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

OMB No 1545 0052

**2009**Department of the Treasury  
Internal Revenue Service

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

**For calendar year 2009, or tax year beginning , 2009, and ending****G** Check all that apply☐ Initial return☐ Initial Return of a former public charity☐ Final return☐ Amended return☐ Address change☐ Name changeUse the  
IRS label.  
Otherwise,  
print  
or type.  
See Specific  
Instructions.**VERL I. BROOKS SCHOLARSHIP FOUNDATION**  
647 CYPRESS LANE  
GALESBURG, IL 61401**A** Employer identification number

36-3967580

**B** Telephone number (see the instructions)

309-343-1348

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

\$ 2,009,907.

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

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

**Part I Analysis of Revenue and****Expenses** (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see the instructions).)**(a)** Revenue and expenses per books**(b)** Net investment income**(c)** Adjusted net income**(d)** Disbursements for charitable purposes (cash basis only)**1** Contributions, gifts, grants, etc, received (att sch)**2** Ck ☒ if the foundn is not req to att Sch B**3** Interest on savings and temporary cash investments

50,217.

50,217.

**4** Dividends and interest from securities

35,246.

35,246.

**5a** Gross rents**b** Net rental income or (loss)**6a** Net gain/(loss) from sale of assets not on line 10**b** Gross sales price for all assets on line 6a 358,000.**7** Capital gain net income (from Part IV, line 2)**8** Net short-term capital gain**9** Income modifications**10a** Gross sales less returns and allowances**b** Less Cost of goods sold**c** Gross profit/(loss) (att sch)**11** Other income (attach schedule)

SEE STATEMENT 1

154.

**12 Total.** Add lines 1 through 11

85,612.

85,463.

0.

**13** Compensation of officers, directors, trustees, etc

21,264.

7,442.

13,822.

**14** Other employee salaries and wages**15** Pension plans, employee benefits**16a** Legal fees (attach schedule) SEE ST 2

3,640.

2,184.

1,456.

**b** Accounting fees (attach sch)**c** Other prof fees (attach sch)**17** Interest**18** Taxes (attach schedule)(see instr) SEE STM 3

588.

**19** Depreciation (attach sch) and depletion**20** Occupancy**21** Travel, conferences, and meetings**22** Printing and publications

287.

129.

158.

**23** Other expenses (attach schedule)

SEE STATEMENT 4

92.

45.

47.

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

25,871.

9,800.

15,483.

**25** Contributions, gifts, grants paid PART XV

83,865.

83,865.

**26 Total expenses and disbursements.** Add lines 24 and 25

109,736.

9,800.

0.

99,348.

**27** Subtract line 26 from line 12:**a Excess of revenue over expenses and disbursements**

-24,124.

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

75,663.

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

0.

p 2

**Part II Balance Sheets**

Attached schedules and amounts in the description column should be for end of year amounts only (See instructions.)

		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
<b>A S S E T S</b>	1 Cash — non-interest-bearing	63,104.	35,650.	35,650.
	2 Savings and temporary cash investments			
	3 Accounts receivable			
	Less. allowance for doubtful accounts			
	4 Pledges receivable			
	Less. allowance for doubtful accounts			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see the instructions)			
	7 Other notes and loans receivable (attach sch.)			
	Less. allowance for doubtful accounts			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments — U.S. and state government obligations (attach schedule)	100,005.		
	b Investments — corporate stock (attach schedule) STATEMENT 5	717,656.	717,653.	856,557.
	c Investments — corporate bonds (attach schedule) STATEMENT 6	229,967.	199,967.	199,196.
	11 Investments — land, buildings, and equipment, basis			
Less. accumulated depreciation (attach schedule)				
12 Investments — mortgage loans				
13 Investments — other (attach schedule) STATEMENT 7	763,701.	895,861.	918,504.	
14 Land, buildings, and equipment, basis				
Less. accumulated depreciation (attach schedule)				
15 Other assets (describe )				
16 <b>Total assets</b> (to be completed by all filers — see instructions. Also, see page 1, item I)	1,874,433.	1,849,131.	2,009,907.	
<b>L I A B I L I T I E S</b>	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, & other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe )			
	23 <b>Total liabilities</b> (add lines 17 through 22)	0.	0.	
<b>N E T A S S E T S O R F U N D B A L A N C E S</b>	<b>Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31.</b>			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	<b>Foundations that do not follow SFAS 117, check here and complete lines 27 through 31.</b>			
	27 Capital stock, trust principal, or current funds	1,874,433.	1,849,131.	
	28 Paid-in or capital surplus, or land, building, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds			
	30 <b>Total net assets or fund balances</b> (see the instructions)	1,874,433.	1,849,131.	
	31 <b>Total liabilities and net assets/fund balances</b> (see the instructions)	1,874,433.	1,849,131.	

**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	1,874,433.
2 Enter amount from Part I, line 27a	2	-24,124.
3 Other increases not included in line 2 (itemize)	3	
4 Add lines 1, 2, and 3	4	1,850,309.
5 Decreases not included in line 2 (itemize) SEE STATEMENT 8	5	1,178.
6 Total net assets or fund balances at end of year (line 4 minus line 5) — Part II, column (b), line 30	6	1,849,131.

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

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse, or common stock, 200 shares MLC Company)	(b) How acquired P — Purchase D — Donation	(c) Date acquired (month, day, year)	(d) Date sold (month, day, year)
1a BCPBANK NATL ASSN CD	P	10/10/06	10/19/09
b CATERPILLAR FINL CORP NOTE	P	7/18/01	7/15/09
c FHLMC BOND	P	11/14/02	3/27/09
d LEHMAN BROTHERS BANK CD	P	12/07/04	12/16/09
e SOUTHERN CMNTY BANK CD	P	11/12/07	5/18/09

(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 65,000.		65,000.	0.
b 30,000.		30,000.	0.
c 100,000.		100,005.	-5.
d 98,000.		98,000.	0.
e 65,000.		65,000.	0.

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	
a			0.
b			0.
c			-5.
d			0.
e			0.

2 Capital gain net income or (net capital loss).	<div> <div>If gain, also enter in Part I, line 7</div> <div>If (loss), enter -0- in Part I, line 7</div> </div>	2	-5.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6).	<div> <div>If gain, also enter in Part I, line 8, column (c) (see the instructions). If (loss), enter -0- in Part I, line 8</div> </div>	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 beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (column (b) divided by column (c))
2008	106,014.	2,055,792.	0.051568
2007	153,042.	2,192,147.	0.069814
2006	146,389.	2,160,589.	0.067754
2005	66,037.	2,144,953.	0.030787
2004	86,363.	2,080,988.	0.041501

2 Total of line 1, column (d)	2	0.261424
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	0.052285
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	1,859,133.
5 Multiply line 4 by line 3	5	97,205.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	757.
7 Add lines 5 and 6	7	97,962.
8 Enter qualifying distributions from Part XII, line 4	8	99,348.

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)**

1a Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter 'N/A' on line 1 Date of ruling or determination letter _____ (attach copy of letter if necessary - see instr.)			
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b		1	757.
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, column (b).			
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		2	0.
3 Add lines 1 and 2		3	757.
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	757.
6 Credits/Payments			
a 2009 estimated tax pmts and 2008 overpayment credited to 2009	6a	840.	
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	840.	
8 Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8		
9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	0.	
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	83.	
11 Enter the amount of line 10 to be Credited to 2010 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>	11	0.	

**Part VII-A Statements Regarding Activities**

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see the instructions for definition)?		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?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year. (1) On the foundation <input type="checkbox"/> \$ 0. (2) On foundation managers <input type="checkbox"/> \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <input type="checkbox"/> \$ 0.		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? If 'Yes,' attach a detailed description of the activities.		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If 'Yes,' attach a conformed copy of the changes		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If 'Yes,' has it filed a tax return on Form 990-T for this year?		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.		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, column (c), and Part XV	7	X
8a Enter the states to which the foundation reports or with which it is registered (see the instructions) N/A		
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**

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If 'Yes', attach schedule (see instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address <u>N/A</u>	13	X	
14	The books are in care of <u>FREDA BONNETT, TRUSTEE</u> Telephone no. <u>309-343-1348</u> Located at <u>647 CYPRESS LANE GALESBURG IL</u> ZIP + 4 <u>61401</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 — Check here and enter the amount of tax-exempt interest received or accrued during the year <u>15</u>	N/A	<input type="checkbox"/>	N/A

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

File Form 4720 if any item is checked in the 'Yes' column, unless an exception applies.

	Yes	No
<b>1a</b> During the year did the foundation (either directly or indirectly):		
(1) Engage in the sale or exchange, or leasing of property with a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(6) Agree to pay money or property to a government official? (Exception. Check 'No' if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
<b>b</b> If any answer is 'Yes' to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see the instructions)? Organizations relying on a current notice regarding disaster assistance check here <input type="checkbox"/>	1b	N/A
<b>c</b> Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2009?	1c	X
<b>2</b> Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))		
<b>a</b> At the end of tax year 2009, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2009? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If 'Yes,' list the years <u>20__</u> , <u>20__</u> , <u>20__</u> , <u>20__</u> .		
<b>b</b> Are there any years listed in 2a for which the foundation is <b>not</b> applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer 'No' and attach statement — see the instructions.)	2b	N/A
<b>c</b> If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here <u>20__</u> , <u>20__</u> , <u>20__</u> , <u>20__</u> .		
<b>3a</b> Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
<b>b</b> If 'Yes,' did it have excess business holdings in 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	N/A
<b>4a</b> Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	X
<b>b</b> Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2009?	4b	X

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

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

☐ Yes ☒ No

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

☐ Yes ☒ No

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

☒ Yes ☐ No

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

☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?

☐ Yes ☒ No**b** If any answer is 'Yes' to 5a(1)-(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)?

5b 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 N/A

**Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors****1** List all officers, directors, trustees, foundation managers and their compensation (see instructions).

(a) Name and address	(b) Title and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
FREDA BONNETT NEW WINDSOR, IL 61465	FOUNDATION M 20.00	14,264.	0.	0.
THOMAS A. BISCHOFF NEW WINDSOR, IL 61465	TRUSTEE 1.00	3,500.	0.	0.
MICHAEL SCHAUBROECK NEW WINDSOR, IL 61465	TRUSTEE 1.00	3,500.	0.	0.

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

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

Total number of other employees paid over \$50,000

0

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

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
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 CHARITABLE ACTIVITIES ARE LIMITED TO THE PROVISION OF SCHOLARSHIPS TO QUALIFIED STUDENTS PURSUANT TO THE TERMS OF THE TRUST DOCUMENT	
2 31 SCHOLARSHIPS WERE APPROVED FOR THE 2008-2009 SCHOOL YEAR TOTALING \$83,865.	
3	
4	

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

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

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
a	Average monthly fair market value of securities	1a	1,848,420.
b	Average of monthly cash balances	1b	39,025.
c	Fair market value of all other assets (see instructions)	1c	
d	<b>Total</b> (add lines 1a, b, and c)	1d	1,887,445.
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	1,887,445.
4	Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	28,312.
5	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,859,133.
6	<b>Minimum investment return.</b> Enter 5% of line 5	6	92,957.

**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	92,957.
2a	Tax on investment income for 2009 from Part VI, line 5	2a	757.
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	757.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	92,200.
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	92,200.
6	Deduction from distributable amount (see instructions)	6	
7	<b>Distributable amount</b> as adjusted Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	92,200.

**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	99,348.
b	Program-related investments — total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the.		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	99,348.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see instructions)	5	757.
6	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4	6	98,591.

**Note:** The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years.

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Form 990-PF (2009)

**Part XIII** Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
<b>1</b> Distributable amount for 2009 from Part XI, line 7				92,200.
<b>2</b> Undistributed income, if any, as of the end of 2009				
<b>a</b> Enter amount for 2008 only			0.	
<b>b</b> Total for prior years 20 __, 20 __, 20 __		0.		
<b>3</b> Excess distributions carryover, if any, to 2009				
<b>a</b> From 2004				
<b>b</b> From 2005				
<b>c</b> From 2006				
<b>d</b> From 2007				25,199.
<b>e</b> From 2008				4,880.
<b>f</b> Total of lines 3a through e	30,079.			
<b>4</b> Qualifying distributions for 2009 from Part XII, line 4 ▶ \$ 99,348.				
<b>a</b> Applied to 2008, but not more than line 2a			0.	
<b>b</b> Applied to undistributed income of prior years (Election required — see instructions)		0.		
<b>c</b> Treated as distributions out of corpus (Election required — see instructions)	0.			
<b>d</b> Applied to 2009 distributable amount				92,200.
<b>e</b> Remaining amount distributed out of corpus	7,148.			
<b>5</b> Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a) )	0.			0.
<b>6</b> Enter the net total of each column as indicated below:				
<b>a</b> Corpus Add lines 3f, 4c, and 4e. Subtract line 5	37,227.			
<b>b</b> Prior years' undistributed income. Subtract line 4b from line 2b		0.		
<b>c</b> Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
<b>d</b> Subtract line 6c from line 6b Taxable amount — see instructions		0.		
<b>e</b> Undistributed income for 2008 Subtract line 4a from line 2a Taxable amount — see instructions			0.	
<b>f</b> Undistributed income for 2009. Subtract lines 4d and 5 from line 1 This amount must be distributed in 2010				0.
<b>7</b> Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)	0.			
<b>8</b> Excess distributions carryover from 2004 not applied on line 5 or line 7 (see instructions)	0.			
<b>9</b> Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	37,227.			
<b>10</b> Analysis of line 9.				
<b>a</b> Excess from 2005				
<b>b</b> Excess from 2006				
<b>c</b> Excess from 2007				25,199.
<b>d</b> Excess from 2008				4,880.
<b>e</b> Excess from 2009				7,148.

N/A

**(4) Gross investment income**

[illegible]

SEE STATEMENT FOR LINE 2A

**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
<i>a</i> Paid during the year SEE STATEMENT 10				
<b>Total</b>			<b>3a</b>	83,865.
<i>b</i> Approved for future payment				
<b>Total</b>			<b>3b</b>	





2009

## FEDERAL STATEMENTS

PAGE 1

VERL I. BROOKS SCHOLARSHIP FOUNDATION

36-3967580

STATEMENT 1  
FORM 990-PF, PART I, LINE 11  
OTHER INCOME

	(A) REVENUE PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME
	\$ 154.		
TOTAL	\$ 154.	\$ 0.	\$ 0.

STATEMENT 2  
FORM 990-PF, PART I, LINE 16A  
LEGAL FEES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL & ACCT 60/40%	\$ 3,640.	\$ 2,184.		\$ 1,456.
TOTAL	\$ 3,640.	\$ 2,184.	\$ 0.	\$ 1,456.

STATEMENT 3  
FORM 990-PF, PART I, LINE 18  
TAXES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
EXCISE TAX	\$ 588.			
TOTAL	\$ 588.	\$ 0.	\$ 0.	\$ 0.

STATEMENT 4  
FORM 990-PF, PART I, LINE 23  
OTHER EXPENSES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ILLINOIS FILING FEES	\$ 15.	\$ 7.		\$ 8.
OFFICE SUPPLIES / POSTAGE	77.	38.		39.
TOTAL	\$ 92.	\$ 45.	\$ 0.	\$ 47.

**STATEMENT 5**  
**FORM 990-PF, PART II, LINE 10B**  
**INVESTMENTS - CORPORATE STOCKS**

<u>CORPORATE STOCKS</u>	<u>VALUATION METHOD</u>	<u>BOOK VALUE</u>	<u>FAIR MARKET VALUE</u>
AVISTA CORP	COST	\$ 49,418.	\$ 34,117.
PEPCO HOLDINGS INC	COST	49,267.	34,860.
AMEREN CORP	COST	23,619.	16,206.
BANK OF AMERICA	COST	49,655.	21,814.
SOUTHERN CO	COST	30,482.	63,198.
WISCONSIN ENERGY	COST	50,285.	84,609.
HAWAIIAN ELEC	COST	38,391.	45,261.
EXXON MOBILE CORP	COST	81,059.	139,040.
ALLIANT ENERGY	COST	28,505.	32,080.
NEW WINDSOR TELE CO	COST	2,500.	8,000.
ALTRIA GROUP	COST	7,081.	15,083.
SYSCO CORPORATION	COST	49,956.	46,052.
FPL GROUP	COST	26,407.	44,744.
ALLSTATE CORP	COST	26,020.	17,166.
DUKE (MERGED FROM CINERGY CORP)	COST	14,907.	17,733.
DOMINION RES INC	COST	25,737.	30,848.
GENERAL MILLS	COST	25,816.	39,957.
SCANA CORP	COST	26,140.	27,488.
INTEGRYS ENERGY GROUP INC (FORMER WPS)	COST	49,485.	61,335.
SPECTRA ENERGY CORP (DUKE SPIN OFF)	COST	10,736.	11,041.
EXELON CORPORATION	COST	36,051.	28,980.
PHILIP MORRIS INTL	COST	16,136.	36,945.
	TOTAL	\$ 717,653.	\$ 856,557.

**STATEMENT 6**  
**FORM 990-PF, PART II, LINE 10C**  
**INVESTMENTS - CORPORATE BONDS**

<u>CORPORATE BONDS</u>	<u>VALUATION METHOD</u>	<u>BOOK VALUE</u>	<u>FAIR MARKET VALUE</u>
CATERPILLAR 6% 7/15/09	COST	\$ 0.	\$ 0.
GMAC 6.7% 8/15/16	COST	30,000.	24,461.
GMAC 6.75% 7/15/12	COST	60,000.	56,779.
GENRAL ELECTRIC 4.95% 12/15/12	COST	45,000.	47,487.
HOME DEPOT INC	COST	64,967.	70,469.
	TOTAL	\$ 199,967.	\$ 199,196.

**STATEMENT 7**  
**FORM 990-PF, PART II, LINE 13**  
**INVESTMENTS - OTHER**

<u>OTHER INVESTMENTS</u>	<u>VALUATION METHOD</u>	<u>BOOK VALUE</u>	<u>FAIR MARKET VALUE</u>
CD LEHMAN BROS 3.85%	COST	\$ 0.	\$ 0.
CD TREASURY BANK NA	COST	87,952.	88,609.
CD INDEPENDENT BANK	COST	50,000.	51,496.
CD BCPBANK NA 4.9%	COST	0.	0.



## VERL I. BROOKS SCHOLARSHIP FOUNDATION

36-3967580

**STATEMENT 7 (CONTINUED)**  
**FORM 990-PF, PART II, LINE 13**  
**INVESTMENTS - OTHER**

	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
<u>OTHER INVESTMENTS</u>			
SOUTHERN CMNTY BK & TR	COST	\$ 0.	\$ 0.
STATE BANK OF INDIA	COST	50,000.	51,427.
WACHOVIA BANK NA	COST	50,000.	52,308.
DISCOVER BANK	COST	33,000.	34,932.
GE CAPITAL FINANCIAL	COST	55,000.	58,029.
AMERICAN EXP BANK	COST	60,000.	63,082.
CAPITAL ONE BK USA NA	COST	50,000.	52,212.
CAPTI ONENA MCLEAN VA CT	COST	50,000.	52,287.
DISCOVER BANK	COST	50,000.	52,226.
CITIBANK NA	COST	95,000.	94,399.
CAROLINA FIRST BANK	COST	65,000.	66,002.
WF MONEY MARKET	COST	99,909.	99,909.
AMEXP CENTURION BK	COST	100,000.	101,586.
	TOTAL	\$ 895,861.	\$ 918,504.

**STATEMENT 8**  
**FORM 990-PF, PART III, LINE 5**  
**OTHER DECREASES**

RECONCILED BOOK VALUE WITH BROKER		\$ 1,178.
	TOTAL	\$ 1,178.

**STATEMENT 9**  
**FORM 990-PF, PART XV, LINE 2A-D**  
**APPLICATION SUBMISSION INFORMATION**

NAME OF GRANT PROGRAM:	
NAME:	FREDA BONNETT, TRUSTEE
CARE OF:	
STREET ADDRESS:	647 CYPRESS LANE
CITY, STATE, ZIP CODE:	GALESBURG, IL 61401
TELEPHONE:	309-343-1348
FORM AND CONTENT:	SCHOLARSHIP APPLICATION
SUBMISSION DEADLINES:	MAY 1ST OF EACH YEAR
RESTRICTIONS ON AWARDS:	RESIDENCE IN VIOLA TOWNSHIP, MERCER COUNTY, ILLINOIS, FOR AT LEAST TWO YEARS PRIOR TO HIGH SCHOOL GRADUATION.

## VERL I. BROOKS SCHOLARSHIP FOUNDATION

36-3967580

**STATEMENT 10**  
**FORM 990-PF, PART XV, LINE 3A**  
**RECIPIENT PAID DURING THE YEAR**

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND- ATION STATUS	PURPOSE OF GRANT	AMOUNT
ADAMSON, KAITLYN NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	\$ 1,850.
BELL, EMILEE NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	1,925.
CURRY, SIERRA NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	3,400.
DEVLIN, LUCAS NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	1,950.
ERICKSON, SAMUEL NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	2,850.
GREER, JARED NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	1,575.
HAST, THOMAS NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	4,200.
HAST, ELAINE NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	2,175.
JACOBSON, CONRAD NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	2,475.
KIRWAN, ASHLEY NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	2,250.
LEATHERMAN, LEAH NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	3,825.
LUXMORE, BRYANT NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	5,025.
MARPLE, MARCUS NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	1,575.
MAYHEW, LANCE NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	2,250.
MIXON, ROBERT NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	5,050.
OLDFATHER, KYLE NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	6,200.
OVERTURF, RESHEA NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	2,240.

## VERL I. BROOKS SCHOLARSHIP FOUNDATION

36-3967580

**STATEMENT 10 (CONTINUED)**  
**FORM 990-PF, PART XV, LINE 3A**  
**RECIPIENT PAID DURING THE YEAR**

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND- ATION STATUS	PURPOSE OF GRANT	AMOUNT
PARTLOW, SHALEEN NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	\$ 1,875.
ROBB, KAITLYN NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	4,675.
ROBERTS, BLOSSOM NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	3,850.
ROWLAND, DANIEL NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	2,875.
RUIZ, ERIC NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	3,000.
SCHOLTING, ERIC NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	2,200.
SMITH, HOLLY (RETURN) NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	-2,800.
SEDLOCK, ELISABETH NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	1,325.
STOCKHAM, VICTORIA NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	1,575.
TEEL, CASSANDRA NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	3,750.
VANN, JESSICA NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	4,350.
WAKSTEN, AMBER NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	1,500.
WHAN, EMALIE NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	3,350.
YOUNG, VICTORIA NEW WINDSOR, IL 61465	NONE	NONE	EDUCATION	1,525.
TOTAL				\$ <u>83,865.</u>

2009

FEDERAL SUPPORTING DETAIL

PAGE 1

VERL I. BROOKS SCHOLARSHIP FOUNDATION

36-3967580

OTHER REVENUE  
AMOUNT

REFUNDS

	\$	154.
TOTAL	\$	<u>154.</u>

# Verl I. Brooks

## Scholarship Foundation



Verl I. Brooks

The Verl I. Brooks Scholarship Foundation was approved by the Internal Revenue Service as a Private Foundation under Code Section (501)(c)(3) in October 1994. This was done in accordance with the Will of Verl I. Brooks, Rivoli Township, New Windsor, Illinois.

Verl I. Brooks (1912-1993) attended Hopewell Grade School (a one room school), and graduated from New Windsor High School in 1930 as salutatorian of her class. Most of her life was spent caring for her parents and actively engaged in farming.

Unable to fulfill her desire for higher education, she kept herself well-informed and interested in local, state, national, and international affairs and academic opportunities. She was a shrewd businesswoman, which enabled her to direct the Foundation's income to be used for scholarships to provide financial assistance for eligible and deserving students to attend accredited schools within the United States.

In accordance with Miss Brooks' wishes, the income of the Foundation, after expenses, is disbursed in scholarship grants, which are awarded to Illinois students who live in Rivoli Township at the time of their high school graduation and have lived in Rivoli Township for at least two academic years prior to graduation from the New Windsor, Winola, and Sherrard High Schools.

Scholarships may be awarded to students attending any university, college, junior college, nursing school, or trade school. The person or persons who shall be eligible to be beneficiaries and recipients of a scholarship shall be determined on the basis of need, citizenship, scholastic achievement, moral character and attitude.

# VERL I. BROOKS SCHOLARSHIP FOUNDATION

## TRUSTEES

Freeda M. Bonnett  
Mike Schaubroeck  
Tom Bischoff

## APPLICATION FOR SCHOLARSHIP 2008- 2009

647 Cypress Lane  
Galesburg, Illinois 61401

Phone: 309-343-1348

Name <sup>Mr.</sup>  
<sup>Mrs.</sup>  
<sup>Miss</sup> \_\_\_\_\_ Social Security No. \_\_\_\_\_  
(Last) (First) (Middle)

Address \_\_\_\_\_  
(911 Address) (City) (Township) (Zip Code)

P. O. Box (if applicable) \_\_\_\_\_

Did you live in Rivoli Township two academic years prior to graduating from New Windsor High School, Winola High School, or Sherrard High School? Yes \_\_\_\_\_ No \_\_\_\_\_ If No, you do not qualify for this scholarship.

\_\_\_\_ Single \_\_\_\_ Married Name of Husband or Wife \_\_\_\_\_  
\_\_\_\_ Separated \_\_\_\_ Divorced

Date of Birth \_\_\_\_\_ U. S. Citizen \_\_\_\_\_ Telephone \_\_\_\_\_

Father's Name \_\_\_\_\_

Permanent Address \_\_\_\_\_

Mother's Name \_\_\_\_\_

Permanent Address \_\_\_\_\_

If currently in High School, indicate your class standing: \_\_\_\_ Upper Third \_\_\_\_ Middle Third \_\_\_\_ Lower Third

Name of High School \_\_\_\_\_ Graduation Date \_\_\_\_\_ Rank in Class \_\_\_\_\_

Name and address of school you plan to attend: (one school only)

\_\_\_\_\_

(City) (State) (Zip Code)

Major and/or career goal: \_\_\_\_\_

Indicate type of school: \_\_\_\_ College or University \_\_\_\_ Junior College \_\_\_\_ Nursing School \_\_\_\_ Vocational School

Indicate length of program: \_\_\_\_ 4 year \_\_\_\_ 3 year \_\_\_\_ 2 year \_\_\_\_ Other \_\_\_\_\_  
(Specify)

Classification at start of year for which you are applying for a scholarship:

\_\_\_\_ Freshman \_\_\_\_ Sophomore \_\_\_\_ Junior \_\_\_\_ Senior \_\_\_\_ Other \_\_\_\_\_  
(Specify)

Check One: \_\_\_\_ Full time \_\_\_\_ Part time If part time, number of hours attending \_\_\_\_\_

List All Colleges You Have Attended to Date of Application

Dates

Degrees

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

# VERL I. BROOKS SCHOLARSHIP FOUNDATION

## BUDGET FOR THE ACADEMIC YEAR 2008-2009

### SCHOOL EXPENSES

A. Written proof from the college for expenses 1 and 2:

1. Tuition and fees \$ \_\_\_\_\_

2. Room and board \$ \_\_\_\_\_

B. Books and materials \$ \_\_\_\_\_

C. Total Educational Expenses \$ \_\_\_\_\_

D. Travel Expenses \$ \_\_\_\_\_

### MONEY AVAILABLE TO PAY 2008-2009 ACADEMIC YEAR EXPENSES

F. Confirmed scholarships \$ \_\_\_\_\_

G. Amount provided by loans \$ \_\_\_\_\_

H. Other funds available:

1. \_\_\_\_\_ \$ \_\_\_\_\_

2. \_\_\_\_\_ \$ \_\_\_\_\_

3. \_\_\_\_\_ \$ \_\_\_\_\_

I. Total amount of money available \$ \_\_\_\_\_

If line I. does not equal line D., please explain how you will pay for your schooling.

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Total amount of all outstanding educational loans \$ \_\_\_\_\_

2007 Federal Income Tax Return Adjusted Gross Income (AGI)

This information can be found on Form 1040-Line 37, or 1040A-Line 21, or 1040EZ-Line 3

Parent \$ \_\_\_\_\_

Student \$ \_\_\_\_\_

Spouse \$ \_\_\_\_\_

# VERL I. BROOKS SCHOLARSHIP FOUNDATION

2008-2009

## First year applicants only:

List 5 reasons why you qualify to be a recipient of this scholarship.

1. \_\_\_\_\_  
\_\_\_\_\_
2. \_\_\_\_\_  
\_\_\_\_\_
3. \_\_\_\_\_  
\_\_\_\_\_
4. \_\_\_\_\_  
\_\_\_\_\_
5. \_\_\_\_\_  
\_\_\_\_\_

After completing the application, please review the following five items. There should be a check mark on every line except #5, which you may or may not include.

1. \_\_\_\_\_ Page 1 - Application for Scholarship
2. \_\_\_\_\_ Page 2 - Budget (In regard to tuition/fees and room/board: Unless you include written information provided by the school as to your specific costs, the Scholarship Trustees will assume your expenses to be the average cost for a student attending your selected school. Examples of written information for specific costs should be included in the school's catalog, on the school's website, or available from the school's office of financial aid.
3. \_\_\_\_\_ Page 3 - Why you qualify to be a recipient of this scholarship. (Previous recipients are not required to complete the top of page 3.)
4. \_\_\_\_\_ A seven semester high school transcript if you are a high school senior or, if enrolled in college, your transcripts from all colleges attended.
5. \_\_\_\_\_ A copy of your Student Aid Report (SAR) pages 1 and 2, if you filed a Free Application for Student Federal Aid (FAFSA) form.

Note that if any of the above information is missing, the amount of aid awarded may be reduced.  
We suggest you retain a copy of your application for your records.

**PLEASE SIGN AND DATE**

Your Signature \_\_\_\_\_

Date \_\_\_\_\_