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 , and ending

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

Use the IRS label. Otherwise, print or type. See Specific Instructions.

Name of foundation: PETERSON FAMILY FOUNDATION INC

Number and street (or P O box number if mail is not delivered to street address): 9339 PRIORITY WAY W. DRIVE — Room/suite: 100

City or town, state, and ZIP code: INDIANAPOLIS, IN 46240

A Employer identification number: 35-2058989

B Telephone number: 317-805-1100

C If exemption application is pending, check here ▶[ ]

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

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

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

H Check type of organization: [X] 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) ▶$ 1,410,611.

J Accounting method: [X] Cash [ ] Accrual [ ] Other (specify) (Part I, column (d) must be on cash basis.)

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a).)

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc., received			N/A	
	2 Check ▶ [X] if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	58,443.	58,443.		STATEMENT 1
	4 Dividends and interest from securities	4,369.	4,369.		STATEMENT 2
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	4,449.			
	b Gross sales price for all assets on line 6a 2,515,190.				
	7 Capital gain net income (from Part IV, line 2)		4,449.		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss)				
	11 Other income				
	12 Total. Add lines 1 through 11	67,261.	67,261.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	0.	0.		0.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees				
	b Accounting fees STMT 3	4,900.	0.		4,900.
	c Other professional fees				
	17 Interest	19,003.	19,003.		0.
	18 Taxes STMT 4	71.	71.		0.
	19 Depreciation and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses STMT 5	20,054.	19,641.		413.
	24 Total operating and administrative expenses. Add lines 13 through 23	44,028.	38,715.		5,313.
	25 Contributions, gifts, grants paid	85,000.			85,000.
	26 Total expenses and disbursements. Add lines 24 and 25	129,028.	38,715.		90,313.
	27 Subtract line 26 from line 12:				
	a Excess of revenue over expenses and disbursements	-61,767.			
	b Net investment income (if negative, enter -0-)		28,546.		
	c Adjusted net income (if negative, enter -0-)			N/A	

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Part II Balance Sheets (Attached schedules and amounts in the description column should be for end-of-year amounts only)	Beginning of year (a) Book Value	End of year (b) Book Value	(c) Fair Market Value
Assets			
1 Cash - non-interest-bearing	124,084.	62,422.	62,422.
2 Savings and temporary cash investments	40,726.		
3 Accounts receivable ▶			
Less: allowance for doubtful accounts ▶			
4 Pledges receivable ▶			
Less: allowance for doubtful accounts ▶			
5 Grants receivable			
6 Receivables due from officers, directors, trustees, and other disqualified persons			
7 Other notes and loans receivable ▶			
Less: allowance for doubtful accounts ▶			
8 Inventories for sale or use			
9 Prepaid expenses and deferred charges			
10a Investments - U.S. and state government obligations STMT 6	645,849.	219,152.	212,614.
b Investments - corporate stock STMT 7	266,859.	475,842.	475,917.
c Investments - corporate bonds STMT 8	396,706.	655,041.	659,658.
11 Investments - land, buildings, and equipment: basis ▶			
Less accumulated depreciation ▶			
12 Investments - mortgage loans			
13 Investments - other			
14 Land, buildings, and equipment: basis ▶			
Less accumulated depreciation ▶			
15 Other assets (describe ▶)			
16 **Total assets** (to be completed by all filers)	1,474,224.	1,412,457.	1,410,611.
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			
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			
25 Temporarily restricted			
26 Permanently restricted			
Foundations that do not follow SFAS 117, check here ▶ ☒ and complete lines 27 through 31.			
27 Capital stock, trust principal, or current funds	0.	0.	
28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
29 Retained earnings, accumulated income, endowment, or other funds	1,474,224.	1,412,457.	
30 **Total net assets or fund balances**	1,474,224.	1,412,457.	
31 **Total liabilities and net assets/fund balances**	1,474,224.	1,412,457.	

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	1,474,224.
2 Enter amount from Part I, line 27a	2	-61,767.
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	1,412,457.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	1,412,457.

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	MORGAN STANLEY ST (SEE ATTACHED)	P	VARIOUS	VARIOUS
b	MORGAN STANLEY LT (SEE ATTACHED)	P	VARIOUS	VARIOUS
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	1,879,115.		1,850,345.	28,770.
b	636,075.		660,396.	-24,321.
c				
d				
e				

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

	(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	(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
a				28,770.
b				-24,321.
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 — 4,449.

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8 — 3 — N/A

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☒ No

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

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2008	91,276.	1,575,810.	.057923
2007	95,427.	1,639,186.	.058216
2006	87,000.	1,934,826.	.044965
2005	59,000.	1,778,897.	.033167
2004	80,000.	1,669,714.	.047912

2	Total of line 1, column (d)	2	.242183
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	.048437
4	Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	1,412,013.
5	Multiply line 4 by line 3	5	68,394.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	285.
7	Add lines 5 and 6	7	68,679.
8	Enter qualifying distributions from Part XII, line 4	8	90,313.

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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1. Date of ruling or determination letter: ______ (attach copy of letter if necessary-see instructions)			
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ [X] and enter 1% of Part I, line 27b		1	285.
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	285.
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	285.
6	Credits/Payments:			
a	2009 estimated tax payments and 2008 overpayment credited to 2009	6a 859.		
b	Exempt foreign organizations - tax withheld at source	6b		
c	Tax paid with application for extension of time to file (Form 8868)	6c		
d	Backup withholding erroneously withheld	6d		
7	Total credits and payments. Add lines 6a through 6d		7	859.
8	Enter any **penalty** for underpayment of estimated tax. Check here ☐ if Form 2220 is attached		8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶		9	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶		10	574.
11	Enter the amount of line 10 to be: **Credited to 2010 estimated tax** ▶ 574. **Refunded** ▶		11	0.

Part VII-A Statements Regarding Activities

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see 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
4a	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? N/A	4b		
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 year? *If "Yes," complete Part II, col. (c), and Part XV.*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ IN			
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 the tax year? If "Yes," attach a schedule listing their names and addresses	10		X

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Part VII-A Statements Regarding Activities *(continued)*

			Yes	No
11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	

Website address ▶ N/A

14 The books are in care of ▶ JOANN TIPTON Telephone no. ▶317-805-1100

Located at ▶9339 PRIORITY WAY WEST DRIVE, STE 100, INDPLS, IN ZIP+4 ▶46240

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here ▶ ☐

and enter the amount of tax-exempt interest received or accrued during the year ▶ 15 N/A

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.		Yes	No
1a During the year did the foundation (either directly or indirectly):			
(1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ Yes ☒ No			
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No			
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☒ No			
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☒ No			
(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☒ No			
(6) Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.) ☐ Yes ☒ No			
b If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 20 of the instructions)? N/A	1b		
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 ▶ ____, ____, ____, ____			
b Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement - see instructions.) N/A	2b		
c If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here.			
▶ ____, ____, ____, ____			
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ Yes ☒ No			
b If "Yes," did it have excess business holdings in 2009 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969; **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2009.)* N/A	3b		
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2009?	4b		X

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)? ☐ 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)? N/A | 5b |

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? N/A | 7b |

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation.

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
HOWARD C PETERSON 1299 N. TAMIAMI TRAIL, UNIT 1027 S. SARASOTA, FL 342362471	PRESIDENT 5.00	0.	0.	0.
DOLORES M PETERSON 1299 N. TAMIAMI TRAIL, UNIT 1027 S. SARASOTA, FL 342362471	VICE PRESIDENT 5.00	0.	0.	0.
CELESTE F STILLER 9255 KERWOOD DRIVE INDIANAPOLIS, IN 46240	SECRETARY/TREASURER 5.00	0.	0.	0.

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

(a) Name and address of each employee paid more than $50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
NONE				

Total number of other employees paid over $50,000 ▶ 0

Part VIII **Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors** *(continued)*

3 Five highest-paid independent contractors for professional services. If none, enter "NONE."

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

Part IX-A **Summary of Direct Charitable Activities**

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.	Expenses
1 N/A	
2	
3	
4	

Part IX-B **Summary of Program-Related Investments**

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

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	1,232,707.
b	Average of monthly cash balances	1b	200,809.
c	Fair market value of all other assets	1c	
d	Total (add lines 1a, b, and c)	1d	1,433,516.
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	1,433,516.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	21,503.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,412,013.
6	**Minimum investment return.** Enter 5% of line 5	6	70,601.

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	70,601.
2a	Tax on investment income for 2009 from Part VI, line 5 — 2a 285.		
b	Income tax for 2009. (This does not include the tax from Part VI.) — 2b		
c	Add lines 2a and 2b	2c	285.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	70,316.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	70,316.
6	Deduction from distributable amount (see instructions)	6	0.
7	**Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	70,316.

Part XII Qualifying Distributions (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
a	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	1a	90,313.
b	Program-related investments - total from Part IX-B	1b	0.
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	90,313.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	285.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	90,028.

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				70,316.
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			67,396.	
b Total for prior years: ______ , ______ , ______		0.		
3 Excess distributions carryover, if any, to 2009:				
a From 2004				
b From 2005				
c From 2006				
d From 2007				
e From 2008				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2009 from Part XII, line 4: ▶ $ 90,313.				
a Applied to 2008, but not more than line 2a			67,396.	
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				22,917.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a).)	0.			0.
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	0.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				47,399.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007				
d Excess from 2008				
e Excess from 2009				

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

	Tax year	Prior 3 years			
	(a) 2009	(b) 2008	(c) 2007	(d) 2006	(e) Total
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					
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 of exempt activities					
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 minimum 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).)

SEE STATEMENT 9

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest.

NONE

2 **Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:**

Check here ▶ [X] 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				
CHILD/FAMILY/SCHOOL 9339 PRIORITY WAY #100 INDIANAPOLIS, IN 46240	NONE	PUBLIC CHARITY	EDUCATION FUND	5,000.
COMM FOUNDA OF SOUTHERN WISCONSIN, INC. 26 S. JACKSON ST. JANESVILLE, WI 53548	NONE	PUBLIC CHARITY	SCHOLARSHIP FUND	30,000.
CONCORDIA THEOLOGICAL SEMINARY 6600 N. CLINTON STREET FT WAYNE, IN 46825	NONE	PUBLIC CHARITY	SCHOLARSHIP FUND	30,000.
GENNESARET FREE CLINICS 615 N. ALABAMA ST., SUITE B INDIANAPOLIS, IN 46204	NONE	PUBLIC CHARITY	GENERAL FUND	10,000.
LUTHERAN CHILD & FAMILY SERVICES 7049 E. 10TH ST. INDIANAPOLIS, IN 46219	NONE	PUBLIC CHARITY	GENERAL FUND	5,000.
HUMAN TOUCH CONSORTIUM 10713 BIRCH TREE LANE INDIANAPOLIS, IN 46236	NONE	PUBLIC CHARITY	GENERAL FUND	5,000.
Total			▶ 3a	85,000.
b Approved for future payment				
NONE				
Total			▶ 3b	0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income (a) Business code	Unrelated business income (b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	Excluded by section 512, 513, or 514 (d) Amount	(e) Related or exempt function income
1 Program service revenue:					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	58,443.	
4 Dividends and interest from securities			14	4,369.	
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			18	4,449.	
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.		67,261.	0.

13 Total. Add line 12, columns (b), (d), and (e) . . . . 13 67,261.

(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).

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
		N/A	

2a 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
N/A		

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

Celeste F. Steller 11/15/10 Secretary/Treasurer

Signature of officer or trustee | Date | Title

Paid Preparer's Use Only

Preparer's signature: Janice H. Goff, CPA	Date: 11-15-10	Check if self-employed ☐	Preparer's identifying number
Firm's name (or yours if self-employed), address, and ZIP code: CLIFTON GUNDERSON LLP 9339 PRIORITY WAY W DR #200 INDIANAPOLIS, IN 46240		EIN	
		Phone no. (317) 574-9100	

923622
02-02-10

REALIZED GAIN/(LOSS) DETAIL

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
AGRIUM INC	02/12/09	04/28/09	500.000	$20,045.28	$18,581.25	$1,464.03	
BURLINGTON NO SANTA FE CP	09/25/08	03/02/09	200.000	11,027.35	19,679.60	(8,652.25)	A
CHESAPEAKE ENERGY COR 28.000 NOV C	10/26/09	10/26/09	15 000	899.97	825.00	74.97	
CHESAPEAKE ENERGY COR 29.000 NOV C	10/26/09	10/02/09	15.000	1,574.95	600.00	974.95	
CHESAPEAKE ENERGY COR 29.000 OCT C	10/02/09	09/23/09	15.000	1,962.54	435.00	1,527.54	
CHESAPEAKE ENERGY CORP	09/23/09	10/26/09	1,500.000	38,739.35	43,474.35	(4,735.00)	
CHEVRON CORP	10/09/09	10/30/09	300.000	22,788.58	21,776.43	1,012.15	
CHEVRON CORP 75.000 NOV C	10/30/09	10/09/09	-3.000	359.99	765.00	(405.01)	
CONOCOPHILLIPS	02/11/09	03/02/09	300.000	10,654.98	13,872.00	(3,217.02)	
FFCB 4.550 4-14-15	04/07/08	04/14/09	50,000.000	50,000.00	49,950.00	50.00	A
FFCB 5 7/8 8-16-21	06/16/08	10/23/09	80,000.000	85,700.00	81,414.07	4,285.93	A
FFCB 5.850 3-16-16	10/22/08	03/16/09	50,000.000	50,000.00	49,975.00	25.00	A
	10/22/08	03/16/09	25,000.000	25,000.00	24,987.50	12.50	A
FIRST ST BK CD 4.800 2-17-09	01/02/07	02/17/09	40,000.000	40,000.00	40,000.00	0.00	A
GILEAD SCIENCE	02/10/09	10/30/09	400.000	17,107.64	20,416.00	(3,308.36)	
	02/10/09	10/30/09	200.000	8,553.82	9,878.46	(1,324.64)	
	03/31/09	10/30/09	100.000	4,276.91	4,659.84	(382.93)	
	04/09/09	10/30/09	300.000	12,830.73	14,295.00	(1,464.27)	

CONTINUED

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description		Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
		05/18/09	10/30/09	500.000	21,384.55	21,563.50	(178.95)	
		08/17/09	10/30/09	500.000	21,384.55	22,349.80	(965.25)	
GILEAD SCIENCE	45.000 DEC C	10/30/09	10/26/09	20.000	2,399.93	2,100.00	299.93	
GILEAD SCIENCE	47.000 DEC C	10/26/09	10/22/09	20.000	1,899.95	1,500.00	399.95	
GILEAD SCIENCE	47.000 OCT C	09/29/09	08/31/09	5.000	549.98	447.50	102.48	
GILEAD SCIENCE	47.000 SEP C	08/31/09	08/17/09	5.000	299.99	175.00	124.99	
GILEAD SCIENCE	47.500 NOV C	10/22/09	09/29/09	5.000	824.97	200.00	624.97	
		10/22/09	10/07/09	15.000	1,724.95	600.00	1,124.95	
GILEAD SCIENCE	48.000 OCT C	09/23/09	08/27/09	15.000	1,499.96	900.00	599.96	
GILEAD SCIENCE	48.000 SEP C	08/27/09	08/06/09	15.000	1,799.95	525.00	1,274.95	
GILEAD SCIENCE	49.000 NOV C	10/07/09	09/23/09	15.000	1,724.95	1,200.00	524.95	
GILEAD SCIENCE	50.000 AUG C	08/06/09	06/30/09	15.000	1,499.96	375.00	1,124.96	
GILEAD SCIENCE	50.000 JUL C	06/30/09	05/18/09	10.000	456.49	300.00	156.49	
		06/30/09	05/18/09	5.000	199.99	150.00	49.99	
GILEAD SCIENCE	50.000 JUN C	05/18/09	05/05/09	10.000	559.98	140.00	419.98	
GOLDCORP INC		10/13/08	03/19/09	1,000.000	33,724.01	24,600.00	9,124.01	A
		10/13/08	03/19/09	1,000.000	33,724.01	24,600.00	9,124.01	A
		10/13/08	03/19/09	1,000.000	33,724.01	24,287.00	9,437.01	A
		04/02/09	06/01/09	2,000.000	76,547.63	66,296.80	10,250.83	
		04/03/09	06/01/09	500.000	19,136.91	15,814.20	3,322.71	
		06/02/09	10/30/09	1,000.000	35,639.98	37,422.90	(1,782.92)	
		06/03/09	10/30/09	500.000	17,819.99	18,889.95	(1,069.96)	
		06/12/09	10/30/09	500.000	17,819.99	17,528.00	291.99	
		06/22/09	10/30/09	400.000	14,255.99	13,194.48	1,061.51	
		09/04/09	10/30/09	600.000	21,383.99	24,687.90	(3,303.91)	
		09/29/09	10/30/09	1,000.000	35,639.98	39,898.00	(4,258.02)	
GOLDCORP INC	32.000 JUN C	06/01/09	05/05/09	25.000	3,624.90	16,282.50	(12,657.60)	
GOLDCORP INC	37.000 JUN C	06/22/09	06/02/09	10.000	1,749.95	0.00	1,749.95	
GOLDCORP INC	37 500 JUL C	06/30/09	06/24/09	24.000	2,039.94	960.00	1,079.94	
GOLDCORP INC	38.000 AUG C	07/08/09	06/30/09	24.000	3,128.79	1,800.00	1,328.79	
GOLDCORP INC	38.000 JUN C	06/22/09	06/03/09	5.000	774.98	0.00	774.98	
GOLDCORP INC	39.000 OCT C	09/30/09	07/13/09	24.000	2,999.92	5,880.00	(2,880.08)	
GOLDCORP INC	40.000 NOV C	10/23/09	09/30/09	24.000	7,439.80	4,924.32	2,515.48	
GOLDCORP INC	41.000 DEC C	10/27/09	10/23/09	24.000	5,759.85	3,120.00	2,639.85	
		10/27/09	10/26/09	16.000	2,399.93	2,080.00	319.93	
GOLDCORP INC	41.000 NOV C	10/23/09	09/29/09	16.000	3,839.90	2,400.00	1,439.90	
		10/30/09	10/29/09	40.000	2,599.93	1,398.00	1,201.93	
GOLDCORP INC	41.000 OCT C	09/29/09	09/18/09	6.000	1,289.96	720.00	569.96	

CONTINUED

MorganStanley
SmithBarney

Activity

PETERSON FAMILY FOUNDATION INC
ATTN: JOANN TIPTON

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)		Comments
	09/29/09	09/29/09	10.000	1,149.97	1,200.00	(50.03)		
GOLDCORP INC 41.000 SEP C	09/18/09	09/04/09	6.000	989.97	240.00	749.97		
GOLDCORP INC 42.000 DEC C	10/26/09	10/23/09	16.000	2,959.92	2,080.00	879.92		
IBM CORP 5 7/8 11-29-32	12/27/07	09/16/09	25,000.000	26,478.75	25,050.30	1,428.45	A	
ISHARES RUSSELL 1000 GR INDEX	04/30/09	06/19/09	500.000	20,399.46	19,582.30	817.16	M	
ISHARES TRUST DJ SELE 36.000 JUN C	06/22/09	05/18/09	8.000	599.98	0.00	599.98		
ISHARES TRUST DJ SELECT	04/30/09	06/22/09	800.000	28,288.79	28,290.08	(1.29)		
JOHNSON & JOHNSON	11/07/08	06/19/09	300.000	16,904.55	17,648.40	(743.85)	A	
	08/17/09	11/19/09	1,000.000	61,258.41	59,916.20	1,342.21	M	
JOHNSON & JOHNSON 60.000 OCT C	10/06/09	08/17/09	10.000	1,649.95	640.00	1,009.95		
JOY GLOBAL INC	08/25/09	10/16/09	500.000	21,551.94	20,376.90	1,175.04	M	
	08/25/09	10/16/09	200.000	8,620.78	8,135.48	485.30	M	
	09/01/09	10/16/09	300.000	12,931.16	11,813.79	1,117.37	M	
JOY GLOBAL INC 41.000 SEP C	08/31/09	08/25/09	5.000	1,149.97	550.00	599.97		
	08/31/09	08/25/09	2.000	449.98	220.00	229.98		
MC DONALDS CORP 62.500 DEC C	12/17/09	12/07/09	4.000	227.99	60.00	167.99		
	12/17/09	12/08/09	3.000	65.99	45.00	20.99		
MERCK & CO INC 5.950 12-01-28	01/23/08	08/27/09	25,000.000	27,165.25	26,390.24	775.01	A	
MERCK & CO INC 6.300 1-01-26	12/20/07	08/27/09	50,000.000	55,333.50	52,813.21	2,520.29	A	
MICROSOFT CORP 2.950 6-01-14	09/14/09	11/13/09	35,000.000	35,730.49	35,562.54	167.95		
ML OIL SERVICE HOLDRS 90.000 JUL C	07/07/09	07/17/09		(123.78)	0.00	(123.78)		Cash in Lieu
ML OIL SERVICE HOLDRS 105.000 AUG C	08/17/09	07/28/09	5.000	1,581.06	285.00	1,296.06		
	08/17/09	07/28/09	1.000	334.99	57.00	277.99		
ML OIL SERVICE HOLDRS 105.000 SEP C	08/17/09	09/18/09		(123.78)	0.00	(123.78)		Cash In Lieu
ML OIL SERVICE HOLDRS 115.000 NOV C	11/18/09	11/02/09	4.000	2,099.94	4,080.00	(1,980.06)		
ML OIL SERVICE HOLDRS 115.000 OCT C	09/24/09	10/16/09		(61.89)	0.00	(61.89)		Cash in Lieu
ML OIL SERVICE HOLDRS 120.000 DEC C	12/07/09	11/18/09	4.000	3,159.91	504.00	2,655.91		
ML OIL SERVICE HOLDRS 120.000 NOV C	11/02/09	10/30/09	4.000	1,239.96	1,240.00	(0.04)		
ML OIL SERVICE HOLDRS 125.000 NOV C	10/30/09	10/29/09	4.000	1,399.96	709.28	690.68		
ML OIL SERVICE HOLDRS TRUST	07/07/09	07/17/09	500.000	46,552.97	45,191.15	1,361.82	M	
	07/07/09	07/17/09	100.000	9,310.59	9,032.40	278.19	M	
	07/28/09	09/18/09	500.000	53,853.61	51,653.10	2,200.51	M	
	07/28/09	09/18/09	100.000	10,770.72	10,387.20	383.52	M	
	09/24/09	10/16/09	300.000	35,879.07	34,547.16	1,331.91	M	
MONSANTO CO/NEW	04/29/08	10/26/09	100.000	7,142.82	11,126.00	(3,983.18)	A	
	05/09/08	10/26/09	100.000	7,142.82	11,885.60	(4,742.78)	A	
	05/19/08	10/26/09	100.000	7,142.82	12,516.47	(5,373.65)	A	
	07/22/08	10/26/09	100.000	7,142.82	11,667.60	(4,524.78)	A	

CONTINUED

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description		Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
		03/16/09	10/26/09	100.000	7,142.82	8,086.22	(943.40)	
		04/08/09	10/26/09	500.000	35,714.08	40,352.25	(4,638.17)	
		09/10/09	10/26/09	200.000	14,285.63	15,703.30	(1,417.67)	
		10/19/09	10/26/09	300.000	21,428.45	23,233.62	(1,805.17)	
MONSANTO CO/NEW	80.000 AUG C	08/21/09	07/02/09	10.000	1,249.96	3,500.00	(2,250.04)	
MONSANTO CO/NEW	80.000 DEC C	10/26/09	10/20/09	15.000	2,249.94	1,125.00	1,124.94	
MONSANTO CO/NEW	80.000 JUL C	07/02/09	06/25/09	10.000	1,027.37	250.00	777.37	
MONSANTO CO/NEW	80.000 NOV C	10/20/09	09/24/09	12.000	2,819.92	829.32	1,990.60	
		10/20/09	10/19/09	3.000	387.26	207.33	179.93	
MONSANTO CO/NEW	80.000 OCT C	09/24/09	09/10/09	10.000	3,209.92	1,150.00	2,059.92	
		09/24/09	09/10/09	2.000	589.98	230.00	359.98	
MONSANTO CO/NEW	80.000 SEP C	09/10/09	08/21/09	10.000	4,999.87	1,300.00	3,699.87	
MONSANTO CO/NEW	85.000 JUL C	06/24/09	06/24/09	10.000	699.98	650.00	49.98	
MONSANTO CO/NEW	85.000 JUN C	05/27/09	05/26/09	10.000	4,199.89	1,350.00	2,849.89	
		06/22/09	06/01/09	10.000	1,899.95	0.00	1,899.95	
MONSANTO CO/NEW	95.000 JUN C	05/26/09	05/18/09	10.000	1,399.96	800.00	599.96	
MONSANTO CO/NEW	95.000 MAY C	05/18/09	05/05/09	10.000	549.98	0.00	549.98	
NATIONAL OILWELL VARC	44.000 DEC C	12/18/09	11/19/09	6.000	899.97	60.00	839.97	
NATIONAL OILWELL VARC	45.000 NOV C	11/19/09	11/11/09	6.000	839.97	120.00	719.97	
NATIONAL OILWELL VARCO INC		11/11/09	12/18/09	400.000	17,719.53	18,110.76	(391.23)	M
NUCOR CORPORATION		02/10/09	06/19/09	500.000	22,156.43	21,491.75	664.68	M
		04/09/09	06/19/09	300.000	13,293.86	12,516.00	777.86	M
		05/19/09	06/19/09	200.000	8,862.57	8,132.00	730.57	M
		09/01/09	09/18/09	1,000.000	46,448.80	44,771.40	1,677.40	M
		10/07/09	10/16/09	400.000	18,539.51	18,159.96	379.55	M
		10/23/09	10/26/09	400.000	17,572.86	17,880.36	(307.50)	
NUCOR CORPORATION	45.000 MAY C	05/18/09	05/05/09	8.000	1,039.97	0.00	1,039.97	
NUCOR CORPORATION	45.000 NOV C	10/26/09	10/23/09	4.000	499.98	460.00	39.98	
PETROLEO BRAS SA ADS		10/19/09	10/26/09	400.000	19,857.52	20,633.92	(776.40)	
PETROLEO BRAS SA ADS	50.000 NOV C	10/26/09	10/19/09	4.000	1,239.96	840.00	399.96	
POTASH CP OF SASKATCH	115.000 JUN C	06/22/09	05/21/09	3.000	1,409.96	0.00	1,409.96	
POTASH CP OF SASKATCHEWAN INC		04/29/08	05/15/09	100.000	10,199.74	18,236.00	(8,036.26)	A
		07/25/08	05/15/09	100.000	10,199.74	20,053.00	(9,853.26)	A
		02/23/09	05/15/09	200.000	20,399.47	17,160.50	3,238.97	M
		03/16/09	05/15/09	100.000	10,199.74	7,589.12	2,610.62	M
		05/21/09	06/22/09	300.000	26,980.73	33,105.84	(6,125.11)	
PROCTER & GAMBLE	62.500 DEC C	12/08/09	11/09/09	6.000	593.98	258.00	335.98	
		12/08/09	11/24/09	4.000	407.98	172.00	235.98	

CONTINUED

MorganStanley SmithBarney

Activity

PETERSON FAMILY FOUNDATION INC
ATTN: JOANN TIPTON

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
PROCTER & GAMBLE 5 1/2 2-01-34	11/14/07	09/08/09	50,000.000	51,815.00	49,645.54	2,169.46	A
	01/17/08	09/08/09	20,000.000	20,726.00	20,136.32	589.68	A
PROCTER & GAMBLE 5.800 8-15-34	01/16/08	08/27/09	25,000.000	27,045.75	26,030.91	1,014.84	A
	01/30/08	08/27/09	25,000.000	27,045.75	25,827.68	1,218.07	A
PROSHARES SHORT S&P50 60.000 AUG C	08/24/09	08/13/09	17.000	679.98	0.00	679.98	
PROSHARES SHORT S&P50 69.000 JUL C	06/29/09	06/24/09	14.000	979.97	552.30	427.67	
	06/29/09	06/29/09	3.000	104.99	118.35	(13.36)	
PROSHARES SHORT S&P50 71.000 AUG C	07/15/09	07/14/09	17.000	1,503.27	1,184.05	319.22	
PROSHARES SHORT S&P50 72.000 JUL C	07/14/09	07/07/09	17.000	424.98	170.00	254.98	
PROSHARES SHORT S&P500	05/26/09	08/24/09	800.000	46,310.81	53,541.04	(7,230.23)	
	05/26/09	08/24/09	400.000	23,155.40	26,739.20	(3,583.80)	
	06/18/09	08/24/09	200.000	11,577.70	13,315.12	(1,737.42)	
	06/29/09	08/24/09	300.000	17,366.55	19,766.43	(2,399.88)	
RESEARCH IN MOTION	09/29/09	10/26/09	700.000	46,017.23	47,675.53	(1,658.30)	
RESEARCH IN MOTION 70.000 DEC C	10/26/09	10/19/09	7.000	2,519.93	1,952.23	567.70	
RESEARCH IN MOTION 70.000 NOV C	10/19/09	09/29/09	7.000	2,557.31	1,239.42	1,317.89	
SIEMENS AKTIENGESELLSCHAFT	11/10/09	11/20/09	500.000	48,773.73	47,743.85	1,029.88	M
SPDR GOLD TR GOLD SHS	11/10/09	11/20/09	200.000	22,163.42	21,658.90	504.52	M
SPDR GOLD TR GOLD SHS 111.000 DEC C	12/16/09	11/10/09	10.000	1,699.95	1,182.70	517.25	
SPDR GOLD TR GOLD SHS 113.000 NOV C	11/19/09	11/18/09	3.000	212.99	105.00	107.99	
SPDR GOLD TR GOLD SHS 114.000 JAN C	12/29/09	12/16/09	10.000	1,953.54	488.20	1,465.34	
	12/29/09	12/23/09	1.000	41.99	48.82	(6.83)	
SPDR GOLD TR GOLD SHS 115.000 DEC C	12/16/09	11/24/09	1.000	244.99	11.00	233.99	
SPDR GOLD TR GOLD SHS 115.000 JAN C	12/29/09	12/16/09	1.000	163.99	38.00	125.99	
SPDR GOLD TR GOLD SHS 116.000 DEC C	12/07/09	11/23/09	3.000	644.02	255.00	389.02	
SPDR GOLD TR GOLD SHS 117.000 JAN C	12/29/09	12/07/09	3.000	617.98	78.60	539.38	
TRANSOCEAN LTD	06/04/08	06/19/09	200.000	15,308.61	28,954.00	(13,645.39)	A
	06/19/08	06/19/09	100.000	7,654.30	14,952.92	(7,298.62)	A
	07/25/08	06/19/09	200.000	15,308.61	26,652.00	(11,343.39)	A
	02/10/09	06/19/09	100.000	7,654.30	6,154.00	1,500.30	M
	05/05/09	06/19/09	400.000	30,617.21	28,897.60	1,719.61	M
	05/19/09	06/19/09	200.000	15,308.61	14,334.00	974.61	M
	08/07/09	09/18/09	700.000	54,200.37	53,407.41	792.96	M
	08/17/09	09/18/09	300.000	23,228.73	21,746.58	1,482.15	M
	09/23/09	12/18/09	500.000	43,473.88	42,321.20	1,152.68	M
	09/28/09	12/18/09	200.000	17,389.55	16,923.30	466.25	M
	10/09/09	12/18/09	100.000	8,694.78	9,048.75	(353.97)	M
TRANSOCEAN LTD 75.000 AUG C	08/17/09	08/07/09	7.000	1,924.95	457.94	1,467.01	

CONTINUED

REALIZED GAIN/(LOSS) DETAIL (CONTINUED)

Security Description	Date Acquired	Date Sold	Quantity	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)	Comments
TRANSOCEAN LTD 75.000 MAY C	05/18/09	05/05/09	10.000	1,519.96	0.00	1,519.96	
TRANSOCEAN LTD 80.000 NOV C	11/19/09	11/02/09	8.000	4,119.89	4,480.00	(360.11)	
TRANSOCEAN LTD 85.000 NOV C	11/02/09	10/02/09	7.000	2,386.93	1,855.00	531.93	
	11/02/09	10/30/09	1.000	280.99	265.00	15.99	
TRANSOCEAN LTD 85.000 OCT C	10/02/09	09/23/09	5.000	1,399.96	620.00	779.96	
	10/02/09	09/28/09	2.000	501.98	248.00	253.98	
TRANSOCEAN LTD 90.000 NOV C	10/30/09	10/09/09	1.000	480.98	139.00	341.98	
UNITED STATES NATURAL 11.000 NOV C	10/30/09	10/26/09	30.000	1,337.36	600.00	737.36	
UNITED STATES NATURAL 12.000 NOV C	10/26/09	10/19/09	30.000	899.97	600.00	299.97	
UNITED STATES NATURAL 12.000 OCT C	10/19/09	08/31/09	30.000	1,499.96	0.00	1,499.96	
UNITED STATES NATURAL 12.000 SEP C	08/31/09	08/24/09	20.000	1,199.97	500.00	699.97	
	08/31/09	08/24/09	5.000	299.99	125.00	174.99	
	08/31/09	08/25/09	5.000	274.99	125.00	149.99	
UNITED STATES NATURAL GAS FUND	08/24/09	10/30/09	2,000.000	20,319.47	23,424.00	(3,104.53)	
	08/24/09	10/30/09	500.000	5,079.87	5,839.05	(759.18)	
	08/25/09	10/30/09	500.000	5,079.87	5,859.75	(779.88)	
US TSY BD FED STR .000 8-15-16	01/02/07	04/21/09	90,000.000	72,956.70	65,322.29	7,634.41	A
US TSY NOTE TIIN 3.000 7-15-12		04/30/09	50,000.000	62,317.76	62,317 76	0 00	A
WAL-MART STORES 6 1/2 8-15-37	01/16/08	06/30/09	25,000.000	27,757.25	26,158.69	1,598.56	A

	Sales Proceeds	Orig / Adj Total Cost	Realized Gain/(Loss)
Net Realized Gain/(Loss) Year to Date	**$2,515,190.19**	**$2,510,740.83**	**$4,449.36**
Short Term	**$1,879,114.55**	**$1,850,345.23**	**$28,769.32**
Long Term	**$636,075.64**	**$660,395.60**	**$(24,319.96)**

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

SOURCE	AMOUNT
MERRILL LYNCH	7,478.
MORGAN STANLEY	50,965.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	58,443.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
MERRILL LYNCH	390.	0.	390.
MORGAN STANLEY	3,979.	0.	3,979.
TOTAL TO FM 990-PF, PART I, LN 4	4,369.	0.	4,369.

FORM 990-PF ACCOUNTING FEES STATEMENT 3

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	4,900.	0.		4,900.
TO FORM 990-PF, PG 1, LN 16B	4,900.	0.		4,900.

FORM 990-PF TAXES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FOREIGN TAX PAID	71.	71.		0.
TO FORM 990-PF, PG 1, LN 18	71.	71.		0.

FORM 990-PF OTHER EXPENSES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
INVESTMENT FEES	19,641.	19,641.		0.
BANK SERVICES FEES	413.	0.		413.
TO FORM 990-PF, PG 1, LN 23	20,054.	19,641.		413.

FORM 990-PF U.S. AND STATE/CITY GOVERNMENT OBLIGATIONS STATEMENT 6

DESCRIPTION	U.S. GOV'T	OTHER GOV'T	BOOK VALUE	FAIR MARKET VALUE
US TREASURY BONDS & NOTES	X		219,152.	212,614.
TOTAL U.S. GOVERNMENT OBLIGATIONS			219,152.	212,614.
TOTAL STATE AND MUNICIPAL GOVERNMENT OBLIGATIONS				
TOTAL TO FORM 990-PF, PART II, LINE 10A			219,152.	212,614.

FORM 990-PF CORPORATE STOCK STATEMENT 7

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
COMMON STOCK & OPTIONS	475,842.	475,917.
TOTAL TO FORM 990-PF, PART II, LINE 10B	475,842.	475,917.

FORM 990-PF CORPORATE BONDS STATEMENT 8

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
CORPORATE BONDS AND NOTES	655,041.	659,658.
TOTAL TO FORM 990-PF, PART II, LINE 10C	655,041.	659,658.

Holdings

PETERSON FAMILY FOUNDATION INC
ATTN: JOANN TIPTON

The "Market Value" and "Unrealized Gain/(Loss)" figures shown are representative values as of the last business day of the period shown above which may not reflect the value that could actually be obtained in the market. See "Pricing of Securities" in the Disclosures section at the end of this statement.
Estimated annual income and estimated yield for certain securities can include return of principal or capital gains which could overstate such estimates. Estimated yield and estimated annual income are estimates and the actual income or yield may be lower or higher than the estimates. Estimated yield reflects only the income generated by an investment. It does not reflect changes in its price, which may fluctuate.
If you hold structured products, please refer to the Special Considerations Regarding Structured Products section of the Disclosure section.
Gain / loss information is provided for informational purposes only and should not be used for tax preparation. Please refer to the gain / loss section of the disclosures for important information about gain / loss reporting.

CASH, DEPOSITS AND MONEY MARKET FUNDS

Description	Value	Estimated Annual Income	7-Day Current Yield %	Annual Percentage Yield %
CASH	$407.18			
MORGAN STANLEY BANK N.A. #	59,713.58	19.00	—	0.032

	Percentage of Assets %	Market Value	Estimated Annual Income / Accrued Income
TOTAL CASH, DEPOSITS AND MONEY MARKET FUNDS	4.3%	$60,120.76	$19.00 $0.00

 # Bank deposits are at Morgan Stanley Bank, N A and Morgan Stanley Trust (Members FDIC), affiliates of Morgan Stanley & Co. Incorporated and Morgan Stanley Smith Barney
Cash holdings shown exclude cash holdings in custody at another firm for which you receive a separate statement.

STOCKS

COMMON STOCKS

Security Description	Quantity	Total Cost	Share Price	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
GILEAD SCIENCE (GILD)	800.000	$35,118.64	$43.27	**$34,616.00**	$(502.64)	—	—
MC DONALDS CORP (MCD) *Next Dividend Payable 03/10*	700.000	42,934.97	62.44	**43,708.00**	773.03	1,540.00	3.52
ML OIL SERVICE HOLDRS TRUST (OIH) *Next Dividend Payable 01/13/10*	700.000	82,912.33	118.88	**83,216.00**	303.67	487.20	0.58
NATIONAL OILWELL VARCO INC (NOV) *Next Dividend Payable 03/10*	1,000.000	43,972.30	44.09	**44,090.00**	117.70	—	—
NO CORP TITLE *Short Position*	(1.000)	(334.99)	0.00	**0.00**	334.99	—	—

CONTINUED

MorganStanley SmithBarney

Holdings

PETERSON FAMILY FOUNDATION INC
ATTN: JOANN TIPTON

STOCKS

COMMON STOCKS (CONTINUED)

Security Description	Quantity	Total Cost	Share Price	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Dividend Yield %
POTASH CP OF SASKATCHEWAN INC (POT)	400.000	43,541.56	108.50	43,400.00	(141.56)	160.00	0.36
Next Dividend Payable 02/10							
PROCTER & GAMBLE (PG)	1,200.000	74,271.12	60.63	72,756.00	(1,515.12)	2,112.00	2.90
Next Dividend Payable 02/10							
SPDR GOLD TR GOLD SHS (GLD)	1,500.000	164,348.75	107.31	160,965.00	(3,383.75)	—	—
TOTAL COMMON STOCKS		$486,764.68		$482,751.00	$(4,013.68)	$4,299.20	0.89%

OPTIONS

Security Description	Number of Contracts	Total Cost	Contract Price	Market Value	Unrealized Gain/(Loss)
CALL GILEAD SCIENCE AT 44.000 EXPIRES 01/16/2010 (GDQ 100116C00044000) *Short Position*	(8.000)	$(1,039.97)	$0.50	$(400.00)	$639.97
CALL MC DONALDS CORP AT 62.500 EXPIRES 01/16/2010 (MCD 100116C00062500) *Short Position*	(7.000)	(776.28)	0.90	(630.00)	146.28
CALL NATIONAL OILWELL INC AT 44.000 EXPIRES 01/16/2010 (NOY 100116C00044000) *Short Position*	(10.000)	(1,439.95)	1.15	(1,150.00)	289.95
CALL ML OIL SERVICE HOLDR AT 120.000 EXPIRES 01/16/2010 (OIH 100116C00120000) *Short Position*	(8.000)	(2,425.92)	2.01	(1,608.00)	817.92
CALL POTASH CP OF SASKATC AT 110.000 EXPIRES 01/16/2010 (PYP 100116C00110000) *Short Position*	(4.000)	(1,800.47)	2.95	(1,180.00)	620.47

CONTINUED

STOCKS

OPTIONS (CONTINUED)

Security Description	Number of Contracts	Total Cost	Contract Price	Market Value	Unrealized Gain/(Loss)
CALL PROCTER & GAMBLE AT 62.500 EXPIRES 01/16/2010 (PG 100116C00062500) *Short Position*	(12.000)	(1,421.95)	0.18	**(216.00)**	1,205.95
CALL SPDR GOLD TR GOLD SHS AT 115.000 EXPIRES 02/20/2010 (GCZ 100220C00115000) *Short Position*	(15.000)	(2,018.04)	1.10	**(1,650.00)**	368.04
TOTAL OPTIONS		**$(10,922.58)**		**$(6,834.00)**	**$4,088.58**

	Percentage of Assets %	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / *Accrued Income*	Yield %
TOTAL STOCKS	**33.8%**	**$475,842.10**	**$475,917.00**	**$74.90**	**$4,299.20** / **$0.00**	**0.90%**
TOTAL STOCKS (LONG)			$482,751.00			
TOTAL STOCKS (SHORT)			$(6,834.00)			

CORPORATE FIXED INCOME

CORPORATE BONDS

Security Description	Face Value	Orig. Total Cost / Adj. Total Cost	Unit Price	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / *Accrued Income*	Yield %
TARGET CORP	20,000.000	$21,331.20				$1,175.00	5.42
CUSIP 87612EAH9		$21,002.68	$108.35	**$21,670.40**	$667.72	$391.66	
Coupon Rate 5.875%; Matures 03/01/12; Int. Semi-Annually Mar/Sep 01; Yield to Maturity 1.920%; Moody A2 S&P A+; Issued 03/11/02							
CONOCOPHILLIPS CANADA	20,000.000	20,992.00				1,060.00	4.94
CUSIP 20825VAA0		20,756.57	107.18	**21,436.80**	680.23	223.77	
Coupon Rate 5.300%; Matures 04/15/12; Int. Semi-Annually Apr/Oct 15; Yield to Maturity 2.069%; Moody A1 S&P A; Issued 10/13/06							
GENERAL ELECTRIC CO	30,000.000	31,023.60				1,500.00	4.72
CUSIP 369604AY9		30,858.62	105.80	**31,738.80**	880.18	625.00	
Coupon Rate 5.000%; Matures 02/01/13; Int. Semi-Annually Feb/Aug 01; Yield to Maturity 3.016%; Moody AA2 S&P AA+; Issued 01/28/03							
MCDONALD'S CORP	40,000.000	42,715.30				1,720.00	4.06
CUSIP 58013MED2		42,382.93	105.79	**42,315.20**	(67.73)	573.33	
Coupon Rate 4.300%; Matures 03/01/13; Int. Semi-Annually Mar/Sep 01; Yield to Maturity 2.390%; Moody A3 S&P A; Issued 02/29/08							

CONTINUED

CORPORATE FIXED INCOME

CORPORATE BONDS (CONTINUED)

Security Description	Face Value	Orig. Total Cost / Adj. Total Cost	Unit Price	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / Accrued Income	Yield %
PFIZER INC	25,000.000	26,309.00				1,125.00	4.24
CUSIP 717081AR4		26,145.18	105.99	**26,498.25**	353.07	425.00	
Coupon Rate 4.500%; Matures 02/15/14; Int. Semi-Annually Feb/Aug 15; Yield to Maturity 2.945%; Moody A1 S&P AA; Issued 02/03/04							
WAL-MART STORES INC	50,000.000	50,878.00				1,500.00	2.98
CUSIP 931142CN1		50,822.90	100.52	**50,262.50**	(560.40)	625.00	
Coupon Rate 3.000%; Matures 02/03/14; Int. Semi-Annually Feb/Aug 01; Yield to Maturity 2.863%; Moody AA2 S&P AA; Issued 01/23/09							
COCA-COLA CO	50,000.000	51,194.50				1,812.50	3.51
CUSIP 191216AL4		51,025.99	103.08	**51,539.50**	513.51	533.68	
Coupon Rate 3.625%; Matures 03/15/14; Int. Semi-Annually Mar/Sep 15; Yield to Maturity 2.842%; Moody AA3 S&P A+; Issued 03/06/09							
CHEVRON CORP	35,000.000	36,807.37				1,382.50	3.78
CUSIP 166751AH0		36,696.49	104.40	**36,540.70**	(155.79)	453.15	
Coupon Rate 3.950%; Matures 03/03/14; Int. Semi-Annually Mar/Sep 03; Yield to Maturity 2.823%; Moody AA1 S&P AA; Issued 03/03/09							
GOLDMAN SACHS GROUP INC	40,000.000	39,777.86				2,050.00	4.87
CUSIP 38141GEA8		39,777.86	105.07	**42,030.00**	2,252.14	945.27	
Coupon Rate 5.125%; Matures 01/15/15; Int. Semi-Annually Jan/Jul 15; Yield to Maturity 4.002%, Moody A1 S&P A; Issued 01/12/05							
APACHE CORPORATION	25,000.000	27,198.70				1,406.25	5.27
CUSIP 037411AS4		27,185.96	106.60	**26,649.75**	(536.21)	648.43	
Coupon Rate 5.625%; Matures 01/15/17; Int. Semi-Annually Jan/Jul 15; Yield to Maturity 4.520%; Moody A3 S&P A-; Issued 01/26/07							
GOLDMAN SACHS GROUP INC	25,000.000	24,902.50				1,406.25	5.50
CUSIP 38141GEU4		24,902.50	102.14	**25,534.00**	631.50	648.43	
Coupon Rate 5.625%; Matures 01/15/17; Int. Semi-Annually Jan/Jul 15; Yield to Maturity 5.258%; Moody A2 S&P A-; Issued 01/10/07							
MCDONALD'S CORP	20,000.000	21,692.40				1,160.00	5.24
CUSIP 58013MEB6		21,569.16	110.52	**22,103.40**	534.24	244.88	
Coupon Rate 5.800%; Matures 10/15/17; Int. Semi-Annually Apr/Oct 15; Yield to Maturity 4.202%; Moody A3 S&P A; Issued 10/18/07							
COCA-COLA CO	25,000.000	26,627.73				1,337.50	4.96
CUSIP 191216AK6		26,508.57	107.72	**26,930.50**	421.93	170.90	
Coupon Rate 5.350%; Matures 11/15/17, Int. Semi-Annually May/Nov 15; Yield to Maturity 4.188%; Moody AA3 S&P A+; Issued 11/01/07							
GENERAL ELECTRIC CO	50,000.000	51,655.00				2,625.00	5.13
CUSIP 369604BC6		51,628.94	102.19	**51,093.00**	(535.94)	182.29	
Coupon Rate 5.250%, Matures 12/06/17; Int. Semi-Annually Jun/Dec 06; Yield to Maturity 4 913%; Moody AA2 S&P AA+; Issued 12/06/07							

CONTINUED

CORPORATE FIXED INCOME

CORPORATE BONDS (CONTINUED)

Security Description	Face Value	Orig. Total Cost / Adj. Total Cost	Unit Price	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / Accrued Income	Yield %
MONSANTO CO	40,000.000	41,558.00				2,050.00	4.91
CUSIP 61166WAF8		41,513.57	104.34	**41,736.80**	223.23	432.77	
Coupon Rate 5.125%; Matures 04/15/18, Int. Semi-Annually Apr/Oct 15; Yield to Maturity 4.491%; Moody A2 S&P A+; Issued 04/15/08							
GLAXOSMITHKLINE CAP INC	20,000.000	22,047.60				1,130.00	5.23
CUSIP 377372AD9		22,037.91	107.86	**21,571.80**	(466.11)	144.38	
Coupon Rate 5.650%; Matures 05/15/18; Int. Semi-Annually May/Nov 15; Yield to Maturity 4 512%; Moody A1 S&P A+; Issued 05/13/08							
PHARMACIA CORPORATION	20,000.000	21,805.60				1,300.00	5.77
CUSIP 71713UAQ5		21,696.21	112.50	**22,500.40**	804.19	108.33	
Coupon Rate 6.500%; Matures 12/01/18; Int. Semi-Annually Jun/Dec 01; Yield to Maturity 4.762%; Moody A1 S&P AA; Issued 12/01/99							
MCDONALD'S CORP	25,000.000	26,912.00				1,250.00	4.78
CUSIP 58013MEG5		26,903.71	104.52	**26,130.00**	(773.71)	520.83	
Coupon Rate 5.000%; Matures 02/01/19; Int. Semi-Annually Feb/Aug 01; Yield to Maturity 4.391%; Moody A3 S&P A; Issued 01/16/09							
GENERAL ELECTRIC CAPITAL CORP	25,000.000	23,625.00				1,337.50	5.61
CUSIP 36966RNF9		23,625.00	95.28	**23,819.75**	194.75	393.81	
Coupon Rate 5.350%; Matures 03/15/24; Int. Semi-Annually Mar/Sep 15; Callable $100.00 on 03/15/10; Yield to Maturity 5.843%; Moody AA2 S&P AA+; Issued 03/04/04							
GENL ELECTRIC CAPITAL CORP	50,000.000	48,000.00				2,875.00	6.04
CUSIP 36966RRL2		48,000.00	95.11	**47,556.00**	(444.00)	1,086.11	
Coupon Rate 5.750%; Matures 08/15/29; Int. Semi-Annually Feb/Aug 15; Callable $100.00 on 02/15/10; Yield to Maturity 6.183%; Moody AA2 S&P AA+; Issued 08/05/04							

	Percentage of Assets %	Orig. Total Cost / Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / Accrued Income	Yield %
TOTAL CORPORATE FIXED INCOME	**46.8%**	**$657,053.36**			**$31,202.50**	**4.73%**
		$655,040.75	**$659,657.55**	**$4,616.80**	**$9,377.02**	

Holdings

PETERSON FAMILY FOUNDATION INC
ATTN: JOANN TIPTON

GOVERNMENT SECURITIES

FEDERAL AGENCIES

Security Description	Face Value	Orig. Total Cost / Adj. Total Cost	Unit Price	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / Accrued Income	Yield %
FED FARM CR BK	50,000.000	$50,725.00				$2,125.00	4.21
CUSIP 31331GZG7		$50,709.97	$100.84	**$50,422.00**	$(287.97)	$47.22	
Coupon Rate 4.250%; Matures 06/23/16; Int. Semi-Annually Jun/Dec 23; Yield to Call 2 460%; Moody AAA S&P AAA; Issued 06/23/09							
FED FARM CR BK	50,000.000	49,865.06				2,625.00	5.48
CUSIP 31331YR77		49,865.06	95.75	**47,875.00**	(1,990.06)	284.37	
Coupon Rate 5.250%; Matures 05/22/23, Int. Semi-Annually May/Nov 22; Yield to Maturity 5.708%; Moody AAA S&P AAA; Issued 05/22/08							
FED FARM CR BK	115,000.000	118,817.40				6,946.00	6.07
CUSIP 31331XD58		118,576.74	99.41	**114,316.90**	(4,259.84)	443.77	
Coupon Rate 6.040%; Matures 06/08/27; Int. Semi-Annually Jun/Dec 08; Yield to Maturity 6.095%; Moody AAA S&P AAA; Issued 06/08/07							

	Percentage of Assets %	Orig. Total Cost / Adj. Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / Accrued Income	Yield %
TOTAL GOVERNMENT SECURITIES	**15.1%**	**$219,407.46**			**$11,696.00**	**5.50%**
		$219,151.77	**$212,613.90**	**$(6,537.87)**	**$775.36**	

	Percentage of Assets %	Total Cost	Market Value	Unrealized Gain/(Loss)	Estimated Annual Income / Accrued Income	Yield %
TOTAL ENDING MARKET VALUE	**100.0%**	**$1,350,034.62**	**$1,408,309.21**	**$(1,846.17)**	**$47,216.70**	**3.35%**
					$10,152.38	

FORM 990-PF	PART XV - LINE 1A LIST OF FOUNDATION MANAGERS	STATEMENT 9

NAME OF MANAGER

HOWARD C PETERSON
DOLORES M PETERSON

'ORM 8688	EXPLANATION FOR EXTENSION	STATEMENT 2

:XPLANATION

.LL THE INFORMATION NECESSARY TO PREPARE A COMPLETE AND ACCURATE TAX .ETURN IS NOT YET AVAILABLE. THEREFORE, TAXPAYER RESPECTFULLY REQUESTS .N EXTENSION OF TIME TO FILE.

Form **8868**
(Rev. April 2009)
Department of the Treasury
Internal Revenue Service

Application for Extension of Time To File an Exempt Organization Return

▶ File a separate application for each return.

OMB No. 1545-1709

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

Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.

Part I **Automatic 3-Month Extension of Time.** Only submit original (no copies needed).

A corporation required to file Form 990-T and requesting an automatic 6-month extension - check this box and complete Part I only ▶ [ ]

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

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

Type or print	Name of Exempt Organization	Employer identification number
	PETERSON FAMILY FOUNDATION INC	35-2058989
File by the due date for filing your return See instructions	Number, street, and room or suite no. If a P.O. box, see instructions. 9339 PRIORITY WAY WEST DRIVE, NO. 100	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. INDIANAPOLIS, IN 46240	

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

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

- The books are in the care of ▶ JOANN TIPTON
9339 PRIORITY WAY WEST DRIVE, STE 100 - INDPLS, IN 46240
Telephone No. ▶ 317-805-1100 FAX No. ▶
- If the organization does *not* have an office or place of business in the United States, check this box ▶ [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ______ . If this is for the whole group, check this box ▶ [ ] . If it is for part of the group, check this box ▶ [ ] and attach a list with the names and EINs of all members the extension will cover.

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

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

3a	If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions	3a	$ 0.
b	If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b	$ 859.
c	**Balance Due.** Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions	3c	$ 0.

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

- If you are filing for an Additional (Not Automatic) 3-Month Extension, complete only Part II and check this box ▶ [X]

Note. Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.

- If you are filing for an Automatic 3-Month Extension, complete only Part I (on page 1).

Part II Additional (Not Automatic) 3-Month Extension of Time. Only file the original (no copies needed).

Type or print		
	Name of Exempt Organization PETERSON FAMILY FOUNDATION INC	Employer identification number 35-2058989
File by the extended due date for filing the return. See instructions.	Number, street, and room or suite no. If a P.O. box, see instructions. 9339 PRIORITY WAY WEST DRIVE, NO. 100	For IRS use only
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. INDIANAPOLIS, IN 46240	

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

[ ] Form 990 [ ] Form 990-EZ [ ] Form 990-T (sec. 401(a) or 408(a) trust) [ ] Form 1041-A [ ] Form 5227 [ ] Form 8870
[ ] Form 990-BL [X] Form 990-PF [ ] Form 990-T (trust other than above) [ ] Form 4720 [ ] Form 6069

STOP! Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.

- The books are in the care of ▶ JOANN TIPTON
9339 PRIORITY WAY WEST DRIVE, STE 100 - INDPLS, IN 46240
Telephone No. ▶ 317-805-1100 FAX No. ▶
- If the organization does not have an office or place of business in the United States, check this box ▶ [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ______. If this is for the whole group, check this box ▶ [ ]. If it is for part of the group, check this box ▶ [ ] and attach a list with the names and EINs of all members the extension is for.

4 I request an additional 3-month extension of time until NOVEMBER 15, 2010.

5 For calendar year 2009, or other tax year beginning ______, and ending ______.

6 If this tax year is for less than 12 months, check reason: [ ] Initial return [ ] Final return [ ] Change in accounting period

7 State in detail why you need the extension
SEE STATEMENT 2

8a	If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	8a	$ 0.
b	If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868.	8b	$ 859.
c	**Balance Due.** Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	8c	$ 0.

Signature and Verification

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form.

Signature ▶ Janice H. Goff Title ▶ CPA Date ▶ 8-12-2010

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05-26-09