



See a Social Security Number? Say Something!
Report Privacy Problems to <https://public.resource.org/privacy>
Or call the IRS Identity Theft Hotline at 1-800-908-4490



Return of Private Foundation

or Section 4947(a)(1) Nonexempt Charitable Trust

Treated as a Private Foundation

2009

Department of the Treasury
Internal Revenue Service

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

For calendar year 2009, or tax year beginning , 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: **KENNEDY FOUNDATION, INC.**

Number and street (or P.O. box number if mail is not delivered to street address): **P.O. BOX 1607**

Room/suite: **CHATTANOOGA, TN 37401**

City or town, state, and ZIP code: **CHATTANOOGA, TN 37401**

A Employer identification number: **62-1296643**

B Telephone number: **(423) 756-5552**

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 ☐

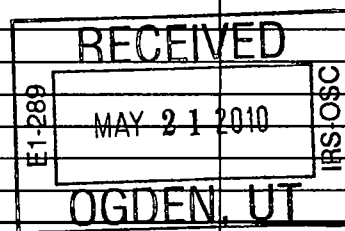
F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ☐

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): **\$ 3,973,541.**

J Accounting method: ☒ Cash ☐ Accrual
☐ Other (specify) _____

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a))		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received				N/A	
2 Check ☒ If the foundation is not required to attach Sch B interest on savings and temporary cash investments		37.	37.		
3 Dividends and interest from securities		133,417.	133,417.		STATEMENT 1
4 Dividends and interest from securities					STATEMENT 2
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		-131,359.			
b Gross sales price for all assets on line 6a		427,107.			
7 Capital gain net income (from Part IV, line 2)			0.		
8 Net short-term capital gain					
9 Income modifications					
10a Gross sales less returns and allowances					
b Less Cost of goods sold					
c Gross profit or (loss)					
11 Other income					
12 Total. Add lines 1 through 11		2,095.	133,454.		
13 Compensation of officers, directors, trustees, etc		0.	0.		0.
14 Other employee salaries and wages					
15 Pension plans, employee benefits					
16a Legal fees					
b Accounting fees STMT 3		2,800.	400.		2,400.
c Other professional fees STMT 4		32,046.	32,046.		0.
17 Interest					
18 Taxes STMT 5		135.	0.		0.
19 Depreciation and depletion					
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses STMT 6		526.	0.		0.
24 Total operating and administrative expenses. Add lines 13 through 23		35,507.	32,446.		2,400.
25 Contributions, gifts, grants paid		183,145.			183,145.
26 Total expenses and disbursements. Add lines 24 and 25		218,652.	32,446.		185,545.
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements		-216,557.			
b Net investment income (if negative, enter -0-)			101,008.		
c Adjusted net income (if negative, enter -0-)				N/A	



Part II Balance Sheets Attached schedules and amounts in the description column should be for end-of-year amounts only

		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing	1,363.		
	2 Savings and temporary cash investments	255,503.	28,260.	28,260.
	3 Accounts receivable ▶			
	Less: allowance for doubtful accounts ▶			
	4 Pledges receivable ▶			
	Less: allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons			
	7 Other notes and loans receivable ▶			
	Less: allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments - U.S. and state government obligations			
	b Investments - corporate stock STMT 7	2,752,515.	3,445,774.	3,445,774.
	c Investments - corporate bonds			
11 Investments - land, buildings, and equipment basis ▶				
Less: accumulated depreciation ▶				
12 Investments - mortgage loans				
13 Investments - other STMT 8	498,991.	499,507.	499,507.	
14 Land, buildings, and equipment basis ▶				
Less: accumulated depreciation ▶				
15 Other assets (describe ▶)				
16 Total assets (to be completed by all filers)	3,508,372.	3,973,541.	3,973,541.	
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable			
	22 Other liabilities (describe ▶)			
	23 Total liabilities (add lines 17 through 22)	0.	0.	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ ☐			
	and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ ☒			
	and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	3,508,372.	3,973,541.	
28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.		
29 Retained earnings, accumulated income, endowment, or other funds	0.	0.		
30 Total net assets or fund balances	3,508,372.	3,973,541.		
31 Total liabilities and net assets/fund balances	3,508,372.	3,973,541.		

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	3,508,372.
2 Enter amount from Part I, line 27a	2	-216,557.
3 Other increases not included in line 2 (itemize) ▶ NET DECREASE IN UNREALIZED LOSSES	3	681,726.
4 Add lines 1, 2, and 3	4	3,973,541.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	3,973,541.

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 OXFORD COMPANY INVESTMENTS	P	VARIOUS	VARIOUS
b SAVILLE ROW HEDGED EQUITY FUND, LLC LTCG			
c PASS THROUGH	P		
d CAPITAL GAINS DIVIDENDS			
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 420,000.		558,466.	-138,466.
b			
c 1,042.			1,042.
d 6,065.			6,065.
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(j) 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	
a			-138,466.
b			
c			1,042.
d			6,065.
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	-131,359.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8	{ }	3	N/A

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period?

☐ Yes ☒ No

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

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col. (b) divided by col. (c))
2008	236,748.	3,865,745.	.061243
2007	231,651.	4,728,324.	.048992
2006	230,754.	4,662,516.	.049491
2005	241,489.	4,869,282.	.049594
2004	241,895.	4,877,108.	.049598

2 Total of line 1, column (d)	2	.258918
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	.051784
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	3,681,066.
5 Multiply line 4 by line 3	5	190,620.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	1,010.
7 Add lines 5 and 6	7	191,630.
8 Enter qualifying distributions from Part XII, line 4	8	185,545.

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

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

1a Exempt operating foundations described in section 4940(d)(2), check here ☐ and enter "N/A" on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary-see instructions)		1	2,020.
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here ☐ and enter 1% of Part I, line 27b		2	0.
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b)		3	2,020.
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		4	0.
3 Add lines 1 and 2		5	2,020.
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)			
5 Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-			
6 Credits/Payments:			
a 2009 estimated tax payments and 2008 overpayment credited to 2009	6a 1,849.		
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	1,849.
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	171.
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid		10	
11 Enter the amount of line 10 to be: Credited to 2010 estimated tax ☐ 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?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)? 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.		X
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. \$ 0. (2) On foundation managers. \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. \$ 0.		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities.		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	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.	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) <u>TN</u>		
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	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2009 or the taxable year beginning in 2009 (see instructions for Part XIV)? If "Yes," complete Part XIV		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

N/A

Part VII-A Statements Regarding Activities (continued)

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► <u>N/A</u>	13	X	
14	The books are in care of ► <u>JAMES D. KENNEDY, JR.</u> Telephone no. ► <u>423-756-5552</u> Located at ► <u>2001 RIVERSIDE DRIVE, CHATTANOOGA, TN</u> ZIP+4 ► <u>37406</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here and enter the amount of tax-exempt interest received or accrued during the year	15		N/A

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

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

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

Form 990-PF (2009)

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

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

☐ Yes ☒ No

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

☐ Yes ☒ No

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

☐ Yes ☒ No

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

☐ Yes ☒ No

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

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

N/A

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?

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

☐ Yes ☒ No**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

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

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE STATEMENT 9		0.	0.	0.

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

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

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

0

Form 990-PF (2009)

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

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

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

0

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

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

	Expenses
1 N/A	
2	
3	
4	

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

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.

	Amount
1 N/A	
2	
All other program-related investments. See instructions.	
3	
Total. Add lines 1 through 3	0.

Form 990-PF (2009)

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	3,076,853.
b	Average of monthly cash balances	1b	161,019.
c	Fair market value of all other assets	1c	499,251.
d	Total (add lines 1a, b, and c)	1d	3,737,123.
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	3,737,123.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	56,057.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	3,681,066.
6	Minimum investment return. Enter 5% of line 5	6	184,053.

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

1	Minimum investment return from Part X, line 6	1	184,053.
2a	Tax on investment income for 2009 from Part VI, line 5	2a	2,020.
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	2,020.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	182,033.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	182,033.
6	Deduction from distributable amount (see instructions)	6	0.
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	182,033.

Part XII Qualifying Distributions (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
a	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	1a	185,545.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	185,545.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	0.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	185,545.

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

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7				182,033.
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			185,302.	
b Total for prior years:		0.		
3 Excess distributions carryover, if any, to 2009:				
a From 2004				
b From 2005				
c From 2006				
d From 2007				
e From 2008				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2009 from Part XII, line 4: ► \$ 185,545.			185,302.	
a Applied to 2008, but not more than line 2a			185,302.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2009 distributable amount				243.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a))	0.			0.
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	0.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				181,790.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007				
d Excess from 2008				
e Excess from 2009				

Part XV	Supplementary Information (continued)
----------------	--

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

Grants and Contributions Paid During the Year or Approved for Future Payment		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
Recipient	Name and address (home or business)				
a Paid during the year					
SEE STATEMENT 10					
Total				▶ 3a	183,145.
b Approved for future payment					
NONE					
Total				▶ 3b	0.

Part XVII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations

- | | | | |
|---|--------------|------------|-----------|
| 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
(2) Other assets
b Other transactions:
(1) Sales of assets to a noncharitable exempt organization
(2) Purchases of assets from a noncharitable exempt organization
(3) Rental of facilities, equipment, or other assets
(4) Reimbursement arrangements
(5) Loans or loan guarantees
(6) Performance of services or membership or fundraising solicitations
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees
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. | | Yes | No |
| | 1a(1) | | X |
| | 1a(2) | | X |
| | 1b(1) | | X |
| | 1b(2) | | X |
| | 1b(3) | | X |
| | 1b(4) | | X |
| | 1b(5) | | X |
| | 1b(6) | | X |
| | 1c | | X |

[illegible]

- 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		

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.

Sign Here

Signature of officer or trustee

Date _____

Title

Preparer's
signature

DAVID R. HOLT

Date

05/17/10

Check if self-employee	
------------------------	--

Preparer's identifying number

P00265319

Firm's name (or yours if self-employed),

HAZLETT, LEWIS & BIETER, PLLC

537 MARKET STREET, SUITE 300

address, and ZIP code

CHATTANOOGA, TN 37402-1239

EIN ►

Phone no. (423) 756-6133

Form **990-PF** (2009)

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

<u>SOURCE</u>	<u>AMOUNT</u>
SUNTRUST MONEY MARKET ACCOUNTS	37.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	37.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

<u>SOURCE</u>	<u>GROSS AMOUNT</u>	<u>CAPITAL GAINS DIVIDENDS</u>	<u>COLUMN (A) AMOUNT</u>
THE TRUST COMPANY OF OXFORD	139,482.	6,065.	133,417.
TOTAL TO FM 990-PF, PART I, LN 4	139,482.	6,065.	133,417.

FORM 990-PF ACCOUNTING FEES STATEMENT 3

<u>DESCRIPTION</u>	<u>(A) EXPENSES PER BOOKS</u>	<u>(B) NET INVEST- MENT INCOME</u>	<u>(C) ADJUSTED NET INCOME</u>	<u>(D) CHARITABLE PURPOSES</u>
HAZLETT, LEWIS, AND BIETER, PLLC	2,800.	400.		2,400.
TO FORM 990-PF, PG 1, LN 16B	2,800.	400.		2,400.

FORM 990-PF OTHER PROFESSIONAL FEES STATEMENT 4

<u>DESCRIPTION</u>	<u>(A) EXPENSES PER BOOKS</u>	<u>(B) NET INVEST- MENT INCOME</u>	<u>(C) ADJUSTED NET INCOME</u>	<u>(D) CHARITABLE PURPOSES</u>
ACCOUNT MANAGEMENT FEES	32,046.	32,046.		0.
TO FORM 990-PF, PG 1, LN 16C	32,046.	32,046.		0.

FORM 990-PF	TAXES	STATEMENT	5
-------------	-------	-----------	---

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
MISCELLANEOUS	135.	0.		0.
TO FORM 990-PF, PG 1, LN 18	135.	0.		0.

FORM 990-PF	OTHER EXPENSES	STATEMENT	6
-------------	----------------	-----------	---

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
PORTFOLIO DEDUCTIONS OF PASS THROUGH ENTITIES	526.	0.		0.
TO FORM 990-PF, PG 1, LN 23	526.	0.		0.

FORM 990-PF	CORPORATE STOCK	STATEMENT	7
-------------	-----------------	-----------	---

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
MUTUAL FUNDS	3,445,774.	3,445,774.
TOTAL TO FORM 990-PF, PART II, LINE 10B	3,445,774.	3,445,774.

FORM 990-PF	OTHER INVESTMENTS	STATEMENT	8
-------------	-------------------	-----------	---

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
SAVILE ROW CS PARTNERSHIP	COST	248,844.	248,844.
SAVILE ROW HEDGED EQUITY PARTNERSHIP	COST	250,663.	250,663.
TOTAL TO FORM 990-PF, PART II, LINE 13		499,507.	499,507.

FORM 990-PF

PART VIII - LIST OF OFFICERS, DIRECTORS
TRUSTEES AND FOUNDATION MANAGERS

STATEMENT 9

NAME AND ADDRESS	TITLE AND AVRG HRS/WK	COMPEN- SATION	EMPLOYEE BEN PLAN CONTRIB	EXPENSE ACCOUNT
JAMES D. KENNEDY, JR. 127 DOGWOOD LANE, LOOKOUT MTN, TN 37350	PRESIDENT & DIRECTOR 5.00	0.	0.	0.
JAMES D. KENNEDY, III 2001 RIVERSIDE DRIVE CHATTANOOGA, TN 37406	SECRETARY & DIRECTOR 1.00	0.	0.	0.
MOLLY K. KENNEDY 2001 CLEARFIELD LANE CHATTANOOGA, TN 37405	DIRECTOR 0.00	0.	0.	0.
ELIZABETH K. SPRATLIN 3148 DARBYTOWN COURT ATLANTA, GA 30339	DIRECTOR 0.00	0.	0.	0.
JANE K. GREENE 6138 STEFANI DALLAS, TX 75225	DIRECTOR 0.00	0.	0.	0.
SHELIA M. CRANE 2001 RIVERSIDE DRIVE CHATTANOOGA, TN 37406	DIRECTOR 2.00	0.	0.	0.
TOTALS INCLUDED ON 990-PF, PAGE 6, PART VIII		0.	0.	0.

FORM 990-PF

GRANTS AND CONTRIBUTIONS
PAID DURING THE YEAR

STATEMENT 10

RECIPIENT NAME AND ADDRESS	RECIPIENT RELATIONSHIP AND PURPOSE OF GRANT	RECIPIENT STATUS	AMOUNT
ALLIED ARTS OF GREATER CHATTANOOGA 406 FRAZIER AVE. CHATTANOOGA, TN 37405	N/A ARTS EDUCATION	PUBLIC	7,800.
ALZHEIMERS ASSOCIATION 7625 HAMILTON PARK DRIVE CHATTANOOGA, TN 37421	N/A CHARITABLE	PUBLIC	1,000.
AMERICAN LUNG ASSOCIATION OF TENNESSEE 1466 RIVERSIDE DRIVE, SUITE D CHATTANOOGA, TN 37406	N/A CHARITABLE	PUBLIC	100.
ARTS AND EDUCATION COUNCIL 3069 BROAD STREET CHATTANOOGA, TN 37408	N/A ARTS EDUCATION	PUBLIC	390.
ASSOCIATION FOR VISUAL ARTS 30 FRAZIER AVENUE CHATTANOOGA, TN 37405	N/A ARTS EDUCATION	PUBLIC	1,000.
BAYLOR SCHOOL 171 BAYLOR SCHOOL ROAD CHATTANOOGA, TN 37405	N/A EDUCATION	PUBLIC	1,000.
CHAMBER ORCHESTRA OF TENNESSEE CHATTANOOGA, TN	N/A CULTURAL	PUBLIC	500.
CHATTANOOGA AREA FOOD BANK 2009 CURTAIN POLE RD. CHATTANOOGA, TN 37406	N/A CHARITABLE	PUBLIC	1,000.

KENNEDY FOUNDATION, INC.

62-1296643

Organization Name and Address	Category	Status	Amount
CHATTANOOGA COMMUNITY KITCHEN 727 EAST 11TH ST. CHATTANOOGA, TN 37403	N/A EDUCATION	PUBLIC	500.
CHATTANOOGA HAMILTON COUNTY BICENTENNIAL LIBRARY 1001 BROAD STREET CHATTANOOGA, TN 37402	N/A EDUCATION	PUBLIC	1,000.
CHATTANOOGA HAMILTON COUNTY RESCUE SERVICE CHATTANOOGA , TN	N/A CHARITABLE	PUBLIC	50.
CHATTANOOGA STATE FOUNDATION 4501 AMNICOLA HIGHWAY CHATTANOOGA, TN 37406	N/A EDUCATION	PUBLIC	5,000.
CHATTANOOGA SYMPHONY AND OPERA 630 CHESTNUT STREET CHATTANOOGA, TN 37402	N/A CULTURAL	PUBLIC	525.
CHEROKEE AREA COUNCIL BOY SCOUTS 6031 LEE HIGHWAY CHATTANOOGA, TN 37421	N/A EDUCATION	PUBLIC	5,000.
CHIP'S TRANSITIONAL LIVING NASHVILLE, TN	N/A CHARITABLE	PUBLIC	1,000.
CHOICE - CENTER FOR HUMANITARIAN OUTREACH AND INTERCULTURAL EXCHANGE - 7879 S. 1530 W. SUITE 200 WEST JORDAN, UT 84088	N/A CULTURAL	PUBLIC	1,000.
CHORAL ARTS OF CHATTANOOGA 3319 HIXSON PIKE CHATTANOOGA, TN 37415	N/A CULTURAL	PUBLIC	500.
CHURCH OF THE GOOD SHEPHERD 211 FRANKLIN ROAD LOOKOUT MOUNTAIN, GA 30750	N/A RELIGIOUS	PUBLIC	5,000.

KENNEDY FOUNDATION, INC.

62-1296643

CLEVELAND MIDDLE SCHOOL 3635 GEORGETOWN RD. N.W. CLEVELAND, TN 37312	N/A EDUCATION	PUBLIC	2,000.
COMMUNITY FOUNDATION OF CHATTANOOGA 1270 MARKET STREET CHATTANOOGA, TN 37402	N/A CHARITABLE	PUBLIC	1,030.
COVENANT COLLEGE 14049 SCENIC HIGHWAY LOOKOUT MOUNTAIN, GA 30750	N/A EDUCATION	PUBLIC	5,000.
CREATIVE DISCOVERY MUSEUM 321 CHESTNUT STREET CHATTANOOGA, TN 37402	N/A EDUCATION	PUBLIC	1,000.
DALLAS CHILDREN'S THEATRE 5938 SKILLMAN DALLAS, TX 75231	N/A CULTURAL	PUBLIC	7,500.
DARTMOUTH COLLEGE FUND 6066 DEVELOPMENT OFFICE HANOVER, NH 03755	N/A EDUCATION	PUBLIC	1,000.
DUCKTOWN BASIN MUSEUM 212 BURRA BURRA STREET DUCKTOWN, TN 37326	N/A CULTURAL	PUBLIC	50.
FRIENDS OF MOCCASIN BEND NATIONAL PARK P. O. BOX 49553 CHATTANOOGA, TN 37405	N/A CHARITABLE	PUBLIC	250.
FRIENDS OF THE GALLERY CHATTANOOGA, TN	N/A ARTS EDUCATION	PUBLIC	100.
HOSPICE OF CHATTANOOGA FOUNDATION 4411 OAKWOOD DRIVE CHATTANOOGA, TN 37416	N/A CHARITABLE	PUBLIC	1,000.

KENNEDY FOUNDATION, INC.

62-1296643

HOUSTON MUSEUM OF DECORATIVE ARTS 201 HIGH STREET CHATTANOOGA, TN 37403	N/A ARTS EDUCATION	PUBLIC	200.
HUNTER MUSEUM OF AMERICAN ART 10 BLUFF VIEW AVE. CHATTANOOGA, TN 37403	N/A ARTS EDUCATION	PUBLIC	350.
LOOKOUT MOUNTAIN PRESBYTERIAN CHURCH 316 N. BRAGG AVE. LOOKOUT MOUNTAIN, TN 37350	N/A RELIGIOUS	PUBLIC	5,000.
MCR FOUNDATION 1400 MCCALLIE AVENUE CHATTANOOGA, TN 37404	N/A PUBLIC SAFETY	PUBLIC	10,000.
MEMORIAL HOSPITAL FOUNDATION 2525 DESALES AVENUE CHATTANOOGA, TN 37404	N/A CHARITABLE	PUBLIC	5,000.
MIZPAH CONGREGATION 923 MCCALLIE AVENUE CHATTANOOGA, TN 37403	N/A RELIGIOUS	PUBLIC	25.
MUSEUM OF NATURE & SCIENCE P. O. BOX 151469 DALLAS, TX 75315	N/A EDUCATION	PUBLIC	2,500.
REFLECTION RIDING 400 GARDEN RD CHATTANOOGA, TN 37419	N/A EDUCATION	PUBLIC	125.
ROTARY POLIO ERADICATION ONE UNION SQUARE, SUITE 506 CHATTANOOGA, TN 37402	N/A EDUCATION	PUBLIC	1,000.
ST. ANNE'S EPISCOPAL CHURCH 3098 SAINT ANNES LANE NW ATLANTA, GA 30327	N/A RELIGIOUS	PUBLIC	10,000.

KENNEDY FOUNDATION, INC.

62-1296643

ST. BENEDICT'S EPISCOPAL CHURCH 2160 COOPERLAKE RD SMYRNA, GA 30080	N/A RELIGIOUS	PUBLIC	5,000.
STADIUM CAMPAIGN CORPORATION 1826 CARTER STREET CHATTANOOGA, TN 37408	N/A CULTURAL	PUBLIC	1,000.
TENNESSEE AQUARIUM CONSERVATION SOCIETY ONE BROAD STREET CHATTANOOGA, TN 37402	N/A EDUCATION	PUBLIC	1,000.
TENNESSEE RIVER GARDENS P. O. BOX 292 LOOKOUT MOUNTAIN, TN 37350	N/A CHARITABLE	PUBLIC	1,000.
TENNESSEE RIVER GORGE TRUST 535 CHESTNUT STREET CHATTANOOGA, TN 37402	N/A CHARITABLE	PUBLIC	1,000.
TRANSITIONAL LIVING, INC. NASHVILLE, TN	N/A CHARITABLE	PUBLIC	1,000.
TUCK ANNUAL GIVING - DARTMOUTH 100 TUCK HALL HANOVER, NH 03755	N/A EDUCATION	PUBLIC	50.
UC FOUNDATION 605 OAK STREET CHATTANOOGA, TN 37403	N/A EDUCATION	PUBLIC	1,200.
UNITED WAY OF ATLANTA 100 EDGEWOOD AVE. N.E. ATLANTA, GA 30303	N/A COMMUNITY CHARITY	PUBLIC	5,000.
UNITED WAY OF CHATTANOOGA 630 MARKET STREET CHATTANOOGA, TN 37405	N/A COMMUNITY CHARITY	PUBLIC	30,000.

KENNEDY FOUNDATION, INC.

62-1296643

UNITED WAY OF DALLAS 1800 NORTH LAMAR STREET DALLAS, TX 75202	N/A COMMUNITY CHARITY	PUBLIC	10,000.
UNIVERSITY OF TENNESSEE AT CHATTANOOGA 615 MCCALLIE AVE. CHATTANOOGA, TN 37403	N/A EDUCATION	PUBLIC	34,900.
WSMC SOUTHERN ADVENTIST UNIVERSITY P. O. BOX 870 COLLEGEDALE, TN 37315	N/A CULTURAL	PUBLIC	500.
WTCI GREATER CHATTANOOGA PUBLIC TV CORP 7540 BONNYSHIRE DRIVE CHATTANOOGA, TN 37416	N/A CULTURAL	PUBLIC	5,000.
YMCA OF METROPOLITAN CHATTANOOGA 301 W 6TH STREET CHATTANOOGA, TN 37402	N/A CHARITABLE	PUBLIC	1,000.

TOTAL TO FORM 990-PF, PART XV, LINE 3A

183,145.