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

OMB No. 1545-0052

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 , 2009, and ending

G Check all that apply: ☐ Initial return ☐ Initial Return of a former public charity ☐ Final return
☐ Amended return ☐ Address change ☐ Name changeUse the
IRS label.
Otherwise,
print
or type.
See Specific
Instructions.FRED DARRAGH FOUNDATION
P.O. BOX 250746
LITTLE ROCK, AR 72225-0746

A Employer identification number

71-0406242

B Telephone number (see the instructions)

501-663-7180

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, column (c), line 16)

\$ 3,769,564.

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

(Part I, column (d) must be on cash basis.)

Part I Analysis of Revenue and Expenses

(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see 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 (att sch)

4,857.

2 Check ☒ if the foundn is not req to att Sch B

3 Interest on savings and temporary cash investments

79.

79.

4 Dividends and interest from securities

94,292.

94,292.

5a Gross rents

b Net rental income or (loss)

6a Net gain/(loss) from sale of assets not on line 10

-117,236.

b Gross sales price for all assets on line 6a

1,334,536.

7 Capital gain net income (from Part IV, line 2)

0.

8 Net short-term capital gain

23,725.

9 Income modifications

10a Gross sales less returns and allowances

b Less Cost of goods sold

c Gross profit/(loss) (att sch)

11 Other income (attach schedule)

12 Total. Add lines 1 through 11

-18,008.

94,371.

23,725.

13 Compensation of officers, directors, trustees, etc.

0.

14 Other employee salaries and wages

15 Pension plans, employee benefits

16a Legal fees (attach schedule) SEE ST 1

10,182.

b Accounting fees (attach sch) SEE ST 2

4,662.

3,162.

c Other prof fees (attach sch) SEE ST 3

17,157.

17,157.

17 Interest

18 Taxes (attach schedule) (see instr) SEE STM 4

30,164.

731.

19 Depreciation (attach sch) and depletion

20 Occupancy

21 Travel, conferences, and meetings

153.

153.

22 Printing and publications

23 Other expenses (attach schedule) SEE STATEMENT 5

1,390.

1,390.

24 Total operating and administrative expenses. Add lines 13 through 23

63,708.

22,593.

25 Contributions, gifts, grants paid. PART. XV.

193,800.

193,800.

26 Total expenses and disbursements. Add lines 24 and 25

257,508.

22,593.

0.

193,800.

27 Subtract line 26 from line 12:

a Excess of revenue over expenses and disbursements

-275,516.

b Net investment income (if negative, enter -0-)

71,778.

c Adjusted net income (if negative, enter -0-)

23,725.

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	11,796.	4,875.	4,875.
	2 Savings and temporary cash investments	281,959.	116,877.	116,877.
	3 Accounts receivable			
	Less: allowance for doubtful accounts			
	4 Pledges receivable			
	Less: allowance for doubtful accounts			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see the instructions)			
	7 Other notes and loans receivable (attach sch)			
	Less: allowance for doubtful accounts			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments — U.S. and state government obligations (attach schedule)			
	b Investments — corporate stock (attach schedule)			
	c Investments — corporate bonds (attach schedule)			
	11 Investments — land, buildings, and equipment: basis			
Less: accumulated depreciation (attach schedule)				
12 Investments — mortgage loans				
13 Investments — other (attach schedule) STATEMENT 6	3,077,086.	3,638,459.	3,638,459.	
14 Land, buildings, and equipment: basis				
Less: accumulated depreciation (attach schedule)				
15 Other assets (describe SEE STATEMENT 7)	2,116.	9,353.	9,353.	
16 Total assets (to be completed by all filers — see instructions. Also, see page 1, item I)	3,372,957.	3,769,564.	3,769,564.	
LIABILITIES	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, & other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe)			
	23 Total liabilities (add lines 17 through 22)	0.	0.	
NET FUND ASSETS OR FOUNDATIONS	Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. <input checked="" type="checkbox"/>			
	24 Unrestricted	3,372,957.	3,769,564.	
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. <input type="checkbox"/>			
	27 Capital stock, trust principal, or current funds			
	28 Paid-in or capital surplus, or land, building, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds			
	30 Total net assets or fund balances (see the instructions)	3,372,957.	3,769,564.	
	31 Total liabilities and net assets/fund balances (see the instructions)	3,372,957.	3,769,564.	

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	3,372,957.
2 Enter amount from Part I, line 27a.	2	-275,516.
3 Other increases not included in line 2 (itemize) SEE STATEMENT 8	3	672,123.
4 Add lines 1, 2, and 3.	4	3,769,564.
5 Decreases not included in line 2 (itemize)	5	
6 Total net assets or fund balances at end of year (line 4 minus line 5) — Part II, column (b), line 30	6	3,769,564.

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 shares MLC Company)

(b) How acquired
P — Purchase
D — Donation(c) Date acquired
(month, day, year)(d) Date sold
(month, day, year)

1a SEE STATEMENT 9

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) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	(l) Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
a			
b			
c			
d			
e			

2 Capital gain net income or (net capital loss). If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7	2	-117,236.
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 the instructions). If (loss), enter -0- in Part I, line 8	3	23,725.

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 the instructions before making any entries.

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (column (b) divided by column (c))
2008	213,500.	4,043,151.	0.052805
2007	184,185.	4,504,181.	0.040892
2006	200,200.	4,139,777.	0.048360
2005	277,490.	3,788,152.	0.073252
2004	97,130.	2,511,387.	0.038676

2 Total of line 1, column (d)	2	0.253985
3 Average distribution ratio for the 5-year base period — divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years.	3	0.050797
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5.	4	3,374,076.
5 Multiply line 4 by line 3	5	171,393.
6 Enter 1% of net investment income (1% of Part I, line 27b).	6	718.
7 Add lines 5 and 6.	7	172,111.
8 Enter qualifying distributions from Part XII, line 4.	8	193,800.

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 the instructions)

1 a Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter 'N/A' on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary - see instr.)			
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b		1	718.
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, column (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	718.
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	718.
6 Credits/Payments:			
a 2009 estimated tax pmts and 2008 overpayment credited to 2009	6a	3,970.	
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	3,970.	
8 Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> 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	0.	
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	3,252.	
11 Enter the amount of line 10 to be: Credited to 2010 estimated tax .. 3,252. Refunded	11	0.	

Part VII-A Statements Regarding Activities

	Yes	No
1 a 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 the instructions for definition)?		X
If the answer is 'Yes' to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.		
c Did the foundation file Form 1120-POL for this year?		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		
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?		X
If 'Yes,' attach a detailed description of the activities.		
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	
4 a 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?	N/A	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year?		X
If 'Yes,' attach the statement required by General Instruction T.		
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, column (c), and Part XV.	X	
8 a Enter the states to which the foundation reports or with which it is registered (see the instructions)		
AR		
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

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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>ERNIE DUMAS</u> Telephone no. <u>(501) 663-7180</u> Located at <u>484 RIDGEWAY DR LITTLE ROCK AR</u> ZIP + 4 <u>72205</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here <u>N/A</u> and enter the amount of tax-exempt interest received or accrued during the year <u>15</u>			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
1 a During the year did the foundation (either directly or indirectly):		
(1) Engage in the sale or exchange, or leasing of property with a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(6) Agree to pay money or property to a government official? (Exception. Check 'No' if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b If any answer is 'Yes' to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see the instructions)? Organizations relying on a current notice regarding disaster assistance check here. <input type="checkbox"/>	1b	N/A
c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2009?	1c	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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If 'Yes,' list the years <u>20__ , 20__ , 20__ , 20__</u>		
b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer 'No' and attach statement - see the instructions.)	2b	N/A
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. <u>20__ , 20__ , 20__ , 20__</u>		
3 a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b If 'Yes,' did it have excess business holdings in 2009 as a result of (1) any purchase by the foundation or disqualified persons after May 26, 1969; (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2009.)	3b	N/A
4 a 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

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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 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 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? ☐ Yes ☒ No**Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors****1** List all officers, directors, trustees, foundation managers and their compensation (see 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 STATEMENT 10		0.	0.	0.

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

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

Total number of other employees paid over \$50,000. ☐ 0

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

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

Total number of others receiving over \$50,000 for professional services 0

Part IX-A Summary of Direct Charitable Activities

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

	Expenses
1 N/A	
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.	Amount
1 N/A	
2	
All other program-related investments. See instructions.	
3	
Total. Add lines 1 through 3.	0.

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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	3,233,223.
b	Average of monthly cash balances	1b	192,235.
c	Fair market value of all other assets (see instructions)	1c	
d	Total (add lines 1a, b, and c)	1d	3,425,458.
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	3,425,458.
4	Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	51,382.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	3,374,076.
6	Minimum investment return. Enter 5% of line 5	6	168,704.

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	168,704.
2a	Tax on investment income for 2009 from Part VI, line 5	2a	718.
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	718.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	167,986.
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	167,986.
6	Deduction from distributable amount (see instructions)	6	
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	167,986.

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	193,800.
b	Program-related investments — total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	193,800.
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 instructions)	5	718.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	193,082.

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.				167,986.
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				
b From 2005	91,702.			
c From 2006				
d From 2007				
e From 2008	14,066.			
f Total of lines 3a through e	105,768.			
4 Qualifying distributions for 2009 from Part XII, line 4: ► \$ 193,800.				
a Applied to 2008, but not more than line 2a			0.	
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.				167,986.
e Remaining amount distributed out of corpus	25,814.			
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.	131,582.			
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 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 instructions)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see instructions)	0.			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a.	131,582.			
10 Analysis of line 9:				
a Excess from 2005.	91,702.			
b Excess from 2006.				
c Excess from 2007.				
d Excess from 2008.	14,066.			
e Excess from 2009	25,814.			

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

N/A

1 a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2009, enter the date of the ruling					
b Check box to indicate whether the foundation is a private operating foundation described in section <input type="checkbox"/> 4942(j)(3) or <input type="checkbox"/> 4942(j)(5)					
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed	Tax year	Prior 3 years			(e) Total
	(a) 2009	(b) 2008	(c) 2007	(d) 2006	
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon:					
a 'Assets' alternative test — enter:					
(1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b 'Endowment' alternative test — enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c 'Support' alternative test — enter:					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

Part XV Supplementary Information (Complete this part only if the organization had \$5,000 or more in assets at any time during the year — see 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 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:

SEE STATEMENT 11

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

SEE STATEMENT FOR LINE 2A

- c Any submission deadlines:

SEE STATEMENT FOR LINE 2A

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

SEE STATEMENT FOR LINE 2A

Part XV Supplementary Information (continued)**3 Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a Paid during the year SEE STATEMENT 12				
Total.			3a	193,800.
b Approved for future payment				
Total.			3b	

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 the instructions)
	(a) Business code	(b) Amount	(c) Exclu- sion 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	79.	
4	Dividends and interest from securities			14	94,292.	
5	Net rental income or (loss) from real estate.					
a	Debt-financed property					
b	Not debt-financed property					
6	Net rental income or (loss) from personal property					
7	Other investment income					
8	Gain or (loss) from sales of assets other than inventory . . .			18	-117,236.	
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)				-22,865.	
13	Total. Add line 12, columns (b), (d), and (e)				13	-22,865.

(See worksheet in the instructions for line 13 to verify calculations.)

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

[illegible]

FRED DARRAGH FOUNDATION

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STATEMENT 1
FORM 990-PF, PART I, LINE 16A
LEGAL FEES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ROSE LAW FIRM.....	\$ 10,182.			
TOTAL	<u>\$ 10,182.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

STATEMENT 2
FORM 990-PF, PART I, LINE 16B
ACCOUNTING FEES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
KNAPP, CRAIG & CO., P.A.....	\$ 4,662.	\$ 3,162.		
TOTAL	<u>\$ 4,662.</u>	<u>\$ 3,162.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

STATEMENT 3
FORM 990-PF, PART I, LINE 16C
OTHER PROFESSIONAL FEES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
OUTSIDE INVESTMENT/BROKER FEES.....	\$ 17,157.	\$ 17,157.		
TOTAL	<u>\$ 17,157.</u>	<u>\$ 17,157.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

STATEMENT 4
FORM 990-PF, PART I, LINE 18
TAXES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
CURRENT EXCISE TAX.....	\$ 718.			
FOREIGN TAXES WITHHELD.....	731.	\$ 731.		
TAXABLE EXPENDITURES TAX.....	28,715.			
TOTAL	<u>\$ 30,164.</u>	<u>\$ 731.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

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STATEMENT 5
FORM 990-PF, PART I, LINE 23
OTHER EXPENSES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LIABILITY INSURANCE....	\$ 1,230.	\$ 1,230.		
OFFICE EXPENSE....	160.	160.		
TOTAL	<u>\$ 1,390.</u>	<u>\$ 1,390.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

STATEMENT 6
FORM 990-PF, PART II, LINE 13
INVESTMENTS - OTHER

	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
<u>OTHER PUBLICLY TRADED SECURITIES</u>			
TIAA-CREF INST SM-CAP BLD IND #1612	MKT VAL	\$ 0.	\$ 0.
TIAA-CREF INST S&P 500 IND FD #1606	MKT VAL	264,236.	264,236.
TIAA-CREF INST INTL EQ IND FD #1615	MKT VAL	0.	0.
DFA EMERGING MARKETS VALUE	MKT VAL	138,814.	138,814.
DFA INTL SMALL CAP VALUE PT	MKT VAL	99,369.	99,369.
DFA US MICRO CAP PORTFOLIO	MKT VAL	92,365.	92,365.
VANGUARD REIT INDEX FUND-SIG	MKT VAL	138,569.	138,569.
VANGUARD INFLAT PROTECTED-AD	MKT VAL	0.	0.
VANGUARD WINDSOR II FUND-ADM	MKT VAL	117,469.	117,469.
ISHARES DJ SELECT DIVIDEND	MKT VAL	114,166.	114,166.
TIAA-CREF INST H/YIELD II-LN #2222	MKT VAL	250,487.	250,487.
VANGUARD MID CAP INDEX-SIGN	MKT VAL	0.	0.
VANGUARD SHORT TERM BOND EFT	MKT VAL	289,526.	289,526.
VANGUARD SMALL CAP INDEX	MKT VAL	195,691.	195,691.
VAGUARD SMALL CAP VALUE	MKT VAL	46,308.	46,308.
VANGUARD TOTAL BOND MARKET INDEX	MKT VAL	575,485.	575,485.
AIM MID CAP CORE EQUITY-Y	MKT VAL	276,413.	276,413.
AMERICAN BEACON TR INFL P-IS	MKT VAL	362,366.	362,366.
AMERICAN EUROPACIFIC GRTH-F2	MKT VAL	294,020.	294,020.
VANGUARD GROWTH INDEX FD-SIG	MKT VAL	96,316.	96,316.
VANGUARD SHORT-TERM BOND INDEX	MKT VAL	199,426.	199,426.
VANGUARD VALUE INDEX FD-SIGN	MKT VAL	87,433.	87,433.
TOTAL		<u>\$ 3,638,459.</u>	<u>\$ 3,638,459.</u>

STATEMENT 7
FORM 990-PF, PART II, LINE 15
OTHER ASSETS

	BOOK VALUE	FAIR MARKET VALUE
ADVANCE PYMT 501(C) (3) ORGANIZATION.....	\$ 6,101.	\$ 6,101.
PREPAID EXCISE TAX.....	3,252.	3,252.
TOTAL	<u>\$ 9,353.</u>	<u>\$ 9,353.</u>

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STATEMENT 8
FORM 990-PF, PART III, LINE 3
OTHER INCREASES

UNREALIZED APPRECIATION-MKT SECURITIES..... \$ 672,123.
TOTAL \$ 672,123.

STATEMENT 9
FORM 990-PF, PART IV, LINE 1
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME

ITEM	(A) DESCRIPTION	(B) HOW ACQUIRED	(C) DATE ACQUIRED	(D) DATE SOLD
1	3003.003 SH VANGUARD TOTL BD MAKT IDX	PURCHASED	7/31/2008	3/13/2009
2	7031.21 SH VANGUARD MID CAP INDEX-SIGN	PURCHASED	VARIOUS	9/01/2009
3	1008.065 SH DFA US MICOR CAP PORTFOLIO	PURCHASED	VARIOUS	8/31/2009
4	400 SH ISHARES DJ SELECT DIVIDEND INDEX FD	PURCHASED	6/28/2007	8/31/2009
5	18603.164 SH TIAA-CREF INTL EQ INDEX FD INST CL	PURCHASED	VARIOUS	6/25/2009
6	14583.155 SH TIAA-CREF SM-CAP BLD IND FD INST	PURCHASED	VARIOUS	3/13/2009
7	17064.846 SH TIAA-CREF S&P 500 INDEX FD INST CL	PURCHASED	VARIOUS	8/31/2009
8	400 SH VANGUARD SHORT TERM BOND ETF	PURCHASED	1/30/2008	3/13/2009
9	2500 SH VANGUARD SHORT TERM BOND ETF	PURCHASED	1/30/2008	8/31/2009
10	14487.499 SH VANGUARD INFLAT PROTECTED-AD	PURCHASED	2/01/2006	10/29/2009
11	CAPITAL GAINS DISTRIBUTION	PURCHASED	VARIOUS	VARIOUS

ITEM	(E) GROSS SALES	(F) DEPREC. ALLOWED	(G) COST BASIS	(H) GAIN (LOSS)	(I) FMV 12/31/69	(J) ADJ. BAS. 12/31/69	(K) EXCESS (I) - (J)	(L) GAIN (LOSS)
1	30,030.		30,000.	30.				\$ 30.
2	143,366.		119,671.	23,695.				23,695.
3	9,849.		16,117.	-6,268.				-6,268.
4	15,957.		28,868.	-12,911.				-12,911.
5	243,701.		266,661.	-22,960.				-22,960.
6	100,915.		195,755.	-94,840.				-94,840.
7	198,294.		221,931.	-23,637.				-23,637.
8	31,176.		31,425.	-249.				-249.
9	199,576.		196,407.	3,169.				3,169.
10	359,725.		344,937.	14,788.				14,788.
11	1,947.		0.	1,947.				1,947.
							TOTAL	\$ <u>-117,236.</u>

FRED DARRAGH FOUNDATION

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STATEMENT 10
FORM 990-PF, PART VIII, LINE 1
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

<u>NAME AND ADDRESS</u>	<u>TITLE AND AVERAGE HOURS PER WEEK DEVOTED</u>	<u>COMPEN- SATION</u>	<u>CONTRI- BUTION TO EBP & DC</u>	<u>EXPENSE ACCOUNT/ OTHER</u>	
MAX BRANTLEY 3210 EDGERSTOUNE LANE LITTLE ROCK, AR 72205	DIRECTOR 0	\$ 0.	\$ 0.	\$ 0.	
ERNIE DUMAS 484 RIDGEWAY DR LITTLE ROCK, AR 72205	DIRECTOR 1.00	0.	0.	0.	
FREDDIE NIXON 12717 ST. CHARLES BLVD. LITTLE ROCK, AR 72211	DIRECTOR 0	0.	0.	0.	
CARL E. WARREN 3 BETSY LANE LITTLE ROCK, AR 72205	SECRETARY 0	0.	0.	0.	
KATHY WELLS 2121 S. GAINES LITTLE ROCK, AR 72206	DIRECTOR 0	0.	0.	0.	
		TOTAL \$	0.	\$ 0.	\$ 0.

STATEMENT 11
FORM 990-PF, PART XV, LINE 2A-D
APPLICATION SUBMISSION INFORMATION

NAME OF GRANT PROGRAM:	
NAME:	ERNIE DUMAS
CARE OF:	
STREET ADDRESS:	P.O. BOX 250746
CITY, STATE, ZIP CODE:	LITTLE ROCK, AR 72225-0746
TELEPHONE:	
FORM AND CONTENT:	WRITTEN
SUBMISSION DEADLINES:	NONE
RESTRICTIONS ON AWARDS:	NONE

FRED DARRAGH FOUNDATION

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STATEMENT 12
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUND- ATION STATUS	PURPOSE OF GRANT	AMOUNT
UNIV. OF ARKANSAS-LITTLE ROCK 2801 SOUTH UNIVERSITY AVE. LITTLE ROCK, AR 72204	NONE	PUBLIC	EDUCATIONAL TRAVEL	\$ 500.
ACLU OF ARKANSAS 904 WEST SECOND ST. LITTLE ROCK, AR 72201	NONE	PUBLIC	OPERATIONS GRANT	50,000.
SINGLE PARENT SCHOLARSHIP FD P. O. BOX 250102 LITTLE ROCK, AR 72225	NONE	PUBLIC	SCHOLARSHIP GRANT	7,000.
WOLFE STREET FOUNDATION 1210 WOLFE STREET LITTLE ROCK, AR 72202,	NONE	PUBLIC	CHARITABLE	500.
WILDWOOD PARK FOR THE ARTS 20919 DENNY ROAD LITTLE ROCK, AR 72223,	NONE	PUBLIC	CHARITABLE	2,800.
AR COAL ABOLISH DEATH PENALTY 2500 N. TYLER ST. LITTLE ROCK, AR 72207	NONE	PUBLIC	OPERATIONS GRANT	10,000.
PHILANDER SMITH COLLEGE 812 WEST 13TH STREET LITTLE ROCK, AR 72202	NONE	PUBLIC	RENAISSANCE 100 SCHOLARS PROGRAM	10,000.
PULASKI TECHNICAL COLLEGE 516 "I" STREET LITTLE ROCK, AR 72205	NONE	PUBLIC	OPERATIONS GRANT	10,000.
JUST COMMUNITIES OF CENTRAL ARKANSAS 1400 W. MARKHAM, SUITE 405 LITTLE ROCK, AR 72201	NONE	PUBLIC	GENERAL OPERATING SUPPORT	10,000.
NATIONAL AUDUBON SOCIETY, INC 700 BROADWAY NEW YORK, NY 10003	NONE	PUBLIC	OPERATIONS GRANT	25,000.
ARKANSAS WAND 5125 STONEWALL ROAD LITTLE ROCK, AR 72207	NONE	PUBLIC	MONUMENT GRANT	5,000.

FRED DARRAGH FOUNDATION

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STATEMENT 12 (CONTINUED)
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

<u>NAME AND ADDRESS</u>	<u>DONEE RELATIONSHIP</u>	<u>FOUND- ATION STATUS</u>	<u>PURPOSE OF GRANT</u>	<u>AMOUNT</u>
CENTER FOR WOMEN IN TRANSITION 1114 GARLAND STREET LITTLE ROCK, AR 72201	NONE	PUBLIC	EXPAND THE ORGANIZATION'S RE-ENTRY PROGRAM	\$ 7,500.
CITY YEAR LITTLE ROCK/N LITTLE ROCK 610 PRESIDENT CLINTON AVE, STE 300 LITTLE ROCK, AR 72201	NONE	PUBLIC	WSWC TEAM OPERATIONS GRANT	16,000.
ARK INTERFAITH CONFERNCE - BENEFIT BANK 1202 SOUTH MAIN STREET, STE 204 LITTLE ROCK, AR 72202	NONE	PUBLIC	OUTREACH AND SITE DEVELOPMENT GRANT	10,000.
SOUTHERN DOCUMENTARY FUND 762 NINTH ST, NO 574 DURHAM, NC 27705	NONE	PUBLIC	DOCUMENTARY GRANT	17,500.
DOWNTOWN LITTLE ROCK CDC PO BOX 165003 LITTLE ROCK, AR 72216	NONE	PUBLIC	OPERATIONS GRANT	12,000.
TOTAL				\$ <u>193,800.</u>

**AMENDMENT THREE
TO THE BY-LAWS OF
THE FRED DARRAGH FOUNDATION**

As provided for in the By-laws under Article V Section 1 thereof, the By-laws are hereby amended to include Article VIII, which shall read as follows:

**ARTICLE VIII
GRANT MAKING PROCEDURES**

Section 1. Grants to Tax-Exempt Organizations

A. Before making a grant to an organization, the Board of Trustees of the Foundation shall obtain and retain for its files sufficient documentary evidence that the applying organization is an organization described in Section 4945(d)(4)(A) of the Internal Revenue Code, as amended (including, but not limited to, churches, educational institutions, hospitals, publicly supported charitable organizations).

B. Sufficient documentary evidence shall include a tax determination letter from the Internal Revenue Service, or a copy of the grantee's listing in the Internal Revenue Service's Business Master File.

C. The President or Secretary shall retain the information required by this Section 1.

Section 2. Grants to other Organizations

A. Grants to organizations other than those organizations described in Section 1 of this Article VII shall be made subject to this Section 2.

B. Pre-grant Inquiry. Before making a grant, the President or Secretary of the Foundation shall conduct a limited inquiry concerning the potential grantee. Such inquiry should

be complete enough to give a reasonable person assurance that the grantee will use the grant for proper purposes. The inquiry should concern itself with matters such as: (a) The identity, prior history and experience (if any) of the grantee organization and its managers; and (b) any knowledge which the private foundation has (based on prior experience or otherwise) of, or other information which is readily available concerning, the management, activities, and practices of the grantee organization. The scope of the inquiry may vary from case to case depending upon the size and purpose of the grant, the period over which it is to be paid, and the prior experience which the grantor has had with respect to the capacity of the grantee to use the grant for proper purposes. For example, if the grantee has made proper use of all prior grants to it by the grantor and filed the required reports substantiating such use, no further pre-grant inquiry will ordinarily be necessary.

C. Any grant awarded under this section must be awarded pursuant to a written commitment that includes, at a minimum, an agreement by the grantee to:

- i. Repay any portion of the grant not used for purposes of the grant.
- ii. Maintain records or receipts and expenditures and to make its books and records available to the grantor at reasonable times,
- iii. Not use the funds to:
 - a. carry on propaganda or otherwise influence legislation;
 - b. influence the outcome of a public election, or to carry on any voter registration drive;
 - c. undertake any activity which is not exclusively for religious, charitable, scientific, literary, or educational purposes, or to foster

national or international amateur sports competition, or for the prevention of cruelty to animals; or

- d. make any grant which does not comply with the requirements of Section 4945(d)(3) or (4) of the Internal Revenue Code, as amended (regarding grants to individuals and organizations, respectively).

D. If the Foundation determines that the grantee has diverted from the written commitment, the Foundation shall:

- i. take all reasonable and appropriate steps to recover the grant or to ensure that the grantee becomes compliant with the written commitment, and
- ii. withhold any further payments to the grantee until the diversion is corrected, and it receives assurance that future diversions will not occur.

E. The Foundation shall obtain from each grantee under this section a full and complete annual report on the manner in which the grant funds were spent, compliance with the terms of the grant, and the progress made in accomplishing the purposes of the grant. The President or Secretary need not conduct an independent verification of such reports unless he or she has reason to doubt their accuracy or reliability.

F. The Foundation shall make all reasonable efforts to obtain the reports required by this section, including, but not limited to, withholding any additional grant funds to the non-complying grantee.

G. For any grant made pursuant to this section, the Foundation shall make full

and detailed reports to the Internal Revenue Service. To satisfy this obligation, the Foundation's annual information return (Internal Revenue Service Form 990-PF, or its successor) shall include the following information with respect to each grant:

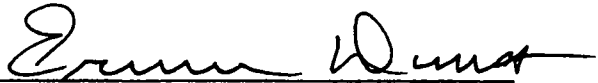
- i. the name and address of the Grantee,
- ii. the date and amount of the grant,
- iii. the purpose of the grant,
- iv. the amount expended by the grantee (based upon the most recent report received by the grantee),
- v. whether the grantee has diverted any portion of the funds from the purpose of the grant,
- vi. the dates of any reports received from the grantee,
- vii. the date and results of any verification of the grantee's reports as required under Paragraph A of this Section 2.

H. For each grant made pursuant to this section, the Foundation shall make available to the Internal Revenue Service at the Foundation's principal office each of the following items:


- i. a copy of the agreement covering each grant made,
- ii. a copy of each report received during the year from each grantee,
- iii. a copy of each report made by the Foundation's personnel or independent auditor of any audit or other investigation made during the year.

I. Before making a grant pursuant to this section, the Board of Trustees shall engage legal counsel to ensure compliance with this Article VIII and applicable internal revenue laws and regulations

Adopted by unanimous vote of the entire Board of Trustees on July 21, 2009.


Ernest Dumas
President, The Fred Darragh Foundation

Attest:


Secretary