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Form 990-PF

Department of the Treasury
Internal Revenue Service

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

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

OMB No 1545-0052

2009

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

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

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

Name of foundation
Charles Russell Wellons Foundation

Number and street (or P O box number if mail is not delivered to street address) | Room/suite
P.O. Box 52328

City or town, state, and ZIP code
Durham NC 27717

A Employer identification number
56-1889755

B Telephone number (see page 10 of the instructions)

C If exemption application is pending, check here ▶ ☐

D 1. Foreign organizations, check here ▶ ☐

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

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

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

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

I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ $ 7,260,061

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

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 11 of the instructions))

		(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)	68,400			
	2 Check ▶ ☐ if the foundation is **not** required to attach Sch B				
	3 Interest on savings and temporary cash investments	110,783	110,783		
	4 Dividends and interest from securities	11,125	11,125		
	5a Gross rents	130,463	130,463		
	b Net rental income or (loss) -164,495				
	6a Net gain or (loss) from sale of assets not on line 10 Stmt 1	13,804			
	b Gross sales price for all assets on line 6a 149,228				
	7 Capital gain net income (from Part IV, line 2)		19,775		
	8 Net short-term capital gain			0	
	9 Income modifications				
	10a Gross sales less returns & allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss) (attach schedule)				
	11 Other income (attach schedule)				
	12 **Total.** Add lines 1 through 11	334,575	272,146	0	
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc				
	14 Other employee salaries and wages	44,375			
	15 Pension plans, employee benefits	4,865			
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)				
	c Other professional fees (attach schedule) Stmt 2	644,971	644,971		
	17 Interest				
	18 Taxes (attach schedule) (see page 14 of the instructions)				
	19 Depreciation (attach schedule) and depletion Stmt 3	66,732			
	20 Occupancy	153,562	153,562		
	21 Travel, conferences, and meetings	13,506			13,506
	22 Printing and publications				
	23 Other expenses (att sch) Stmt 4	142,875	141,396		
	24 **Total operating and administrative expenses.** Add lines 13 through 23	1,070,886	939,929		13,506
	25 Contributions, gifts, grants paid	2,251,205			2,251,205
	26 **Total expenses and disbursements.** Add lines 24 and 25	3,322,091	939,929	0	2,264,711
	27 Subtract line 26 from line 12				
	a **Excess of revenue over expenses and disbursements**	-2,987,516			
	b **Net investment income** (if negative, enter -0-)		0		
	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	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1	Cash—non-interest-bearing			
	2	Savings and temporary cash investments	407,940	255,680	255,680
	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 (att schedule) ▶ See Wrk 118,643 Less allowance for doubtful accounts ▶	95,651	118,643	118,643
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges	723	723	723
	10a	Investments—U S and state government obligations (attach schedule)			
	b	Investments—corporate stock (attach schedule) See Stmt 5	355,619	264,517	246,497
	c	Investments—corporate bonds (attach schedule)			
	11	Investments—land, buildings, and equipment basis ▶ Less accumulated depreciation (attach sch) ▶			
	12	Investments—mortgage loans			
	13	Investments—other (attach schedule)			
	14	Land, buildings, and equipment basis ▶ 4,299,827 Less accumulated depreciation (attach sch) ▶ Stmt 6 280,293	4,086,269	4,019,534	4,299,827
	15	Other assets (describe ▶ See Statement 7)	2,962,584	2,338,691	2,338,691
	16	**Total assets** (to be completed by all filers—see the instructions Also, see page 1, item I)	7,908,786	6,997,788	7,260,061
Liabilities	17	Accounts payable and accrued expenses	2,034	3,230	
	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)	2,034	3,230	
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ▶ ☒ and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, bldg , and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds	7,906,752	6,994,558	
	30	**Total net assets or fund balances** (see page 17 of the instructions)	7,906,752	6,994,558	
	31	**Total liabilities and net assets/fund balances** (see page 17 of the instructions)	7,908,786	6,997,788	

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	7,906,752
2	Enter amount from Part I, line 27a	2	-2,987,516
3	Other increases not included in line 2 (itemize) ▶ See Statement 8	3	2,075,322
4	Add lines 1, 2, and 3	4	6,994,558
5	Decreases not included in line 2 (itemize) ▶ See Statement 9	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	6,994,558

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	Charles R Wellons Estate K1			
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	19,775			19,775
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				19,775
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	19,775
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	

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	288,088	8,925,257	0.032278
2007	460,431	8,747,166	0.052638
2006	192,700	7,464,103	0.025817
2005	234,205	5,774,358	0.040559
2004	320,388	3,956,372	0.080980

2 **Total** of line 1, column (d)	2	0.232272
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	0.046454
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	7,122,816
5 Multiply line 4 by line 3	5	330,883
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	
7 Add lines 5 and 6	7	330,883
8 Enter qualifying distributions from Part XII, line 4	8	2,264,711

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	
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	
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	0
6	Credits/Payments		
a	2009 estimated tax payments and 2008 overpayment credited to 2009 — 6a: 11,575		
b	Exempt foreign organizations—tax withheld at source — 6b		
c	Tax paid with application for extension of time to file (Form 8868) — 6c		
d	Backup withholding erroneously withheld — 6d		
7	Total credits and payments Add lines 6a through 6d	7	11,575
8	Enter any **penalty** for underpayment of estimated tax Check here ☐ if Form 2220 is attached	8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶	9	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶	10	11,575
11	Enter the amount of line 10 to be **Credited to 2010 estimated tax** ▶ 11,575 **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		X
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		X
	If the answer is "Yes" to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation ▶ $ ______ (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		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? If "Yes," complete Part II, col (c), and Part XV	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ▶ NC			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation	8b	X	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2009 or the taxable year beginning in 2009 (see instructions for Part XIV on page 27)? If "Yes," complete Part XIV	9		X
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses	10		X

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		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	

Website address ▶ N/A

14 The books are in care of ▶ William T. Allen Telephone no ▶ 910-323-0191
3620 Cape Center Dr.
Located at ▶ Fayetteville, NC ZIP+4 ▶ 28304

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)? N/A | 1b | | |

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

c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2009? N/A | 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) N/A | 2b | | |

c If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here
▶ 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.) N/A | 3b | | |

			Yes	No
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)? N/A **5b**
Organizations relying on a current notice regarding disaster assistance check here ▶ ☐

c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A ☐ Yes ☐ No
If "Yes," attach the statement required by Regulations section 53 4945-5(d)

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

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

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

b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction? N/A **7b**

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

1 List all officers, directors, trustees, foundation managers and their compensation (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
William T. Allen 3620 Cape Center Dr	Fayetteville NC 28304	President 60.00	0	0	0
Charlene Hamlett P O Box 52328	Durham NC 27717	Secretary 120.00	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 ▶

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 ▶		

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	
All other program-related investments See page 24 of the instructions 3	
Total. Add lines 1 through 3 ▶	

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	289,808
b	Average of monthly cash balances	1b	183,593
c	Fair market value of all other assets (see page 24 of the instructions)	1c	6,757,884
d	**Total** (add lines 1a, b, and c)	1d	7,231,285
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	7,231,285
4	Cash deemed held for charitable activities Enter 1½ % of line 3 (for greater amount, see page 25 of the instructions)	4	108,469
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	7,122,816
6	**Minimum investment return.** Enter 5% of line 5	6	356,141

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	356,141
2a	Tax on investment income for 2009 from Part VI, line 5 2a		
b	Income tax for 2009 (This does not include the tax from Part VI) 2b		
c	Add lines 2a and 2b	2c	
3	Distributable amount before adjustments Subtract line 2c from line 1	3	356,141
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	356,141
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	356,141

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	2,264,711
b	Program-related investments—total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	2,264,711
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	0
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	2,264,711

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				356,141
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			113,992	
b Total for prior years 20 ____ , 20 ____ , 20 ____				
3 Excess distributions carryover, if any, to 2009				
a From 2004				
b From 2005				
c From 2006				
d From 2007				
e From 2008				
f **Total** of lines 3a through e				
4 Qualifying distributions for 2009 from Part XII, line 4 ▶ $ 2,264,711				
a Applied to 2008, but not more than line 2a			113,992	
b Applied to undistributed income of prior years (Election required—see page 26 of the instructions)				
c Treated as distributions out of corpus (Election required—see page 26 of the instructions)				
d Applied to 2009 distributable amount				356,141
e Remaining amount distributed out of corpus	1,794,578			
5 Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a))				
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	1,794,578			
b Prior years' undistributed income Subtract line 4b from line 2b				
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d Subtract line 6c from line 6b Taxable amount—see page 27 of the instructions				
e Undistributed income for 2008 Subtract line 4a from line 2a Taxable amount—see page 27 of the instructions				
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)				
9 **Excess distributions carryover to 2010.** Subtract lines 7 and 8 from line 6a	1,794,578			
10 Analysis of line 9				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007				
d Excess from 2008				
e Excess from 2009 1,794,578				

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 ▶

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			(e) Total
	(a) 2009	(b) 2008	(c) 2007	(d) 2006	
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))

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

Charlene Hamlett
P.O. Box 52328 Durham NC 27717

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

Contact Individual named in 2a

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

None

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 Statement 10				2,251,205
Total			▶ 3a	2,251,205
b Approved for future payment				
N/A				
Total			▶ 3b	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See page 28 of the instructions)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	110,783	
4 Dividends and interest from securities			14	11,125	
5 Net rental income or (loss) from real estate					
a Debt-financed property					
b Not debt-financed property			16	-164,495	
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	13,804	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue a					
b			18		
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)		0		-28,783	0

13 **Total.** Add line 12, columns (b), (d), and (e) 13 -28,783

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

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

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

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

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

Sign Here

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

William T. Allen — 10-26-10 — President

Signature of officer or trustee | Date | Title

Paid Preparer's Use Only

Preparer's signature	William Temple Allen, CPA, PA	Date 10/26/10	Check if self-employed ☐	Preparer's identifying number (see Signature on page 30 of the instructions) P01071846
Firm's name (or yours if self-employed), address, and ZIP code	William Temple Allen, CPA, P.A. 3620 Cape Center Drive Fayetteville, NC 28304	EIN 56-1833865 Phone no 910-323-0191	

DAA

817

Schedule B
(Form 990, 990-EZ, or 990-PF)
Department of the Treasury
Internal Revenue Service

Schedule of Contributors

▶ Attach to Form 990, 990-EZ, or 990-PF.

OMB No 1545-0047

2009

Name of the organization

Charles Russell Wellons Foundation

Employer identification number

56-1889755

Organization type (check one)

Filers of:	**Section:**
Form 990 or 990-EZ	☐ 501(c)( ) (enter number) organization
	☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
	☐ 527 political organization
Form 990-PF	☒ 501(c)(3) exempt private foundation
	☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation
	☐ 501(c)(3) taxable private foundation

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

General Rule

☒ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, $5,000 or more (in money or property) from any one contributor Complete Parts I and II

Special Rules

☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of **(1)** $5,000 or **(2)** 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1 Complete Parts I and II

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, aggregate contributions of more than $1,000 for use exclusively for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals Complete Parts I, II, and III

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use exclusively for religious, charitable, etc., purposes, but these contributions did not aggregate to more than $1,000 If this box is checked, enter here the total contributions that were received during the year for an exclusively religious, charitable, etc , purpose Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc , contributions of $5,000 or more during the year ▶ $

Caution. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2 of its Form 990, or check the box in the heading of its Form 990-EZ, or on line 2 of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)

Name of organization	Employer identification number
Charles Russell Wellons Foundation	56-1889755

Part I **Contributors** (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	Eastern Construction Co, Inc P O Box 52328 Durham NC 27717	$ 37,000	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
2	Christian Outreach Ministries 3620 Cape Center Drive Fayetteville NC 28304	$ 30,000	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)

Form **4562**

Department of the Treasury
Internal Revenue Service (99)

Depreciation and Amortization
(Including Information on Listed Property)

▶ See separate instructions. ▶ Attach to your tax return.

OMB No 1545-0172

2009

Attachment Sequence No **67**

Name(s) shown on return: Charles Russell Wellons Foundation

Identifying number: 56-1889755

Business or activity to which this form relates: Indirect Depreciation

Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount See the instructions for a higher limit for certain businesses	1	250,000
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	800,000
4	Reduction in limitation Subtract line 3 from line 2 If zero or less, enter -0-	4	
5	Dollar limitation for tax year Subtract line 4 from line 1 If zero or less, enter -0- If married filing separately, see instructions	5	

6 (a) Description of property	(b) Cost (business use only)	(c) Elected cost

7	Listed property Enter the amount from line 29	7	
8	Total elected cost of section 179 property Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction Enter the **smaller** of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2008 Form 4562	10	
11	Business income limitation Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	
12	Section 179 expense deduction Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2010 Add lines 9 and 10, less line 12 ▶	13	

Note: Do not use Part II or Part III below for listed property Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instr.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2009	17	66,732
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here ▶ ☐		

Section B—Assets Placed in Service During 2009 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only–see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property			27 5 yrs	MM	S/L	
			27 5 yrs	MM	S/L	
i Nonresidential real property			39 yrs	MM	S/L	
				MM	S/L	

Section C—Assets Placed in Service During 2009 Tax Year Using the Alternative Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year			40 yrs	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	
22	**Total.** Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21 Enter here and on the appropriate lines of your return Partnerships and S corporations—see instructions	22	66,732
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

For Paperwork Reduction Act Notice, see separate instructions.

DAA

There are no amounts for Page 2

Federal Statements

Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets

Description: Whom Sold	Date Acquired	Date Sold	How Received / Sale Price	Cost	Expense	Depreciation	Net Gain / Loss
95000 shs Coamerica	9/26/08	4/01/09	Purchase $ 95,000	$ 95,000	$	$	$
279.469 shs DWS Inv Tst	6/18/08	2/02/09	Purchase 2,443	2,870			-427
82.717 shs Managers Fnd	6/18/08	2/02/09	Purchase 1,649	2,043			-394
332.755 shs Oppen Intl BF	6/18/08	2/02/09	Purchase 1,903	2,140			-237
7.551shs West Asset Core	5/01/08	4/21/09	Purchase 65	76			-11
8.247 shs West Asset Core	6/02/08	4/21/09	Purchase 71	81			-10
8.247 shs West Asset Core	7/01/08	4/21/09	Purchase 71	79			-8
8.817 shs West Asset Core	8/01/08	4/21/09	Purchase 76	83			-7
8.975 shs West Asset Core	9/02/08	4/21/09	Purchase 77	85			-8
8.264 shs West Asset Core	10/01/08	4/21/09	Purchase 71	76			-5
8.910 shs West Asset Core	11/03/08	4/21/09	Purchase 76	76			
9.1 shs West Asset Core	12/01/08	4/21/09	Purchase 78	75			3
20.417 shs West Asset Core	1/02/09	4/21/09	Purchase 175	177			-2
6.357 shs West Asset Core	2/02/09	4/21/09	Purchase 55	55			
6.179 shs West Asset Core	3/02/09	4/21/09	Purchase 53	51			2
7.315 shs West Asset Core	4/01/09	4/21/09	Purchase 63	62			1
1364.37 shs Goldman Sachs	2/02/07	2/02/09	Purchase 1,364	1,364			

Federal Statements

Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets (continued)

Description (Whom Sold)	Date Acquired	Date Sold	How Received / Sale Price	Cost	Expense	Depreciation	Net Gain / Loss
210.833 Mainstay HY	6/20/07	2/02/09	Purchase $ 947	$ 1,375	$	$	$ -428
95.731 shs MFS Ser TR X	2/02/07	2/02/09	Purchase 1,097	1,353			-256
174.287 shs MFS Ser Tr X	2/02/07	4/23/09	Purchase 2,091	2,463			-372
522.828 shs PIMCO	2/02/07	2/02/09	Purchase 5,322	5,401			-79
175.163 shs Principal Invst Funds	6/20/07	2/02/09	Purchase 1,084	1,541			-457
395.935 shs West Asset Core	2/02/07	2/02/09	Purchase 3,417	4,153			-736
775.371 shs West Asset Cotre	2/02/07	4/21/09	Purchase 6,653	8,134			-1,481
3.925 shs West Asset Core	3/01/07	4/21/09	Purchase 34	42			-8
5.146 shs West Asset Core	4/09/07	4/21/09	Purchase 44	54			-10
5.22 shs West Asset Core	5/01/07	4/21/09	Purchase 45	55			-10
2.317 shs West Asset core	5/25/07	4/21/09	Purchase 20	24			-4
7.208 shs West Asset Core	5/25/07	4/21/09	Purchase 62	75			-13
5.475 shs West Asset Core	6/01/07	4/21/09	Purchase 47	56			-9
542.606 shs West Asset Core	6/27/07	4/21/09	Purchase 4,656	5,540			-884
5.659 shs West Asset Core	7/02/07	4/21/09	Purchase 48	58			-10
8.305 shs West Asset Core	8/01/07	4/21/09	Purchase 71	84			-13
7.831 shs West Asset Core	9/04/07	4/21/09	Purchase 67	79			-12

Federal Statements

Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets (continued)

Description: Whom Sold	Date Acquired	Date Sold	How Received / Sale Price	Cost	Expense	Depreciation	Net Gain / Loss
7.653 shs West Asset Core	10/03/07	4/21/09	Purchase $ 65	$ 79	$	$	$ -14
7.452 shs West Asset Core	11/01/07	4/21/09	Purchase 64	76			-12
7.614 shs West Asset Core	12/03/07	4/21/09	Purchase 65	78			-13
7.745 shs West Asset Core	1/02/08	4/21/09	Purchase 66	79			-13
7.78 shs West Asset Core	2/01/08	4/21/00	Purchase 67	80			-13
7.218 shs West Asset Core	3/03/08	4/21/09	Purchase 62	73			-11
7.996 shs West Asset Core	4/01/08	4/21/09	Purchase 69	79			-10
Total			$ 129,453	$ 135,424	$ 0	$ 0	$ -5,971

Form 990-PF, Part I, Line 16b - Accounting Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
William Temple Allen, CPA, PA	$	$	$	$
Total	$ 0	$ 0	$ 0	$ 0

Federal Statements

Statement 2 - Form 990-PF, Part I, Line 16c - Other Professional Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
J L Jernigan Asset Management	$ 93,250	$ 93,250	$	$
Wellons, Inc	551,721	551,721		
Total	$ 644,971	$ 644,971	$ 0	$ 0

Statement 3 - Form 990-PF, Part I, Line 19 - Depreciation

Description / Date Acquired	Cost Basis	Prior Year Depreciation	Method	Life	Current Year Depreciation	Net Investment Income	Adjusted Net Income
Nissan							
10/15/97	$ 29,299	$ 26,696	200DB	5	$	$	$
Holmes Apartments							
6/12/98	105,565	40,467	S/L	27.5	3,838		
Butner Survey							
1/01/99	5,902			0			
Riverside Village							
5/15/99	42,780			0			
Granvillle County - Hudson							
9/08/98	4,125			0			
Real Estate							
10/10/00	38,300			0			
Lot 4B Butner/306 Fifth St.							
1/01/01	500			0			
Welston Avenue #65							
1/01/01	400			0			
Welston Avenue #66							
1/01/01	400			0			
Vac Colson St. #236-237-23							
1/01/01	200			0			
Center Ave. #234-235 Joyl							
1/01/01	125			0			
1106 S. Duke St.							
1/01/01	500			0			
Joyland Heights End of Overhi							
1/01/01	575			0			

Federal Statements

Statement 3 - Form 990-PF, Part I, Line 19 - Depreciation (continued)

Description / Date Acquired	Cost Basis	Prior Year Depreciation	Method	Life	Current Year Depreciation	Net Investment Income	Adjusted Net Income
Welton Ave. #67							
1/01/01	$ 400	$		0	$	$	$
S/S Welton Avenue #56							
1/01/01	350			0			
Vac Carver St. & Eldorado							
1/01/01	100			0			
Land							
1/30/01	367,268			0			
Vac Center Avenue #228-229 J							
1/01/01	100			0			
Office Furniture							
4/30/01	2,142	2,142	200DB	7			
Land - 404 Belmont			Durha				
9/01/01	10,000			0			
House - 404 Belmont			Durha				
9/01/01	44,864	11,896	S/L	27.5	1,631		
I-40 Property							
1/01/04	911,422			0			
Land - Hillsborough							
1/01/04	240,469			0			
House - 309 Hardee St.			Dyrha				
1/04/05	83,700	12,048	S/L	27.5	3,043		
Land- 309 Hardee St.			Dyrha				
1/04/05	9,300			0			
ACS 2 WYNWOOD ACRES			Granv				
3/09/06	12,000			0			
ACRES & APARTMENTS, CREEMOOR			Granv				
3/09/06	230,000			0			
ACRES & APARTMENTS, CREEMOOR			Granv				
3/09/06	209,485	21,266	S/L	27.5	7,618		
ACS 24 WYNWOOD ACRES, BUTNER			Granv				
3/09/06	13,500			0			
ACS 15 WYNWOOD ACRES, BUTNER			Granv				
3/09/06	12,000			0			
ACS 14 WYN. ACRES, BUTNER			Granv				
3/09/06	12,000			0			

Federal Statements

Statement 3 - Form 990-PF, Part I, Line 19 - Depreciation (continued)

Description / Date Acquired	Cost Basis	Prior Year Depreciation	Method	Life	Current Year Depreciation	Net Investment Income	Adjusted Net Income
ACS LOT 13 WYNNWOOD ACRS Granv							
3/09/06	$ 12,000	$		0	$	$	$
LOT 4, WYNNWOOD ACRES, BUTNER Granv							
3/09/06	4,200			0			
HOUSE - LOT 4 WYNWOOD ACRES Granv							
3/09/06	25,544	2,593	S/L	27.5	929		
ACRES 25, BUTNER NC A-29 Granv							
3/09/06	13,500			0			
LOT 3 COTTON DR BUTNER Granv							
3/09/06	12,000			0			
ACS 16 WYNWOOD ACRES BUTNER Granv							
3/09/06	12,000			0			
ACS 22 WYNWOOD ACRES, BUTNER Granv							
3/09/06	14,000			0			
ACS 23 WYNWOOD ACRES BUTNER Granv							
3/09/06	13,000			0			
ACS 5 B WYNWOOD ACRES BUTNER Granv							
3/09/06	22,000			0			
ACS 12 WYNWOOD ACRES BUTNER Granv							
3/09/06	12,000			0			
ACS 21 WYNWOOD ACRES BUTNER Granv							
3/09/06	14,000			0			
56-58 BLC HILLSBORO HEIGHTS 522 Forest Drive 522 F							
3/09/06	27,000			0			
E5 142A & BLDGS, WARRENTON							
3/09/06	11,000			0			
1106 FAIRVIEW, DURHAM COUNTY							
3/09/06	4,000			0			
ADAMS AVENUE #8;a-33g #164844 Durha							
3/09/06	5,000			0			
US HIGHWAY 70; A-33 AG #164837 Durha							
3/09/06	10,000			0			
SORRELL STREET; OAK GROVE #164840 Durha							
3/09/06	5,000			0			
ADAMS AVENUE #9; A-33 AE #164827 Durha							
3/09/06	5,000			0			

Federal Statements

Statement 3 - Form 990-PF, Part I, Line 19 - Depreciation (continued)

Description / Date Acquired	Cost Basis	Prior Year Depreciation	Method	Life	Current Year Depreciation	Net Investment Income	Adjusted Net Income
N/S WESTWOOD DRIVE #20B;A-33-Q #159201			Durha				
3/09/06	$ 5,000	$		0	$	$	$
N/S WESTWOOD DRIVE #20-20A; A33I #159202			Durha				
3/09/06	3,000			0			
W/S FOREST DRIVE #19 OAK GROVE #159203			Durha				
3/09/06	2,500			0			
W/S FOREST DRIVE #21 OAK GROVE #159204			Durha				
3/09/06	2,500			0			
W/S FOREST DRIVE #47 OAK GROVE #159205			Durha				
3/09/06	3,000			0			
E/S FOREST DRIVE #25 OAK GROVE #159225			Durha				
3/09/06	800			0			
LAKESIDE DRIVE #41-49 TWIN #159247			Durha				
3/09/06	18,000			0			
LAKESIDE DRIVE #60 TWIN #159256			Durha				
3/09/06	8,000			0			
FOREST DRIVE PT#28 A-33Y #159265			Durha				
3/09/06	3,000			0			
LAKESIDE DRIVE #77, TWIN LAKE #159267			Durha				
3/09/06	4,000			0			
US HIGHWAY 70; #5 BL T #164836			Durha				
3/09/06	5,000			0			
SORRELL STREET #11 BL T; A-3 #164841			Durha				
3/09/06	5,000			0			
SORRELL STREET #10 BL T #164842			Durha				
3/09/06	5,000			0			
SORRELL STREET #9 BLT; A-33 #164843			Durha				
3/09/06	5,000			0			
ADAMS AVENUE #7 BL T #164845			Durha				
3/09/06	5,000			0			
LONG AND VANN AVENUE; A-33-AH #164919			Durha				
3/09/06	7,500			0			
N/S OFF HIGHWAY 70#1 W T PO; A-33 #164957			Durha				
3/09/06	500			0			
LEESVILLE ROAD #12-16; A-33-AL #165026			Durha				
3/09/06	24,000			0			

Federal Statements

Statement 3 - Form 990-PF, Part I, Line 19 - Depreciation (continued)

Description Date Acquired	Cost Basis	Prior Year Depreciation	Method	Life	Current Year Depreciation	Net Investment Income	Adjusted Net Income
1109 FRANKLIN STREET; A-38 #111769			Durha				
3/09/06	$ 2,000	$		0	$	$	$
902 HOLLOWAY STREET W/PT #111298			Durha				
3/09/06	4,000			0			
1104 DELANO STREET 11 BL B SE; A-3 #120777			Durha				
3/09/06	6,000			0			
821 MIAMI BLVD. PT#1 AND #2; A-30							
3/09/06	80,000			0			
821 MIAMI BLVD. PT#1 AND #2; A-30							
3/09/06	181,441	18,419	S/L	27.5	6,598		
1104 DELANO STREET 11 BL B SE; A-3 #120777			Durha				
3/09/06	36,491	3,704	S/L	27.5	1,327		
1109 FRANKLIN STREET; A-38 #111769			Durha				
3/09/06	12,164	1,235	S/L	27.5	442		
JOHN STREET C.B. HINESLEY PROP; A #133001			Durha				
3/09/06	88,000			0			
OFF PAGE ROAD TR#3; A-33-AQ #158012			Durha				
3/09/06	4,500			0			
HOUSE AND LOT BELMONT DR #1 #							
3/09/06	9,500			0			
HOUSE AND LOT BELMONT DR #1							
3/09/06	57,777	5,865	S/L	27.5	2,101		
HARDEE AND BENNING STREET, PT B							
3/09/06	120,000			0			
BENNING STREET #50 BL M SEC 4 A-3 #120497			Durha				
3/09/06	15,000			0			
CASTLEBAY ROAD #Q114 BL J SE A-33 #120623			Durha				
3/09/06	15,000			0			
HARDEE STREET #56 BL 16 A-33-H #120864			Durha				
3/09/06	10,700			0			
HARDEE STREET #57-58 BL 1; A-33-I #120865			Durha				
3/09/06	14,100			0			
SATER STREET #57-60; A-33-J #							
3/09/06	1,000			0			
S/S INDEPENDENCE AVENUE #64 A-33 #131590			Durha				
3/09/06	4,000			0			

Federal Statements

Statement 3 - Form 990-PF, Part I, Line 19 - Depreciation (continued)

Description: Date Acquired	Cost Basis	Prior Year Depreciation	Method	Life	Current Year Depreciation	Net Investment Income	Adjusted Net Income
S/S INDEPENDENCE AVENUE #87; A-33 #132472			Durha				
3/09/06	$ 4,000	$		0	$	$	$
OFF SUMMIT DRIVE PT#3; A-33 #159269			Durha				
3/09/06	10,000			0			
LAKESIDE DRIVE #79 TWIN LAKE; A-33 #159270			Durha				
3/09/06	15,000			0			
S/S WESTWOOD DRIVE #16-18; A-33-P #159200			Durha				
3/09/06	5,000			0			
SORRELL STREET #8 BL X; A-33 #164828			Durha				
3/09/06	5,000			0			
ADAMS STREET #10 BL X; A-33 #164826			Durha				
3/09/06	5,000			0			
SORRELL STREET #6 BL X; A-33 #164830			Durha				
3/09/06	5,000			0			
CRESCENT BLVD #1-2; A-33-G #120849			Durha				
3/09/06	13,800			0			
SORRELL STREET #7 BL X; A-33 #164829			Durha				
3/09/06	5,000			0			
1208 DELANO STREET PT#7;A-36 #130319			Durha				
3/09/06	2,050			0			
1208 DELANO STREET PT#7;A-36 #130319			Durha				
3/09/06	12,468	1,266	S/L	27.5	453		
NE-S SEFORD DRIVE #106 A-33-AD #161198			Durha				
3/09/06	2,000			0			
W/S SEFPRD DROVE #80 A-33-AD #161120			Durha				
3/09/06	2,000			0			
USHIGHWAY 70 #6 BL T; A-33-AF #164835			Durha				
3/09/06	5,000			0			
BENNING STREET #111 B1 J SEC; A-33 #120620			Durha				
3/09/06	14,000			0			
PAGE ROAD AT I-40 OFF PAGE ORAD							
3/09/06	350,000			0			
BUILDING SITE SOUTH SIDE INDEP. A							
3/09/06	18,500			0			
ACS 11 WYNWOOD ACRES; BUTNER			Granv				
3/09/06	12,500			0			

Federal Statements

Statement 3 - Form 990-PF, Part I, Line 19 - Depreciation (continued)

Description Date Acquired	Cost Basis	Prior Year Depreciation	Method	Life	Current Year Depreciation	Net Investment Income	Adjusted Net Income
Carpet 11/01/06	$ 2,083	$ 1,058	200DB	7	$ 293	$	$
Appliances 11/01/06	1,193	606	200DB	7	168		
Carpet 11/01/07	3,435	1,332	200DB	7	601		
Appliances 11/01/07	2,992	1,160	200DB	7	523		
Wynwood Prop Improvements Granv 1/01/07	421,824	61,164	150DB	15	36,066		
Carpet 6/01/08	4,496	642	200DB	7	1,101		
Total	$ 4,299,829	$ 213,559			$ 66,732	$ 0	$ 0

Federal Statements

Statement 4 - Form 990-PF, Part I, Line 23 - Other Expenses

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
	$	$	$	$
Various Rentals				
Telephone	336	336		
Leasing Fees	6,722	6,722		
Contracted Labor	13,303	13,303		
Court Cost	2,281	2,281		
Postage and Freight	6	6		
Miscellaneous	15	15		
Proffessional Fees	118,543	118,543		
Advertising	190	190		
Expenses				
Brokerage Fees	1,479			
Total	$ 142,875	$ 141,396	$ 0	$ 0

Federal Statements

Statement 5 - Form 990-PF, Part II, Line 10b - Corporate Stock Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
COMERICA BANK	$ 95,000	$	Cost	$
Alliance Bernstein 632.188	8,863	11,191	Cost	8,655
Dodge & Cox DODGX 140.482	12,690	14,933	Cost	13,535
Goldman Sachs FSMXX 3737.91	5,079	3,738	Cost	3,738
Mainstay High Yld MHYIX 3174.794	19,004	19,016	Cost	17,938
Pimco FDS Pac PTTRX 1585.674	18,484	16,277	Cost	17,125
Prin Inv HY FD CPHYX 2302.193	18,758	18,683	Cost	17,888
RS Value Fund RSVAX 394.617	8,137	9,706	Cost	8,149
Wells Fargo Adv WFCIX 1216.681	9,249	11,369	Cost	10,257
Western Asset C BD FD WACPX 1886.564	19,529		Cost	
AM CENT -TWGIX 472.077	10,087	11,261	Cost	10,485
AM CENT - AMGIX 567.514	12,719	14,159	Cost	12,122
BRIDGEWAY - BRSVX 429.052	5,043	6,089	Cost	5,054
DWS IT - CL1 - MFINX 1550.33	17,985	15,774	Cost	13,891
EVERGREEN = EIVIX 1394.232	12,680	14,106	Cost	13,189
FORWARD SC - FFXIX 330.072	5,021	5,879	Cost	4,944
HARBOR INTL - HAIGX 763.314	7,579	9,413	Cost	8,450
ARTO INT - JETIX 666.798	7,766	9,381	Cost	7,855
MAN FUND BOND - MGVIX 595.553	15,770	14,478	Cost	14,472
MFS SER - MEDAX 335.246	8,094	4,608	Cost	4,714
OPPEN INTL - OBIYX 1362.403	10,432	8,706	Cost	8,719
ALGERS FDS - ALMAX 655.375	7,479	8,883	Cost	8,382
THORNBURG - TIBIX 1215.310	20,171	23,179	Cost	21,815
Metro West - MWTIX 1527.329		13,688	Cost	15,120

Federal Statements

Statement 5 - Form 990-PF, Part II, Line 10b - Corporate Stock Investments (continued)

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
Total	$ 355,619	$ 264,517		$ 246,497

Federal Statements

Statement 6 - Form 990-PF, Part II, Line 14 - Land, Building, and Equipment

Description	Beginning Net Book	End Cost / Basis	End Accumulated Depreciation	Net FMV
	$ 1,076,972	$ 1,290,531	$ 280,293	$ 1,290,531
	3,009,297	3,009,296		3,009,296
Total	$ 4,086,269	$ 4,299,827	$ 280,293	$ 4,299,827

Federal Statements

Statement 7 - Form 990-PF, Part II, Line 15 - Other Assets

Description	Beginning of Year	End of Year	Fair Market Value
Investments	$ 2,962,584	$ 2,338,691	$ 2,338,691
Total	$ 2,962,584	$ 2,338,691	$ 2,338,691

Statement 8 - Form 990-PF, Part III, Line 3 - Other Increases

Description	Amount
Adj Mkt Securities	$ 322
FMV Land Cont to Private Foundation - No Cost Basi	2,075,000
Total	$ 2,075,322

Statement 9 - Form 990-PF, Part III, Line 5 - Other Decreases

Description	Amount
Federal Income Taxes	$
Total	$ 0

Federal Statements

Form 990-PF, Part XV, Line 1a - Managers Who Contributed Over 2% or $5,000

Name of Manager	Amount
None	$
Total	$ 0

Form 990-PF, Part XV, Line 1b - Managers Who Own 10% or More Stock

Name of Manager	Amount
None	$
Total	$ 0

Form 990-PF, Part XV, Line 2b - Application Format and Required Contents

Description
Contact Individual named in 2a

Form 990-PF, Part XV, Line 2c - Submission Deadlines

Description
None

Form 990-PF, Part XV, Line 2d - Award Restrictions or Limitations

Description
None

Federal Statements

Statement 10 - Form 990-PF, Part XV, Line 3a - Grants and Contributions Paid During the Year

Name / Address	Address / Relationship	Status	Purpose	Amount
COMF Fayetteville NC 28304	3620 Cape Center Dr. N/A	501(c)(3)	Religious	66,000
Holmes Bible College Greenville SC 29609	10 Paul Beecham Way N/A	School	Education	34,800
Liberty University Lynchburg VA 24502	University Blvd N/A	School	Education	3,000
WRTP Raleigh NC 27615	7610 Falls of Neuse N/A	501(c)(3)	Religious	10,000
Cresset Christian Academy Durham NC 27707	3707 Garrett Rd N/A	School	Education	8,000
Emmanuel College Royston GA 30662	181 Sp Street N/A	School	Education	18,500
NC State Raleigh NC 27695	Sullivan Drive N/A	School	Education	3,000
Bob Jones University Greenville SC 29614	University N/A	School	Education	9,500
Anderson University Anderson IN 46012	1215 Vail Blvd N/A	School	Education	3,000
Southeastern College Wake Forest NC 27588	P O Box 1089 N/A	School	Education	3,000
Wheaton College Norton MA 02766	26 E Main St N/A	School	Education	2,500
Grace Ministries of Durha Durham NC 27717	P O Box 52328 N/A	501 (c) (3)	Religious	1,037,500
Fruit Bearing Ministries Durham NC 27717	P O Box 52328 N/A	501 (c) (3)	Religious	1,037,500
Clemson University Clemson SC 29634	Box 34-5337 N/A	School	Education	4,500
Immanuel FWBC Durham NC 27703	2013 Ellis Road N/A	Church	Religious	5,000
UNCG Greensboro NC 27412	100 Spring Garden St N/A	School	Education	2,000
The Masters College Santa Clara CA 91321	21726 Placerita Cyn Rd N/A	School	Education	2,000
Wake Tech Raleigh NC 27603	9101 Fayetteville Rd N/A	School	Education	365

Federal Statements

Statement 10 - Form 990-PF, Part XV, Line 3a - Grants and Contributions Paid During the Year (continued)

Name / Address	Address / Relationship	Status	Purpose	Amount
Watts School of Nursing Durham NC 27705	2828 Croasdaile Dr N/A	School	Education	1,040
Total				2,251,205

Statement Reporting Distributions of Property Valued at Fair Market Value

Organization:	Charles Russell Wellons Foundation
TIN:	56-1889755
Tax Year Ended:	December 31, 2009

Attachment to Form 990-PF, Part 1, Line 25, Column (a)

Distributions of property valued at date of distribution:

1. Date of distribution: 23-Dec-09

2. Description of property: 9.54 acres at 2450 Sanders Avenue Durham County, NC 27703; Deed book 5137 Page 156 DCRD

3. Book Value: Zero No basis when contributed

4. Fair market value: $2,075,000.00

   Method for determining fair market value: Per appraisal report.

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

Application for Extension of Time To File an Exempt Organization Return

▶ File a separate application for each return.

FILE COPY

OMB No 1545-1709

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

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

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

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

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

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

Type or print. File by the due date for filing your return See instructions	Name of Exempt Organization	Employer identification number
	Charles Russell Wellons Foundation	56-1889755
	Number, street, and room or suite no If a P O box, see instructions: P.O. Box 52328	
	City, town or post office, state, and ZIP code For a foreign address, see instructions: Durham NC 27717	

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

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

- The books are in the care of ▶ William T. Allen

Telephone No ▶ 910-323-0191 FAX No ▶

- If the organization does not have an office or place of business in the United States, check this box ▶ [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ______ If this is for the whole group, check this box ▶ [ ] If it is for part of the group, check this box ▶ [ ] and attach a list with the names and EINs of all members the extension will cover

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until 08/15/10 , to file the exempt organization return for the organization named above The extension is for the organization's return for

▶ [X] calendar year 2009 or
▶ [ ] tax year beginning , and ending

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

3a	If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits See instructions	3a	$ 0
b	If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made Include any prior year overpayment allowed as a credit	3b	$ 11,575
c	**Balance Due.** Subtract line 3b from line 3a Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System) See instructions.	3c	$ 0

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

For Privacy Act and Paperwork Reduction Act Notice, see Instructions.

DAA

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FILE COPY

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

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

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

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

Type or print File by the extended due date for filing the return See instructions	Name of Exempt Organization Charles Russell Wellons Foundation	Employer identification number 56-1889755
	Number, street, and room or suite no If a P O box, see instructions P.O. Box 52328	For IRS use only
	City, town or post office, state, and ZIP code For a foreign address, see instructions. Durham NC 27717	

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

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

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

- The books are in the care of ▶ William T. Allen

  Telephone No ▶ 910-323-0191 FAX No ▶

- If the organization does not have an office or place of business in the United States, check this box ▶ [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ______ If this is for the whole group, check this box ▶ [ ] If it is for part of the group, check this box ▶ [ ] and attach a list with the names and EINs of all members the extension is for

4 I request an additional 3-month extension of time until 11/15/10

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

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

7 State in detail why you need the extension

ADDITIONAL TIME IS REQUESTED TO GATHER INFORMATION TO PREPARE A COMPLETE AND ACCURATE RETURN.

8a	If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits See instructions	8a	$ 0
b	If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868	8b	$ 11,575
c	**Balance Due.** Subtract line 8b from line 8a Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System) See instructions	8c	$ 0

Signature and Verification

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

Signature ▶ William Lyle Allen, CPA, PA Title ▶ CPA Date ▶ 08/04/10

DAA