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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

2009

For calendar year 2009, or tax year beginning

, 2009, and ending

, 20

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

Use the IRS label. Otherwise, print or type. See Specific Instructions.	Name of foundation Electric Cooperative Foundation, Inc.		A Employer identification number 63-1190086
	Number and street (or P O box number if mail is not delivered to street address)	Room/suite	B Telephone number (see page 10 of the instructions) 334-215-2732
	P. O. Box 244014		
	City or town, state, and ZIP code Montgomery, AL 36124-4014		
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) ▶ \$ 209912		J Accounting method: ☐ Cash ☒ Accrual ☐ Other (specify) _____	
F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ☐			

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 11 of the instructions))		(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)	6867			
	2 Check ☐ if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	6	6	0	
	4 Dividends and interest from securities	5822	5822	0	
	5a Gross rents	0	0	0	
	b Net rental income or (loss)	0			
	6a Net gain or (loss) from sale of assets not on line 10	-24322			
	b Gross sales price for all assets on line 6a	64624			
	7 Capital gain net income (from Part IV, line 2)		-24322		
	8 Net short-term capital gain			0	
	9 Income modifications			0	
	10a Gross sales less returns and allowances	0			
b Less. Cost of goods sold	0				
c Gross profit or (loss) (attach schedule)					
11 Other income (attach schedule)	0	0	0		
12 Total. Add lines 1 through 11	-11627	-18494	0		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc.	0	0	0	
	14 Other employee salaries and wages	0	0	0	
	15 Pension plans, employee benefits	0	0	0	
	16a Legal fees (attach schedule)	0	0	0	
	b Accounting fees (attach schedule)	2700	0	0	
	c Other professional fees (attach schedule)	0	0	0	
	17 Interest	91	0	0	
	18 Taxes (attach schedule) (see page 14 of the instructions)	0	0	0	
	19 Depreciation (attach schedule) and depletion	0	0	0	
	20 Occupancy	0	0	0	
	21 Travel, conferences, and meetings	0	0	0	
	22 Printing and publications	1738	0	0	
	23 Other expenses (attach schedule)	1408	0	0	
	24 Total operating and administrative expenses. Add lines 13 through 23	5937	0	0	
	25 Contributions, gifts, grants paid	19463			
26 Total expenses and disbursements. Add lines 24 and 25	25400	0	0		
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements	-37027				
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	0	0	0	
	2	Savings and temporary cash investments	958	7340	7340	
	3	Accounts receivable ▶	0			
		Less: allowance for doubtful accounts ▶	0	0	0	
	4	Pledges receivable ▶	0			
		Less: allowance for doubtful accounts ▶	0	0	0	
	5	Grants receivable	0	0	0	
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 16 of the instructions)	0	0	0	
	7	Other notes and loans receivable (attach schedule) ▶	0			
		Less: allowance for doubtful accounts ▶	0	0	0	
	8	Inventories for sale or use	0	0	0	
	9	Prepaid expenses and deferred charges	0	0	0	
	10a	Investments—U.S. and state government obligations (attach schedule)	0	0	0	
	b	Investments—corporate stock (attach schedule)	0	0	0	
	c	Investments—corporate bonds (attach schedule)	0	0	0	
	Liabilities	11	Investments—land, buildings, and equipment: basis ▶	0		
		Less: accumulated depreciation (attach schedule) ▶	0	0	0	
12		Investments—mortgage loans	0	0	0	
13		Investments—other (attach schedule) <i>Schedule H 2</i>	186489	202123	202123	
14		Land, buildings, and equipment: basis ▶	0			
		Less: accumulated depreciation (attach schedule) ▶	0	0	0	
15		Other assets (describe ▶ <i>Dividend & Interest Receivable</i>)	766	449	449	
16		Total assets (to be completed by all filers—see the instructions. Also, see page 1, item I)	188213	209912	209912	
17		Accounts payable and accrued expenses	162	0		
18		Grants payable	0	0		
Net Assets or Fund Balances	19	Deferred revenue	0	0		
	20	Loans from officers, directors, trustees, and other disqualified persons	0	0		
	21	Mortgages and other notes payable (attach schedule)	0	0		
	22	Other liabilities (describe ▶)	0	0		
	23	Total liabilities (add lines 17 through 22)	162	0		
		Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. ☐				
	24	Unrestricted				
	25	Temporarily restricted				
	26	Permanently restricted				
		Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. ☒				
27	Capital stock, trust principal, or current funds	0	0			
28	Paid-in or capital surplus, or land, bldg, and equipment fund	0	0			
29	Retained earnings, accumulated income, endowment, or other funds	188051	209912			
30	Total net assets or fund balances (see page 17 of the instructions)	188051	209912			
31	Total liabilities and net assets/fund balances (see page 17 of the instructions)	188213	209912			

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	188051
2	Enter amount from Part I, line 27a	2	-37027
3	Other increases not included in line 2 (itemize) ▶ <i>Unrealized Gains on marketable securities</i>	3	58888
4	Add lines 1, 2, and 3	4	209912
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	209912

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse, or common stock, 200 shs. MLC Co.)		(b) How acquired P—Purchase D—Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a See Schedule # 3				
b				
c				
d				
e				
(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)	
a				
b				
c				
d				
e				
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69				(i) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(j) FMV as of 12/31/69	(l) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any		
a				
b				
c				
d				
e				
2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }			2	-24322
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c) (see pages 13 and 17 of the instructions). If (loss), enter -0- in Part I, line 8			3	0

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

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

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

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

(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	20000	237494	.084213
2007	18203	286018	.063643
2006	18760	274181	.068422
2005	18182	279707	.065004
2004	18783	284564	.066006
2 Total of line 1, column (d)			2 .347288
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 .069458
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5			4 192191
5 Multiply line 4 by line 3			5 13349
6 Enter 1% of net investment income (1% of Part I, line 27b)			6 0
7 Add lines 5 and 6			7 13349
8 Enter qualifying distributions from Part XII, line 4 If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions on page 18.			8 19463

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)	1	0
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ☒ and enter 1% of Part I, line 27b		
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	0
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	0
b	Exempt foreign organizations—tax withheld at source	6b	0
c	Tax paid with application for extension of time to file (Form 8868)	6c	0
d	Backup withholding erroneously withheld	6d	0
7	Total credits and payments. Add lines 6a through 6d	7	0
8	Enter any penalty for underpayment of estimated tax. Check here ☐ if Form 2220 is attached	8	0
9	Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9	0
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	0
11	Enter the amount of line 10 to be: Credited to 2010 estimated tax Refunded	11	0

Part VII-A Statements Regarding Activities

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		✓
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)? <i>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</i>		✓
c Did the foundation file Form 1120-POL for this year?		✓
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? <i>If "Yes," attach a detailed description of the activities.</i>		✓
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? <i>If "Yes," attach a conformed copy of the changes.</i>		✓
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		✓
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? <i>If "Yes," attach the statement required by General Instruction T.</i>		✓
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?		
7 Did the foundation have at least \$5,000 in assets at any time during the year? <i>If "Yes," complete Part II, col. (c), and Part XV</i>	✓	
8a Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ▶ Alabama		
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 <i>General Instruction G</i> ? <i>If "No," attach explanation</i>	✓	
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)? <i>If "Yes," complete Part XIV</i>		✓
10 Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses.</i> Schedule B.	✓	

Part VII-A Statements Regarding Activities (continued)

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see page 20 of the instructions)	11		✓
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		✓
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	✓	
Website address ▶ n/a				
14	The books are in care of ▶ Karl G. Rayborn, Treasurer	Telephone no. ▶	334-215-2732	
	Located at ▶ 340 TechnaCenter Drive, Montgomery, AL	ZIP+4 ▶	36117	
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)? . . . ☐ Yes ☒ No		
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?		✓
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.)		
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.)		
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		✓
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?		✓

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

- 5a** During the year did the foundation pay or incur any amount to:
- (1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No
- (2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No
- (3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No
- (4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see page 22 of the instructions) ☐ Yes ☒ No
- (5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No
- b** If any answer is "Yes" to 5a(1)–(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see page 22 of the instructions)? Organizations relying on a current notice regarding disaster assistance check here ☐
- c** If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☐ No
- If "Yes," attach the statement required by Regulations section 53.4945–5(d).
- 6a** Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No
- b** Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ Yes ☒ No
- If "Yes" to 6b, file Form 8870.
- 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?

Part VIII	Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors	FD-27
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1 List all officers, directors, trustees, foundation managers and their compensation (see page 22 of the instructions).

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
See Schedule #4		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	NONE
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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

NONE

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	The Electric Cooperative Foundation awarded 27 educational scholarships to dependents of electric cooperative members across the state of Alabama for the 2009-2010 academic year.	25400
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		
2		
3	All other program-related investments. See page 24 of the instructions	

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	191348
b	Average of monthly cash balances	1b	3770
c	Fair market value of all other assets (see page 24 of the instructions)	1c	0
d	Total (add lines 1a, b, and c)	1d	195118
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	195118
4	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see page 25 of the instructions)	4	2927
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	192191
6	Minimum investment return. Enter 5% of line 5	6	9610

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	9610
2a	Tax on investment income for 2009 from Part VI, line 5	2a	0
b	Income tax for 2009. (This does not include the tax from Part VI)	2b	0
c	Add lines 2a and 2b	2c	0
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	9610
4	Recoveries of amounts treated as qualifying distributions	4	0
5	Add lines 3 and 4	5	9610
6	Deduction from distributable amount (see page 25 of the instructions)	6	0
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	9610

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	19463
b	Program-related investments—total from Part IX-B	1b	0
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	0
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	0
b	Cash distribution test (attach the required schedule)	3b	0
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	19463
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	19463

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				9610
2 Undistributed income, if any, as of the end of 2009.				
a Enter amount for 2008 only			0	
b Total for prior years. 20 __, 20 __, 20 __		0		
3 Excess distributions carryover, if any, to 2009:				
a From 2004	0			
b From 2005	0			
c From 2006	5126			
d From 2007	4870			
e From 2008	8125			
f Total of lines 3a through e	18121			
4 Qualifying distributions for 2009 from Part XII, line 4: ► \$ 19463				
a Applied to 2008, but not more than line 2a			0	
b Applied to undistributed income of prior years (Election required—see page 26 of the instructions)		0		
c Treated as distributions out of corpus (Election required—see page 26 of the instructions)	0			
d Applied to 2009 distributable amount				9610
e Remaining amount distributed out of corpus	9853			
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	27974			
b Prior years' undistributed income. Subtract line 4b from line 2b		0		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0		
d Subtract line 6c from line 6b. Taxable amount—see page 27 of the instructions		0		
e Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount—see page 27 of the instructions			0	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				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)	0			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see page 27 of the instructions)	0			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	27974			
10 Analysis of line 9:				
a Excess from 2005	0			
b Excess from 2006	5126			
c Excess from 2007	4870			
d Excess from 2008	8125			
e Excess from 2009	9853			

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				(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 $\frac{2}{3}$ 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

Electric Cooperative Foundation, Inc., P. O. Box 244014, Montgomery, AL 36124-4014 334-215-2732

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

See Schedule # 5

- c** Any submission deadlines.

March 13, 2009

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

See Schedule # 6

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 Schedule # 7				
Total			▶ 3a	19463
b Approved for future payment				
Total			▶ 3b	0

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated

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	6	
4	Dividends and interest from securities			14	5822	
5	Net rental income or (loss) from real estate:					
a	Debt-financed property					
b	Not debt-financed property					
6	Net rental income or (loss) from personal property					
7	Other investment income			18	-24322	
8	Gain or (loss) from sales of assets other than inventory					
9	Net income or (loss) from special events					
10	Gross profit or (loss) from sales of inventory					
11	Other revenue: a _____					
b	_____					
c	_____					
d	_____					
e	_____					
12	Subtotal. Add columns (b), (d), and (e)				-18494	
13	Total. Add line 12, columns (b), (d), and (e)					13 -18494

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

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

[illegible]

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

Electric Cooperative Foundation, Inc.

Employer identification number

63 1190086

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 33⅓ % 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 on line H 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

63 : 1190086**Part I** Contributors (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	Alabama Rural Electric Association 340 TechnaCenter Drive Montgomery, AL 36117	\$ 5842	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)
		\$	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)

ELECTRIC COOPERATIVE FOUNDATION, INC.

EIN: 63-1190086

SCHEDULE 1 - Other Expenses (line 23 - Part I Form 990-PF)

Bank Fees	3
Office Help	897
Postage	508
	<u>\$ 1,408</u>

SCHEDULE 2 - Investments - Other (line 13 - Part II Form 990-PF)

	Beginning of Year		End of Year	
	Book Value	Market Value	Book Value	Market Value
Mutual Funds	\$ 186,489	\$ 186,489	\$ 202,123	\$ 202,123

ELECTRIC COOPERATIVE FOUNDATION, INC.

EIN: 63-1190086

Schedule 3 - Part IV Capital Gains & Losses for Tax on Investment Income

Property Description	Acquired	Date Acquired	Date Sold	Gross Sales Price	Depreciation allowed	Cost Basis	Gain/ (Loss)
American Century Large Co Value - IS {394,302 shares}	Purchase	02/13/08	04/21/09	1,502.29	-	2,645.77	(1,143.48)
Pioneer Small Cap Value Fund Class Y FD # 0721 {37,342 shares}	Purchase	prior 2007	04/21/09	528.76	-	1,226.68	(697.92)
Pioneer Small Cap Growth Fund Class A FD # 0044 {26,067 shares}	Purchase	09/26/08	04/21/09	438.97	-	629.52	(190.55)
Pioneer Large Cap Growth Fund Class Y FD # 0748 {436,374 shares}	Purchase	prior 2007	04/21/09	3,752.82	-	5,775.00	(2,022.18)
Pioneer Value Fund Class Y FD #0702 {224,622 shares}	Purchase	prior 2007	04/21/09	1,835.16	-	3,762.42	(1,927.26)
RMK Mid Cap Growth Fund {98,477 shares}	Purchase	prior 2007	04/21/09	1,035.98	-	1,899.62	(863.64)
RMK Growth FD CL I {226,015 shares}	Purchase	prior 2007	04/21/09	2,926.89	-	4,771.18	(1,844.29)
RMK Value FD CL I {72,355 shares}	Purchase	prior 2007	04/21/09	790.84	-	1,512.22	(721.38)
RMK Mid Cap Value Fund {74,984 shares}	Purchase	prior 2007	04/21/09	478.40	-	854.07	(375.67)
American Century Large Co Value {340,301 shares}	Purchase	02/13/08	07/06/09	1,391.83	-	2,283.42	(891.59)
American Europacific Growth {48,598 shares}	Purchase	12/29/08	07/06/09	1,520.14	-	1,332.07	188.07
MFS Resh Intl FD CL I {142,633 shares}	Purchase	06/26/08	07/06/09	1,668.81	-	2,568.82	(900.01)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {331,403 shares}	Purchase	prior 2007	07/06/09	3,181.47	-	3,363.02	(181.55)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {2,184 shares}	Purchase	01/02/08	07/06/09	20.97	-	22.32	(1.35)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {1,263 shares}	Purchase	02/01/08	07/06/09	12.12	-	13.17	(1.05)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {291,846 shares}	Purchase	02/13/08	07/06/09	2,801.72	-	3,058.55	(256.83)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {1,745 shares}	Purchase	03/03/08	07/06/09	16.75	-	18.37	(1.62)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {2,027 shares}	Purchase	04/01/08	07/06/09	19.46	-	21.06	(1.60)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {2,000 shares}	Purchase	05/01/08	07/06/09	19.20	-	20.58	(1.38)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {1,895 shares}	Purchase	06/02/08	07/06/09	18.19	-	19.25	(1.06)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {37,737 shares}	Purchase	06/26/08	07/06/09	362.28	-	381.14	(18.86)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {1,524 shares}	Purchase	07/01/08	07/06/09	14.63	-	15.29	(0.66)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {2,717 shares}	Purchase	08/01/08	07/06/09	26.08	-	27.41	(1.33)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {2,462 shares}	Purchase	09/02/08	07/06/09	23.64	-	24.89	(1.25)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {2,336 shares}	Purchase	10/01/08	07/06/09	22.43	-	22.54	(0.11)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {2,350 shares}	Purchase	11/03/08	07/06/09	22.56	-	22.07	0.49
Pimco Foreign Bond U.S. Dollar Hedged # 103 {2,654 shares}	Purchase	12/01/08	07/06/09	25.48	-	24.68	0.80
Pimco Foreign Bond U.S. Dollar Hedged # 103 {38,631 shares}	Purchase	12/10/08	07/06/09	370.86	-	335.70	35.16
Pimco Foreign Bond U.S. Dollar Hedged # 103 {52,049 shares}	Purchase	12/29/08	07/06/09	499.67	-	471.04	28.63
Pimco Foreign Bond U.S. Dollar Hedged # 103 {1,942 shares}	Purchase	01/02/09	07/06/09	18.64	-	17.63	1.01
Pimco Foreign Bond U.S. Dollar Hedged # 103 {2,071 shares}	Purchase	01/31/09	07/06/09	19.88	-	19.03	0.85
Pimco Foreign Bond U.S. Dollar Hedged # 103 {2,405 shares}	Purchase	03/02/09	07/06/09	23.09	-	21.84	1.25
Pimco Foreign Bond U.S. Dollar Hedged # 103 {2,730 shares}	Purchase	04/01/09	07/06/09	26.21	-	24.71	1.50
Pimco Foreign Bond U.S. Dollar Hedged # 103 {103,851 shares}	Purchase	04/20/09	07/06/09	996.97	-	947.12	49.85
Pimco Foreign Bond U.S. Dollar Hedged # 103 {2,852 shares}	Purchase	05/01/09	07/06/09	27.38	-	26.18	1.20
Pimco Foreign Bond U.S. Dollar Hedged # 103 {3,597 shares}	Purchase	06/01/09	07/06/09	34.52	-	33.88	0.64
Pioneer Bond Fund Class Y FD # 0703 {1558,156 shares}	Purchase	prior 2007	07/06/09	13,353.40	-	14,610.56	(1,257.16)
Pioneer Mid Cap Value Fund Class Y FD # 0710 {35,444 shares}	Purchase	05/15/09	07/06/09	545.13	-	896.04	(350.91)
Pioneer Small Cap Value Fund Class Y FD # 0721 {44,816 shares}	Purchase	prior 2007	07/06/09	719.75	-	1,472.20	(752.45)
Pioneer Small Cap Growth Fund Class A FD # 0044 {39,803 shares}	Purchase	09/26/08	07/06/09	747.90	-	961.24	(213.34)

ELECTRIC COOPERATIVE FOUNDATION, INC.

EIN: 63-1190086

Schedule 3 - Part IV Capital Gains & Losses for Tax on Investment Income

Property Description	Acquired	Date Acquired	Date Sold	Gross Sales Price	Depreciation allowed	Cost Basis	Gain/ (Loss)
Pioneer Select Mid Cap Growth Class Y {54,068 shares}	Purchase	05/15/09	07/06/09	633.68	-	1,042.97	(409.29)
Pioneer Large Cap Growth Fund Class Y FD # 0748 {169,688 shares}	Purchase	prior 2007	07/06/09	1,576.40	-	2,231.19	(654.79)
Pioneer Growth Fund Y {139,689 shares}	Purchase	05/15/09	07/06/09	2,017.11	-	2,948.83	(931.72)
Pioneer Cullen Value Fund Class Y Fund # 0765 {53,522 shares}	Purchase	05/15/09	07/06/09	747.70	-	1,318.72	(571.02)
Pioneer Value Fund Class Y Fund # 0702 {156,397 shares}	Purchase	prior 2007	07/06/09	1,352.83	-	2,619.65	(1,266.82)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {3,481 shares}	Purchase	07/01/09	07/21/09	33.56	-	30.25	3.31
Pimco Foreign Bond Fund {5,623 shares}	Purchase	07/02/09	07/21/09	52.01	-	50.83	1.18
Pioneer Large Cap Growth Fund Class Y Fund # 0748 {10,165 shares}	Purchase		07/21/09	100.13	-	133.66	(33.53)
Pioneer Growth Fund Y {12,042 shares}	Purchase	05/15/09	07/21/09	184.00	-	254.21	(70.21)
Pioneer Value Fund Class Y Fund # 0702 {729,811 shares}	Purchase	prior 2007	07/21/09	6,714.26	-	11,208.99	(4,494.73)
American Century Large Co Value {171.97 shares}	Purchase	02/13/08	10/21/09	868.45	-	1,153.92	(285.47)
American Europacific Growth {17,425 shares}	Purchase	12/29/08	10/21/09	682.88	-	491.24	191.64
MFS Resh Intl FD CI I {48,619 shares}	Purchase	06/26/08	10/21/09	716.65	-	875.63	(158.98)
Pimco Foreign Bond U.S. Dollar Hedged # 103 {0,123 shares}	Purchase	07/31/09	10/21/09	1.27	-	1.21	0.06
Pioneer Mid Cap Value Fund Class Y FD # 0710 {16,487 shares}	Purchase	05/15/09	10/21/09	310.95	-	416.80	(105.85)
Pioneer Small Cap Growth Fund Class A Fund # 0044 {5,302 shares}	Purchase	09/26/08	10/21/09	118.28	-	128.04	(9.76)
Pioneer Select Mid Cap Growth Class Y {26,253 shares}	Purchase	05/15/09	10/21/09	381.46	-	506.42	(124.96)
Pioneer Large Cap Growth Fund Class Y Fund # 0748	Purchase	prior 2007	10/21/09	135.80	-	162.62	(26.82)
Pioneer Growth Fund Y {6,252 shares}	Purchase	05/15/09	10/21/09	107.04	-	131.98	(24.94)
Pioneer Growth Opportunities Fund Class Y #760 {13,627 shares}	Purchase	08/31/09	10/21/09	315.33	-	524.79	(209.46)
Pioneer Cullen Value Fund Class Y Fund # 0765 {12,732 shares}	Purchase	05/15/09	10/21/09	210.34	-	313.70	(103.36)
Pioneer Value Fund Class Y Fund # 0702 {39.15 shares}	Purchase	prior 2007	10/21/09	414.99	-	550.59	(135.60)
Pioneer Small Cap Growth Fund A Fund # 0044 {239,323 shares}	Purchase	09/26/08	11/20/09	5,107.15	-	5,696.52	(589.37)

\$ 64,623.54	\$ -	\$ 88,945.06	\$ (24,321.52)
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Schedule 4 - List of Officers, Directors, Trustees and Foundation Managers (Part VIII Form 990-PF)

Name & Address	Title & Average Hrs/Wk	Compensation	Employee Benefit Plan Contribution	Expense Account
George Kitchens P.O. Box 460 Trinity, AL 35673	Chairman/Director 1 hr/wk	-0-	-0-	-0-
Fred O. Braswell P.O. Box 244014 Montgomery, AL 36124-4014	Executive Director /Secretary 1 hr/wk	-0-	-0-	-0-
Karl G. Rayborn P.O. Box 244014 Montgomery, AL 36124-4014	Treasurer 2 hr/wk	-0-	-0-	-0-
Martin Anderson 85 Bakers Chapel Road Guntersville, AL 35976	Director 1 hr/wk	-0-	-0-	-0-
Steve Harmon P.O. Box 468 Greenville, AL 36037	Director 1 hr/wk	-0-	-0-	-0-
Ruby Neeley 8481 County Road 51 Clanton, AL 35046	Director 1 hr/wk	-0-	-0-	-0-
Grady Smith P. O. Box 1168 Cullman, AL 35056	Director 1 hr/wk	-0-	-0-	-0-

Electric Cooperative Foundation, Inc.

Scholarship Application Package



Complete application should be returned to:

Electric Cooperative Foundation, Inc.
P.O. Box 244014
Montgomery, AL 36124

Electric Cooperative Foundation, Inc.

P.O. Box 244014

Montgomery, AL 36124

Schedule 5

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63-1190086

Participating Cooperatives

Arab EC

Baldwin EMC

Central Alabama EC

Cherokee EC

Clarke-Washington EMC

Covington EC

Cullman EC

Dixie EC

Franklin EC

Joe Wheeler EMC

Marshall-Dekalb EC

North Alabama EC

Pea River EC

Pioneer EC

Sand Mountain EC

South Alabama EC

Southern Pine EC

Tallapoosa River EC

Tombigbee EC

Wiregrass EC

The Electric Cooperative Foundation, Inc. was created by the electric cooperatives of Alabama in 1997 in an effort to give back to the communities they serve by providing scholarships for post-secondary and vocational education to accredited institutions for qualifying high school seniors. For the spring of 2009, the Foundation will award scholarships to dependents of members of the participating electric cooperatives in each of the 20 districts established by the Foundation's Board of Directors. The sole decision as to whom is to receive the scholarship in each established district will be determined by the Board of Directors of the Foundation. However, the Foundation may request or enlist the assistance of the electric cooperatives in each district in disseminating the applications and information about the scholarships, and may request assistance from such electric cooperatives in gathering and screening the scholarship applications, although such assistance and the final determination shall at all times remain under the direction and control of the Board of Directors of the Foundation.

**Application for Scholarship from
ELECTRIC COOPERATIVE FOUNDATION, INC.
(Private Foundation of the Electric Cooperatives of Alabama)
(Type or Print Please)**

Schedule # 5
Page 3 of 6
63-1190086

1. Name of Applicant: _____
2. Served by which electric cooperative: _____
3. Name of Parent/Guardian(s): _____
Relationship: _____
4. Cooperative Account Number: _____
(Used only for member verification purposes)
5. Home Address: _____

6. Telephone Number: (_____) _____
7. Social Security Number: _____ - _____ - _____
8. High School Attended: _____
City: _____
9. Date of High School Graduation: _____, 2009
10. High School GPA: _____ GPA Scale: _____ (please attach verification from High School Official)
11. I ☐ have ☐ have not taken the ☐ SAT or ☐ ACT
(please check the appropriate boxes)
Score Received: ACT _____
(please attach copy of score report)
Score Received: SAT _____
(please attach copy of score report)
12. College or Vocational School in which you plan to enroll:

13. Anticipated Major (Course of Study): _____
14. Please attach a list of all school extracurricular, church, community, civic, work and/or volunteer activities that you desire to be taken into account in your application.
15. Please attach three letters of recommendation. No letters from relatives will be accepted.

By signing below, we acknowledge that we have each read the entire application package and do hereby certify that we understand the contents of the application package. Also, by signing below, we each certify that the information provided in the application and each of the attachments submitted with the application are true and correct. If any of the information provided in the application or any of the attachments is found not to be true and correct, the applicant will be immediately disqualified and, if any scholarship has been awarded, such scholarship shall be rescinded.

Signature of Applicant

Date: _____

Signature of Parent/Guardian

Date: _____

NOTE: Incomplete applications will not be considered in the application process.

Schedule # 5
page 4 of 6
63-1190086

**APPLICATION PACKAGE FOR SCHOLARSHIP FROM
ELECTRIC COOPERATIVE FOUNDATION, INC.**

The application (and all attachments thereto) must be signed, completed and all attachments required thereunder must be completed and attached and submitted to the Foundation at P.O. Box 244014, Montgomery, AL 36124. If an applicant fails to complete the entire application or fails to submit all of the items in the format requested hereunder by the deadline date, the application will not be considered for any purposes or under any circumstances with respect to the scholarships of the Foundation.

Please note that the application must be signed by both the student applying for the scholarship and the parent/guardian of the applicant and, if either of such signatures is not on the application, the application will be considered incomplete, and not considered in the application process.

The application with all required attachments and submissions must be received no later than **March 13, 2009**.

The Foundation does not, and will not discriminate, on the basis of race, color, sex, religion or national origin or on any other basis in either the application process or in the consideration and granting of the scholarships provided by the Foundation. The districts established by the Foundation are based on the territories of the electric cooperatives who created the Foundation. As a result, the scholarship for which you are applying is based upon the service territory of the electric cooperative of which your parent/guardian is a member. A map showing the districts established is attached to the back of this application package.

By submitting the application package and the attachments and submissions relating to the application, the applicant and his or her parent/guardian signing the application are certifying that the information submitted is true and correct and the applicant and his or her parent are agreeing to the scholarship conditions set forth below.

SCHOLARSHIP CONDITIONS

The terms and conditions on which the scholarships are to be made for the 2008-2009 scholarship year, are as follows:

1. The scholarships shall be transmitted to the accredited school selected by the scholarship recipient. For each district, there will be either two \$500 scholarships or one \$1,000 scholarship, as such number and amount is determined by the Foundation prior to March 13, 2009.
2. The scholarship shall be granted only to graduating high school seniors.
3. The scholarships shall be announced and awarded in the spring prior to the recipient's graduation, but are contingent and subject to the scholarship recipient graduating from high school and passing any required graduation exam.
4. The scholarship will be available to the student for the immediate 4 academic years following the student's high school graduation.
5. The scholarship will be paid by the Foundation directly to the educational institution for credit to the student's account at the institution with notification of receipt to be received from the educational institution.

6. In order to qualify for the partial scholarship, the student must attend a four year college, a junior college, a technical school or vocational school of the scholarship recipient's choice provided that such school chosen is an accredited institution.
7. In order for the scholarship funds to be received to the benefit of the scholarship recipient, the student must enroll on a full-time basis at the institution selected, which full-time status must be certified to by the institution. Failure to qualify as a full-time student will result in a rescission of the scholarship with the funds being returned from the institution to the Foundation. There are no exceptions to this rule, and except as determined by the Foundation on a nondiscriminatory basis, there will be no deferral of enrollment.
8. In order to qualify for the scholarship, the applicant must be a dependent child of a member of a participating Alabama electric cooperative at the time the application is made and through graduation from high school.
9. The scholarships will not be awarded solely based on need, nor will need be a predominate basis upon which any determination is made.
10. If an applicant's parents live in two different districts established by the Foundation, the applicant shall only be permitted to apply for a scholarship in one district.

Scholarship Application – 2009

Initial: _____ (Applicant)

_____ (Parent/Guardian)

RELEASE OF INFORMATION

We, the undersigned individuals, the applicant and a parent/guardian of the applicant, by signing below authorize the release of any and all academic information from _____ (Name of High School) and do hereby authorize the guidance counselor and principal of such high school to discuss such information with the Foundation. We, the undersigned, by signing below authorize the release of any and all test scores and other information from the American College of Testing or the Stanford Achievement Test to the Foundation.

Signature of Applicant

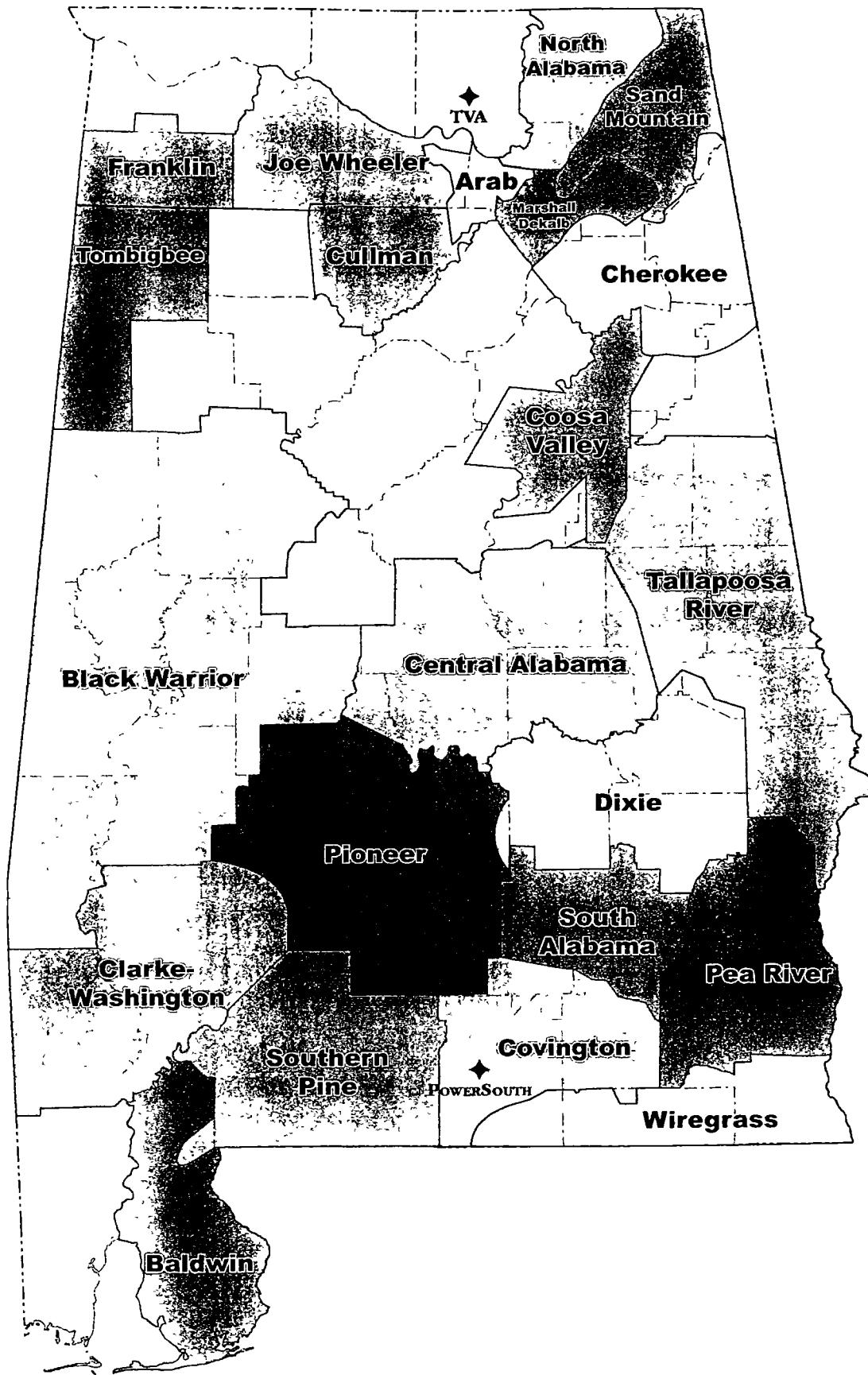
Date: _____

Signature of Parent

Date: _____

ALABAMA RURAL ELECTRIC ASSOCIATION of COOPERATIVES

63-1190086



ELECTRIC COOPERATIVE FOUNDATION, INC.

EIN: 63-1190086

Schedule 6 - Any restrictions or limitations on awards (line 2d - Part XV Form 990-PF)

Scholarships are for post-secondary education of dependents of members of an Alabama electric cooperative that has contributed principal funds to the Foundation.

Schedule 7 - Grants & Contributions Paid During the Year (Part XV - 3a Form 990-PF)

Recipient Name & Address	Relationship	Foundation status	Purpose of grant or contribution	Amount
Courtney B. Bass 6703 Boggan Level Road Andalusia, AL 36420	None		Educational Scholarship	\$ 1,000
Julius A. Brown, II 10481 County Road 85 Minter, AL 36761	None		Educational Scholarship	1,000
Zachary N. Ciranni 949 Oak Lake Drive Enterprise, AL 36330	None		Educational Scholarship	1,000
Ashton B. Conley P. O. Box 625 Fyffe, AL 35971	None		Educational Scholarship	1,000
Dillon B. Davis 1676 County Road 215 Jack, AL 36346	None		Educational Scholarship	1,000
Marlan Golden 813 Saint James Court Pike Road, AL 36064	None		Educational Scholarship	1,000
Madline G. Hagedorn 133 Highway 78 Russellville, AL 35654	None		Educational Scholarship	500
James T. Hall 106 Calvert Road Lacey's Spring, AL 35754	None		Educational Scholarship	500
Coleman K. Harrell 113 Antioch Road Grove Hill, AL 36451	None		Educational Scholarship	1,000
Corey J. Harris 383 Golfview Drive, NE Arab, AL 35016	None		Educational Scholarship	500

Schedule 7 - Grants & Contributions Paid During the Year (Part XV - 3a Form 990-PF)

Recipient Name & Address	Relationship	Foundation status	Purpose of grant or contribution	Amount
Taylor L. Hightower 285 County Road 107 Hamilton, AL 35570	None		Educational Scholarship	1,000
Emma K. Hill 6081 Balm Road Wetumpka, AL 36092	None		Educational Scholarship	500
Maci B. Hughes 1215 County Road 125 Gaylesville, AL 35973	None		Educational Scholarship	500
Morgan A. Jensen 827 East Byrd Road Hartselle, AL 35640	None		Educational Scholarship	500
Sarah E. Leverette 1825 Bluestone Court Auburn, AL 36830	None		Educational Scholarship	1,000
Joshua N. McCurdy 1640 Kuykendall Road Albertville, AL 35951	None		Educational Scholarship	1,000
Patrick C. McGee 1905 West 3rd Street Gulf Shores, AL 36542	None		Educational Scholarship	500
Dynasty R. Moore P. O. Box 630 Bridgeport, AL 35740	None		Educational Scholarship	500
Palee Myrex 146 County Road 151 Bremen, AL 35033	None		Educational Scholarship	1,000
Lexus O. Simpson 21758 County Road 48 Robertsdale, AL 36567	None		Educational Scholarship	500

Schedule 7 - Grants & Contributions Paid During the Year (Part XV - 3a Form 990-PF)

Recipient Name & Address	Relationship	Foundation status	Purpose of grant or contribution	Amount
Jessica D. Sisk 553 County Road 9 Estillfork, AL 35745	None		Educational Scholarship	500
Shelby L. Smith 475 Oakhills Drive Russellville, AL 35653	None		Educational Scholarship	500
Christopher J. Stafford 561 Knob Hill Circle Dothan, AL 36301	None		Educational Scholarship	1,000
Katlyn M. Stricklend 292 Norwood Drive Joppa, AL 35087	None		Educational Scholarship	500
Allison L. Terrell 723 Flatwood Road Wetumpka, AL 36092	None		Educational Scholarship	500
Luke M. Trammell 305 County Road 227 Leesburg, AL 35983	None		Educational Scholarship	500
Jacob R. Wasdin 1023 Dorriety Circle Atmore, AL 36502	None		Educational Scholarship	1,000
Return of unused portion of previously awarded scholarship				-537
				<u>19,463</u>

**ELECTRIC COOPERATIVE
FOUNDATION, INC.**

DECEMBER 31, 2009

FINANCIAL STATEMENTS

ELECTRIC COOPERATIVE FOUNDATION, INC.
MONTGOMERY, ALABAMA

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MONTGOMERY, ALABAMA

Dothan

Prattville

Wetumpka

INDEPENDENT AUDITORS' REPORT

The Board of Directors
Electric Cooperative Foundation, Inc.
Montgomery, Alabama

We have audited the accompanying statements of financial position of the Electric Cooperative Foundation, Inc. (the Foundation) as of December 31, 2009 and 2008, and the related statements of activities and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Electric Cooperative Foundation, Inc. as of December 31, 2009 and 2008 and the results of its activities and changes in net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Jackson Thornton & Co. PC

Montgomery, Alabama
January 28, 2010

ELECTRIC COOPERATIVE FOUNDATION, INC.
MONTGOMERY, ALABAMA

STATEMENTS OF FINANCIAL POSITION
AT DECEMBER 31, 2009 AND 2008

ASSETS

	<u>2009</u>	<u>2008</u>
CURRENT ASSETS:		
Cash	\$ 7,340	\$ 958
Interest receivable	449	766
Total current assets	<u>7,789</u>	<u>1,724</u>
NONCURRENT ASSETS:		
Investments	<u>202,123</u>	<u>186,489</u>
Total assets	<u>\$ 209,912</u>	<u>\$ 188,213</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES:		
Accounts payable		\$ 162
Total current liabilities		<u>162</u>
NET ASSETS:		
Unrestricted	\$ 209,912	188,051
Total net assets	<u>209,912</u>	<u>188,051</u>
Total liabilities and net assets	<u>\$ 209,912</u>	<u>\$ 188,213</u>

The accompanying notes are an integral part of these financial statements.

ELECTRIC COOPERATIVE FOUNDATION, INC.

STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
REVENUE:		
Cooperative contributions	\$ 1,025	
Contributions from AREA	5,842	\$ 7,624
Investment income (loss)	40,394	(81,685)
Total revenue	<u>47,261</u>	<u>(74,061)</u>
EXPENSES:		
Scholarships	19,463	20,000
General and administrative expenses	5,937	8,284
Total expenses	<u>25,400</u>	<u>28,284</u>
CHANGE IN NET ASSETS	21,861	(102,345)
NET ASSETS AT BEGINNING OF YEAR	<u>188,051</u>	<u>290,396</u>
NET ASSETS AT END OF YEAR	<u>\$ 209,912</u>	<u>\$ 188,051</u>

The accompanying notes are an integral part of these financial statements.

ELECTRIC COOPERATIVE FOUNDATION, INC.

STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008
Increase (Decrease) in Cash

	<u>2009</u>	<u>2008</u>
CASH FLOWS FROM (USED FOR) OPERATING ACTIVITIES:		
Change in net assets	\$ 21,861	\$ (102,345)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
(Gain) loss on investments, net	(34,566)	89,495
Change in operating assets and liabilities:		
Decrease (increase) in current assets:		
Receivables	317	72
(Decrease) increase in current liabilities:		
Accounts payable	<u>(162)</u>	<u>162</u>
Net cash used for operating activities	<u>(12,550)</u>	<u>(12,616)</u>
CASH FLOWS FROM (USED FOR) INVESTING ACTIVITIES:		
Purchases of investments	(72,238)	(126,857)
Proceeds from sale of investments	<u>91,170</u>	<u>117,735</u>
Net cash from (used for) investing activities	<u>18,932</u>	<u>(9,122)</u>
NET INCREASE (DECREASE) IN CASH	6,382	(21,738)
CASH AT BEGINNING OF YEAR	<u>958</u>	<u>22,696</u>
CASH AT END OF YEAR	<u>\$ 7,340</u>	<u>\$ 958</u>

The accompanying notes are an integral part of these financial statements.

ELECTRIC COOPERATIVE FOUNDATION, INC

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009 AND 2008

NOTE 1 - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The Electric Cooperative Foundation, Inc. (the Foundation) was incorporated under the laws of Alabama on December 11, 1997. Its purpose is to provide scholarships for postsecondary education to children of members of an Alabama electric cooperative that has contributed principal funds to the Foundation.

Basis of presentation and accounting - The Foundation reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The Foundation has no temporarily or permanently restricted net assets. The Foundation follows accounting standards set by the Financial Accounting Standards Board, commonly referred to as the "FASB." The FASB sets accounting principles generally accepted in the United States of America (GAAP) that the system follows. References to GAAP issued by the FASB in these footnotes are to the *FASB Accounting Standards Codification*, sometimes referred to as the Codification or ASC. The FASB finalized the Codification effective for periods ending on or after September 15, 2009. Prior FASB standards are no longer being issued by the FASB.

Income taxes - The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code.

Contributions - Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. The contributions received by the Foundation are unrestricted.

Cash and cash equivalents - The Foundation considers all highly liquid investments with a maturity of three months or less to be cash equivalents.

Investments - Investments are carried at fair value. Fair value is determined by reference to quoted market prices. The net realized and unrealized gains and losses on investments are reflected in the statement of activities.

NOTE 2 - CASH IN BANK:

The Foundation maintains its cash in bank deposit accounts, which at times may exceed federally insured limits. The Foundation has not experienced any losses in such accounts. The Foundation believes it is not exposed to any significant credit risk on cash and cash equivalents.

ELECTRIC COOPERATIVE FOUNDATION, INC.

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009 AND 2008

NOTE 3 - INVESTMENTS:

Investments are presented in the financial statements at fair values at December 31, 2009 and 2008 and consist of the following:

	<u>2009</u>	<u>2008</u>
Mutual funds:		
Fixed income	\$ 88,527	\$ 69,958
Equity	<u>113,596</u>	<u>116,531</u>
Totals	<u>\$ 202,123</u>	<u>\$ 186,489</u>

The fair value of all investments is calculated using Level 1 inputs. Level 1 inputs are quoted market prices in active markets for identical assets or liabilities.

Investment income consists of the following:

	<u>2009</u>	<u>2008</u>
Interest and dividends	\$ 5,828	\$ 7,810
Unrealized gains (losses)	58,888	(63,795)
Realized losses	<u>(24,322)</u>	<u>(25,700)</u>
Totals	<u>\$ 40,394</u>	<u>\$ (81,685)</u>

NOTE 4 - RELATED PARTY:

The Foundation and Alabama Rural Electric Association (AREA) have certain common board members. Employees of AREA perform the general and administrative functions for the Foundation for no fee. AREA has paid certain general and administrative expenses on behalf of the Foundation. The value of the expenses paid of \$5,842 and \$7,624 in 2009 and 2008, respectively, have been recognized as contribution revenue and expensed on the Foundation's statement of activities.

NOTE 5 - SUBSEQUENT EVENTS:

The Foundation has evaluated subsequent events through January 28, 2010, which is the date these financial statements were available to be issued. All subsequent events requiring recognition as of December 31, 2009, have been incorporated into these financial statements.

**Application for Extension of Time To File an
Exempt Organization Return**

OMB No. 1545-1709

► File a separate application for each return.

- ◉ If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box ☒ **►**
◉ 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 Electric Cooperative Foundation, Inc.	Employer identification number 63 1190086	
	Number, street, and room or suite no. If a P O box, see instructions. P. O. Box 244014		
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. Montgomery, AL 36124-4014		

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 |
| ☒ Form 990-PF | ☐ Form 1041-A | ☐ Form 8870 |

◉ The books are in the care of ► **Karl G. Rayborn, Treasurer**

Telephone No. ► (**334**) **215-2732** FAX No. ► (**334**) **215-2733**

- ◉ 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 **August 15**, 20**10**, to file the exempt organization return for the organization named above. The extension is for the organization's return for:
► ☒ calendar year 20**09** or
► ☐ tax year beginning, 20, and ending, 20

- 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	\$	0
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.

- If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** and check this box ☐ **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	Employer identification number
	Number, street, and room or suite no. If a P O box, see instructions.	For IRS use only
	City, town or post office, state, and ZIP code For a foreign address, see instructions.	

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

- | | | | |
|--------------------------------------|---|--------------------------------------|------------------------------------|
| ☐ Form 990 | ☐ 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 _____
Telephone No. _____ 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 _____, 20____.
- 5 For calendar year _____, or other tax year beginning _____, 20____, and ending _____, 20____.
- 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 _____

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 \$
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 \$
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 \$

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 John S. RayTitle TreasurerDate 05/17/10