DAGMAR DOLBY

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
RAY AND DAGMAR DOLBY FAMILY FUND
FKA DOLBY FAMILY FOUNDATION

Number and street (or P O box number if mail is not delivered to street address) | Room/suite
C/O DAGMAR DOLBY, 3340 JACKSON STREET

City or town, state, and ZIP code
SAN FRANCISCO, CA 94118-2019

A Employer identification number
91-2159332

B Telephone number
(415) 563-6947

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: [X] Section 501(c)(3) exempt private foundation
☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ▶$ 49,000,109.

J Accounting method: [X] 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).)

		(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			N/A	
	2 Check ▶ [X] if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	811,471.	811,471.		STATEMENT 1
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	-384,207.			
	b Gross sales price for all assets on line 6a 9,142,816.				
	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	-32,991.	-32,991.		STATEMENT 2
	12 Total. Add lines 1 through 11	394,273.	778,480.		
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				
	c Other professional fees STMT 3	88,983.	88,983.		0.
	17 Interest	7,019.	7,019.		0.
	18 Taxes STMT 4	15,468.	15,468.		0.
	19 Depreciation and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses STMT 5	75,390.	75,390.		0.
	24 Total operating and administrative expenses. Add lines 13 through 23	186,860.	186,860.		0.
	25 Contributions, gifts, grants paid	819,750.			819,750.
	26 Total expenses and disbursements. Add lines 24 and 25	1,006,610.	186,860.		819,750.
	27 Subtract line 26 from line 12:				
	a Excess of revenue over expenses and disbursements	-612,337.			
	b Net investment income (if negative, enter -0-)		591,620.		
	c Adjusted net income (if negative, enter -0-)			N/A	

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923501 02-02-10 LHA For Privacy Act and Paperwork Reduction Act Notice, see the instructions.

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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	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1	Cash - non-interest-bearing		-2.	-2.
	2	Savings and temporary cash investments	24,523.	832,463.	832,463.
	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			
	c	Investments - corporate bonds			
	11	Investments - land, buildings, and equipment: basis ▶			
		Less accumulated depreciation ▶			
	12	Investments - mortgage loans			
	13	Investments - other STMT 6	46,389,074.	44,968,799.	48,167,648.
	14	Land, buildings, and equipment: basis ▶			
		Less accumulated depreciation ▶			
	15	Other assets (describe ▶)			
	16	**Total assets** (to be completed by all filers)	46,413,597.	45,801,260.	49,000,109.
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable			
	22	Other liabilities (describe ▶)			
	23	**Total liabilities** (add lines 17 through 22)	0.	0.	
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ▶ ☒ and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds	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	46,413,597.	45,801,260.	
	30	**Total net assets or fund balances**	46,413,597.	45,801,260.	
	31	**Total liabilities and net assets/fund balances**	46,413,597.	45,801,260.	

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	46,413,597.
2	Enter amount from Part I, line 27a	2	-612,337.
3	Other increases not included in line 2 (itemize) ▶	3	0.
4	Add lines 1, 2, and 3	4	45,801,260.
5	Decreases not included in line 2 (itemize) ▶	5	0.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	45,801,260.

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 STATEMENT			
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	9,142,816.		9,527,023.	-384,207.

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				-384,207.

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	-384,207.
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	15,113,292.	54,458,395.	.277520
2007	7,230,289.	52,937,594.	.136581
2006	2,151,200.	51,211,337.	.042006
2005	7,181,978.	31,081,887.	.231066
2004	310,200.	16,571,742.	.018719

2 Total of line 1, column (d)	2	.705892
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	.141178
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	43,643,834.
5 Multiply line 4 by line 3	5	6,161,549.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	5,916.
7 Add lines 5 and 6	7	6,167,465.
8 Enter qualifying distributions from Part XII, line 4	8	819,750.

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	11,832.
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	11,832.
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	11,832.
6 Credits/Payments:				
a 2009 estimated tax payments and 2008 overpayment credited to 2009	6a	21,458.		
b Exempt foreign organizations - tax withheld at source	6b			
c Tax paid with application for extension of time to file (Form 8868)	6c	5,000.		
d Backup withholding erroneously withheld	6d	378.		
7 Total credits and payments. Add lines 6a through 6d			7	26,836.
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	15,004.
11 Enter the amount of line 10 to be: **Credited to 2010 estimated tax** ▶ 15,004. **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)? *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.*	1b		X
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) ▶ CA			
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 7	10	X	

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

			Yes	No
11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see 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 ▶ DAGMAR DOLBY Telephone no. ▶ (415) 563-6947

Located at ▶ 3340 JACKSON STREET, SAN FRANCISCO, CA ZIP+4 ▶94118-2019

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

			Yes	No
	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.			
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
RAY M. DOLBY 3340 JACKSON STREET SAN FRANCISCO, CA 941182019	PRESIDENT 1.00	0.	0.	0.
DAGMAR DOLBY 3340 JACKSON STREET SAN FRANCISCO, CA 941182019	SECRETARY/TREASURER 1.00	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

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

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

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

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

Part IX-A Summary of Direct Charitable Activities

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

Part IX-B Summary of Program-Related Investments

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

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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	43,335,982.
b	Average of monthly cash balances	1b	972,479.
c	Fair market value of all other assets	1c	
d	**Total** (add lines 1a, b, and c)	1d	44,308,461.
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	44,308,461.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	664,627.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	43,643,834.
6	**Minimum investment return.** Enter 5% of line 5	6	2,182,192.

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	2,182,192.
2a	Tax on investment income for 2009 from Part VI, line 5	2a	11,832.		
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b			
c	Add lines 2a and 2b			2c	11,832.
3	Distributable amount before adjustments. Subtract line 2c from line 1			3	2,170,360.
4	Recoveries of amounts treated as qualifying distributions			4	0.
5	Add lines 3 and 4			5	2,170,360.
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	2,170,360.

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	819,750.
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	819,750.
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	819,750.

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.

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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					2,170,360.
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					
b From 2005	2,956,080.				
c From 2006					
d From 2007	2,084,111.				
e From 2008	12,403,988.				
f Total of lines 3a through e		17,444,179.			
4 Qualifying distributions for 2009 from Part XII, line 4: ▶ $ 819,750.					
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					819,750.
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).)		1,350,610.			1,350,610.
6 **Enter the net total of each column as indicated below:**					
a Corpus Add lines 3f, 4c, and 4e Subtract line 5		16,093,569.			
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		16,093,569.			
10 Analysis of line 9:					
a Excess from 2005	1,605,470.				
b Excess from 2006					
c Excess from 2007	2,084,111.				
d Excess from 2008	12,403,988.				
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 ▶ ☐ 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 8

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 ATTACHMENT				
Total			▶ 3a	819,750.
b *Approved for future payment* NONE				
Total			▶ 3b	0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income (a) Business code	Unrelated business income (b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	Excluded by section 512, 513, or 514 (d) Amount	(e) Related or exempt function income
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					
4 Dividends and interest from securities			14	811,471.	
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			14	-32,991.	
8 Gain or (loss) from sales of assets other than inventory			18	-384,207.	
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.		394,273.	0.

13 Total. Add line 12, columns (b), (d), and (e) 13 394,273.

(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

Dagmar Dolby — 11-12-10 — Secretary/Treas.

Signature of officer or trustee — Date — Title

Paid Preparer's Use Only

Preparer's signature [signature] Date 11/11/10 Check if self-employed ☐ Preparer's identifying number

Firm's name (or yours if self-employed), address, and ZIP code: DELOITTE TAX LLP
50 FREMONT STREET
SAN FRANCISCO, CA 94105

EIN

Phone no. (415)783-4000

923622
02-02-10

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	FCIP - FLOWTHROUGH		VARIOUS	VARIOUS
b	LANSDOWNE EUROPEAN EQUITY LTD	P	VARIOUS	VARIOUS
c	GANDHARA FUND, LTD	P	VARIOUS	VARIOUS
d	JP MORGAN	P	VARIOUS	VARIOUS
e	JP MORGAN	P	11/20/08	10/22/09
f	WELLS FARGO 1600	P	VARIOUS	VARIOUS
g	WELLS FARGO 1600	P	VARIOUS	VARIOUS
h				
i				
j				
k				
l				
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			92,719.	-92,719.
b	1,706,454.		1,762,949.	-56,495.
c	997,845.		1,046,824.	-48,979.
d	632,815.		726,924.	-94,109.
e	11,481.		9,769.	1,712.
f	1,752,476.		1,740,820.	11,656.
g	4,041,745.		4,147,018.	-105,273.
h				
i				
j				
k				
l				
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				-92,719.
b				-56,495.
c				-48,979.
d				-94,109.
e				1,712.
f				11,656.
g				-105,273.
h				
i				
j				
k				
l				
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	-384,207.
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

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 1

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
FCIP K-1	129,959.	0.	129,959.
J.P. MORGAN	90,828.	0.	90,828.
J.P. MORGAN - OID	808.	0.	808.
OAKMARK FUNDS	39,693.	0.	39,693.
US GOVERNMENT INTEREST	80,965.	0.	80,965.
WELLS FARGO BANK 1324	1,347.	0.	1,347.
WELLS FARGO BANK 1600	467,612.	0.	467,612.
WF IMA - ACCRETION INCOME	188.	0.	188.
WF IMA - ACCRUED INTEREST	71.	0.	71.
TOTAL TO FM 990-PF, PART I, LN 4	811,471.	0.	811,471.

FORM 990-PF OTHER INCOME STATEMENT 2

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
FCIP - SECTION 988 LOSS	-17,899.	-17,899.	
FCIP - SECTION 1256 LOSS	-13,924.	-13,924.	
FCIP - OTHER INCOME	-3,242.	-3,242.	
WELLS FARGO - CAPITAL GAIN DISTRIBUTION	2,074.	2,074.	
TOTAL TO FORM 990-PF, PART I, LINE 11	-32,991.	-32,991.	

FORM 990-PF OTHER PROFESSIONAL FEES STATEMENT 3

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
PROFESSIONAL FEES	88,983.	88,983.		0.
TO FORM 990-PF, PG 1, LN 16C	88,983.	88,983.		0.

FORM 990-PF | TAXES | STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
DOMESTIC TAXES	6,307.	6,307.		0.
FOREIGN TAXES	9,161.	9,161.		0.
TO FORM 990-PF, PG 1, LN 18	15,468.	15,468.		0.

FORM 990-PF | OTHER EXPENSES | STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
OTHER EXPENSES	36,722.	36,722.		0.
AGENCY FEES	38,668.	38,668.		0.
TO FORM 990-PF, PG 1, LN 23	75,390.	75,390.		0.

FORM 990-PF | OTHER INVESTMENTS | STATEMENT 6

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
OTHER INVESTMENTS	COST	42,906,723.	48,167,648.
OTHER INVESTMENTS ADJUSTMENT	COST	2,062,076.	0.
TOTAL TO FORM 990-PF, PART II, LINE 13		44,968,799.	48,167,648.

FORM 990-PF LIST OF SUBSTANTIAL CONTRIBUTORS STATEMENT 7
PART VII-A, LINE 10

NAME OF CONTRIBUTOR	ADDRESS
RAY AND DAGMAR DOLBY	3340 JACKSON STREET SAN FRANCISCO, CA 94118

FORM 990-PF	GRANT APPLICATION SUBMISSION INFORMATION PART XV, LINES 2A THROUGH 2D	STATEMENT 8

NAME AND ADDRESS OF PERSON TO WHOM APPLICATIONS SHOULD BE SUBMITTED

KARENA K. FOWLER, RAY AND DAGMAR DOLBY FAMILY FUND
3340 JACKSON STREET
SAN FRANCISCO, CA 94118

TELEPHONE NUMBER

(415) 563-6947

FORM AND CONTENT OF APPLICATIONS

PLEASE SUBMIT A SIMPLE LETTER DESCRIBING YOUR ORGANIZATION AND PURPOSE OF REQUESTED FUNDS.

ANY SUBMISSION DEADLINES

NO DEADLINES

RESTRICTIONS AND LIMITATIONS ON AWARDS

NOT APPLICABLE

McDonald Capital Investors

REALIZED GAINS AND LOSSES

Dolby Family Fund

From 01-01-09 Through 12-31-09

Open Date	Close Date	Quantity	Security	Cost Basis	Proceeds	Gain Or Loss Short Term	Gain Or Loss Long Term
01-23-04	04-29-09	3,400	Sealed Air Corp	87,351 14	65,683 79		-21,667 35
01-26-04	04-29-09	1,200	Sealed Air Corp	30,209 16	23,182 51		-7,026 65
01-27-04	04-29-09	200	Sealed Air Corp	5,068 34	3,863 75		-1,204 59
01-28-04	04-29-09	300	Sealed Air Corp	7,483 24	5,795 63		-1,687 61
01-28-04	07-29-09	450	Sealed Air Corp	11,224 87	9,071 10		-2,153 77
01-28-04	08-04-09	450	Sealed Air Corp	11,224 87	8,532 03		-2,692 84
01-29-04	08-04-09	800	Sealed Air Corp	19,811 00	15,168 06		-4,642 94
08-09-07	08-04-09	50	Sealed Air Corp	1,224 86	948 00		-276.86
08-09-07	08-12-09	850	Sealed Air Corp	20,822 62	16,041 08		-4,781 54
09-13-05	08-13-09	600	Sealed Air Corp	14,461 38	11,430 70		-3,030 68
08-09-07	08-13-09	100	Sealed Air Corp	2,449 72	1,905 12		-544 60
10-24-00	09-09-09	1	CAH Litigation Settlement	6,488 72	6,488 72		0 00
03-10-04	09-14-09	400	Sealed Air Corp	9,640 00	8,033 27		-1,606 73
03-11-04	09-14-09	400	Sealed Air Corp	9,614 00	8,033 27		-1,580 73
09-13-05	09-14-09	200	Sealed Air Corp	4,820 46	4,016 64		-803 82
03-11-04	09-16-09	200	Sealed Air Corp	4,807 00	4,129 23		-677 77
03-15-04	09-18-09	600	Sealed Air Corp	14,150 64	12,401 98		-1,748 66
06-23-05	10-21-09	100	Clorox	5,607 07	5,822 84		215 77
02-09-05	10-21-09	300	Nike Inc Class B	12,477 96	19,656 49		7,178 53
03-21-05	10-21-09	600	Nike Inc Class B	25,270 41	39,312 99		14,042 58
04-24-07	10-21-09	250	United Parcel Svc B	17,942 62	14,367 13		-3,575 49
09-20-07	10-21-09	350	CareFusion Corp	12,826 45	7,614 80		-5,211 65
12-22-05	10-22-09	1,000	Bed, Bath & Beyond	36,520 35	36,414 06		-106 29
06-23-05	10-22-09	300	Clorox	16,821 21	17,801 11		979 90
10-03-05	10-22-09	400	Clorox	21,906 82	23,734 82		1,828 00
10-08-07	10-22-09	1,300	Comcast Corp Class A	31,016 70	20,160 48		-10,856 22
11-20-08	10-22-09	300	Fastenal Co	9,769 44	11,480 70	1,711 26	
01-13-04	10-22-09	500	Microsoft Corp	13,673 91	13,276 09		-397 82
01-22-04	10-22-09	700	Microsoft Corp	19,632 01	18,586 52		-1,045 49
02-06-08	10-22-09	900	Microsoft Corp	25,942 92	23,896 95		-2,045 97
02-01-06	10-22-09	450	Paychex Inc	16,179 43	12,983 45		-3,195 98
04-11-07	10-22-09	1,050	Paychex Inc	38,720 52	30,294 72		-8,425 80
04-19-07	10-22-09	600	Paychex Inc	21,923 22	17,311 27		-4,611 95
07-12-07	10-22-09	1,000	Progressive Corp	22,600 50	16,303 92		-6,296 58
07-13-07	10-22-09	600	Progressive Corp	13,448 34	9,782 35		-3,665 99
07-16-07	10-22-09	850	Progressive Corp	18,818 70	13,858 33		-4,960 37
07-18-07	10-22-09	200	Progressive Corp	4,401 37	3,260 78		-1,140 59
01-22-04	10-22-09	1,300	Wells Fargo Inc	37,211 96	38,957 99		1,746 03
09-20-07	10-22-09	700	Cardinal Health Inc	32,368 94	20,284 47		-12,084 47
10-06-08	11-09-09	400	Waters Corp	20,760 27	24,408 37		3,648 10
TOTAL GAINS						1,711 26	29,638 90
TOTAL LOSSES						0 00	-123,747 80
				736,693.15	**644,295.51**	**1,711.26**	**-94,108.90**

TOTAL REALIZED GAIN/LOSS -92,397 64

ACCOUNT#: 70691600 DOLBY FAMILY FUND - IMA
TAX ID. 91-2159332 ACC TYPE: 49 CAPACITY: 60 ACCNT: 71 ADM: 1910 MGR:1396

QUALIFICATION CRITERIA FOR REPORTING

REPORTING FOR ACCOUNT: 70691600 (ID: 431) DOLBY FAMILY FUND - IMA
MINOR ASSSET CLASSES EXCLUDED:
49 53 54 55

SUMMARY WILL BE SORTED BY DATE OF ENTRY

GAIN/LOSS SCHEDULE

DATE	SHARES/PAR	DESCRIPTION	DATE ACQUIRED	DATE SOLD/RCD	NET PROCEEDS	PURCHASE COST	GAIN (LOSS)
1/14/09	100000.00000	BANKAMERICA CORP CPDN 1/14/09	9/12/08	1/14/09	99028.67	99028.67	0.00
2/06/09	250000.00000	FED HOME LN BK 5.350% 8/06/15	7/11/08	2/06/09	250000.00	250000.00	0.00
6/05/09	2653.19200	TCW TOTAL RETURN BOND I (TGLMX) 4728	7/22/08	6/04/09	25099.20	24966.54	132.66
6/25/09	250000 00000	PITNEY BOWES INC 5.000% 3/15/15	5/28/09	6/23/09	258082.50	252812.50	5270.00
9/01/09	100000.00000	VR NEW HAMPSHIRE 0.800% 11/01/20	2/17/09	8/27/09	100000.00	100000.00	0 00
12/18/09	100000.00000	FED HOME LN MTG CORP 2.000% 11/05/12	10/16/09	12/17/09	100210.00	100000.00	210.00
12/22/09	150000.00000	CONOCOPHILLIPS 4.400% 5/15/13	1/09/09	12/17/09	160056.00	154012.50	6043 50
12/22/09	760000.00000	VR NEW HAMPSHIRE 0.400% 11/01/20	2/17/09	12/17/09	760000.00	760000.00	0.00
						TOTAL	11656.16
				NET CTF ST GAIN/LOSS			0.00
				CAPITAL GAIN DISTRIBUTIONS			622.54
				MISC. ST GAIN/LOSS			0.00
				ST CAPITAL LOSS CARRYOVER			0.00
				NET ST GAIN/LOSS			12278 70
1/07/09	500000.00000	FED HOME LN BK 4.700% 1/07/13	12/27/07	1/07/09	500000.00	500000.00	0.00
1/29/09	1000000.00000	FED HOME LN BK 4.200% 1/29/13	1/17/08	1/29/09	1000000.00	1000000.00	0.00
3/20/09	143333.33000	FED HOME LN BK 5.000% 4/02/18	3/18/08	3/20/09	143333.33	143082.50	250.83
4/21/09	5000.00000	ING GLOBAL EQUITY & PR OPPT	12/04/06	4/16/09	49848.71	103302.41	-53453.70
4/21/09	5000.00000	ING GLOBAL EQUITY & PR OPPT	5/11/07	4/16/09	49848.72	104741.57	-54892.85
4/22/09	100000.00000	FED HOME LN BK 5.000% 4/02/18	3/18/08	4/22/09	100000.00	99825.00	175.00
6/25/09	250000.00000	ORACLE CORP 5.250% 1/15/16	3/31/08	6/23/09	261025.00	252587.50	8437.50
12/10/09	7973.80100	TCW TOTAL RETURN BOND I (TGLMX) 4728	7/22/08	12/09/09	81495.44	75033.46	6461.98
12/18/09	250000.00000	BRISTOL-MYERS SQUIBB 5.450% 5/01/18	4/28/08	12/17/09	272687.50	249562.50	23125.00
12/18/09	500000.00000	U S TREASURY NOTE 4.000% 2/15/14	4/01/08	12/17/09	543671.88	534042.97	9628.91
12/22/09	250000.00000	CISCO SYSTEMS INC 5.500% 2/22/16	3/31/08	12/17/09	278310 00	258492.50	19817.50
12/22/09	10000.00000	ING GLOBAL EQUITY & PR OPPT	9/29/06	12/17/09	123554.81	188089.42	-64534.61
12/22/09	5000.00000	ING GLOBAL EQUITY & PR OPPT	10/24/06	12/17/09	61777.41	94060.71	-32283.30
12/22/09	21803.00000	MFS GOVT MKTS INCOME TR SH BEN INT	7/23/08	12/17/09	161342 40	150925.75	10416.65
12/22/09	20000.00000	MFS GOVT MKTS INCOME TR SH BEN INT	9/08/08	12/17/09	148000.19	144556.95	3443.24
12/22/09	250000.00000	PEPSICO INC 5.000% 6/01/18	5/19/08	12/17/09	266850.00	248715.00	18135.00

ACCOUNT#. 70691600 DOLBY FAMILY FUND - IMA
TAX ID. 91-2159332 ACC TYPE: 49 CAPACITY: 60 ACCNT: 71 ADM: 1910 MGR.1396

TOTAL	-105272.85
NET CTF LT GAIN/LOSS	0.00
CAPITAL GAIN DISTRIBUTIONS	1450.77
MISC. LT GAIN/LOSS	0.00
LT CAPITAL LOSS CARRYOVER	0.00
NET LT GAIN/LOSS	-103822.08

CAPITAL GAIN DISTRIBUTIONS

DATE	SHARES/PAR	DESCRIPTION	GAIN
12/14/09	0.09900	PIMCO COMMODITY RR STRAT-P #1921	1450.77 LT
12/23/09	0.04500	HARBOR HIGH-YIELD BOND INSTL #2024	457.74 ST
12/24/09	0.01500	FID ADV EMER MKTS INC- CL I #607	164.80 ST
		TOTAL CAPITAL GAIN DISTRIBUTIONS	2073.31

PENDING ITEMS

DATE	SHARES/PAR	DESCRIPTION	THEORETICAL SALE DATE	NET PROCEEDS	GAIN (LOSS)

NO PENDING ITEMS QUALIFIED

Recipient			Contribution Total
			819,750.00
640 Heritage Preservation Foundation			10,000.00
5/26/2009	640 Heritage Preservation Foundation	Building Fund	10,000.00
American Conservatory Theater			260,000.00
2/11/2009	American Conservatory Theater	General Operating Support	25,000 00
2/11/2009	American Conservatory Theater	General Operating Support	10,000.00
2/11/2009	Amencan Conservatory Theater	General Support	200,000.00
12/22/2009	American Conservatory Theater	General Operating Support	25,000.00
Animal Rescue Fund of the Hamptons			500.00
12/8/2009	Animal Rescue Fund of the Hamptons	General Operating Support	500.00
ARCS Foundation			10,000.00
11/3/2009	ARCS Foundation	Scholarships	10,000.00
Asian Art Museum Foundation			3,000.00
11/17/2009	Asian Art Museum Foundation	General Operating Support	3,000.00
Bay Area Video Coalition (BAVC)			600.00
12/17/2009	Bay Area Video Coalition (BAVC)	General Operating Support	600.00
C.O.F.A.M.			25,000.00
11/3/2009	C.O.F A M.	General Operating Support	25,000.00
California Historical Society			1,000.00
9/2/2009	California Historıcal Society	General Operating Support	1,000 00
California Pacific Medical Foundation			1,000.00
10/21/2009	California Pacific Medıcal Foundation	General Operating Support	1,000.00
Cambridge in America			50,000.00
11/10/2009	Cambridge in America	General Operating Support	25,000.00
11/10/2009	Cambridge in America	General Operating Support	25,000.00
Cate Fund			1,000.00
12/17/2009	Cate Fund	General Operating Support	1,000.00
Chronicle Season of Sharing Fund			10,000.00
11/3/2009	Chronicle Season of Sharing Fund	Assistance to underserved	10,000.00
Compassion & Choices			500.00
11/2/2009	Compassion & Choices	General Operating Support	500.00

			Contribution Total
Duke University			500.00
12/17/2009	Duke University	General Operating Support	500.00
Empire State Pride Agenda Foundation			1,000.00
12/8/2009	Empire State Pride Agenda Foundation	General Operating Support	1,000.00
Environmental Defense Fund			500.00
12/17/2009	Environmental Defense Fund	General Operating Support	500.00
Exhale			250.00
6/23/2009	Exhale	General Operating Support	250.00
Exploratorium			1,000.00
6/2/2009	Exploratorium	General Operating Support	1,000.00
First Graduate			500.00
12/17/2009	First Graduate	General Operating Support	500.00
Friends of Hudson River Park			250.00
12/8/2009	Friends of Hudson River Park	General Operating Support	250.00
Gay Lesbian Straight Education Network			250.00
12/8/2009	Gay Lesbian Straight Education Network	General Operating Support	250.00
Greenwich Village Society for Historic			1,000.00
12/8/2009	Greenwich Village Society for Historic	General Operating Support	1,000.00
Guild Hall of East Hampton			250.00
12/8/2009	Guild Hall of East Hampton	General Operating Support	250.00
Holocaust Center of Northern California			1,000.00
6/2/2009	Holocaust Center of Northern California	General Operating Support	1,000.00
Institute for Multi-Track Diplomacy			250.00
12/15/2009	Institute for Multi-Track Diplomacy	General Operating Support	250.00
International Museum of Women			1,000.00
2/18/2009	International Museum of Women	General Operating Support	1,000.00
JED Foundation			250.00
12/8/2009	JED Foundation	General Operating Support	250.00
KIPP Foundation			2,800.00
12/17/2009	KIPP Foundation	General Operating Support	2,800.00

			Contribution Total
KQED			3,000.00
11/10/2009	KQED	General Operating Support	3,000.00
Ladies Village Improvement Society			500.00
12/8/2009	Ladies Village Improvement Society	General Operating Support	500.00
Law Students for Choice			500.00
5/5/2009	Law Students for Choice	General Operating Support	500 00
Medical Students for Choice			500.00
5/5/2009	Medical Students for Choice	General Operating Support	500.00
NARAL Pro-Choice America Foundation			145,000.00
2/4/2009	NARAL Pro-Choice America Foundation	General Operating Support	10,000.00
4/1/2009	NARAL Pro-Choice America Foundation	General Operating Support	100,000.00
9/22/2009	NARAL Pro-Choice America Foundation	General Operating Support	35,000.00
NARAL Pro-Choice California Foundation			5,000.00
9/2/2009	NARAL Pro-Choice California Foundation	General Operating Support	5,000.00
New York Public Library - LGBT Committee			250.00
12/8/2009	New York Public Library - LGBT	General Operating Support	250.00
Oceanic Preservation Society			300.00
12/17/2009	Oceanic Preservation Society	General Operating Support	300.00
Parks Conservancy			1,000.00
7/17/2009	Parks Conservancy	General Operating Support	1,000.00
Project Inform			250.00
12/8/2009	Project Inform	General Operating Support	250.00
Room to Read			500.00
12/17/2009	Room to Read	General Operating Support	500.00
S.F. Child Abuse Prev. Ctr.			1,000.00
2/25/2009	S.F. Child Abuse Prev. Ctr.	General Operating Support	1,000 00
S.F. MOMA			5,000.00
12/1/2009	S.F. MOMA	General Operating Support	5,000.00
San Francisco Conservatory of Music			2,000.00
6/23/2009	San Francisco Conservatory of Music	General Operating Support	2,000.00

			Contribution Total
San Francisco Film Society			11,000.00
4/1/2009	San Francisco Film Society	General Operating Support	1,000.00
7/13/2009	San Francisco Film Society	Underwriting production	10,000.00
San Francisco Free Clinic			500.00
11/3/2009	San Francisco Free Clinic	General Operating Support	500.00
San Francisco Opera			50,000.00
6/23/2009	San Francisco Opera	General Operating Support	50,000.00
San Francisco Parks Trust			5,000.00
4/1/2009	San Francisco Parks Trust	Building Fund	5,000.00
San Francisco Symphony			100,000.00
6/10/2009	San Francisco Symphony	General Operating Support	100,000.00
San Francisco Zoological Society			1,000.00
4/15/2009	San Francisco Zoological Society	General Operating Support	1,000.00
Save a Yorkie Rescue			500.00
12/8/2009	Save a Yorkie Rescue	General Operating Support	500.00
SFGH Foundation			5,000.00
1/2/2009	SFGH Foundation	General Operating Support	5,000.00
Sonoma Plein Air			1,000.00
5/12/2009	Sonoma Plein Air	General Operating Support	1,000.00
Southampton Hospital Foundation			250.00
12/8/2009	Southampton Hospital Foundation	General Operating Support	250.00
SPUR			35,000.00
7/15/2009	SPUR	for the purchase of Audio Visual	35,000.00
Stanford University			50,000.00
11/10/2009	Stanford University	General Operating Support	25,000.00
10/27/2009	Stanford University	General Operating Support	25,000.00
Stern Grove Festival			500.00
11/10/2009	Stern Grove Festival	General Operating Support	500.00
Tahoe Maritime Museum			1,000.00
6/23/2009	Tahoe Maritime Museum	General Operating Support	1,000.00

			Contribution Total
Tahoe Nordic Search & Rescue			1,000.00
11/17/2009	Tahoe Nordic Search & Rescue	General operating support	1,000.00
The East Hampton Library Society			250.00
12/8/2009	The East Hampton Library Society	General Operating Support	250.00
The Grabhorn Institute			500.00
1/2/2009	The Grabhorn Institute	General Operating Support	500.00
The Hotchkiss School			2,000.00
12/8/2009	The Hotchkiss School	for the GLBT Book Fund	1,000.00
12/8/2009	The Hotchkiss School	General Operating Support	1,000.00
The Humane Society of the United States			1,250.00
7/7/2009	The Humane Society of the United States	General Operating Support	1,000 00
12/8/2009	The Humane Society of the United States	General Operating Support	250.00
Tipping Point Community			3,500.00
4/15/2009	Tipping Point Community	General Operating Support	1,000.00
12/17/2009	Tipping Point Community	General Operating Support	2,500.00
Town School for Boys			500.00
12/17/2009	Town School for Boys	General Operating Support	500.00
Women for Women International			300.00
12/17/2009	Women for Women International	General Operating Support	300.00
Yale University Annual Fund			1,000.00
12/8/2009	Yale University Annual Fund	General Operating Support	1,000 00
Young Performers Theater			500.00
5/28/2009	Young Performers Theater	General Operating Support	500.00

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

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

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

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

Type or print File by the extended due date for filing the return See instructions.	Name of Exempt Organization RAY AND DAGMAR DOLBY FAMILY FUND FKA DOLBY FAMILY FOUNDATION	Employer identification number 91-2159332
	Number, street, and room or suite no If a P O. box, see instructions. C/O DAGMAR DOLBY, 3340 JACKSON STREET	For IRS use only
	City, town or post office, state, and ZIP code. For a foreign address, see instructions SAN FRANCISCO, CA 94118-2019	

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

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

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

- The books are in the care of ▶ DAGMAR DOLBY 3340 JACKSON STREET - SAN FRANCISCO, CA 94118-2019
  Telephone No ▶ (415) 563-6947 FAX No. ▶
- If the organization does not have an office or place of business in the United States, check this box ▶ [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ______. If this is for the whole group, check this box ▶ [ ]. If it is for part of the group, check this box ▶ [ ] and attach a list with the names and EINs of all members the extension is for.

4 I request an additional 3-month extension of time until NOVEMBER 15, 2010.

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

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

7 State in detail why you need the extension
ADDITIONAL TIME IS REQUIRED TO PREPARE A COMPLETE AND ACCURATE TAX RETURN. THE TAXPAYER HAS NOT RECEIVED ANY 2009 SCHEDULE K-1 INFORMATION

8a	If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	8a	$ 10,747.
b	If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868.	8b	$ 13,058.
c	**Balance Due.** Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	8c	$ 0.

Signature and Verification

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

Signature ▶ 6/3/10 Title ▶ A member of the firm of Deloitte Tax LLP 50 Fremont Street, San Francisco, CA 94105 Date ▶ 6/3/10

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05-26-09