Form **990-PF**

Department of the Treasury
Internal Revenue Service

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

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

OMB No 1545-0052

2009

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

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

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

Name of foundation: HIXON FAMILY FOUNDATION

Number and street (or P O box number if mail is not delivered to street address): 114 RIO BRAVO — Room/suite

City or town, state, and ZIP code: SAN ANTONIO, TX 78232

A Employer identification number: 74-2882611

B Telephone number: 210-384-8000

C If exemption application is pending, check here ▶ [ ]

D 1. Foreign organizations, check here ▶ [ ]

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

H Check type of organization: [X] Section 501(c)(3) exempt private foundation
[ ] Section 4947(a)(1) nonexempt charitable trust [ ] Other taxable private foundation

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

I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶$ 1,914,767.

J Accounting method: [X] Cash [ ] Accrual [ ] Other (specify) (Part I, column (d) must be on cash basis.)

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

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

		(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	169,782.		N/A	
	2 Check ▶ [ ] if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	1,187.	1,070.		STATEMENT 1
	4 Dividends and interest from securities	18,296.	18,296.		STATEMENT 2
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	-121,184.			
	b Gross sales price for all assets on line 6a 472,399.				
	7 Capital gain net income (from Part IV, line 2)		0.		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss)				
	11 Other income	-3.	-3.		STATEMENT 3
	12 **Total.** Add lines 1 through 11	68,078.	19,363.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	0.	0.		0.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees				
	b Accounting fees STMT 4	4,000.	0.		0.
	c Other professional fees STMT 5	8,244.	0.		0.
	17 Interest				
	18 Taxes STMT 6	502.	0.		0.
	19 Depreciation and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses				
	24 **Total operating and administrative expenses** Add lines 13 through 23	12,746.	0.		0.
	25 Contributions, gifts, grants paid	64,564.			64,564.
	26 **Total expenses and disbursements.** Add lines 24 and 25	77,310.	0.		64,564.
	27 Subtract line 26 from line 12				
	a Excess of revenue over expenses and disbursements	-9,232.			
	b **Net investment income** (if negative, enter -0-)		19,363.		
	c **Adjusted net income** (if negative, enter -0-)			N/A	

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Part II Balance Sheets Attached schedules and amounts in the description column should be for end-of-year amounts only	Beginning of year (a) Book Value	End of year (b) Book Value	(c) Fair Market Value
1 Cash - non-interest-bearing	2.		
2 Savings and temporary cash investments	476,290.	296,456.	296,456.
3 Accounts receivable ▶			
Less allowance for doubtful accounts ▶			
4 Pledges receivable ▶			
Less allowance for doubtful accounts ▶			
5 Grants receivable			
6 Receivables due from officers, directors, trustees, and other disqualified persons			
7 Other notes and loans receivable ▶			
Less allowance for doubtful accounts ▶			
8 Inventories for sale or use			
9 Prepaid expenses and deferred charges			
10a Investments - U S and state government obligations			
b Investments - corporate stock STMT 7	101,398.	321,519.	405,228.
c Investments - corporate bonds			
11 Investments - land, buildings, and equipment basis ▶			
Less accumulated depreciation ▶			
12 Investments - mortgage loans			
13 Investments - other STMT 8	1,256,811.	1,205,916.	1,211,559.
14 Land, buildings, and equipment basis ▶			
Less accumulated depreciation ▶			
15 Other assets (describe ▶ STATEMENT 9)	715.	1,524.	1,524.
16 Total assets (to be completed by all filers)	1,835,216.	1,825,415.	1,914,767.
17 Accounts payable and accrued expenses	4,266.	4,266.	
18 Grants payable			
19 Deferred revenue			
20 Loans from officers, directors, trustees, and other disqualified persons			
21 Mortgages and other notes payable			
22 Other liabilities (describe ▶)			
23 Total liabilities (add lines 17 through 22)	4,266.	4,266.	
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 ▶ [X] 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	1,830,950.	1,821,149.	
30 Total net assets or fund balances	1,830,950.	1,821,149.	
31 Total liabilities and net assets/fund balances	1,835,216.	1,825,415.	

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

Part III Analysis of Changes in Net Assets or Fund Balances

1 Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	1,830,950.
2 Enter amount from Part I, line 27a	2	-9,232.
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	1,821,718.
5 Decreases not included in line 2 (itemize) ▶ FEDERAL INCOME TAX PAID	5	569.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	1,821,149.

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				
b	SEE ATTACHED STATEMENTS			
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	472,399.		593,583.	-121,184.

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

	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	(l) Gains (Col. (h) gain minus col (k), but not less than -0-) or Losses (from col. (h))
a				
b				
c				
d				
e				-121,184.

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	-121,184.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8		3	N/A

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☒ No

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

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2008	90,250.	1,791,257.	.050384
2007	69,820.	1,490,170.	.046854
2006	48,050.	1,409,197.	.034097
2005	47,061.	1,067,479.	.044086
2004	64,430.	787,022.	.081866

2 Total of line 1, column (d)	2	.257287
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	.051457
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	1,823,893.
5 Multiply line 4 by line 3	5	93,852.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	194.
7 Add lines 5 and 6	7	94,046.
8 Enter qualifying distributions from Part XII, line 4	8	64,564.

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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1 Date of ruling or determination letter. ________ (attach copy of letter if necessary-see instructions)			
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☐ and enter 1% of Part I, line 27b		1	387.
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	387.
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	387.
6	Credits/Payments			
a	2009 estimated tax payments and 2008 overpayment credited to 2009	6a 560.		
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	560.
8	Enter any **penalty** for underpayment of estimated tax. Check here ☐ if Form 2220 is attached		8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶		9	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶		10	173.
11	Enter the amount of line 10 to be **Credited to 2010 estimated tax** ▶ 173.	**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?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see instructions for definition)?	1b		X
	If the answer is "Yes" to **1a** *or* **1b**, *attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.*			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year. **(1)** On the foundation ▶ $ 0. **(2)** On foundation managers ▶ $ 0.			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ 0.			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities.*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T.*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: ● By language in the governing instrument, or ● By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6		X
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV.*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ NONE			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation*	8b	X	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2009 or the taxable year beginning in 2009 (see instructions for Part XIV)? *If "Yes," complete Part XIV*	9		X
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses STMT 10	10	X	

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Part VII-A Statements Regarding Activities *(continued)*

			Yes	No
11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	

Website address ▶ N/A

14 The books are in care of ▶ STEVE & MARTHA HIXON Telephone no ▶210-384-8000

Located at ▶114 RIO BRAVO SAN ANTONIO, TEXAS ZIP+4 ▶78232

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here ▶ ☐

and enter the amount of tax-exempt interest received or accrued during the year ▶ 15 N/A

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

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

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

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

5a During the year did the foundation pay or incur any amount to
(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No
(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No
(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No
(4) Provide a grant to an organization other than a charitable, etc , organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? ☐ Yes ☒ No
(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No
b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)? N/A | 5b |
Organizations relying on a current notice regarding disaster assistance check here ▶ ☐
c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A ☐ Yes ☐ No
If "Yes," attach the statement required by Regulations section 53.4945-5(d).
6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No
b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? | 6b | | X
If "Yes" to 6b, file Form 8870.
7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No
b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction? N/A | 7b |

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

1 List all officers, directors, trustees, foundation managers and their compensation.

(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
STEVE HIXON 114 RIO BRAVO SAN ANTONIO, TX 78232	PRESIDENT & TREASURER 0.00	0.	0.	0.
MARTHA HIXON 114 RIO BRAVO SAN ANTONIO, TX 78232	VICE PRESIDENT & SECRETARY 0.00	0.	0.	0.
JOLENE BRYANT-DAVIS C/O 114 RIO BRAVO SAN ANTONIO, TX 78232	DIRECTOR 0.00	0.	0.	0.

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

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

Total number of other employees paid over $50,000 ▶ 0

Part VIII **Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors** *(continued)*

3 Five highest-paid independent contractors for professional services. If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over $50,000 for professional services	▶	0

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

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 CHARITABLE CONTRIBUTIONS	64,564.
2	
3	
4	

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

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

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	1,549,438.
b	Average of monthly cash balances	1b	302,230.
c	Fair market value of all other assets	1c	
d	Total (add lines 1a, b, and c)	1d	1,851,668.
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	1,851,668.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	27,775.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,823,893.
6	**Minimum investment return** Enter 5% of line 5	6	91,195.

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	91,195.
2a	Tax on investment income for 2009 from Part VI, line 5 — 2a: 387.		
b	Income tax for 2009 (This does not include the tax from Part VI) — 2b:		
c	Add lines 2a and 2b	2c	387.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	90,808.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	90,808.
6	Deduction from distributable amount (see instructions)	6	0.
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	90,808.

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	64,564.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	64,564.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b	5	0.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	64,564.

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				90,808.
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			0.	
b Total for prior years ______ , ______ , ______		0.		
3 Excess distributions carryover, if any, to 2009:				
a From 2004 25,641.				
b From 2005				
c From 2006				
d From 2007				
e From 2008 1,234.				
f Total of lines 3a through e	26,875.			
4 Qualifying distributions for 2009 from Part XII, line 4 ▶ $ 64,564.				
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				64,564.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a).)	26,244.			26,244.
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	631.			
b Prior years' undistributed income Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b Taxable amount - see instructions		0.		
e Undistributed income for 2008 Subtract line 4a from line 2a Taxable amount - see instr			0.	
f Undistributed income for 2009 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2010				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7	0.			
9 **Excess distributions carryover to 2010.** Subtract lines 7 and 8 from line 6a	631.			
10 Analysis of line 9:				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007				
d Excess from 2008 631.				
e Excess from 2009				

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 ☐ 4942(j)(3) or ☐ 4942(j)(5)

	Tax year	Prior 3 years			
	(a) 2009	(b) 2008	(c) 2007	(d) 2006	(e) Total
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					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon a "Assets" alternative test - enter: (1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test - enter: (1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

Part XV Supplementary Information (Complete this part only if the foundation had $5,000 or more in assets at any time during the year-see 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 ▶ [X] 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:

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

c Any submission deadlines

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

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 11				
Total			▶ 3a	64,564.
b *Approved for future payment*				
NONE				
Total			▶ 3b	0.

923611 02-02-10

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income
	(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	1,187.	
4 Dividends and interest from securities			14	18,296.	
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					-3.
8 Gain or (loss) from sales of assets other than inventory			14	6.	-121,190.
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)		0.		19,489.	-121,193.

13 Total. Add line 12, columns (b), (d), and (e) 13 -101,704.

(See worksheet in line 13 instructions to verify calculations)

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

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

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

			Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a	Transfers from the reporting foundation to a noncharitable exempt organization of			
	(1) Cash	1a(1)		X
	(2) Other assets	1a(2)		X
b	Other transactions			
	(1) Sales of assets to a noncharitable exempt organization	1b(1)		X
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)		X
	(3) Rental of facilities, equipment, or other assets	1b(3)		X
	(4) Reimbursement arrangements	1b(4)		X
	(5) Loans or loan guarantees	1b(5)		X
	(6) Performance of services or membership or fundraising solicitations	1b(6)		X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		X

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

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

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

b If "Yes," complete the following schedule.

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

Sign Here

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

Signature of officer or trustee [signature] | Date 12 MAY 2010 | Title TRUSTEE

Paid Preparer's Use Only

Preparer's signature	[signature] CPA	Date 5/10/10	Check if self-employed ☐	Preparer's identifying number P0105 9907
Firm's name (or yours if self-employed), address, and ZIP code	SOL SCHWARTZ & ASSOCIATES PC 7550 I.H. 10 WEST, SUITE 1200 SAN ANTONIO, TX 78229	EIN 74-2392222 Phone no 210-384-8000	

Form **990-PF** (2009)

923622
02-02-10

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

HIXON FAMILY FOUNDATION

Employer identification number

74-2882611

Organization type (check one):

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

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

General Rule

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

Special Rules

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

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

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

Caution. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2 of its Form 990, or check the box 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
HIXON FAMILY FOUNDATION	74-2882611

Part I **Contributors** (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	HIXON CHARITABLE LEAD TRUST R. HALTER 8700 CROWNHILL BLVD, STE 300 SAN ANTONIO, TX 78209	$ 155,000.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
2	MCCARLEY CHARITABLE LEAD UNIT TRUST 114 RIO BRAVO SAN ANTONIO, TX 78232	$ 12,168.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
3	JODIE W MCCARLEY CHARITABLE LEAD UNIT TRUST 114 RIO BRAVO SAN ANTONIO, TX 78232	$ 2,614.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)

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	WELLS FARGO ACCT #3405-4849 - SEE ATTACHED STATEM		VARIOUS	VARIOUS
b	NATIONAL FINANCIAL SERVICES LLC - SEE ATTACHED ST	P	VARIOUS	VARIOUS
c	NATIONAL FINANCIAL SERVICES LLC - SEE ATTACHED ST	P	VARIOUS	VARIOUS
d	JP MORGAN - SEE ATTACHED STATEMENT	P	VARIOUS	VARIOUS
e	JP MORGAN - SEE ATTACHED STATEMENT	P	02/07/08	VARIOUS
f	DB COMMODITY INDEX TRACKING FUND		VARIOUS	VARIOUS
g	DB COMMODITY INDEX TRACKING FUND		VARIOUS	VARIOUS
h	DB COMMODITY INDEX TRACKING FUND SECTION 1256 CON		VARIOUS	VARIOUS
i	DB COMMODITY INDEX TRACKING FUND SECTION 1256 CON		VARIOUS	VARIOUS
j	UNITED STATES OIL FUND, LP SEC 1256 CONTRACTS & S		VARIOUS	VARIOUS
k	UNITED STATES OIL FUND, LP SEC 1256 CONTRACTS & S		VARIOUS	
l	CAPITAL GAINS DIVIDENDS			
m				
n				
o				

	(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	129,771.		126,738.	3,033.
b	18,002.		17,730.	272.
c	59,492.		92,309.	-32,817.
d	145,141.		185,781.	-40,640.
e	119,637.		171,025.	-51,388.
f	48.			48.
g	2.			2.
h	345.			345.
i	518.			518.
j	-225.			-225.
k	-338.			-338.
l	6.			6.
m				
n				
o				

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

	(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	(l) Losses (from col. (h)) Gains (excess of col. (h) gain over col. (k), but not less than "-0-")
a				3,033.
b				272.
c				-32,817.
d				-40,640.
e				-51,388.
f				48.
g				2.
h				345.
i				518.
j				-225.
k				-338.
l				6.
m				
n				
o				

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	-121,184.
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6). If gain, also enter in Part I, line 8, column (c). If (loss), enter "-0-" in Part I, line 8	3	N/A

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04-24-09

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

SOURCE	AMOUNT
DB COMMODITY INDEX TRACKING FUND	4.
JP MORGAN	834.
UNITED STATES OIL FUND, LP	1.
WELLS FARGO ACCT #3405-4849	194.
WELLS FARGO ACCT #3405-4858	154.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	1,187.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
FIDELITY ADV EMERGING ASIA-CL A	635.	0.	635.
FIDELITY ADV EMERGING MKTS-CL A	407.	0.	407.
FIDELITY ADV INTL DISCOVERY-CL A	501.	0.	501.
FIDELITY ADV LATIN AMERICA-CL A	862.	0.	862.
FIDELITY ADV NEW INSIGHTS-CL A	27.	0.	27.
FRANKLIN TEMPLETON FOUDING FUNDS ALLOCATION FUND	3,857.	0.	3,857.
JP MORGAN	8,155.	6.	8,149.
NATIONAL FINANCIAL SERVICES LLC	146.	0.	146.
VANGUARD CAPITAL OPPORTUNITY INV	470.	0.	470.
VANGUARD ENERGY FUND INVESTOR	307.	0.	307.
VANGUARD PRIME MONEY MKT FUND	196.	0.	196.
VANGUARD PRIMECAP CORE FUND	405.	0.	405.
WACHOVIA SECURITIES ACCT #3405-4849	2,334.	0.	2,334.
TOTAL TO FM 990-PF, PART I, LN 4	18,302.	6.	18,296.

FORM 990-PF OTHER INCOME STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
UNITED STATES OIL FUND, LP	-3.	-3.	
TOTAL TO FORM 990-PF, PART I, LINE 11	-3.	-3.	

FORM 990-PF ACCOUNTING FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	4,000.	0.		0.
TO FORM 990-PF, PG 1, LN 16B	4,000.	0.		0.

FORM 990-PF OTHER PROFESSIONAL FEES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
INVESTMENT EXPENSES	8,216.	0.		0.
DB COMMODITY INDEX TRACKING FUND	28.	0.		0.
TO FORM 990-PF, PG 1, LN 16C	8,244.	0.		0.

FORM 990-PF TAXES STATEMENT 6

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FOREIGN TAX	502.	0.		0.
TO FORM 990-PF, PG 1, LN 18	502.	0.		0.

FORM 990-PF CORPORATE STOCK STATEMENT 7

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
STOCKS	321,519.	405,228.
TOTAL TO FORM 990-PF, PART II, LINE 10B	321,519.	405,228.

FORM 990-PF OTHER INVESTMENTS STATEMENT 8

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
MUTUAL FUNDS	COST	1,097,210.	1,082,594.
KEYPORT VISTA ANNUITY	COST	100,000.	120,259.
DB COMMODITY INDEX TRACKING	COST	8,706.	8,706.
TOTAL TO FORM 990-PF, PART II, LINE 13		1,205,916.	1,211,559.

FORM 990-PF OTHER ASSETS STATEMENT 9

DESCRIPTION	BEGINNING OF YR BOOK VALUE	END OF YEAR BOOK VALUE	FAIR MARKET VALUE
DUE FROM BROKER	715.	964.	964.
PREPAID INCOME TAX	0.	560.	560.
TO FORM 990-PF, PART II, LINE 15	715.	1,524.	1,524.

FORM 990-PF LIST OF SUBSTANTIAL CONTRIBUTORS STATEMENT 10
PART VII-A, LINE 10

NAME OF CONTRIBUTOR	ADDRESS
HIXON CHARITABLE LEAD TRUST	114 RIO BRAVO SAN ANTONIO, TX 78232

FORM 990-PF — GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR — STATEMENT 11

RECIPIENT NAME AND ADDRESS	RECIPIENT RELATIONSHIP AND PURPOSE OF GRANT	RECIPIENT STATUS	AMOUNT
COWBOY GOLF CLASSIC P.O. BOX 200230 SAN ANTONIO, TX 78220	NONE CHARITABLE	PUBLIC	150.
SAN ANTONIO CONSERVATION SOCIETY FOUNDATION 107 KING WILLIAM STREET SAN ANTONIO, TX 78204-1312	NONE CHARITABLE	PUBLIC	1,065.
GORGE PRESERVATION SOCIETY 2075 FM 2673 STE D CANYON LAKE, TX 78133	NONE CHARITABLE	PUBLIC	20.
BAMBERGER RANCH PRESERVE 2341 BLUE RIDGE DRIVE JOHNSON CITY, TX 78636	NONE CHARITABLE	PUBLIC	500.
GREEN SPACES ALLIANCE P.O. BOX 15677 SAN ANTONIO, TX 78212	NONE CHARITABLE	PUBLIC	7,000.
PLANNED PARENTHOOD 120 W ASHBY SAN ANTONIO, TX 78212	NONE CHARITABLE	PUBLIC	12,784.
VOELCKER PARK CONSERVANCY P.O. BOX 780423 SAN ANTONIO, TX 78278	NONE CHARITABLE	PUBLIC	500.
MITCHELL LAKE AUDUBON CENTER 10750 PLEASANTON ROAD SAN ANTONIO, TX 78221	NONE CHARITABLE	PUBLIC	4,080.

LAST CHANCE FOREVER - THE BIRD OF PREY CONSERVANCY P.O. BOX 460993 SAN ANTONIO, TX 78246-0993	NONE CHARITABLE	PUBLIC	7,000.
KLRN 501 BROADWAY SAN ANTONIO, TX 78215	NONE CHARITABLE	PUBLIC	600.
NATURE CONSERVANCY 4245 N FAIRFAX DRIVE, STE 100 ARLINGTON, VA 22203-1606	NONE CHARITABLE	PUBLIC	5,000.
TRUST FOR PUBLIC LAND 116 NEW MONTGOMERY ST 4TH FLOOR SAN FRANCISCO, CA 94105	NONE CHARITABLE	PUBLIC	1,000.
SOUTHWEST SCHOOL OF ART & CRAFT 300 AUGUSTA SAN ANTONIO, TX 78205	NONE CHARITABLE	PUBLIC	250.
GREATER EDWARDS AQUIFER ALLIANCE P.O. BOX 15618 SAN ANTONIO, TX 78212	NONE CHARITABLE	PUBLIC	4,000.
FRIENDS OF BIG BEND NATIONAL PARK P.O. BOX 200 BIG BEND NATIONAL PARK, TX 79834	NONE CHARITABLE	PUBLIC	2,000.
OKLAHOMA ARTS INSTITUTE 2600 VAN BUREN, STE 2606 NORMAN, OK 73072	NONE CHARITABLE	PUBLIC	250.
TEXAS FREEDOM NETWORK P.O. BOX 1624 AUSTIN, TX 78767	NONE CHARITABLE	PUBLIC	1,000.
KRTU 91.7 FM ONE TRINITY PLACE SAN ANTONIO, TX 78212	NONE CHARITABLE	PUBLIC	100.

TEXAS PUBLIC RADIO 8401 DATAPOINT DR, STE 800 SAN ANTONIO, TX 78229	NONE CHARITABLE	PUBLIC	865.
WITTE MUSEUM 3801 BROADWAY SAN ANTONIO, TX 78209-6396	NONE CHARITABLE	PUBLIC	500.
HUMANE SOCIETY SPCA OF BEXAR COUNTY 4804 FREDERICKSBURG RD SAN ANTONIO, TX 78229	NONE CHARITABLE	PUBLIC	2,500.
LILITH P.O. BOX 684949 AUSTIN, TX 78768-4949	NONE CHARITABLE	PUBLIC	5,000.
CIBOLO NATURE CENTER 140 CITY PARK ROAD BOERNE, TX 78006	NONE CHARITABLE	PUBLIC	2,000.
LONGHORN FOUNDATION 2100 SAN JACINTO BLVD BELLMONT HALL, STE 240 AUSTIN, TX 78712	NONE CHARITABLE	PUBLIC	2,500.
FRIENDS OF GOVERNMENT CANYON 12861 GALM ROAD SAN ANTONIO, TX 78254	NONE CHARITABLE	PUBLIC	2,000.
WORLD VISION P.O. BOX 70102 TACOMA, WA 98481-0102	NONE CHARITABLE	PUBLIC	400.
SAN ANTONIO ZOO 3903 N SAINT MARYS ST SAN ANTONIO, TX 78212-7183	NONE CHARITABLE	PUBLIC	1,000.
THE CARVER ACADEMY 217 ROBINSON PLACE SAN ANTONIO, TX 78202	NONE CHARITABLE	PUBLIC	500.
TOTAL TO FORM 990-PF, PART XV, LINE 3A			64,564.

As of Date: 2/05/10

Account Number: 3405-4849
S/M HIXON FAM FNDTN
DTD 6-16-98 ATTN: S & M
HIXON DIRECTORS
NETWORK CHURCHILL MANGEMENT

Realized Gain/Loss Detail for Year

Short Term

DESCRIPTION	QUANTITY	ADJ PRICE/ ORIG PRICE	DATE ACQUIRED	CLOSE DATE	PROCEEDS	ADJ COST/ ORIG COST	GAIN/LOSS
AECOM TECHNOLOGY CORP	210 0000	32.9227	07/23/09	09/02/09	5,769.85	6,913.77	-1,143.92
AMAZON COM INC	152 0000	83.9333	06/01/09	09/02/09	11,852.01	12,757.87	-905.86
APPLE INC	85 0000	157.7426	07/22/09	09/02/09	14,123.35	13,408.12	715.23
ISHARES FTSE/XINHUA CHINA 25 INDEX FUND	425.0000	31.6922	04/09/09	06/30/09	16,176.36	13,469.19	2,707.17
	60.0000	31.6922	04/09/09	09/02/09	2,328.54	1,901.53	427.01
	460 0000	31.7100	04/30/09	09/02/09	17,852.14	14,586.60	3,265 54
ISHARES S&P 500 GROWTH INDEX FD	90.0000	45.9229	10/29/08	03/02/09	3,370.90	4,133.06	-762.16
	75.0000	45.9229	10/29/08	03/02/09	2,809.09	3,444.22	-635.13
ISHARES TR MSCI EMERGING MKTS INDEX FD	406.0000	30.9199	05/04/09	06/25/09	12,794 52	12,553 49	241.03
	212.0000	30.9199	05/04/09	09/02/09	7,421.92	6,555.01	866.91
	19 0000	34.6900	06/01/09	09/02/09	665 18	659.11	6.07
NETEASE.COM INC ADR	358 0000	37.0467	06/11/09	10/12/09	13,530.22	13,262.72	267 50
SYNAPTICS INC	179.0000	36.8814	06/01/09	07/31/09	4,495.82	6,601.77	-2,105.95
WMS INDS INC DEL	412.0000	40.0291	08/06/09	11/02/09	16,581.54	16,491 99	89.55
Total - Short Term					**$129,771.44**	**$126,738.45**	**$3,032.99**

2009 Supplemental Information		
Account No.	Taxpayer ID.	Page
B36-674907	***-**-2611	2 of 4

National Financial Services LLC

Customer Service: 210-342-4346

S/M HIXON FAMILY FOUNDATION
114 RIO BRAVO
SAN ANTONIO TX 78232-3820

Additional Information

Amount

This detail information is not reported to the IRS. It may assist you in tax return preparation.

Short-Term Realized Gain/Loss.....272.30
Long-Term Realized Gain/Loss.....32,816.95-

Detail Information — Short-Term Realized Gain/Loss

Cost basis, realized gain and loss, and holding period information reported may not reflect all adjustments necessary for tax reporting purposes. This information is not reported to the IRS. It may assist you in tax return preparation.

Description / CUSIP Date Acquired	Date Sold	Quantity	Proceeds	Cost Basis		Gain/Loss (-)
ARTISAN MID CAP VALUE /04314H709						
05/07/09	07/22/09	214.015	3,223.07	3,064.69	a	158.38
BLACKROCK GLOBAL ALLOCATION CL A /09251T103						
04/02/09	07/22/09	779.309	12,691.53	11,350.74	a	1,340.79
DAVIS NEW YORK VENTURE CLASS A /239080104						
12/02/08	03/02/09	9.341	165.99	356.42	a	190.43-
FIDELITY VALUE /316464106						
12/03/08	02/23/09	0.607	18.70	43.70	a	25.00-
HARTFORD CAPITAL APPRECIATION CL A /416645406						
12/22/08	07/22/09	7.329	189.69	272.89	a	83.20-
MERIDIAN GROWTH FUND /589619105						
various	07/22/09	6.487	187.26	233.34	a	46.08-
PERMANENT PORTFOLIO FAMILY OF FDS /714199106						
various	07/22/09	1.953	67.63	71.17	a	3.54-
T ROWE PRICE EMERGING MKTS STOCK /77956H864						
12/16/08	07/22/09	4.416	106.51	176.40	a	69.89-
ROYCE VALUE PLUS SERVICE CLASS /780905741						
various	07/22/09	7.021	67.61	92.17	a	24.56-
ROYCE TOTAL RETURN FD INVESTMENT CL /780905881						
various	07/22/09	9.034	83.64	113.37	a	29.73-
THORNBURG INTL VALUE CL A /885215657						
various	07/22/09	8.596	186.22	267.81	a	81.59-
VIRTUS REAL ESTATE SECURITIES CL A /92828R586						
01/06/09	03/02/09	94.572	1,014.40	1,687.25	a	672.85-
			18,002.25	17,729.95		
				Short-Term Realized Gain		1,499.17
				Short-Term Realized Loss		1,226.87-
				Short-Term Realized Disallowed Loss		0.00
				Total Short-Term Realized Gain/Loss		**272.30**

a - Average Cost-Single Category

National Financial Services LLC

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S/M HIXON FAMILY FOUNDATION
114 RIO BRAVO
SAN ANTONIO TX 78232-3820

Customer Service: 210-342-4346

Detail Information — Long-Term Realized Gain/Loss

Cost basis, realized gain and loss, and holding period information reported may not reflect all adjustments necessary for tax reporting purposes. This information is not reported to the IRS. It may assist you in tax return preparation.

Description / CUSIP Date Acquired	Date Sold	Quantity	Proceeds	Cost Basis		Gain/Loss (-)
DAVIS NEW YORK VENTURE CLASS A /239080104						
various	03/02/09	587.587	10,441.30	22,420.18	a	11,978.88-
FIDELITY VALUE /316464106						
various	02/23/09	95.003	2,927.04	6,838.63	a	3,911.59-
HARTFORD CAPITAL APPRECIATION CL A /416645406						
various	07/22/09	484.712	12,545.25	18,048.05	a	5,502.80-
MERIDIAN GROWTH FUND /589619105						
various	07/22/09	135.242	3,903.88	4,864.64	a	960.76-
PERMANENT PORTFOLIO FAMILY OF FDS /714199106						
various	07/22/09	201.360	6,973.10	7,337.22	a	364.12-
T ROWE PRICE EMERGING MKTS STOCK /77956H864						
various	07/22/09	121.049	2,919.53	4,835.44	a	1,915.91-
ROYCE VALUE PLUS SERVICE CLASS /780905741						
various	07/22/09	295.540	2,846.05	3,879.58	a	1,033.53-
ROYCE TOTAL RETURN FD INVESTMENT CL /780905881						
various	07/22/09	354.157	3,278.67	4,444.06	a	1,165.39-
THORNBURG INTL VALUE CL A /885215657						
various	07/22/09	630.413	13,657.11	19,641.08	a	5,983.97-
			59,491.93	92,308.88		

Long-Term Realized Gain	0.00
Long-Term Realized Loss	32,816.95-
Long-Term Realized Disallowed Loss	0.00
Total Long-Term Realized Gain/Loss	**32,816.95-**

a - Average Cost-Single Category

Amortization, accretion, and similar adjustments to cost basis are not provided for short-term instruments, unit investment trusts, or securities of foreign issuers.

Important Tax Return Document Enclosed

S/M HIXON FAMILY FOUNDATION PCIAA 10
Schedule D Detail of Short-term Capital Gains and Losses

Description	Date Acquired	Date Sold	Gross Sales Price	Cost or Other Basis	Short-term Gain/Loss
4519.52 JPMORGAN TREASURY &					
AGENCY FUND	02/07/2008	01/14/2009	46,370.28	45,150.00	1,220.28
240. VANGUARD EMERGING MARKET	08/07/2008	02/10/2009	5,320.22	10,397.69	-5,077.47
5. APOLLO INVESTMENT CORP	08/07/2008	02/11/2009	26.84	79.15	-52.31
45. APOLLO INVESTMENT CORP	08/07/2008	02/12/2009	235.11	712.32	-477.21
5. APOLLO INVESTMENT CORP	08/07/2008	02/13/2009	24.92	79.15	-54.23
130. UNITED STATES OIL FUND LP	01/20/2009	03/02/2009	3,192.95	3,754.99	-562.04
5. APOLLO INVESTMENT CORP	08/07/2008	03/03/2009	17.21	79.15	-61.94
10. APOLLO INVESTMENT CORP	08/07/2008	03/04/2009	35.95	158.29	-122.34
5. APOLLO INVESTMENT CORP	08/07/2008	03/11/2009	12.32	79.15	-66.83
20. APOLLO INVESTMENT CORP	08/07/2008	03/12/2009	47.68	316.59	-268.91
20. APOLLO INVESTMENT CORP	08/07/2008	03/13/2009	50.55	316.59	-266.04
20. APOLLO INVESTMENT CORP	08/07/2008	03/13/2009	49.37	316.59	-267.22
95. APOLLO INVESTMENT CORP	08/07/2008	03/13/2009	240.45	1,503.79	-1,263.34
20. APOLLO INVESTMENT CORP	08/07/2008	03/16/2009	50.38	316.59	-266.21
70. APOLLO INVESTMENT CORP	08/07/2008	03/16/2009	181.13	1,108.06	-926.93
10. APOLLO INVESTMENT CORP	08/07/2008	03/17/2009	21.27	158.29	-137.02
40. APOLLO INVESTMENT CORP	08/07/2008	03/17/2009	81.67	633.18	-551.51
45. APOLLO INVESTMENT CORP	08/07/2008	03/18/2009	96.11	712.32	-616.21
10. APOLLO INVESTMENT CORP	08/07/2008	03/19/2009	21.27	158.29	-137.02
55. APOLLO INVESTMENT CORP	08/07/2008	03/19/2009	115.28	870.62	-755.34
25. APOLLO INVESTMENT CORP	08/07/2008	03/19/2009	52.07	395.73	-343.66
55. APOLLO INVESTMENT CORP	08/07/2008	03/20/2009	112.11	870.62	-758.51
10. APOLLO INVESTMENT CORP	08/07/2008	03/23/2009	20.99	158.29	-137.30
145. APOLLO INVESTMENT CORP	08/07/2008	03/23/2009	323.08	2,295.26	-1,972.18
5. APOLLO INVESTMENT CORP	08/07/2008	03/24/2009	12.83	79.15	-66.32
25. APOLLO INVESTMENT CORP	08/07/2008	03/24/2009	65.22	395.73	-330.51
95. APOLLO INVESTMENT CORP	08/07/2008	03/24/2009	243.93	1,503.79	-1,259.86
25. APOLLO INVESTMENT CORP	08/07/2008	03/25/2009	58.30	395.74	-337.44
55. APOLLO INVESTMENT CORP	08/07/2008	03/25/2009	131.80	870.61	-738.81
5. APOLLO INVESTMENT CORP	08/07/2008	03/26/2009	11.58	79.15	-67.57
5. APOLLO INVESTMENT CORP	08/07/2008	03/26/2009	11.87	79.15	-67.28
566.392 ARTIO INTERNATIONAL					
EQUITY II - I	03/09/2009	05/08/2009	5,692.24	4,225.28	1,466.96
8. IPATH GOLDMAN SACHS CRUDE	03/02/2009	05/08/2009	167.96	126.92	41.04
Totals					

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S/M HIXON FAMILY FOUNDATION PCIAA 10
Schedule D Detail of Short-term Capital Gains and Losses

Description	Date Acquired	Date Sold	Gross Sales Price	Cost or Other Basis	Short-term Gain/Loss
35. ISHARES RUSSELL MIDCAP					
INDEX FUND	09/22/2008	05/08/2009	2,275.45	3,122.18	-846.73
154. ISHARES TR RUSSELL 1000	08/07/2008	05/08/2009	6,150.78	8,392.70	-2,241.92
65. ISHARES RUSSELL 2000 INDEX					
FUND	09/22/2008	05/08/2009	3,255.01	4,737.47	-1,482.46
257.88 IVY GLOBAL NATURAL					
RESOURCE-I	08/07/2008	05/08/2009	3,881.09	9,000.00	-5,118.91
1328.712 MANNING & NAPIER FUND	08/07/2008	05/08/2009	18,588.68	23,000.00	-4,411.32
250. SPDR TRUST SERIES 1	08/07/2008	05/08/2009	23,013.69	31,687.19	-8,673.50
11. SPDR GOLD TRUST	08/07/2008	05/08/2009	986.56	945.89	40.67
624.209 JPMORGAN INTREPID					
AMERICA FUND	08/07/2008	06/10/2009	10,555.37	14,800.00	-4,244.63
543.752 JPMORGAN US EQUITY FUND	05/08/2009	06/15/2009	4,012.89	3,969.39	43.50
182. ISHARES MSCI ASIAN EX	05/08/2009	09/15/2009	9,326.53	7,749.92	1,576.61
Totals			145,141.00	185,781.00	-40,640.00

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S/M HIXON FAMILY FOUNDATION PCIAA 10

Schedule D Detail of Long-term Capital Gains and Losses

Description	Date Acquired	Date Sold	Gross Sales Price	Cost or Other Basis	Long-term Gain/Loss
15% RATE CAPITAL GAINS (LOSSES)					
324.242 JPMORGAN ASIA EQUITY	02/07/2008	02/17/2009	5,469.96	11,737.55	-6,267.59
549.377 HARBOR INTERNATIONAL	02/07/2008	03/09/2009	16,300.02	34,336.06	-18,036.04
106. ISHARES RUSSELL MIDCAP INDEX FUND	02/07/2008	05/08/2009	6,891.37	10,083.78	-3,192.41
695.793 JPMORGAN INTREPID GROWTH FUND	02/07/2008	05/08/2009	10,798.71	15,050.00	-4,251.29
382.292 JPMORGAN INTREPID INTERNATIONAL FUND	02/07/2008	05/08/2009	4,969.79	8,349.26	-3,379.47
685.888 JPMORGAN US LARGE CAPITAL CORE PLUS FUND	02/07/2008	05/08/2009	9,965.95	13,100.46	-3,134.51
1735.067 JPMORGAN HIGHYIELD BOND FUND	02/07/2008	05/08/2009	11,364.69	13,307.97	-1,943.28
2961.043 JPMORGAN SHORT DURATION BOND FUND	02/07/2008	05/08/2009	31,742.38	31,979.26	-236.88
973.378 ROWE T PRICE NEW ASIA	02/07/2008	05/08/2009	10,025.79	17,550.00	-7,524.21
260.847 THORNBURG VALUE FUND	02/07/2008	05/08/2009	6,586.38	8,915.75	-2,329.37
275.65 JPMORGAN US LARGE CAPITAL CORE PLUS FUND	02/07/2008	06/12/2009	4,159.56	5,264.92	-1,105.36
125. JPMORGAN SHORT DURATION BOND FUND	02/07/2008	11/13/2009	1,362.50	1,350.00	12.50
TOTAL 15% RATE CAPITAL GAINS (LOSSES)			119,637.00	171,025.00	-51,388.00
Totals			119,637.00	171,025.00	-51,388.00

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