00
12/28/09	12/26/09	FEDL FARM CREDIT BANK	INTEREST				2,937 50	3,419 50
12/28/09	12/25/09	INSURED MUNS INCOME	PRINCIPAL				2,430.60	5,850 10
12/28/09	12/25/09	INSURED MUNS INCOME	INTEREST				113 70	5,963 80
12/29/09	12/29/09	WELLS FARGO CASH SWEEP	SWEEP			(5,963 80)		0 00
12/31/09	12/31/09	WELLS FARGO CASH SWEEP	INTEREST				11 96	11 96
12/31/09	12/31/09	WELLS FARGO CASH SWEEP	REINVEST INT			(11 96)		0 00
		Ending Cash Balance						$0 00

Realized Gains (Losses)

Quantity	Description	Date Acquired	Date Sold	Short/ Long Term	Purchase Price	Sale Price	Cost Basis	Sale Proceeds	Realized Gains/(Losses)
100,000	MIDFIRST BANK	09/16/09	12/23/09	Short	$100 00	$100 00	$100,006 50	$100,000 00	($6 50)
	TOTAL						$100,006.50	$100,000 00	($6 50)