Form **990-PF**

Department of the Treasury
Internal Revenue Service

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

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

OMB No 1545-0052

2009

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

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

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

Name of foundation: The Jared and Carol Hills Foundation

A Employer identification number: 39-1896077

Number and street (or P O box number if mail is not delivered to street address): c/o Darrel Morf, 115 Third Street SE — Room/suite: 1200

B Telephone number (see page 10 of the instructions): (319)366-764

City or town, state, and ZIP code: Cedar Rapids, Iowa 52401

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 ▶ ☐

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

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

I Fair market value of all assets at end of year *(from Part II, col (c), line 16)* ▶ $ 2,283,370

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

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

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 page 11 of the instructions).)*

	Line	Description	(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 (attach schedule)				
	2	Check ▶ ☐ if the foundation is **not** required to attach Sch. B				
	3	Interest on savings and temporary cash investments				
	4	Dividends and interest from securities	101,075	101,075		
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10	(247)			
	b	Gross sales price for all assets on line 6a 286,846				
	7	Capital gain net income (from Part IV, line 2)				
	8	Net short-term capital gain			479	
	9	Income modifications				
	10a	Gross sales less returns and allowances				
	b	Less: Cost of goods sold				
	c	Gross profit or (loss) (attach schedule)				
	11	Other income (attach schedule)				
	12	**Total.** Add lines 1 through 11	100,828	101,075	479	
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc				
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16a	Legal fees (attach schedule)	1,229	1,229		
	b	Accounting fees (attach schedule)				
	c	Other professional fees (attach schedule)				
	17	Interest				
	18	Taxes (attach schedule) (see page 14 of the instructions)	2,441	2,441		
	19	Depreciation (attach schedule) and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (attach schedule)				
	24	**Total operating and administrative expenses.** Add lines 13 through 23	3,670	3,670		
	25	Contributions, gifts, grants paid	103,495			103,495
	26	**Total expenses and disbursements.** Add lines 24 and 25	107,165	3,670	0	103,495
	27	Subtract line 26 from line 12:				
	a	**Excess of revenue over expenses and disbursements**	(6,337)			
	b	**Net investment income** (if negative, enter -0-)		97,405		
	c	**Adjusted net income** (if negative, enter -0-)			479	

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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
1	Cash—non-interest-bearing	26,183	125,188	125,188
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 page 16 of the instructions)			
7	Other notes and loans receivable (attach schedule) ▶			
	Less: allowance for doubtful accounts ▶			
8	Inventories for sale or use			
9	Prepaid expenses and deferred charges			
10a	Investments—U.S. and state government obligations (attach schedule)	77,021		
b	Investments—corporate stock (attach schedule)	713,003	751,170	787,468
c	Investments—corporate bonds (attach schedule)			
11	Investments—land, buildings, and equipment: basis ▶			
	Less: accumulated depreciation (attach schedule) ▶			
12	Investments—mortgage loans	1,488,660	1,417,693	1,370,714
13	Investments—other (attach schedule)			
14	Land, buildings, and equipment: basis ▶			
	Less: accumulated depreciation (attach schedule) ▶			
15	Other assets (describe ▶)			
16	**Total assets** (to be completed by all filers—see the instructions. Also, see page 1, item I)	2,304,867	2,294,051	2,283,370
17	Accounts payable and accrued expenses			
18	Grants payable			
19	Deferred revenue			
20	Loans from officers, directors, trustees, and other disqualified persons			
21	Mortgages and other notes payable (attach schedule)			
22	Other liabilities (describe ▶)			
23	**Total liabilities** (add lines 17 through 22)	0	0	
	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			
28	Paid-in or capital surplus, or land, bldg, and equipment fund			
29	Retained earnings, accumulated income, endowment, or other funds	2,304,867	2,294,051	
30	**Total net assets or fund balances** (see page 17 of the instructions)	2,304,867	2,294,051	
31	**Total liabilities and net assets/fund balances** (see page 17 of the instructions)	2,304,867	2,294,051	

(Sections: Assets — lines 1–16; Liabilities — lines 17–23; Net Assets or Fund Balances — lines 24–31)

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	2,304,867
2	Enter amount from Part I, line 27a	2	(6,337)
3	Other increases not included in line 2 (itemize) ▶	3	0
4	Add lines 1, 2, and 3	4	2,298,530
5	Decreases not included in line 2 (itemize) ▶ Valuation Adjustments Due to Change in Investment Firm	5	4,479
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	2,294,051

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 Schedule B			
b				
c				
d				
e				

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

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

	(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				
b				
c				
d				
e				

2	Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 / If (loss), enter -0- in Part I, line 7 }	2	(247)
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	479

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	119,186	2,210,516	0539
2007	108,603	2,345,117	.0463
2006	96,200	2,227,014	.0432
2005	60,616	2,123,913	.0285
2004	64,544	1,802,543	.0358

2	**Total** of line 1, column (d)	2	.2077
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	.04154
4	Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	2,169,180
5	Multiply line 4 by line 3	5	90,108
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	974
7	Add lines 5 and 6	7	91,082
8	Enter qualifying distributions from Part XII, line 4	8	103,495

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.

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see page 18 of the 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 ▶ ☑ and enter 1% of Part I, line 27b		1	974	05
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	974	05
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	974	05
6	Credits/Payments				
a	2009 estimated tax payments and 2008 overpayment credited to 2009	6a 2,050			
b	Exempt foreign organizations—tax withheld at source	6b 0			
c	Tax paid with application for extension of time to file (Form 8868)	6c 0			
d	Backup withholding erroneously withheld	6d 0			
7	Total credits and payments Add lines 6a through 6d		7	2,050	
8	Enter any **penalty** for underpayment of estimated tax. Check here ☐ 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	1,075	95
11	Enter the amount of line 10 to be: **Credited to 2010 estimated tax** ▶ 1,075 95 **Refunded** ▶		11		

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		✓
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)?	1b		✓
	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		✓
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year. **(1)** On the foundation. ▶ $ ______ **(2)** On foundation managers ▶ $ ______			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ______			
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		✓
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		✓
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		✓
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	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		✓
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	✓	
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	✓	
8a	Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ▶ Iowa			
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	✓	
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 on page 27)? *If "Yes," complete Part XIV*	9		✓
10	Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10		✓

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 page 20 of the instructions)	11		✓
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		✓
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	✓	
	Website address ▶			

14 The books are in care of ▶ Darrel A. Morf, Secretary Telephone no. ▶ (319)366-764

Located at ▶ Simmons Perrine Moyer Bergman, 115 3rd Street SE, Cedar Rapids, IA ZIP+4 ▶ 52401

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 |

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)?		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		✓
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)):				
a	At the end of tax year 2009, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2009?	☐ Yes ☑ No			
	If "Yes," list the years ▶ 20___, 20___, 20___, 20___				
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement—see page 20 of the instructions.)		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 ▶ 20___, 20___, 20___, 20___				
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	☐ Yes ☑ No			
b	If "Yes," did it have excess business holdings in 2009 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969, **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2009.)*		3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a		✓
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		✓

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)? **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? ☐ 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** ✓ (No)

If "Yes" to 6b, file Form 8870.

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☑ No

b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction? **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
See Attached Schedule C				

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		
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 None	
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 None	
2	
All other program-related investments See page 24 of the instructions	
3 None	
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	2,133,612
b	Average of monthly cash balances	1b	68,601
c	Fair market value of all other assets (see page 24 of the instructions)	1c	0
d	**Total** (add lines 1a, b, and c)	1d	2,202,213
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	2,202,213
4	Cash deemed held for charitable activities. Enter 1 ½ % of line 3 (for greater amount, see page 25 of the instructions)	4	33,033
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	2,169,180
6	**Minimum investment return.** Enter 5% of line 5	6	108,459

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	108,459
2a	Tax on investment income for 2009 from Part VI, line 5 — 2a 974		
b	Income tax for 2009 (This does not include the tax from Part VI.) — 2b 0		
c	Add lines 2a and 2b	2c	974
3	Distributable amount before adjustments Subtract line 2c from line 1	3	107,485
4	Recoveries of amounts treated as qualifying distributions	4	0
5	Add lines 3 and 4	5	107,485
6	Deduction from distributable amount (see page 25 of the instructions)	6	0
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	107,485

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	103,495
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	0
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	0
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	103,495
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	974
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	102,521

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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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				107,485
2 Undistributed income, if any, as of the end of 2009.				
a Enter amount for 2008 only			99,014	
b Total for prior years: 20 ___ ,20 ___ ,20 ___		0		
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: ▶ $ 103,495				
a Applied to 2008, but not more than line 2a			99,014	
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				4,481
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 page 27 of the instructions		0		
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				103,004
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)	0			
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	0			
10 Analysis of line 9				
a Excess from 2005 — N/A				
b Excess from 2006 — N/A				
c Excess from 2007 — N/A				
d Excess from 2008 — N/A				
e Excess from 2009 — N/A				

Part XIV Private Operating Foundations (see page 27 of the instructions and Part VII-A, question 9)

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2009, enter the date of the ruling ▶ **N/A**

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

	Tax year	Prior 3 years			
	(a) 2009	(b) 2008	(c) 2007	(d) 2006	(e) Total
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct 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 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).)

Carol T. Hills, Jared S. Hills

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.

Carol T. Hills, 2008 Balsam Drive SW, Cedar Rapids, IA 52404

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

Correspondence stating nature of request.

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.

No gifts to individuals, only gifts to public charities, Iowa public charities preferred

Part XV Supplementary Information (continued)

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
See Attached Schedule E				
Total . . . . ▶ 3a				103,495
b *Approved for future payment*				
N/A				
Total . . . . ▶ 3b				0

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income (a) Business code	(b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	(d) Amount	(e) Related or exempt function income (See page 28 of the instructions.)
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					
4 Dividends and interest from securities			14	101,075	
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	(247)	
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)				100,828	0

13 **Total.** Add line 12, columns (b), (d), and (e) 13 100,828

(See worksheet in line 13 instructions on page 28 to verify calculations)

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

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes) (See page 29 of the instructions)
N/A	

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)		✓
	(2) Other assets	1a(2)		✓
b	Other transactions			
	(1) Sales of assets to a noncharitable exempt organization	1b(1)		✓
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)		✓
	(3) Rental of facilities, equipment, or other assets	1b(3)		✓
	(4) Reimbursement arrangements	1b(4)		✓
	(5) Loans or loan guarantees	1b(5)		✓
	(6) Performance of services or membership or fundraising solicitations	1b(6)		✓
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		✓

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

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

Signature of officer or trustee — Date: 5-11-2010 — Title: Secretary

Paid Preparer's Use Only			
Preparer's signature	Date 5-11-2010	Check if self-employed ▶ ☐	Preparer's identifying number (see **Signature** on page 30 of the instructions) P01050727
Firm's name (or yours if self-employed), address, and ZIP code	Simmons Perrine Moyer Bergman PLC	EIN ▶	42-0665669
	115 3rd St. SE, Suite 1200, Cedar Rapids, IA 52401	Phone no	(319)366-764

Schedule A (Part II)

BAIRD

ASSET DETAILS

This section shows the cash, cash alternatives and/or securities in your account It reflects market values as of the close of business, December 31, 2009
Please note, unrealized gain/loss is being prepared for informational purposes only and should not be used for tax preparation without the assistance of your tax advisor

CASH AND CASH ALTERNATIVES

	Current Value	Cost	Unrealized Gain/(-)Loss*	Anticipated Annualized Income	Current Yield %
INSURED DEPOSIT M & I	125,188 15	125,188 15		625 94	0 50%
Net yield from 12/01/09 - 12/31/09 was 0 50% (Compounded)					
Deposits held at M&I Bank are insured by the FDIC up to $250,000					
Total Cash and Cash Alternatives	**$125,188.15**	**$125,188.15**		**$625.94**	**0.50%**

PORTFOLIO ASSETS

	Symbol/CUSIP Bond Rating+	Quantity	Current Price	Average Unit Cost	Current Value	Cost	Unrealized Gain/(-)Loss*	Anticipated Annualized Income	Current Yield %
Stocks/Options									
ABBOTT LABORATORIES	ABT	500	53 9900	41 5001	26,995 00	20,750 05	6,244 95	800 00	2 96%
ARCHER DANIELS MIDLAND COMPANY	ADM	1,000	31 3100	16 0372	31,310 00	16,037 19	15,272 81	560 00	1 79%
BARRICK GOLD CORP	ABX	500	39 3800	34 0573	19,690 00	17,028 64	2,661 36	200 00	1 02%
BEST BUY COMPANY INC	BBY	600	39 4600	46 1538	23,676 00	27,692 26	-4,016 26	336 00	1 42%
CISCO SYSTEMS INC	CSCO	1,000	23 9400	10 5105	23,940 00	10,510 53	13,429 47	N/A	N/A
EMERSON ELECTRIC COMPANY	EMR	500	42 6000	33 8594	21,300 00	16,929 71	4,370 29	670 00	3 15%
EXXON MOBIL CORP	XOM	200	68 1900	66 2395	13,638 00	13,247 90	390 10	336 00	2 46%
GENERAL ELECTRIC COMPANY	GE	2,000	15 1300	21 9747	30,260 00	43,949 49	-13,689 49	800 00	2 64%
JPMORGAN CHASE & COMPANY	JPM	500	41 6700	37 1019	20,835 00	18,550 93	2,284 07	100 00	0 48%
JOHNSON & JOHNSON	JNJ	500	64 4100	49 8981	32,205 00	24,949 04	7,255 96	980 00	3 04%
MERCK & COMPANY INC NEW	MRK	500	36 5400	37 9460	18,270 00	18,973 00	-703 00	760 00	4 16%
UNITED TECHNOLOGIES CORP	UTX	400	69 4100	52 5727	27,764 00	21,029 06	6,734 94	616 00	2 22%
Total Stocks/Options					**$289,883.00**	**$249,647.80**	**$40,235.20**	**$6,158.00**	**2.12%**
Stock Funds									
CAPITAL INCOME BLDR FUND CLASS A	140193103	733 231	47 8900	62 9270	35,114 43	46,140 02	-11,025 59	1,374 80	3 92%
CAPITAL WORLD GROWTH & INCOME FUND INC CL A	CWGIX	1,629 489	34 0800	44 8212	55,532 98	73,035 66	-17,502 68	1,385 06	2 49%

ASSET DETAILS continued

	Symbol/CUSIP Bond Rating+	Quantity	Current Price	Average Unit Cost	Current Value	Cost	Unrealized Gain/(-)Loss*	Anticipated Annualized Income	Current Yield %
Stock Funds continued									
DAVIS SERIES INC DAVIS OPPORTUNITY FD CL A	RPEAX	1,585 043	20 0800	23 6941	31,827 66	37,556 13	-5,728 47	9 51	0 03%
DAVIS NEW YORK VENTURE FUND INC CL A	NYVTX	2,912 033	30 9800	26 3892	90,214 78	76,846 36	13,368 42	984 26	1 09%
EURO PACIFIC GROWTH FD CL A	AEPGX	2,780 680	38 3400	33 3868	106,611 27	92,837 92	13,773 35	2,160 58	2 03%
FUNDAMENTAL INVRS INC CL A	ANCFX	2,983 787	32 7300	29 0286	97,659 34	86,615 18	11,044 16	1,432 21	1 47%
INVESTMENT CO AMERICA CL A	AIVSX	1,087 290	25 9500	30 1815	28,215 17	32,815 99	-4,600 82	652 37	2 31%
NEW PERSPECTIVE FD INC CL A	ANWPX	2,044 044	25 6400	27 2377	52,409 28	55,675 11	-3,265 83	1,126 26	2 15%
Total Stock Funds					**$497,584.91**	**$501,522.37**	**-$3,937.46**	**$9,125.05**	**1.83%**
Taxable Bonds									
FEDL HOME LOAN MTG CORP MULTICL REMIC 2390 CL TB MONTHLY 14 DAY DELAY CPN 6 000% DUE 12/15/21 DTD 12/01/01 FC 01/15/02	31339LSN1	31,000	106 0630	99 0194	32,879 53	30,695 99***	2,183 54	1,860 00	5 66%
FEDL NATL MTG ASSN REMIC SER 1992-195 CL C MONTHLY 24 DAY DELAY CPN 7 500% DUE 10/25/22 DTD 10/01/92 FC 11/25/92 REMAINING PRINCIPAL $847	31358RBM4	20,000	108 5270	103 2500	919 50	874 79***	44 71	63 54	6 91%
FEDL NATL MTG ASSN REMIC SER 1993-255 CL D MONTHLY 24 DAY DELAY CPN 6 550% DUE 12/25/23 DTD 12/01/93 FC 01/25/94 REMAINING PRINCIPAL $9,428	31359FF45	20,000	99 9610	103 5000	9,425 17	9,758 86***	-333 69	617 58	6 55%
GOVT NATL MTG ASSN POOL #392660 CPN 8 000% DUE 10/15/24 DTD 10/01/94 FC 11/15/94 REMAINING PRINCIPAL $207	36205KE99	40,000	111 3400	103 5000	230 70	214 46***	16 24	16 57	7 19%
GOVT NATL MTG ASSN II POOL #002118 CPN 7 500% DUE 11/20/25 DTD 11/01/95 FC 12/20/95 REMAINING PRINCIPAL $3,839	36202CK77	275,000	109 3580	106 7500	4,199 34	4,099 19***	100 15	287 99	6 86%

ASSET DETAILS continued

Taxable Bonds continued	Symbol/CUSIP Bond Rating+	Quantity	Current Price	Average Unit Cost	Current Value	Cost	Unrealized Gain/(-)Loss*	Anticipated Annualized Income	Current Yield %
GOVT NATL MTG ASSN REMIC SER 2002-66 CL B MONTHLY 15 DAY DELAY CPN 4 250% DUE 12/16/25 DTD 09/01/02 FC 10/16/02	38373VSV3	20,000	103 6510	95 4050	20,730 20	19,081 00***	1,649 20	850 00	4 10%
FEDL HOME LOAN MTG CORP MULTICL REMIC 1847 CL LL MONTHLY 14 DAY DELAY CPN 7 500% DUE 04/15/26 DTD 04/01/96 FC 05/15/96 REMAINING PRINCIPAL $1,594	3133T6N31 Moody Aaa	23,000	109 2690	104 7500	1,741 78	1,669 74***	72 04	119 55	6 86%
FEDL HOME LOAN MTG CORP MULTICL REMIC 2036 CL PD MONTHLY 14 DAY DELAY CPN 6 500% DUE 03/15/28 DTD 03/01/98 FC 04/15/98 REMAINING PRINCIPAL $13,458	3133TD6A9	25,000	107 8990	101 5000	14,521 56	13,660 35***	861 21	874 80	6 02%
GOVT NATL MTG ASSN REMIC SER 2001-61 CL DE MONTHLY 15 DAY DELAY CPN 6 000% DUE 09/16/30 DTD 12/01/01 FC 01/16/02 REMAINING PRINCIPAL $39,918	38373TQB4	50,000	100 5960	102 7500	40,156 71	41,016 56***	-859 85	2,395 12	5 96%
GOVT NATL MTG ASSN MUTLICL 2001-4 CL PM MONTHLY 19 DAY DELAY CPN 6 500% DUE 03/20/31 DTD 03/01/01 FC 04/20/01 REMAINING PRINCIPAL $13,294	383739JM2	50,000	107 2230	103 5000	14,254 71	13,759 76***	494 95	864 13	6 06%
GOVT NATL MTG ASSN MUTLICL 2001-17 CL PG MONTHLY 19 DAY DELAY CPN 6 500% DUE 04/20/31 DTD 04/01/01 FC 05/20/01 REMAINING PRINCIPAL $6,891	383739N88	30,000	107 2320	105 5000	7,390 20	7,270 83***	119 37	447 96	6 06%
GOVT NATL MTG ASSN REMIC SER 2002-52 CL CJ MONTHLY 19 DAY DELAY CPN 6 000% DUE 09/20/31 DTD 07/01/02 FC 08/20/02 REMAINING PRINCIPAL $3,211	38373XG75	20,000	100 9010	103 7500	3,239 94	3,331 42***	-91 48	192 66	5 95%

ASSET DETAILS continued

Taxable Bonds continued

	Symbol/CUSIP Bond Rating+	Quantity	Current Price	Average Unit Cost	Current Value	Cost	Unrealized Gain/(-)Loss*	Anticipated Annualized Income	Current Yield %
GOVT NATL MTG ASSN REMIC SER 2001-52 CL BF MONTHLY 19 DAY DELAY CPN 6 000% DUE 10/20/31 DTD 10/01/01 FC 11/20/01 REMAINING PRINCIPAL $43,879	38373RZM4	49,000	106 4270	100 6122	46,699 14	44,147 66***	2,551 48	2,632 74	5 64%
GOVT NATL MTG ASSN REMIC SER 2001-57 CL D MONTHLY 19 DAY DELAY CPN 6 500% DUE 11/20/31 DTD 11/01/01 FC 12/20/01 REMAINING PRINCIPAL $6,370	38373THQ1	25,000	107 2470	104 5000	6,832 67	6,657 66***	175 01	414 11	6 06%
FEDL NATL MTG ASSN REMIC SER 2001-60 CL GH MONTHLY 24 DAY DELAY CPN 6 000% DUE 11/25/31 DTD 10/01/01 FC 11/25/01 REMAINING PRINCIPAL $15,475	313921Y93	30,000	106 2870	104 0000	16,448 59	16,094 66***	353 93	928 53	5 65%
FEDL NATL MTG ASSN REMIC SER 2001-60 CL GK MONTHLY 24 DAY DELAY CPN 6 000% DUE 11/25/31 DTD 10/01/01 FC 11/25/01 REMAINING PRINCIPAL $60,133	313921Y85	85,000	106 2870	103 1470	63,914 51	62,026 30***	1,888 21	3,608 03	5 65%
GOVT NATL MTG ASSN REMIC SER 2002-13 CL KH MONTHLY 15 DAY DELAY CPN 6 000% DUE 02/16/32 DTD 02/01/02 FC 03/16/02	38373T4J1	30,000	106 7030	104 2683	32,010 90	31,280 49***	730 41	1,800 00	5 62%
GOVT NATL MTG ASSN REMIC SER 2002-47 CL HM MONTHLY 15 DAY DELAY CPN 6 000% DUE 07/16/32 DTD 07/01/02 FC 08/16/02 REMAINING PRINCIPAL $14,266	38373X6F8	25,000	106 1530	102 5000	15,144 58	14,623 41***	521 17	856 00	5 65%
FEDL HOME LOAN MTG CORP MULTICL REMIC 2497 CL JH MONTHLY 14 DAY DELAY CPN 6 000% DUE 09/15/32 DTD 09/01/02 FC 10/15/02 REMAINING PRINCIPAL $17,304	31392VGQ9	25,000	105 4920	102 5000	18,254 48	17,736 74***	517 74	1,038 24	5 69%

ASSET DETAILS continued

Taxable Bonds continued

	Symbol/CUSIP Bond Rating+	Quantity	Current Price	Average Unit Cost	Current Value	Cost	Unrealized Gain/(-)Loss*	Anticipated Annualized Income	Current Yield %
GOVT NATL MTG ASSN REMIC SER 2003-86 CL QE MONTHLY 19 DAY DELAY CPN 5 500% DUE 10/20/32 DTD 10/01/03 FC 11/20/03	38374CN64	30,000	105 3840	99 5200	31,615 20	29,856 00***	1,759 20	1,650 00	5 22%
FEDL HOME LOAN MTG CORP MULTICL REMIC 2600 CL UW MONTHLY 14 DAY DELAY CPN 6 000% DUE 03/15/33 DTD 04/01/03 FC 05/15/03 REMAINING PRINCIPAL $11,453	31393PPP3	25,000	99 9460	99 7500	11,447 76	11,425 31***	22 45	687 23	6 00%
GOVT NATL MTG ASSN REMIC SER 2004-16 CL AD MONTHLY 19 DAY DELAY CPN 5 500% DUE 04/20/33 DTD 02/01/04 FC 03/20/04	38374FGY4	29,000	105 6010	94 7207	30,624 29	27,468 99***	3,155 30	1,595 00	5 21%
FEDL HOME LOAN MTG CORP MULTICL REMIC 2677 CL CC MONTHLY 14 DAY DELAY CPN 6 000% DUE 09/15/33 DTD 09/01/03 FC 10/15/03	31394JSE8	19,000	101 3070	100 0300	19,248 33	19,005 70***	242 63	1,140 00	5 92%
BANK AMERICA ALT LN TR CMO SER 2003-10 CL 2A4 MONTHLY 24 DAY DELAY CPN 6 000% DUE 12/25/33 DTD 11/01/03 FC 12/25/03 REMAINING PRINCIPAL $71,958	05948KHE2 Moody Aaa	50,000	64 9230	99 8700	46,717 85	71,865 32***	-25,147 47	4,317 53	9 24%
FEDL HOME LOAN MTG CORP MULTICL REMIC 3075 CL BC MONTHLY 14 DAY DELAY CPN 6 000% DUE 04/15/34 DTD 11/01/05 FC 12/15/05 REMAINING PRINCIPAL $14,288	31396ESC1	40,000	99 9980	99 5000	14,288 33	14,217 17***	71 16	857 31	6 00%
FEDL NATL MTG ASSN REMIC SER 2005-27 CL GD MONTHLY 24 DAY DELAY CPN 5 500% DUE 12/25/34 DTD 03/01/05 FC 04/25/05	31394CK68	16,000	101 4690	99 0375	16,235 04	15,846 00***	389 04	880 00	5 42%
FEDL HOME LOAN MTG CORP MULTICL REMIC 2927 CL KG MONTHLY 14 DAY DELAY CPN 7 000% DUE 02/15/35 DTD 02/01/05 FC 03/15/05 REMAINING PRINCIPAL $141,908	31395MJN0	250,000	85 6520	97 5000	121,547 55	138,360 88***	-16,813 33	9,933 60	8 17%

ASSET DETAILS continued

	Symbol/CUSIP Bond Rating+	Quantity	Current Price	Average Unit Cost	Current Value	Cost	Unrealized Gain/(-)Loss*	Anticipated Annualized Income	Current Yield %
Taxable Bonds continued									
FEDL HOME LOAN MTG CORP MULTICL REMIC 2968 CL JB MONTHLY 14 DAY DELAY CPN 6 000% DUE 04/15/35 DTD 04/01/05 FC 05/15/05	31395RQZ4	16,000	105 5400	100 0375	16,886 40	16,006 00***	880 40	960 00	5 69%
BANC AMERICA FUNDING CRP REMIC SER 2005-2 CL 2A5 MONTHLTY 24 DAY DELAY CPN 6 000% DUE 04/25/35 DTD 03/01/05 FC 04/25/05	05946XTQ6 S&P AAA	100,000	70 4810	99 5060	70,481 00	99,506 00***	-29,025 00	6,000 00	8 51%
GOVT NATL MTG ASSN REMIC TR 2005-51 CL DC MONTHLY 19 DAY DELAY CPN 5 000% DUE 07/20/35 DTD 07/01/05 FC 08/20/05	38374LXL0	30,000	98 0330	99 5200	29,409 90	29,856 00***	-446 10	1,500 00	5 10%
FEDL HOME LOAN MTG CORP MULTICL REMIC 3073 CL DA MONTHLY 14 DAY DELAY CPN 5 500% DUE 11/15/35 DTD 11/01/05 FC 12/15/05 REMAINING PRINCIPAL $11,814	31396FG98	30,000	104 2520	100 5000	12,316 86	11,873 58***	443 28	649 79	5 28%
FEDL HOME LOAN MTG CORP MULTICL REMIC 3264 CL EE MONTHLY 14 DAY DELAY CPN 5 750% DUE 02/15/36 DTD 01/01/07 FC 02/15/07	31397ERX5	15,000	101 2030	100 0400	15,180 45	15,006 00***	174 45	862 50	5 68%
BANC AMERICA FUNDING TR REMIC SER 2006-2 CL 2A17 MONTHLY 24 DAY DELAY CPN 5 750% DUE 03/25/36 DTD 02/01/06 FC 03/25/06 REMAINING PRINCIPAL $33,572	05949QAY1 S&P AA+ Moody Baa3	50,000	66 3200	95 8700	22,265 28	32,185 95***	-9,920 67	1,930 41	8 67%
FEDL NATL MTG ASSN REMIC SER 2006-23 CL DE MONTHLY 24 DAY DELAY CPN 6 000% DUE 04/25/36 DTD 03/01/06 FC 04/25/06	31395B3Z4	25,000	104 3170	99 2740	26,079 25	24,818 50***	1,260 75	1,500 00	5 75%
FEDL HOME LOAN MTG CORP MULTICL REMIC 3224 CL AE MONTHLY 14 DAY DELAY CPN 5 750% DUE 05/15/36 DTD 10/01/06 FC 11/15/06 REMAINING PRINCIPAL $13,198	31397BWV9	55,000	100 5810	96 5000	13,275 52	12,736 87***	538 65	758 93	5 72%

ASSET DETAILS continued

Taxable Bonds continued	Symbol/CUSIP Bond Rating+	Quantity	Current Price	Average Unit Cost	Current Value	Cost	Unrealized Gain/(-)Loss*	Anticipated Annualized Income	Current Yield %
FEDL HOME LOAN MTG CORP REMIC SERIES 3251 CL CC MONTHLY 14 DAY DELAY CPN 6 000% DUE 05/15/36 DTD 12/01/06 FC 01/15/07	31397EH40	15,000	101 0820	98 5400	15,162 30	14,781 00***	381 30	900 00	5 94%
FEDL NATL MTG ASSN REMIC SER 2006-40 CL LB MONTHLY 24 DAY DELAY CPN 6 000% DUE 05/25/36 DTD 04/01/06 FC 05/25/06 REMAINING PRINCIPAL $121,648	31395DBW8	125,000	101 1730	99 0640	123,075 83	120,510 25***	2,565 58	7,298 93	5 93%
FEDL NATL MTG ASSN REMIC SER 2006-110 CL WD MONTHLY 24 DAY DELAY CPN 5 500% DUE 05/25/36 DTD 10/01/06 FC 11/25/06	31396LWX4	34,000	100 4010	90 3176	34,136 34	30,707 99***	3,428 35	1,870 00	5 48%
FEDL HOME LOAN MTG CORP MULTICL REMIC 3164 CL HD MONTHLY 14 DAY DELAY CPN 6 000% DUE 06/15/36 DTD 06/01/06 FC 07/15/06	31396TD34	75,000	100 9240	99 6827	75,693 00	74,761 99***	931 01	4,500 00	5 95%
FEDL NATL MTG ASSN REMIC SER 2006-106 CL CB MONTHLY 24 DAY DELAY CPN 6 000% DUE 06/25/36 DTD 10/01/06 FC 11/25/06	31396LNR7	20,000	101 1780	99 9050	20,235 60	19,981 00***	254 60	1,200 00	5 93%
FEDL HOME LOAN MTG CORP MULTICL REMIC 3189 CL LC MONTHLY 14 DAY DELAY CPN 6 000% DUE 07/15/36 DTD 07/01/06 FC 08/15/06	31396UAE0	54,000	100 7840	99 9111	54,423 36	53,951 99***	471 37	3,240 00	5 95%
FEDL HOME LOAN MTG CORP MULTICL REMIC 3329 CL CC MONTHLY 14 DAY DELAY CPN 6 000% DUE 03/15/37 DTD 06/01/07 FC 07/15/07	31397HXN3	50,000	101 4700	100 0120	50,735 00	50,006 00***	729 00	3,000 00	5 91%
FEDL HOME LOAN MTG CORP MULTICL REMIC 3334 CL WD MONTHLY 14 DAY DELAY CPN 6 250% DUE 04/15/37 DTD 06/01/07 FC 07/15/07	31397HWV6	50,000	100 8700	99 0120	50,435 00	49,506 00***	929 00	3,125 00	6 20%

ASSET DETAILS continued

Taxable Bonds continued	Symbol/CUSIP Bond Rating+	Quantity	Current Price	Average Unit Cost	Current Value	Cost	Unrealized Gain/(-)Loss*	Anticipated Annualized Income	Current Yield %
FEDL HOME LOAN MTG CORP MULTICL REMIC 3312 CL PC MONTHLY 14 DAY DELAY CPN 5 500% DUE 05/15/37 DTD 05/01/07 FC 06/15/07 REMAINING PRINCIPAL $33,395	31397HC48	50,000	102 0800	100 0000	34,089 78	33,395 16***	694 62	1,836 73	5 39%
FEDL HOME LOAN MTG CORP REMIC SER 3324 CL BC MONTHLY 14 DAY DELAY CPN 6 000% DUE 05/15/37 DTD 05/01/07 FC 06/15/07	31397GY20	60,000	103 5240	96 7600	62,114 40	58,056 00***	4,058 40	3,600 00	5 80%
FEDL HOME LOAN MTG CORP MULTICL REMIC 3326 CL EE MONTHLY 14 DAY DELAY CPN 6 000% DUE 06/15/37 DTD 06/01/07 FC 07/15/07	31397JHL1	4,000	100 0000	100 0425	4,000 00	4,001 70***	-1 70	240 00	6 00%
Total Taxable Bonds		**2,190,000**			**$1,370,713.83**	**$1,417,693.22**	**-$46,979.39**	**$85,900.51**	**6.27%**
Total Portfolio Assets					**$2,158,181.74**	**$2,168,863.39**	**-$10,681.65**	**$101,183.56**	**4.69%**
Total Assets					**$2,283,369.89**	**$2,294,051.54**	**-$10,681.65**	**$101,809.50**	**4.46%**

+ Bond ratings of securities displayed on your statement were obtained from various rating services There is no guarantee with respect to the accuracy of this information

* Please note, "Unrealized Gain/(-)Loss" does not equal the total current value minus the total cost if any value or cost amounts are missing

*** The cost on this factorable security, Unit Investment Trust, or Limited Partnership, was adjusted based upon all principal payments on our records and/or provided by you

Schedule B (Part II, Line 1)

RBC Wealth Management

RBC Wealth Management, a division of
RBC Capital Markets Corporation Member NYSE/FINRA/SIPC

ACCOUNT STATEMENT
2009 ANNUAL STATEMENT
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SCHEDULE OF REALIZED GAINS AND LOSSES

	THIS YEAR
Total Realized Gain or Loss	~~80,024 19~~ − 242.21
Short-term	483 25
Long-term	~~89,307 44~~ − 725.46

QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
Short Term							
50,000 000	BANC AMER FDG TRUST SERIES 2006-2 CLASS 2A17	05949QAY1	09/01/09	378.33	10/26/09	394 61	16 28
40,000 000	FEDERAL HOME LN MTG CORP SERIES 3075 CLASS BC	31396ESC1	10/27/08	2.232 84	06/15/09	2,244 06	11.22
40,000.000	FEDERAL HOME LN MTG CORP SERIES 3075 CLASS BC	31396ESC1	10/27/08	8.640 30	07/15/09	8,683 72	43 42
40,000 000	FEDERAL HOME LN MTG CORP SERIES 3075 CLASS BC	31396ESC1	10/27/08	5.804 08	08/17/09	5,833.25	29.17
40,000 000	FEDERAL HOME LN MTG CORP SERIES 3075 CLASS BC	31396ESC1	10/27/08	1,699 14	09/15/09	1,707.68	8.54
40,000 000	FEDERAL HOME LN MTG CORP SERIES 3075 CLASS BC	31396ESC1	10/27/08	1,076 11	10/15/09	1,081 52	5 41
50,000.000	FEDERAL HOME LN MTG CORP SERIES 3312 CLASS PC	31397HC48	07/20/09	750.07	08/17/09	750 07	0 00
50,000 000	FEDERAL HOME LN MTG CORP SERIES 3312 CLASS PC	31397HC48	07/20/09	740 07	09/15/09	740.07	0 00
50,000.000	FEDERAL HOME LN MTG CORP SERIES 3312 CLASS PC	31397HC48	07/20/09	730.16	10/15/09	730 16	0 00
250,000 000	FREDDIE MAC CMO/SERIES 2927 KG-VAR RATE	31395MJN0	03/31/09	1,993 22	07/15/09	2,044.33	51 11
250,000.000	FREDDIE MAC CMO/SERIES 2927 KG-VAR RATE	31395MJN0	03/31/09	1,928 04	08/17/09	1,977.48	49 44
250,000.000	FREDDIE MAC CMO/SERIES 2927 KG-VAR RATE	31395MJN0	03/31/09	5 29	09/15/09	5 43	0.14
250,000 000	FREDDIE MAC CMO/SERIES 2927 KG-VAR RATE	31395MJN0	03/31/09	3,673 73	10/15/09	3,767 93	94 20

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QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
Short Term							
100,000.000	FREDDIE MAC CMO/SERIES 3189 XB MACR-FIXED RT	31396UBP4	10/22/08	146 40	01/15/09	147 14	0 74
100,000 000	FREDDIE MAC CMO/SERIES 3189 XB MACR-FIXED RT	31396UBP4	10/22/08	3,101 56	02/17/09	3,117 14	15 58
100,000 000	FREDDIE MAC CMO/SERIES 3189 XB MACR-FIXED RT	31396UBP4	10/22/08	7,477 47	03/16/09	7,515 04	37 57
100,000 000	FREDDIE MAC CMO/SERIES 3189 XB MACR-FIXED RT	31396UBP4	10/22/08	8,868 88	04/15/09	8,913 44	44 56
100,000 000	FREDDIE MAC CMO/SERIES 3189 XB MACR-FIXED RT	31396UBP4	10/22/08	7,137 43	05/15/09	7,173 29	35 86
100,000 000	FREDDIE MAC CMO/SERIES 3189 XB MACR-FIXED RT	31396UBP4	10/22/08	6,100 26	06/15/09	6,130 91	30 65
100,000 000	FREDDIE MAC CMO/SERIES 3189 XB MACR-FIXED RT	31396UBP4	10/22/08	3,063 46	07/15/09	3,072 82	9 36
Short Term Subtotal							483.25

QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
Long Term							
30,000.000	FANNIE MAE CMO/SERIES 2001-60 GH-FIXED RT	313921Y93	01/22/04	240 30	01/26/09	231 06	-9 24
30,000 000	FANNIE MAE CMO/SERIES 2001-60 GH-FIXED RT	313921Y93	01/22/04	214 29	02/25/09	206 05	-8 24
30,000 000	FANNIE MAE CMO/SERIES 2001-60 GH-FIXED RT	313921Y93	01/22/04	618 77	03/25/09	594 97	-23 80
30,000 000	FANNIE MAE CMO/SERIES 2001-60 GH-FIXED RT	313921Y93	01/22/04	498 59	04/27/09	479 41	-19 18
30,000 000	FANNIE MAE CMO/SERIES 2001-60 GH-FIXED RT	313921Y93	01/22/04	556 55	05/26/09	535 14	-21 41
30,000 000	FANNIE MAE CMO/SERIES 2001-60 GH-FIXED RT	313921Y93	01/22/04	497 19	06/25/09	478 07	-19 12
30,000.000	FANNIE MAE CMO/SERIES 2001-60 GH-FIXED RT	313921Y93	01/22/04	544 52	07/27/09	523 58	-20 94
30,000.000	FANNIE MAE CMO/SERIES 2001-60 GH-FIXED RT	313921Y93	01/22/04	568 83	08/25/09	546 95	-21 88

RBC Wealth Management

RBC Wealth Management, a division of
RBC Capital Markets Corporation, Member NYSE/FINRA/SIPC

ACCOUNT STATEMENT
2009 ANNUAL STATEMENT
DUPLICATE COPY

Long Term

QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
30,000.000	FANNIE MAE CMO/SERIES 2001-60 GH-FIXED RT	313921Y93	01/22/04	254 19	09/25/09	244.41	-9 78
30,000.000	FANNIE MAE CMO/SERIES 2001-60 GH-FIXED RT	313921Y93	01/22/04	337.59	10/26/09	324.61	-12 98
25,000.000	FANNIE MAE CMO/SERIES 2004-61 EU-FIXED RT	31394ASD9	10/31/05	24,912 25	03/31/09	25,056 50	144 25
25,000.000	FANNIE MAE CMO/SERIES 2006-60 QC-FIXED RT	31395NST5	08/16/06	1,792.28	04/27/09	1,792 28	0.00
25,000.000	FANNIE MAE CMO/SERIES 2006-60 QC-FIXED RT	31395NST5	08/16/06	9,720 43	05/26/09	9,720 43	0 00
25,000 000	FANNIE MAE CMO/SERIES 2006-60 QC-FIXED RT	31395NST5	08/16/06	8,558 85	06/25/09	8,558 85	0 00
25,000.000	FANNIE MAE CMO/SERIES 2006-60 QC-FIXED RT	31395NST5	08/16/06	4,934 45	07/27/09	4,928 45	-6.00
20,000.000	FANNIE MAE REMIC TRUST CMO/SERIES 1992-195	31358RBM4	03/03/99	37 78	01/26/09	36.59	-1.19
20,000.000	FANNIE MAE REMIC TRUST CMO/SERIES 1992-195	31358RBM4	03/03/99	33 04	02/25/09	32.00	-1 04
20,000.000	FANNIE MAE REMIC TRUST CMO/SERIES 1992-195	31358RBM4	03/03/99	5.74	03/25/09	5 56	-0 18
20,000 000	FANNIE MAE REMIC TRUST CMO/SERIES 1992-195	31358RBM4	03/03/99	17 36	04/27/09	16 81	-0 55
20,000 000	FANNIE MAE REMIC TRUST CMO/SERIES 1992-195	31358RBM4	03/03/99	13 39	05/26/09	12.97	-0 42
20,000.000	FANNIE MAE REMIC TRUST CMO/SERIES 1992-195	31358RBM4	03/03/99	16 26	06/25/09	15 75	-0.51
20,000.000	FANNIE MAE REMIC TRUST CMO/SERIES 1992-195	31358RBM4	03/03/99	6 17	07/27/09	5 98	-0 19
20,000 000	FANNIE MAE REMIC TRUST CMO/SERIES 1992-195	31358RBM4	03/03/99	12 24	08/25/09	11 85	-0 39
20,000.000	FANNIE MAE REMIC TRUST CMO/SERIES 1992-195	31358RBM4	03/03/99	12 83	09/25/09	12 43	-0 40
20,000 000	FANNIE MAE REMIC TRUST CMO/SERIES 1992-195	31358RBM4	03/03/99	7 30	10/26/09	7 07	-0 23
20,000.000	FANNIE MAE REMIC TRUST CMO/SERIES 1993-255 D-FIXED RT	31359FF45	04/22/04	3,863 98	10/26/09	3,733 31	-130 67

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QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
Long Term							
30,000 000	FEDERAL HOME LN MTG CORP SERIES 3073 CLASS DA	31396FG98	01/18/06	2,926 09	02/17/09	2,911 53	-14 56
30,000 000	FEDERAL HOME LN MTG CORP SERIES 3073 CLASS DA	31396FG98	01/18/06	1,702.42	03/16/09	1,693 95	-8 47
30,000 000	FEDERAL HOME LN MTG CORP SERIES 3073 CLASS DA	31396FG98	01/18/06	436 13	04/15/09	433 96	-2 17
30,000.000	FEDERAL HOME LN MTG CORP SERIES 3073 CLASS DA	31396FG98	01/18/06	429 42	05/15/09	427 28	-2 14
30,000 000	FEDERAL HOME LN MTG CORP SERIES 3073 CLASS DA	31396FG98	01/18/06	422 75	06/15/09	420 65	-2 10
30,000 000	FEDERAL HOME LN MTG CORP SERIES 3073 CLASS DA	31396FG98	01/18/06	416 15	07/15/09	414 08	-2 07
30,000 000	FEDERAL HOME LN MTG CORP SERIES 3073 CLASS DA	31396FG98	01/18/06	409 61	08/17/09	407 57	-2 04
30,000 000	FEDERAL HOME LN MTG CORP SERIES 3073 CLASS DA	31396FG98	01/18/06	799 81	10/15/09	795 83	-3 98
60,000 000	FEDERAL HOME LN MTG CORP SERIES 3189 CLASS KE	31396U7J3	07/28/06	7 642 57	07/15/09	7 642 57	0 00
60,000.000	FEDERAL HOME LN MTG CORP SERIES 3189 CLASS KE	31396U7J3	07/28/06	34,452 79	08/17/09	34,452 79	0 00
60,000.000	FEDERAL HOME LN MTG CORP SERIES 3189 CLASS KE	31396U7J3	07/28/06	17,910 64	09/15/09	17,904 64	-6.00
25,000.000	FEDERAL HOME LN MTG CORP SERIES 3207 CLASS LE	31397ADJ9	09/26/06	2,291 42	05/15/09	2,302 93	11 51
25,000 000	FEDERAL HOME LN MTG CORP SERIES 3207 CLASS LE	31397ADJ9	09/26/06	5,809 41	06/15/09	5,838 60	29 19
25,000 000	FEDERAL HOME LN MTG CORP SERIES 3207 CLASS LE	31397ADJ9	09/26/06	5,883 29	07/15/09	5,912 85	29.56
25,000 000	FEDERAL HOME LN MTG CORP SERIES 3207 CLASS LE	31397ADJ9	09/26/06	6,659 23	08/17/09	6,692 69	33 46
25,000 000	FEDERAL HOME LN MTG CORP SERIES 3207 CLASS LE	31397ADJ9	09/26/06	3 572 09	09/15/09	3,590 04	17 95
25,000 000	FEDERAL HOME LN MTG CORP SERIES 3207 CLASS LE	31397ADJ9	09/26/06	668 88	10/20/09	666 22	-2 66
25,000 000	FEDERAL HOME LN MTG CORP SERIES 3207 CLASS LE	31397ADJ9	09/26/06	668 88	10/20/09	666 22	-2 66

QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
Long Term							
25,000.000	FEDERAL HOME LN MTG CORP SERIES 3207 CLASS LE	31397ADJ9	09/27/06	2,291 42	05/15/09	2,302 93	11 51
25,000 000	FEDERAL HOME LN MTG CORP SERIES 3207 CLASS LE	31397ADJ9	09/27/06	5,809 41	06/15/09	5,838.60	29 19
25,000 000	FEDERAL HOME LN MTG CORP SERIES 3207 CLASS LE	31397ADJ9	09/27/06	5,883 29	07/15/09	5,912.85	29 56
25,000.000	FEDERAL HOME LN MTG CORP SERIES 3207 CLASS LE	31397ADJ9	09/27/06	6,659 23	08/17/09	6,692 69	33 46
25,000.000	FEDERAL HOME LN MTG CORP SERIES 3207 CLASS LE	31397ADJ9	09/27/06	3,572 09	09/15/09	3,590.04	17.95
25,000 000	FEDERAL HOME LN MTG CORP MLTCL MTG PARTN CTFS GTD SER 2036	3133TD6A9	01/31/07	152 04	01/15/09	149 79	-2 25
25,000 000	FEDERAL HOME LN MTG CORP MLTCL MTG PARTN CTFS GTD SER 2036	3133TD6A9	01/31/07	144 83	02/17/09	142 69	-2 14
25,000.000	FEDERAL HOME LN MTG CORP MLTCL MTG PARTN CTFS GTD SER 2036	3133TD6A9	01/31/07	119 61	03/16/09	117 84	-1.77
25,000.000	FEDERAL HOME LN MTG CORP MLTCL MTG PARTN CTFS GTD SER 2036	3133TD6A9	01/31/07	289 15	04/15/09	284 88	-4 27
25,000 000	FEDERAL HOME LN MTG CORP MLTCL MTG PARTN CTFS GTD SER 2036	3133TD6A9	01/31/07	152 91	05/15/09	150 65	-2 26
25,000 000	FEDERAL HOME LN MTG CORP MLTCL MTG PARTN CTFS GTD SER 2036	3133TD6A9	01/31/07	196 68	06/15/09	193 77	-2 91
25,000 000	FEDERAL HOME LN MTG CORP MLTCL MTG PARTN CTFS GTD SER 2036	3133TD6A9	01/31/07	215 61	07/15/09	212 42	-3 19
25,000.000	FEDERAL HOME LN MTG CORP MLTCL MTG PARTN CTFS GTD SER 2036	3133TD6A9	01/31/07	126 24	08/17/09	124 37	-1 87
25,000.000	FEDERAL HOME LN MTG CORP MLTCL MTG PARTN CTFS GTD SER 2036	3133TD6A9	01/31/07	192.75	09/15/09	189 90	-2.85
25,000.000	FEDERAL HOME LN MTG CORP MLTCL MTG PARTN CTFS GTD SER 2036	3133TD6A9	01/31/07	268.78	10/15/09	264 81	-3.97
25,000 000	FEDERAL HOME LOAN MTG CORP SERIES 2322 CL VH	3133TUGV4	05/24/04	1,219.90	03/16/09	1,168 77	-51.13
25,000.000	FEDERAL HOME LOAN MTG CORP SERIES 2322 CL VH	3133TUGV4	05/24/04	6,346.03	04/15/09	6,080 03	-266.00
25,000 000	FEDERAL HOME LOAN MTG CORP SERIES 2322 CL VH	3133TUGV4	05/24/04	5,995 76	05/15/09	5,744 44	-251.32

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QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
Long Term							
25,000 000	FEDERAL HOME LOAN MTG CORP SERIES 2322 CL VH	3133TUGV4	05/24/04	6,464.71	06/15/09	6,193 73	-270.98
25,000 000	FEDERAL HOME LOAN MTG CORP SERIES 2322 CL VH	3133TUGV4	05/24/04	5,853 40	07/15/09	5,608.05	-245 35
25,000 000	FEDERAL HOME LOAN MTG CORP SERIES 2322 CL VH	3133TUGV4	05/24/04	219 94	08/17/09	204.97	-14 97
23,000 000	FEDERAL HOME LOAN MTG CORP MLTCL MTG PARTN CTFS GTD	3133T6N31	08/25/98	15 39	01/15/09	14 69	-0 70
23,000 000	FEDERAL HOME LOAN MTG CORP MLTCL MTG PARTN CTFS GTD	3133T6N31	08/25/98	16 25	02/17/09	15 51	-0 74
23,000 000	FEDERAL HOME LOAN MTG CORP MLTCL MTG PARTN CTFS GTD	3133T6N31	08/25/98	12 66	03/16/09	12 09	-0 57
23,000 000	FEDERAL HOME LOAN MTG CORP MLTCL MTG PARTN CTFS GTD	3133T6N31	08/25/98	44 61	04/15/09	42 59	-2 02
23,000 000	FEDERAL HOME LOAN MTG CORP MLTCL MTG PARTN CTFS GTD	3133T6N31	08/25/98	14 51	05/15/09	13.85	-0.66
23,000 000	FEDERAL HOME LOAN MTG CORP MLTCL MTG PARTN CTFS GTD	3133T6N31	08/25/98	32 81	06/15/09	31 32	-1.49
23,000.000	FEDERAL HOME LOAN MTG CORP MLTCL MTG PARTN CTFS GTD	3133T6N31	08/25/98	43 61	07/15/09	41 63	-1 98
23,000 000	FEDERAL HOME LOAN MTG CORP MLTCL MTG PARTN CTFS GTD	3133T6N31	08/25/98	32.37	08/17/09	30 90	-1 47
23,000 000	FEDERAL HOME LOAN MTG CORP MLTCL MTG PARTN CTFS GTD	3133T6N31	08/25/98	22.47	09/15/09	21 45	-1 02
23,000.000	FEDERAL HOME LOAN MTG CORP MLTCL MTG PARTN CTFS GTD	3133T6N31	08/25/98	8 41	10/15/09	8.03	-0 38
25,000 000	FEDERAL HOME LOAN MTG CORP SERIES 2497 CLASS JH	31392VGQ9	09/18/03	219 50	01/15/09	214.15	-5.35
25,000.000	FEDERAL HOME LOAN MTG CORP SERIES 2497 CLASS JH	31392VGQ9	09/18/03	505 10	02/17/09	492 78	-12.32
25,000.000	FEDERAL HOME LOAN MTG CORP SERIES 2497 CLASS JH	31392VGQ9	09/18/03	763 13	03/16/09	744.52	-18.61
25,000.000	FEDERAL HOME LOAN MTG CORP SERIES 2497 CLASS JH	31392VGQ9	09/18/03	904 56	04/15/09	882 50	-22 06
25,000 000	FEDERAL HOME LOAN MTG CORP SERIES 2497 CLASS JH	31392VGQ9	09/18/03	871 42	05/15/09	850 17	-21 25

QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
Long Term							
25,000 000	FEDERAL HOME LOAN MTG CORP SERIES 2497 CLASS JH	31392VGQ9	09/18/03	792.70	06/15/09	773.37	-19.33
25,000.000	FEDERAL HOME LOAN MTG CORP SERIES 2497 CLASS JH	31392VGQ9	09/18/03	573 57	07/15/09	559 58	-13 99
25,000.000	FEDERAL HOME LOAN MTG CORP SERIES 2497 CLASS JH	31392VGQ9	09/18/03	529.02	08/17/09	516 12	-12 90
25,000.000	FEDERAL HOME LOAN MTG CORP SERIES 2497 CLASS JH	31392VGQ9	09/18/03	358 39	09/15/09	349.65	-8.74
25,000.000	FEDERAL HOME LOAN MTG CORP SERIES 2497 CLASS JH	31392VGQ9	09/18/03	466 15	10/15/09	454 78	-11 37
30,000.000	FEDERAL HOME LOAN MTG CORP SERIES 2516 CLASS EH	31392WG95	07/25/03	30,155 50	03/31/09	29,994 00	-161 50
40,000.000	FEDERAL HOME LOAN MTG CORP SERIES 2797 CLASS KC	31394XUR5	07/29/05	4,728.55	06/15/09	4,716 76	-11.79
40,000 000	FEDERAL HOME LOAN MTG CORP SERIES 2797 CLASS KC	31394XUR5	07/29/05	35,377 44	07/15/09	35,283 24	-94.20
35,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	06/18/03	385 41	01/26/09	369.70	-15 71
35,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	06/18/03	343 69	02/25/09	329 68	-14 01
35,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	06/18/03	992 41	03/25/09	951 95	-40 46
35,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	06/18/03	799 65	04/27/09	767.05	-32 60
35,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	06/18/03	892 61	05/26/09	856.22	-36.39
35,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	06/18/03	797.43	06/25/09	764.92	-32.51
35,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	06/18/03	873 33	07/27/09	837 73	-35 60
35,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	06/18/03	912 31	08/25/09	875 12	-37.19
35,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	06/18/03	407 69	09/25/09	391.07	-16.62
35,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	06/18/03	541 45	10/26/09	519 38	-22.07

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QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
Long Term							
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	10/15/03	270 67	01/26/09	264 07	-6 60
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	10/15/03	241.37	02/25/09	235 48	-5 89
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	10/15/03	696 97	03/25/09	679 97	-17 00
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	10/15/03	561 59	04/27/09	547 89	-13 70
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	10/15/03	626 88	05/26/09	611 59	-15 29
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	10/15/03	560 03	06/25/09	546.37	-13 66
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	10/15/03	613.34	07/27/09	598 38	-14 96
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	10/15/03	640 72	08/25/09	625 09	-15 63
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	10/15/03	286.31	09/25/09	279 33	-6.98
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	10/15/03	380 26	10/26/09	370 98	-9 28
25,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	04/27/04	270 01	01/26/09	264 07	-5 94
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	04/27/04	240 78	02/25/09	235.48	-5 30
25,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	04/27/04	695 27	03/25/09	679 97	-15 30
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	04/27/04	560 22	04/27/09	547.89	-12 33
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	04/27/04	625 35	05/26/09	611 59	-13.76
25,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	04/27/04	558 66	06/25/09	546 37	-12 29
25,000 000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	04/27/04	611.84	07/27/09	598.38	-13 46
25,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	04/27/04	639 15	08/25/09	625 09	-14.06

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ACCOUNT STATEMENT
2009 ANNUAL STATEMENT
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QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
Long Term							
25,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	04/27/04	285 61	09/25/09	279.33	-6.28
25,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2001-60 CL GK	313921Y85	04/27/04	379 33	10/26/09	370 98	-8 35
50,000.000	FEDERAL NATIONAL MTG ASSN SERIES 2005-68 CLASS GB	31394E2P2	09/21/05	49,131.00	03/31/09	50,119 00	988.00
55,000 000	FREDDIE MAC CMO/Series 3224 AE MACR-FIXED RT	31397BWV9	08/10/07	264 25	01/15/09	273 83	9 58
55,000.000	FREDDIE MAC CMO/Series 3224 AE MACR-FIXED RT	31397BWV9	08/10/07	1,008 20	02/17/09	1,044 77	36 57
55,000 000	FREDDIE MAC CMO/Series 3224 AE MACR-FIXED RT	31397BWV9	08/10/07	2,376 66	03/16/09	2,462 86	86 20
55,000.000	FREDDIE MAC CMO/Series 3224 AE MACR-FIXED RT	31397BWV9	08/10/07	2,510 59	04/15/09	2,601 65	91 06
55,000.000	FREDDIE MAC CMO/Series 3224 AE MACR-FIXED RT	31397BWV9	08/10/07	2,759 28	05/15/09	2,859 36	100.08
55,000.000	FREDDIE MAC CMO/Series 3224 AE MACR-FIXED RT	31397BWV9	08/10/07	2,632 48	06/15/09	2,727 96	95 48
55,000.000	FREDDIE MAC CMO/Series 3224 AE MACR-FIXED RT	31397BWV9	08/10/07	1,771 96	07/15/09	1,836.23	64 27
55,000.000	FREDDIE MAC CMO/Series 3224 AE MACR-FIXED RT	31397BWV9	08/10/07	2,153 47	08/17/09	2,231.58	78 11
55,000 000	FREDDIE MAC CMO/Series 3224 AE MACR-FIXED RT	31397BWV9	08/10/07	507.69	09/15/09	526.10	18 41
55,000.000	FREDDIE MAC CMO/Series 3224 AE MACR-FIXED RT	31397BWV9	08/10/07	560 33	10/15/09	580 65	20 32
25,000 000	FREDDIE MAC CMO/SERIES 2600 UW-FIXED RT	31393PPP3	07/01/08	5,660 86	07/15/09	5,675 05	14.19
25,000 000	FREDDIE MAC CMO/SERIES 2600 UW-FIXED RT	31393PPP3	07/01/08	3,745 57	08/17/09	3,754.96	9.39
25,000 000	FREDDIE MAC CMO/SERIES 2600 UW-FIXED RT	31393PPP3	07/01/08	2,737.70	09/15/09	2,744.56	6 86
25,000.000	FREDDIE MAC CMO/SERIES 2600 UW-FIXED RT	31393PPP3	07/01/08	852 79	10/15/09	854 93	2 14
100,000.000	FREDDIE MAC CMO/SERIES 3183 WB-FIXED RT	31396UHY9	08/30/06	~~99,756.00~~ 11,174.02	03/16/09	11,201 34	~~-88.554.66~~ + 27.32

QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
Long Term							
275,000 000	G N M A PASS THRU POOL 002118M	36202CK77	09/17/02	88 75	02/20/09	83 14	-5 61
275,000.000	G N M A PASS THRU POOL 002118M	36202CK77	09/17/02	76 06	03/20/09	71 25	-4 81
275,000.000	G N M A PASS THRU POOL 002118M	36202CK77	09/17/02	116 54	04/20/09	109 17	-7.37
275,000 000	G N M A PASS THRU POOL 002118M	36202CK77	09/17/02	40 12	05/20/09	37 58	-2 54
275,000 000	G N M A PASS THRU POOL 002118M	36202CK77	09/17/02	65 77	07/20/09	61 61	-4 16
275,000 000	G N M A PASS THRU POOL 002118M	36202CK77	09/17/02	13 34	08/20/09	12 50	-0 84
275,000.000	G N M A PASS THRU POOL 002118M	36202CK77	09/17/02	78 11	09/21/09	73 17	-4 94
275,000.000	G N M A PASS THRU POOL 002118M	36202CK77	09/17/02	53 80	10/20/09	50 40	-3 40
40,000 000	G N M A PASS THRU POOL 392660X	36205KE99	08/13/97	1 09	01/15/09	1 05	-0 04
40,000.000	G N M A PASS THRU POOL 392660X	36205KE99	08/13/97	1 10	02/17/09	1 06	-0 04
40,000 000	G N M A PASS THRU POOL 392660X	36205KE99	08/13/97	1.11	03/16/09	1 07	-0 04
40,000.000	G N M A PASS THRU POOL 392660X	36205KE99	08/13/97	1 11	04/15/09	1 07	-0 04
40,000 000	G N M A PASS THRU POOL 392660X	36205KE99	08/13/97	1 12	05/15/09	1 08	-0 04
40,000.000	G N M A PASS THRU POOL 392660X	36205KE99	08/13/97	1.13	06/15/09	1 09	-0 04
40,000.000	G N M A PASS THRU POOL 392660X	36205KE99	08/13/97	1 14	07/15/09	1 10	-0 04
40,000.000	G N M A PASS THRU POOL 392660X	36205KE99	08/13/97	1 14	08/17/09	1 10	-0.04
40,000.000	G N M A PASS THRU POOL 392660X	36205KE99	08/13/97	1 15	09/15/09	1 11	-0.04
40,000 000	G N M A PASS THRU POOL 392660X	36205KE99	08/13/97	1 16	10/15/09	1 12	-0 04
30,000 000	GINNIE MAE CMO/SERIES 2001-17 PG-FIXED RT	383739N88	12/10/03	123 38	02/20/09	116 95	-6 43
30,000.000	GINNIE MAE CMO/SERIES 2001-17 PG-FIXED RT	383739N88	12/10/03	145 29	03/20/09	137 72	-7 57
30,000 000	GINNIE MAE CMO/SERIES 2001-17 PG-FIXED RT	383739N88	12/10/03	178 41	04/20/09	169 11	-9 30
30,000 000	GINNIE MAE CMO/SERIES 2001-17 PG-FIXED RT	383739N88	12/10/03	143 67	05/20/09	136.18	-7.49
30,000 000	GINNIE MAE CMO/SERIES 2001-17 PG-FIXED RT	383739N88	12/10/03	182 34	07/20/09	172.83	-9.51
30,000.000	GINNIE MAE CMO/SERIES 2001-17 PG-FIXED RT	383739N88	12/10/03	224 97	08/20/09	213 24	-11 73
30,000.000	GINNIE MAE CMO/SERIES 2001-17 PG-FIXED RT	383739N88	12/10/03	199 21	09/21/09	188.82	-10 39

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ACCOUNT STATEMENT
2009 ANNUAL STATEMENT
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QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
Long Term							
30,000.000	GINNIE MAE CMO/SERIES 2001-17 PG-FIXED RT	383739N88	12/10/03	150 66	10/20/09	142 81	-7.85
50,000.000	GINNIE MAE CMO/SERIES 2001-4 PM-FIXED RT	383739JM2	11/21/02	327.07	02/20/09	316.01	-11.06
50,000 000	GINNIE MAE CMO/SERIES 2001-4 PM-FIXED RT	383739JM2	11/21/02	357 85	03/20/09	345 75	-12 10
50,000 000	GINNIE MAE CMO/SERIES 2001-4 PM-FIXED RT	383739JM2	11/21/02	430.29	04/20/09	415 74	-14.55
50,000 000	GINNIE MAE CMO/SERIES 2001-4 PM-FIXED RT	383739JM2	11/21/02	397 14	05/20/09	383 71	-13 43
50,000 000	GINNIE MAE CMO/SERIES 2001-4 PM-FIXED RT	383739JM2	11/21/02	491 09	07/20/09	474 48	-16.61
50,000 000	GINNIE MAE CMO/SERIES 2001-4 PM-FIXED RT	383739JM2	11/21/02	443.03	08/20/09	428 05	-14 98
50,000.000	GINNIE MAE CMO/SERIES 2001-4 PM-FIXED RT	383739JM2	11/21/02	380 65	09/21/09	367 78	-12 87
50,000 000	GINNIE MAE CMO/SERIES 2001-4 PM-FIXED RT	383739JM2	11/21/02	195.45	10/20/09	188.84	-6.61
50,000.000	GINNIE MAE CMO/SERIES 2001-61 DE-FIXED RT	38373TQB4	04/23/04	0 46	10/16/09	0.45	-0 01
25,000.000	GINNIE MAE CMO/SERIES 2002-47 HM-FIXED RT	38373X6F8	08/12/03	357 56	01/16/09	348 84	-8.72
25,000.000	GINNIE MAE CMO/SERIES 2002-47 HM-FIXED RT	38373X6F8	08/12/03	152 58	02/17/09	148 86	-3.72
25,000.000	GINNIE MAE CMO/SERIES 2002-47 HM-FIXED RT	38373X6F8	08/12/03	395 20	03/16/09	385 56	-9 64
25,000.000	GINNIE MAE CMO/SERIES 2002-47 HM-FIXED RT	38373X6F8	08/12/03	317.11	04/16/09	309 38	-7.73
25,000.000	GINNIE MAE CMO/SERIES 2002-47 HM-FIXED RT	38373X6F8	08/12/03	649 86	05/18/09	634 01	-15 85
25,000 000	GINNIE MAE CMO/SERIES 2002-47 HM-FIXED RT	38373X6F8	08/12/03	189 95	06/16/09	185.32	-4 63
25,000 000	GINNIE MAE CMO/SERIES 2002-47 HM-FIXED RT	38373X6F8	08/12/03	300 63	07/16/09	293.30	-7 33
25,000.000	GINNIE MAE CMO/SERIES 2002-47 HM-FIXED RT	38373X6F8	08/12/03	347 19	08/17/09	338.72	-8 47

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QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
Long Term							
25,000.000	GINNIE MAE CMO/SERIES 2002-47 HM-FIXED RT	38373X6F8	08/12/03	190 10	09/16/09	185 46	-4 64
25,000 000	GINNIE MAE CMO/SERIES 2002-47 HM-FIXED RT	38373X6F8	08/12/03	207 14	10/16/09	202 09	-5 05
20,000.000	GINNIE MAE CMO/SERIES 2002-52 CJ-MX-FIXED RT	38373XG75	07/26/04	327 24	02/20/09	315 41	-11 83
20,000.000	GINNIE MAE CMO/SERIES 2002-52 CJ-MX-FIXED RT	38373XG75	07/26/04	409 27	03/20/09	394 48	-14 79
20,000 000	GINNIE MAE CMO/SERIES 2002-52 CJ-MX-FIXED RT	38373XG75	07/26/04	473 86	04/20/09	456 73	-17 13
20,000.000	GINNIE MAE CMO/SERIES 2002-52 CJ-MX-FIXED RT	38373XG75	07/26/04	427 12	05/20/09	411 68	-15 44
20,000 000	GINNIE MAE CMO/SERIES 2002-52 CJ-MX-FIXED RT	38373XG75	07/26/04	530 59	07/20/09	511 41	-19 18
20,000.000	GINNIE MAE CMO/SERIES 2002-52 CJ-MX-FIXED RT	38373XG75	07/26/04	441 32	08/20/09	425 37	-15 95
20,000.000	GINNIE MAE CMO/SERIES 2002-52 CJ-MX-FIXED RT	38373XG75	07/26/04	375 40	09/21/09	361 83	-13.57
20,000.000	GINNIE MAE CMO/SERIES 2002-52 CJ-MX-FIXED RT	38373XG75	07/26/04	402 08	10/20/09	387 55	-14 53
50,000 000	GINNIE MAE CMO/SERIES 2005-88 AB-FIXED RT	38374MEZ8	02/08/06	49,943 50	03/31/09	50,119 00	175.50
24,000.000	GOVERNMENT NATIONAL MTG ASSN SERIES 2001-52 CL BF	38373RZM4	06/28/04	364 18	08/20/09	359 68	-4 50
24,000 000	GOVERNMENT NATIONAL MTG ASSN SERIES 2001-52 CL BF	38373RZM4	06/28/04	591 76	09/21/09	584 45	-7.31
24,000 000	GOVERNMENT NATIONAL MTG ASSN SERIES 2001-52 CL BF	38373RZM4	06/28/04	553 99	10/20/09	547 15	-6 84
25,000 000	GOVERNMENT NATIONAL MTG ASSN SERIES 2001-52 CL BF	38373RZM4	04/21/06	374 66	08/20/09	374.66	0 00
25,000.000	GOVERNMENT NATIONAL MTG ASSN SERIES 2001-52 CL BF	38373RZM4	04/21/06	608.80	09/21/09	608.80	0 00
25,000.000	GOVERNMENT NATIONAL MTG ASSN SERIES 2001-52 CL BF	38373RZM4	04/21/06	569 94	10/20/09	569 94	0 00
30,000 000	GOVERNMENT NATIONAL MTG ASSN SERIES 2002-15 CL PC	38373TZ24	07/15/05	352 39	02/20/09	346 33	-6.06

ACCOUNT STATEMENT
2009 ANNUAL STATEMENT
DUPLICATE COPY

QUANTITY	DESCRIPTION	SYMBOL	OPEN DATE	NET COST	CLOSE DATE	NET PROCEEDS	REALIZED GAIN/LOSS
Long Term							
30,000 000	GOVERNMENT NATIONAL MTG ASSN SERIES 2002-15 CL PC	38373TZ24	07/15/05	378 15	03/20/09	371 65	-6 50
30,000.000	GOVERNMENT NATIONAL MTG ASSN SERIES 2002-15 CL PC	38373TZ24	07/15/05	15,325 34	03/31/09	15,049 87	-275.47
50,000.000	GOVERNMENT NATL MORTG ASSOC SERIES 2006-49 CLASS MA	38374NUG0	11/17/06	19,083.18	04/20/09	19,179.08	95 90
50,000.000	GOVERNMENT NATL MORTG ASSOC SERIES 2006-49 CLASS MA	38374NUG0	11/17/06	30,672.82	05/20/09	30,820 92	148 10
25,000.000	GOVERNMENT NATL MTG ASSN SER 2001-57 CL-D	38373THQ1	05/05/04	123 40	02/20/09	118 09	-5 31
25,000.000	GOVERNMENT NATL MTG ASSN SER 2001-57 CL-D	38373THQ1	05/05/04	148 02	03/20/09	141 65	-6.37
25,000 000	GOVERNMENT NATL MTG ASSN SER 2001-57 CL-D	38373THQ1	05/05/04	153 35	04/20/09	146 75	-6 60
25,000 000	GOVERNMENT NATL MTG ASSN SER 2001-57 CL-D	38373THQ1	05/05/04	178 12	05/20/09	170 45	-7 67
25,000.000	GOVERNMENT NATL MTG ASSN SER 2001-57 CL-D	38373THQ1	05/05/04	120.67	07/20/09	115 47	-5 20
25,000 000	GOVERNMENT NATL MTG ASSN SER 2001-57 CL-D	38373THQ1	05/05/04	145 09	08/20/09	138 84	-6 25
25,000 000	GOVERNMENT NATL MTG ASSN SER 2001-57 CL-D	38373THQ1	05/05/04	169 36	09/21/09	162 07	-7 29
25,000.000	GOVERNMENT NATL MTG ASSN SER 2001-57 CL-D	38373THQ1	05/05/04	146 74	10/20/09	140.42	-6 32
Long Term Subtotal							~~-89,307.44~~ - 725.46
TOTAL REALIZED GAIN OR LOSS							~~-88,824.19~~ - 242.21

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SUITE 1200

DUPLICATE STATEMENTS

This statement is a duplicate The original was sent to

THE JARED & CAROL HILLS FNDTN
ATTN CAROL HILLS PRESIDENT
2008 BALSAM DRIVE SW
CEDAR RAPIDS IA 52404-2536

REALIZED GAINS/(-)LOSSES

This section presents estimated realized gains or losses for your information only, and should not be used for tax purposes To calculate gains or losses, the position with the highest purchase price has been liquidated first unless you have instructed us otherwise We suggest you review this information for accuracy and contact your Baird Financial Advisor with any questions

	Date Acquired	Date Sold	Quantity	Purchase Price	Sale Price	Cost Basis	Sale Proceeds	Realized Gain/(-)Loss*
Taxable Bonds								
FHLMC 3326EE 6 0 061537	09/10/09	12/15/09	3,000	100 0000	100 0000	3,001 29	3,000 00	***-1 29 (ST)
FHLMC 3326EE 6 0 061537	09/10/09	10/15/09	3,000	100 0000	100 0000	3,001 29	3,000 00	***-1 29 (ST)
FHLMC 3326EE 6 0 061537	09/10/09	11/16/09	4,000	100 0000	100 0000	4,001 72	4,000 00	***-1 72 (ST)

REALIZED GAINS/(-)LOSSES continued

	Date Acquired	Date Sold	Quantity	Purchase Price	Sale Price	Cost Basis	Sale Proceeds	Realized Gain/(-)Loss*
Taxable Bonds continued								
FHLMC 2677CC 6 0 091533	03/26/09	12/18/09	1,000	100 0000	100 0000	1,000 30	1,000 00	***-0 30 (ST)
Total Taxable Bonds						**$11,004.60**	**$11,000.00**	**-$4.60**
Total Realized Gains/(-)Losses						**$11,004.60**	**$11,000.00**	**-$4.60**
Total Net Short-Term (ST)						**$11,004.60**	**$11,000.00**	**-$4.60**
Total Net Long-Term Subject to 15% Maximum Tax Rate (LT)						**$0.00**	**$0.00**	**$0.00**

* Please note "Realized Gain/(-)Loss" does not equal total sale proceeds minus total cost basis if any cost basis amounts are missing

*** The Realized Gain/Loss on this factorable security, Unit Investment Trust, or Limited Partnership was calculated based upon all principal payments on our records and/or provided by you Please consult your tax advisor for additional information.

Thank you for allowing Robert W Baird & Co Incorporated to serve you

Visit our Web site at www rwbaird com Clients enrolled in Baird OnLine can access updated Account Information, Baird Research and Investing Tools including the latest market information, portfolio tracking and more Please contact your Baird Financial Advisor with questions regarding Baird OnLine, your account or this statement

FORM 990-PF (2009) JARED & CAROL HILLS FOUNDATION EIN 39-1896077

SCHEDULE C (PART VIII, Line 1)

Name	Address	Title	Hours per Week	Compensation	Expenses
Carol T Hills	2008 Balsam Drive SW Cedar Rapids, IA 52404	President	minimal	$0 00	$0 00
Jared S Hills	2008 Balsam Drive SW Cedar Rapids, IA 52404	Vice President	minimal	$0 00	$0.00
Darrel A Morf	115 Third Street SE, Suite 1200 Cedar Rapids, IA 52401	Secretary	minimal	$0.00	$0 00
Roger J Schmidt	200 5th Avenue SE, Suite 102 Cedar Rapids, IA 52401	Treasurer	minimal	$0 00	$0.00
John Botkin	411 1st Avenue SE Cedar Rapids, IA 52401	Director	minimal	$0 00	$0 00
Kari Dirks	1700 1/2 12th Ave Coralville, IA 52241	Director	minimal	$0 00	$0 00
Paul Hills	1540 Hwy 965 NW Swisher, IA 52338	Director	minimal	$0 00	$0 00

FORM 990-PF (2009) JARED & CAROL HILLS FOUNDATION EIN 39-1896077

SCHEDULE D (Part X - Mimimum Investment Return)

Month	Beg. Cash	End Cash	Average Cash	US Equities	Intl. Equities	Taxable Fixed Income	Mixed Assets	Avg. Fair Market Value of Securities
Jan-09	$26,183 38	$12,848 90	$19,516 14	$345,592.89	$152,045 26	$1,551,596 82	$ 27,251 69	$2,076,486 66
Feb-09	$12,848.90	$30,819.17	$21,834.04	$311,265.63	$141,088 76	$1,540,272.80	$ 25,611 54	$2,018,238 73
Mar-09	$30,819 17	$69,803 71	$50,311 44	$341,122.12	$151,656 28	$1,512,100.13	$ 26,631.02	$2,031,509 55
Apr-09	$69,803 71	$30,693.26	$50,248.49	$374,441 01	$212,995 00	$1,520,760 10	$ -	$2,108,196.11
May-09	$30,693 26	$104,052 36	$67,372.81	$410,364 21	$194,442 25	$1,463,720 82	$ 30,063 62	$2,098,590 90
Jun-09	$104,052 36	$40,702 43	$72,377.40	$412,980.54	$189,919 77	$1,519,472 23	$ 30,137.21	$2,152,509.75
Jul-09	$40,702.43	$41,718 31	$41,210 37	$458,866 27	$206,985 80	$1,490,619 95	$ 32,015 41	$2,188,487 43
Aug-09	$41,718.31	$101,763 80	$71,741 06	$470,095 92	$212,830 11	$1,455,640 77	$ 32,775 30	$2,171,342 10
Sep-09	$101,763.80	$82,259 48	$92,011 64	$491,959.23	$225,165 74	$1,488,149.03	$ 33,867 91	$2,239,141 91
Oct-09	$82,259 48	$110,705 86	$96,482 67	$463,933 38	$271,272 00	$1,433,905 45	$ -	$2,169,110 83
Nov-09	$110,705 86	$122,159.11	$116,432.49	$488,046.92	$293,923.00	$1,409,582 11	$ -	$2,191,552 03
Dec-09	$122,159 11	$125,188 15	$123,673 63	$497,584.91	$289,883 00	$1,370,713.83	$ -	$2,158,181 74
Average			**$68,601.01**	**$422,187.75**	**$211,850.58**	**$1,479,711.17**	**$19,862.81**	**$2,133,612.31**
			Input on Line (b)					Input on Line (a)

FORM 990-PF (2009) JARED & CAROL HILLS FOUNDATION EIN 39-1896077

SCHEDULE E (PART I, LINE 25; PART XV)

3. Grants and Contributions Paid during the Year or Approved for Future Payment

Recipient Name and Address	Foundation Status of Recipient	Purpose of Grant or Contribution	Amount
Aging Services, Inc. 800 1st Street Cedar Rapids, IA 52405	N/A	To benefit organization's charitable purpose	1,000.00
Alzheimer's Association 1570 42nd Street NE Cedar Rapids, IA 52402	N/A	To benefit organization's charitable purpose	200 00
American Cancer Society 4080 1st Avenue SE Cedar Rapids, IA 52402	N/A	To benefit organization's charitable purpose	1,000.00
American Red Cross 3601 42nd St. NE Cedar Rapids, IA 52402	N/A	To benefit organization's charitable purpose	5,000 00
ARC of East Central Iowa 680 2nd Street SE, Suite 200 Cedar Rapids, IA 52401	N/A	To benefit organization's charitable purpose	270 00
Asbury United Methodist Church 350 - 27th Ave SW Cedar Rapids, IA 52404	N/A	To benefit organization's charitable purpose	10,400 00
Big Brothers Big Sisters 3150 E Avenue NW Cedar Rapids, IA 52405	N/A	To benefit organization's charitable purpose	2,000 00
Boy Scouts of America 660 32nd Avenue SW Cedar Rapids, IA 52404	N/A	To benefit organization's charitable purpose	450.00

Boys and Girls Club of Cedar Rapids 1501 Ellis Blvd NW Cedar Rapids, IA 52405	N/A	To benefit organization's charitable purpose	2,000 00
Camp Courageous of Iowa R R 2 Monticello, IA 52310	N/A	To benefit organization's charitable purpose	300 00
Cedar Rapids Opera Theater 1120 Second Avenue SE Cedar Rapids, IA 52403	N/A	To benefit organization's charitable purpose	2,500 00
Cedar Rapids Public Library Foundation 2600 Edgewood Road SW Cedar Rapids, IA 52404	N/A	To benefit organization's charitable purpose	1,000.00
Cedar Rapids Symphony 119 Third Avenue SE Cedar Rapids, IA 52401	N/A	To benefit organization's charitable purpose	1,700.00
Children and Families of Iowa Foundation 111 University Ave Des Moines, IA 50314	N/A	To benefit organization's charitable purpose	500.00
Chorale Midwest PO Box 2631 Cedar Rapids, IA 52406	N/A	To benefit organization's charitable purpose	100 00
Community Health Free Clinic 947 14th Ave SE Cedar Rapids, IA 52401	N/A	To benefit organization's charitable purpose	5,000 00
Discovery Living 220 Northland Court NE Cedar Rapids, IA 52402	N/A	To benefit organization's charitable purpose	5,000.00
Foundation 2 Crisis Center 1540 2nd Avenue SE Cedar Rapids, IA 52403	N/A	To benefit organization's charitable purpose	2,000 00
Four Oaks Foundation	N/A	To benefit organization's charitable purpose	1,100.00

5400 Kirkwood Blvd SW Cedar Rapis, IA 52404			
Girl Scouts of the Mississippi Valley 240 Classic Car Ct SW, Suite A Cedar Rapids, IA 52404	N/A	To benefit organization's charitable purpose	225 00
Habitat For Humanity 725 North Center Point Road Hiawatha, IA 52232	N/A	To benefit organization's charitable purpose	1,000.00
Hillcrest Family Services 4080 1st Avenue SE Cedar Rapids, IA 52402	N/A	To benefit organization's charitable purpose	2,000 00
His Hands Free Medical Clinic 1043 3rd Avenue SE Cedar Rapids, IA 52403	N/A	To benefit organization's charitable purpose	1,000 00
HD Youth Center 1006 3rd Street NE Cedar Rapids, IA 52401	N/A	To benefit organization's charitable purpose	1,000.00
Horizons 819 5th Street SE Cedar Rapids, IA 52401	N/A	To benefit organization's charitable purpose	10,100.00
Indian Creek Nature Center 6665 Otis Road SE Cedar Rapids, IA 52403	N/A	To benefit organization's charitable purpose	200.00
Iowa United Methodist Foundation 2301 Rittenhouse St Des Moines, IA 50321	N/A	To benefit organization's charitable purpose	100 00
IA Conference-United Methodist Church 2301 Rittenhouse St Des Moines, IA 50321	N/A	To benefit organization's charitable purpose	900.00
Iowa Donor Network 550 Madison Avenue	N/A	To benefit organization's charitable purpose	1,000 00

North Liberty, IA 52317			
Johnson School PTA Playground Fund 355 18th Street SE Cedar Rapids, IA 52403	N/A	To benefit organization's charitable purpose	4,000 00
Linn County Trails Association P O Box 2681 Cedar Rapids, IA 52406	N/A	To benefit organization's charitable purpose	500.00
Luther College 700 College Drive Decorah, IA 52101	N/A	To benefit organizatin's charitable purpose	600.00
Old Creamery Theater 39 38th Ave Amana, IA 52203	N/A	To benefit organization's charitable purpose	500 00
PKD Foundation 8330 Ward Parkway Suit 510 Kansas City, MO 64114	N/A	To benefit organization's charitable purpose	2,000.00
Rotary Foundation 1560 Sherman Ave Evanston, Il 60201	N/A	To benefit organization's charitable purpose	1,000.00
Salvation Army 1000 C Ave NW Cedar Rapids, IA 52405	N/A	To benefit organization's charitable purpose	1,000.00
St Luke's Foundation 855 A Avenue NE Cedar Rapids, IA 52402	N/A	To benefit organization's charitable purpose	2,000 00
Tanager Place 2309 C Street SW Cedar Rapids, IA 52404	N/A	To benefit organization's charitable purpose	200.00
Theater Cedar Rapids 102 Third St. SE Cedar Rapids, IA 52401	N/A	To benefit organization's charitable purpose	5,700 00

U of IA Foundation P O Box 4550 Iowa City, IA 52244	N/A	To benefit organization's chartiable purpose	10,450.00
United Way 1030 Fifth Avenue SE #100 Cedar Rapids, IA 52403	N/A	To benefit organization's charitable purpose	14,000 00
Waypoint 318 5th St SE Cedar Rapids, IA 52401	N/A	To benefit organization's charitable purpose	1,500 00
Willis Dady Emergency Shelter 1247 4th Ave SE Cedar Rapids, IA 52403	N/A	To benefit organization's charitable purpose	1,000.00
Total			**103,495.00**