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

Department of the Treasury
Internal Revenue Service (77)

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

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

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

Use the IRS label. Otherwise, print or type. See Specific Instructions.	Name of foundation MCFARLAND CHARITABLE FOUNDATION		A Employer identification number 37-6022376
	Number and street (or P O box number if mail is not delivered to street address)	Room/suite	B Telephone number (see page 10 of the instructions) 309.543 3361
	City or town, state, and ZIP code HAVANA IL 62644		C If exemption application is pending, check here <input type="checkbox"/>

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

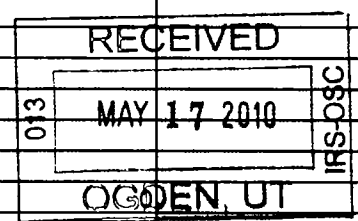
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ▶ \$ **2,601,187**

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

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

	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received (attach schedule)				
2 Check <input type="checkbox"/> if the foundation is not required to attach Sch B				
3 Interest on savings and temporary cash investments	0	0		
4 Dividends and interest from securities	137,587	137,587		
5 a Gross rents		0		
b Net rental income or (loss)	0			
6 a Net gain or (loss) from sale of assets not on line 10	-143,242			
b Gross sales price for all assets on line 6a	284,591			
7 Capital gain net income (from Part IV, line 2)		0		
8 Net short-term capital gain				
9 Income modifications				
10 a Gross sales less returns and allowances	0			
b Less Cost of goods sold	0			
c Gross profit or (loss) (attach schedule)	0			
11 Other income (attach schedule)	0	0	0	
12 Total. Add lines 1 through 11	-5,655	137,587	0	
13 Compensation of officers, directors, trustees, etc	36,066	12,022		24,044
14 Other employee salaries and wages				
15 Pension plans, employee benefits				
16 a Legal fees (attach schedule)	2,269	0	0	2,269
b Accounting fees (attach schedule)	0	0	0	0
c Other professional fees (attach schedule)	0	0	0	0
17 Interest				
18 Taxes (attach schedule) (see page 14 of the instructions)	15	0	0	15
19 Depreciation (attach schedule) and depletion	0	0	0	
20 Occupancy				
21 Travel, conferences, and meetings				
22 Printing and publications				
23 Other expenses (attach schedule)	871	0	0	871
24 Total operating and administrative expenses. Add lines 13 through 23	39,221	12,022	0	27,199
25 Contributions, gifts, grants paid	244,342			244,342
26 Total expenses and disbursements. Add lines 24 and 25	283,563	12,022	0	271,541
27 Subtract line 26 from line 12.				
a Excess of revenue over expenses and disbursements	-289,218			
b Net investment income (if negative, enter -0-)		125,565		
c Adjusted net income (if negative, enter -0-)			0	

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Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)		
		Beginning of year (a) Book Value	End of year (b) Book Value (c) Fair Market Value	
Assets	1 Cash—non-interest-bearing			
	2 Savings and temporary cash investments	193,933	38,672	38,672
	3 Accounts receivable	0		
	Less allowance for doubtful accounts	0	0	0
	4 Pledges receivable	0		
	Less allowance for doubtful accounts	0	0	0
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 15 of the instructions)	0	0	0
	7 Other notes and loans receivable (attach schedule)	30,800		
	Less allowance for doubtful accounts	0		
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10 a Investments—U S and state government obligations (attach schedule)	195,347	250,493	233,863
	b Investments—corporate stock (attach schedule)	723,955	1,027,923	1,306,531
	c Investments—corporate bonds (attach schedule)	1,013,489	958,106	906,888
	11 Investments—land, buildings, and equipment basis	0		
Less accumulated depreciation (attach schedule)	0	0	0	
12 Investments—mortgage loans				
13 Investments—other (attach schedule)	80,274	80,274	84,433	
14 Land, buildings, and equipment basis	0			
Less accumulated depreciation (attach schedule)	0	0	0	
15 Other assets (describe)	0	0	0	
16 Total assets (to be completed by all filers—see the instructions Also, see page 1, item I)	2,269,165	2,386,268	2,601,187	
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons	0	0	
	21 Mortgages and other notes payable (attach schedule)	0	0	
	22 Other liabilities (describe)	0	0	
	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. <input type="checkbox"/>			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. <input type="checkbox"/>			
	27 Capital stock, trust principal, or current funds	2,269,165	2,386,268	
	28 Paid-in or capital surplus, or land, bldg, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds			
30 Total net assets or fund balances (see page 17 of the instructions)	2,269,165	2,386,268		
31 Total liabilities and net assets/fund balances (see page 17 of the instructions)	2,269,165	2,386,268		

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	2,269,165
2 Enter amount from Part I, line 27a	2	-289,218
3 Other increases not included in line 2 (itemize)	3	0
4 Add lines 1, 2, and 3	4	1,979,947
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	1,979,947

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co.)		(b) How acquired P—Purchase D—Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a See Attached Statement				
b				
c				
d				
e				
(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)	
a	0	0	0	
b	0	0	0	
c	0	0	0	
d	0	0	0	
e	0	0	0	
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))	
(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any		
a	0	0	0	
b	0	0	0	
c	0	0	0	
d	0	0	0	
e	0	0	0	
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	-143,242
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c) (see pages 13 and 17 of the instructions). If (loss), enter -0- in Part I, line 8			3	0

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? Yes No
If "Yes," the foundation does not qualify under section 4940(e). Do not complete this part.

1 Enter the appropriate amount in each column for each year; see page 18 of 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 (col. (b) divided by col. (c))
2008	110,552	3,041,837	0.036344
2007	90,721	3,463,097	0.026196
2006	155,807	3,116,134	0.050000
2005	154,915	3,013,841	0.051401
2004	190,098	3,015,025	0.063050
2 Total of line 1, column (d)			2 0.226991
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 0.045398
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5			4 2,296,581
5 Multiply line 4 by line 3			5 104,260
6 Enter 1% of net investment income (1% of Part I, line 27b)			6 1,256
7 Add lines 5 and 6			7 105,516
8 Enter qualifying distributions from Part XII, line 4 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 on page 18.			8 271,541

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see page 18 of the instructions)

1 a	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 instructions)			
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	1,256	
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	1,256	
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4		
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	1,256	
6	Credits/Payments:			
a	2009 estimated tax payments and 2008 overpayment credited to 2009	6a	2,799	
b	Exempt foreign organizations—tax withheld at source	6b		
c	Tax paid with application for extension of time to file (Form 8868)	6c	0	
d	Backup withholding erroneously withheld	6d		
7	Total credits and payments Add lines 6a through 6d	7	2,799	
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	0	
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	1,543	
11	Enter the amount of line 10 to be Credited to 2010 estimated tax <input type="checkbox"/> 0 Refunded <input type="checkbox"/>	11	1,543	

Part VII-A Statements Regarding Activities

	Yes	No
1 a		X
b		X
c		X
2		X
3		X
4 a		X
4 b	N/A	
5		X
6	X	
7	X	
8 a		
8 b	X	
9		X
10		X

Part VII-A Statements Regarding Activities (continued)

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see page 20 of the instructions)			X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?			X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address		X	
14	The books are in care of <u>HAVANA NATIONAL BANK</u> Telephone no. <u>309.543.3361</u> Located at <u>112 SOUTH ORANGE HAVANA IL</u> ZIP+4 <u>62644</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			<input type="checkbox"/>
			15	

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? <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	If any answer is "Yes" to 1a(1)–(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 20 of the instructions)? Organizations relying on a current notice regarding disaster assistance check here <input type="checkbox"/>	1b	N/A
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	
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? <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	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 page 20 of the instructions)	2b	N/A
c	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>		
3a	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	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
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2009?	4b	X

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

5a During the year did the foundation pay or incur any amount to

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? Yes No

(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? Yes No

(3) Provide a grant to an individual for travel, study, or other similar purposes? Yes No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see page 22 of the 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 page 22 of the instructions)? Organizations relying on a current notice regarding disaster assistance check here **5b** N/A

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? Yes No
If "Yes," attach the statement required by Regulations section 53.4945–5(d).

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

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? Yes No
If "Yes" to 6b, file Form 8870 **6b** X

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**

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 page 22 of the 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
HAVANA NATIONAL BANK 112 SOUTH ORANGE HAVANA IL 62644	TRUSTEE	36,066	0	0
		0	0	0
		0	0	0
		0	0	0

2 Compensation of five highest-paid employees (other than those included on line 1—see page 23 of the 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 page 23 of the instructions). If none, enter "NONE."

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		0
		0
		0
		0
		0

Total number of others receiving over \$50,000 for professional services 1

Part IX-A Summary of Direct Charitable Activities

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

Expenses

1 N/A	
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see page 24 of the 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	
3 All other program-related investments See page 24 of the instructions	

Total. Add lines 1 through 3 0

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see page 24 of the instructions.)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	2,215,572
b	Average of monthly cash balances	1b	58,680
c	Fair market value of all other assets (see page 24 of the instructions)	1c	57,302
d	Total (add lines 1a, b, and c)	1d	2,331,554
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	2,331,554
4	Cash deemed held for charitable activities Enter 1½ % of line 3 (for greater amount, see page 25 of the instructions)	4	34,973
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	2,296,581
6	Minimum investment return. Enter 5% of line 5	6	114,829

Part XI Distributable Amount (see page 25 of the instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here and do not complete this part.)

1	Minimum investment return from Part X, line 6	1	114,829
2a	Tax on investment income for 2009 from Part VI, line 5	2a	1,256
b	Income tax for 2009 (This does not include the tax from Part VI)	2b	
c	Add lines 2a and 2b	2c	1,256
3	Distributable amount before adjustments Subtract line 2c from line 1	3	113,573
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	113,573
6	Deduction from distributable amount (see page 25 of the instructions)	6	
7	Distributable amount as adjusted. Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	113,573

Part XII Qualifying Distributions (see page 25 of the instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
a	Expenses, contributions, gifts, etc.—total from Part I, column (d), line 26	1a	271,541
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	0
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	271,541
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 page 26 of the instructions)	5	1,256
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	270,285

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 page 26 of the instructions)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7				113,573
2 Undistributed income, if any, as of the end of 2009:				
a Enter amount for 2008 only			118,580	
b Total for prior years 20 05 , 20 06 , 20 07		79,839		
3 Excess distributions carryover, if any, to 2009:				
a From 2004	0			
b From 2005	0			
c From 2006	0			
d From 2007	0			
e From 2008	0			
f Total of lines 3a through e	0			
4 Qualifying distributions for 2009 from Part XII, line 4: ► \$ <u>271,541</u>				
a Applied to 2008, but not more than line 2a			118,580	
b Applied to undistributed income of prior years (Election required—see page 26 of the instructions)		0		
c Treated as distributions out of corpus (Election required—see page 26 of the instructions)	0			
d Applied to 2009 distributable amount				113,573
e Remaining amount distributed out of corpus	39,388			
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	39,388			
b Prior years' undistributed income. Subtract line 4b from line 2b		79,839		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d Subtract line 6c from line 6b Taxable amount—see page 27 of the instructions		79,839		
e Undistributed income for 2008. Subtract line 4a from line 2a Taxable amount—see page 27 of the instructions			0	
f Undistributed income for 2009 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2010				0
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions)				
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see page 27 of the instructions)	0			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	39,388			
10 Analysis of line 9:				
a Excess from 2005	0			
b Excess from 2006	0			
c Excess from 2007	0			
d Excess from 2008	0			
e Excess from 2009	39,388			

Part XIV Private Operating Foundations (see page 27 of the 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				(e) Total
	(a) 2009	(b) 2008	(c) 2007	(d) 2006	
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	0	0	0		0
b 85% of line 2a	0	0	0	0	0
c Qualifying distributions from Part XII, line 4 for each year listed	0	0	0		0
d Amounts included in line 2c not used directly for active conduct of exempt activities					0
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c	0	0	0	0	0
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test—enter:					
(1) Value of all assets					0
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					0
b "Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed	0	0	0		0
c "Support" alternative test—enter:					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					0
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					0
(3) Largest amount of support from an exempt organization					0
(4) Gross investment income					0

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 page 28 of the instructions.)

1 Information Regarding Foundation Managers:

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than \$5,000) (See section 507(d)(2))

NONE

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

NONE

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

Check here if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc. (see page 28 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a The name, address, and telephone number of the person to whom applications should be addressed

N/A

b The form in which applications should be submitted and information and materials they should include

APPLICATIONS WITH INSTRUCTIONS ARE MAILED TO EACH APPLICANT BY DIRECTOR OF NURSING

c Any submission deadlines

NONE

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors.

LIMITED TO APPROVED NURSING SCHOOLS W/IN ILLINOIS FOR REGISTERED NURSING

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				
MCFARLAND MEDICAL TRUST 112 SOUTH ORANGE HAVANA IL 62644		PUBLIC	TRANSFER TO SISTER TRUST	25,000
MASON DISTRICT HOSPITAL PO BOX 530 HAVANA IL 62644		PUBLIC	DISTRIBUTION TO HOSPITAL	99,000
CHRISTIE TOWERY 717 N SCHRADER HAVANA IL 62644		PUBLIC	SCHOLARSHIP	12,571
PATRICIA LASCELLES 7520 . SUMMUM ROAD IPAVA IL 61441		PUBLIC	SCHOLARSHIP	25,968
AMANDA KLINE PO BOX 284 HAVANA IL 62644		PUBLIC	SCHOLARSHIP	22,671
TONI HUTCHISON 501 E MAIN BATH IL 62617		PUBLIC	SCHOLARSHIP	6,872
RYLAN HUFF 15998 N. SHELBY ROAD LEWISTOWN IL 61542		PUBLIC	SCHOLARSHIP	13,053
STEPHANIE HAMM 942 N. PLUM HAVANA IL 62644		PUBLIC	SCHOLARSHIP	5,465
MONICA FERREE 714 N. HIGH HAVANA IL 62644		PUBLIC	SCHOLARSHIP	4,688
EMMA FANTER 19580 CR 100 N KILBOURNE IL 62644		PUBLIC	SCHOLARSHIP	15,787
MICHELLE CAGLE 17058 NCR 1840 E HAVANA IL 62644		PUBLIC	SCHOLARSHIP	13,267
				0
				0
				0
				0
				0
				0
Total			▶ 3a	244,342
b Approved for future payment				
				0
				0
				0
				0
				0
				0
				0
				0
				0
Total			▶ 3b	0

Line 6 (990-PF) - Gain/Loss from Sale of Assets Other Than Inventory

Index	Check "X" if Sale of Security	Description	CUSIP #	Purchaser	Check "X" if Purchaser is a Business	Date Acquired	Acquisition Method	Date Sold	Gross Sales		Cost, Other Basis and Expenses		Net Gain or Loss
									Price	0	Cost	Donated Value	
									284,591		427,833		-143,242
									0		0		0
Totals													
Securities													
Other sales													
1	X	GOLDMAN SACHS 6 65%				1/18/2001	P	5/18/2009	30,000	29,892			
2	X	JP MORGAN 6.5%				2/1/2001	P	1/15/2009	10,000	9,976			
3	X	NEW ENGLAND TELE 5 875%				4/24/2002	P	4/16/2009	10,000	9,888			
4	X	NORWEST FINANCIAL 5 625%				7/17/2001	P	2/3/2009	30,000	29,065			
5	X	CITIGROUP 6 25%				11/9/2006	P	9/29/2009	10,498	20,000			
6	X	CITIGROUP 6%				12/7/2006	P	9/29/2009	5,249	10,000			
7	X	CITIGROUP 6%				5/17/2007	P	9/29/2009	5,248	10,000			
8	X	FNMA 8 25%				3/26/2008	P	12/16/2009	703	25,001			
9	X	LEHMAN BROS 5 6%				1/22/2003	P	12/9/2009	2,450	15,000			
10	X	LEHMAN BROS 5 75%				4/1/2003	P	12/9/2009	1,633	10,000			
11	X	LEHMAN BROS 5 75%				12/16/2003	P	12/9/2009	1,634	10,000			
12	X	LEHMAN BROS 6%				7/20/2004	P	12/9/2009	1,634	10,000			
13	X	LEHMAN BROS 6.25%				2/5/2008	P	12/9/2009	8,331	51,000			
14	X	RBS 6 4%				8/26/2004	P	12/16/2009	8,509	20,000			
15	X	RBS 7 25%				2/3/1999	P	12/17/2009	13,202	22,500			
16	X	FHLMC 5 25%				2/16/2005	P	5/6/2009	20,000	20,001			
17	X	FNMA 6%				11/4/2002	P	4/14/2009	25,000	25,002			
18	X	FNMA 6%				12/29/2003	P	4/28/2009	10,000	10,001			
19	X	FNMA 6%				10/30/2003	P	4/28/2009	10,500	10,503			
20	X	FNMA 6%				1/12/2004	P	4/28/2009	10,000	10,001			
21	X	FNMA 5 25%				2/24/2005	P	4/9/2009	25,000	25,003			
22	X	CATERPILLAR FINANCIAL 6%				8/14/2003	P	11/17/2009	10,000	10,000			
23	X	CATERPILLAR FINANCIAL 6%				9/11/2003	P	12/16/2009	25,000	25,000			
24	X	FNMA 6%				8/29/2003	P	4/14/2009	10,000	10,000			

Line 16a (990-PF) - Legal Fees

		2,269	0	0	2,269
	Name of Organization or Person Providing Service	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes (Cash Basis Only)
1	PERBIX & MORGAN	1,269			1,269
2	KNUPPEL & LINDNER	1,000			1,000
3					
4					
5					
6					
7					
8					
9					
10					

Line 18 (990-PF) - Taxes

		15	0	0	15
	Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
1	Real estate tax not included in line 20				
2	Tax on investment income				
3	Income tax				
4	STATE FILING FEE	15			15
5					
6					
7					
8					
9					
10					

Line 23 (990-PF) - Other Expenses

		871	0	0	0	871
	Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes	
1	Amortization. See attached statement	0	0	0	0	0
2	Fund Raising					
3	INSURANCE PREMIUMS	871				871
4						
5						
6						
7						
8						
9						
10						

Part II, Line 7 (990-PF) - Other Notes

		99,847	62,167	30,800	0	30,800	
	Borrower's Name	Original Amount	Net Balance Due Beginning of Year	Balance Due End of Year	Allowance for Doubtful Accts End of Year	FMV of Other Notes	Security Provided
1	JENELLE HAZZARD	9,745	7,486	6,821		6,821	
2	RENAE LOFFREDO	13,208	8,708	7,937		7,937	
3	KIM PERKINS	35,234	30,453	0			
4	JAMELLE SKELTON	15,381	5,202	1,994		1,994	
5	KAYLA PHERIGO	12,318	10,318	242		242	
6	STEPHANIE HAMM	13,961	0	13,806		13,806	
7			0				
8			0				
9			0				
10			0				

Part II, Line 10b (990-PF) - Investments - Corporate Stock

	Description	Num Shares/ Face Value	Book Value Beg. of Year	Book Value End of Year	FMV Beg. of Year	FMV End of Year
1	MULTIPLE CORPORATE STOCK		723,955	1,027,923	1,063,179	1,306,531
2						
3						
4						
5						
6						
7						
8						
9						
10						

Part II, Line 10c (990-PF) - Investments - Corporate Bonds

	Description	Interest Rate	Maturity Date	Book Value Beg. of Year	Book Value End of Year	FMV Beg of Year	FMV End of Year
				1,013,489	958,106	679,999	906,888
1	MULTIPLE CORPORATE BONDS			1,013,489	958,106	679,999	906,888
2							
3							
4							
5							
6							
7							
8							
9							
10							

Part II, Line 13 (990-PF) - Investments - Other

	Item or Category	Basis of Valuation	Book Value Beg. of Year	Book Value End of Year	FMV End of Year
1	T. ROWE PRICE FUND		80,274	80,274	84,433
2					
3					
4					
5					
6					
7					
8					
9					
10					

Part IV (990-PF) - Capital Gains and Losses for Tax on Investment Income

Line	Kind(s) of Property Sold	CUSIP #	How Acquired	Date Acquired	Date Sold	Gross Sales Price	Depreciation Allowed	Cost or Other Basis Plus Expense of Sale	Gain or Loss	FMV as of 12/31/69	Adjusted Basis as of 12/31/69	Excess of FMV Over Adj Basis	Gains Minus Excess of FMV Over Adjusted Basis or Losses	Totals	
														284,591	-143,242
	Long Term CG Distributions	0												0	-143,242
	Short Term CG Distributions	0												0	
1	GOLDMAN SACHS 6 65%		P	1/18/2001	5/18/2009	30,000	0	29,892	108				108	0	
2	JP MORGAN 6 5%		P	2/1/2001	1/15/2009	10,000	0	9,976	24				24	0	
3	NEW ENGLAND TELE 5 875%		P	4/24/2002	4/16/2009	10,000	0	9,888	112				112	0	
4	NORWEST FINANCIAL 5 625%		P	7/17/2001	2/3/2009	30,000	0	29,065	935				935	0	
5	CITIGROUP 6 25%		P	11/9/2006	9/29/2009	10,498	0	20,000	-9,502				-9,502	0	
6	CITIGROUP 6%		P	12/7/2006	9/29/2009	5,249	0	10,000	-4,751				-4,751	0	
7	CITIGROUP 6%		P	5/17/2007	9/29/2009	5,248	0	10,000	-4,752				-4,752	0	
8	FNMA 8 25%		P	3/26/2008	12/16/2009	703	0	25,001	-24,298				-24,298	0	
9	LEHMAN BROS 5 6%		P	1/22/2003	12/9/2009	2,450	0	15,000	-12,550				-12,550	0	
10	LEHMAN BROS 5 75%		P	4/1/2003	12/9/2009	1,633	0	10,000	-8,367				-8,367	0	
11	LEHMAN BROS 5 75%		P	12/16/2003	12/9/2009	1,634	0	10,000	-8,366				-8,366	0	
12	LEHMAN BROS 6%		P	7/20/2004	12/9/2009	1,634	0	10,000	-8,366				-8,366	0	
13	LEHMAN BROS 6 25%		P	2/5/2008	12/9/2009	8,331	0	51,000	-42,669				-42,669	0	
14	RBS 6 4%		P	8/26/2004	12/16/2009	8,509	0	20,000	-11,491				-11,491	0	
15	RBS 7 25%		P	2/3/1999	12/17/2009	13,202	0	22,500	-9,298				-9,298	0	
16	FHLMC 5 25%		P	2/16/2005	5/6/2009	20,000	0	20,001	-1				-1	0	
17	FNMA 6%		P	1/14/2002	4/14/2009	25,000	0	25,002	-2				-2	0	
18	FNMA 6%		P	12/29/2003	4/28/2009	10,000	0	10,001	-1				-1	0	
19	FNMA 6%		P	10/30/2003	4/28/2009	10,500	0	10,503	-3				-3	0	
20	FNMA 6%		P	1/12/2004	4/28/2009	10,000	0	10,001	-1				-1	0	
21	FNMA 5 25%		P	2/24/2005	4/9/2009	25,000	0	25,003	-3				-3	0	
22	CATERPILLAR FINANCIAL 6%		P	8/14/2003	11/17/2009	10,000	0	10,000	0				0	0	
23	CATERPILLAR FINANCIAL 6%		P	9/11/2003	12/16/2009	25,000	0	25,000	0				0	0	
24	FNMA 6%		P	8/29/2003	4/14/2009	10,000	0	10,000	0				0	0	

Part

	36,066	0	0	0
	Compensation	Benefits	Expense Account	Explanation
1	36,066			
2				
3				
4				
5				
6				
7				
8				
9				
10				