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 07-01 , 2009, and ending 06-30 , 20 10

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: HARRY & WINNIE MCNAY EDUCATIONAL TR
Number and street (or P O box number if mail is not delivered to street address): GREAT WESTERN BK, PO BOX 4070
Room/suite:
City or town, state, and ZIP code: OMAHA, NE 68104-0070

A Employer identification number: 42-6252638
B Telephone number (see page 10 of the instructions): (402)954-4792
C If exemption application is pending, check here ▶ ☐
D 1. Foreign organizations, check here ▶ ☐
2. Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐
E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐
F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ ☐

H Check type of organization ☒ Section 501(c)(3) exempt private foundation
☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ $ 668,115

J Accounting method ☒ Cash ☐ Accrual
☐ Other (specify)
(Part I, column (d) must be on cash basis )

**Part I** **Analysis of Revenue and Expenses** (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 11 of the instructions) )

| | | | (a) Revenue and expenses per books | (b) Net investment income | (c) Adjusted net income | (d) Disbursements for charitable purposes (cash basis only) |
|---|---|---|---|---|---|---|
| Revenue | 1 | Contributions, gifts, grants, etc , received (attach schedule) | | | | |
| | 2 | Check ▶ ☒ if the foundation is **not** required to attach Sch B | | | | |
| | 3 | Interest on savings and temporary cash investments | 19 | | | |
| | 4 | Dividends and interest from securities | 7,394 | 7,394 | 7,394 | |
| | 5a | Gross rents | | | | |
| | b | Net rental income or (loss) | | | | |
| | 6a | Net gain or (loss) from sale of assets not on line 10 STM139 | (6,642) | | | |
| | b | Gross sales price for all assets on line 6a | | | | |
| | 7 | Capital gain net income (from Part IV, line 2) | | | | |
| | 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) (attach schedule) | | | | |
| | 11 | Other income (attach schedule) STM106 | 11,811 | 11,811 | 11,811 | |
| | 12 | **Total.** Add lines 1 through 11 | 12,582 | 19,205 | 19,205 | |
| Operating and Administrative Expenses | 13 | Compensation of officers, directors, trustees, etc | 11,295 | 11,295 | 11,295 | 5,770 |
| | 14 | Other employee salaries and wages | | | | |
| | 15 | Pension plans, employee benefits | | | | |
| | 16a | Legal fees (attach schedule) STM107 | 5,790 | 5,790 | 5,790 | 5,790 |
| | b | Accounting fees (attach schedule) | | | | |
| | c | Other professional fees (attach schedule) | | | | |
| | 17 | Interest | | | | |
| | 18 | Taxes (attach schedule) (see page 14 of the instructions) STM110 | 65 | 65 | 65 | 65 |
| | 19 | Depreciation (attach schedule) and depletion | | | | |
| | 20 | Occupancy | | | | |
| | 21 | Travel, conferences, and meetings | | | | |
| | 22 | Printing and publications | | | | |
| | 23 | Other expenses (attach schedule) STM103 | 210 | 210 | 210 | 210 |
| | 24 | **Total operating and administrative expenses.** Add lines 13 through 23 | 17,360 | 17,360 | 17,360 | 11,835 |
| | 25 | Contributions, gifts, grants paid | 0 | | | 0 |
| | 26 | **Total expenses and disbursements.** Add lines 24 and 25 | 17,360 | 17,360 | 17,360 | 11,835 |
| | 27 | Subtract line 26 from line 12 | | | | |
| | a | **Excess of revenue over expenses and disbursements** | (4,778) | | | |
| | b | **Net investment income** (if negative, enter -0-) | | 1,845 | | |
| | c | **Adjusted net income** (if negative, enter -0-) | | | 1,845 | |

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P 20

## Part II Balance Sheets

Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions )

| | | | Beginning of year | End of year | |
|---|---|---|---|---|---|
| | | | (a) Book Value | (b) Book Value | (c) Fair Market Value |
| Assets | 1 | Cash - non-interest-bearing | 86,622 | 67,241 | 67,241 |
| | 2 | Savings and temporary cash investments | 17,146 | 17,704 | 17,704 |
| | 3 | Accounts receivable ▶ | | | |
| | | Less allowance for doubtful accounts ▶ | | | |
| | 4 | Pledges receivable ▶ | | | |
| | | Less allowance for doubtful accounts ▶ | | | |
| | 5 | Grants receivable | | | |
| | 6 | Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 16 of the instructions) | | | |
| | 7 | Other notes and loans receivable (attach schedule) ▶ 199,737 | STM113 STM135 | | |
| | | Less allowance for doubtful accounts ▶ | 168,756 | 199,737 | 199,737 |
| | 8 | Inventories for sale or use | | | |
| | 9 | Prepaid expenses and deferred charges | | | |
| | 10a | Investments - U S and state government obligations (attach schedule) | | | |
| | b | Investments - corporate stock (attach schedule) STM137 | 447,630 | 430,694 | 383,433 |
| | c | Investments - corporate bonds (attach schedule) | | | |
| | 11 | Investments - land, buildings, and equipment basis ▶ | | | |
| | | Less accumulated depreciation (attach schedule) ▶ | | | |
| | 12 | Investments - mortgage loans | | | |
| | 13 | Investments - other (attach schedule) | | | |
| | 14 | Land, buildings, and equipment basis ▶ | | | |
| | | Less accumulated depreciation (attach schedule) ▶ | | | |
| | 15 | Other assets (describe ▶ ) | | | |
| | 16 | **Total assets** (to be completed by all filers - see the instructions Also, see page 1, item I) | 720,154 | 715,376 | 668,115 |
| 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 (attach schedule) | | | |
| | 22 | Other liabilities (describe ▶ ) | | | |
| | 23 | **Total liabilities** (add lines 17 through 22) | | 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 | 720,154 | | |
| | 28 | Paid-in or capital surplus, or land, bldg , and equipment fund | | | |
| | 29 | Retained earnings, accumulated income, endowment, or other funds | | 715,376 | |
| | 30 | **Total net assets or fund balances** (see page 17 of the instructions) | 720,154 | 715,376 | |
| | 31 | **Total liabilities and net assets/fund balances** (see page 17 of the instructions) | 720,154 | 715,376 | |

## 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 | 720,154 |
| 2 | Enter amount from Part I, line 27a | 2 | (4,778) |
| 3 | Other increases not included in line 2 (itemize) ▶ | 3 | |
| 4 | Add lines 1, 2, and 3 | 4 | 715,376 |
| 5 | Decreases not included in line 2 (itemize) ▶ | 5 | |
| 6 | Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30 | 6 | 715,376 |

## 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 (yr , mo , day) | (d) Date sold (yr , mo , day) |
|---|---|---|---|---|
| 1a | | | | |
| b | | | | |
| c | | | | |
| d | | | | |
| e | | | | |

| | (e) Gross sales price | (f) Depreciation allowed (or allowable) | (g) Cost or other basis plus expense of sale | (h) Gain or (loss) (e) plus (f) minus (g) |
|---|---|---|---|---|
| a | | | | |
| b | | | | |
| c | | | | |
| d | | | | |
| e | | | | |

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

| | (i) 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 | | | | |

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

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6).
If gain, also enter in Part I, line 8, column (c) (see pages 13 and 17 of the instructions) }
If (loss), enter -0- in Part I, line 8 } 3

## 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 page 18 of the instructions before making any entries.

| (a) Base period years Calendar year (or tax year beginning in) | (b) Adjusted qualifying distributions | (c) Net value of noncharitable-use assets | (d) Distribution ratio (col (b) divided by col (c)) |
|---|---|---|---|
| 2008 | 62,066 | 645,330 | 0.096177 |
| 2007 | 53,596 | 681,039 | 0.078697 |
| 2006 | 66,587 | 677,577 | 0.098272 |
| 2005 | 25,605 | 686,497 | 0.037298 |
| 2004 | 27,031 | 628,376 | 0.043017 |

| | | | |
|---|---|---|---|
| 2 | Total of line 1, column (d) | 2 | 0.353462 |
| 3 | Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years | 3 | 0.070692 |
| 4 | Enter the net value of noncharitable-use assets for 2009 from Part X, line 5 | 4 | 650,680 |
| 5 | Multiply line 4 by line 3 | 5 | 45,998 |
| 6 | Enter 1% of net investment income (1% of Part I, line 27b) | 6 | 18 |
| 7 | Add lines 5 and 6 | 7 | 46,016 |
| 8 | Enter qualifying distributions from Part XII, line 4 | 8 | 74,635 |

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate See the Part VI instructions on page 18

## Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see page 18 of the instructions)

| | | | | | |
|---|---|---|---|---|---|
| 1a | Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1<br>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 | 18 |
| 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 | 18 |
| 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 | 18 |
| 6 | Credits/Payments | | | | |
| a | 2009 estimated tax payments and 2008 overpayment credited to 2009 | 6a | | | |
| b | Exempt foreign organizations - tax withheld at source | 6b | | | |
| c | Tax paid with application for extension of time to file (Form 8868) | 6c | 65 | | |
| d | Backup withholding erroneously withheld | 6d | | | |
| 7 | Total credits and payments Add lines 6a through 6d | | | 7 | 65 |
| 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 | 47 |
| 11 | Enter the amount of line 10 to be **Credited to 2010 estimated tax** ▶ | | Refunded ▶ | 11 | 47 |

## 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 page 19 of the 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<br>**(1)** On the foundation ▶ $ ____________ **(2)** On foundation managers ▶ $ ____________ | | | |
| e | Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ____________ | | | |
| 2 | Has the foundation engaged in any activities that have not previously been reported to the IRS? | 2 | | X |
| | If "Yes," attach a detailed description of the activities. | | | |
| 3 | Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes | 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? | 4b | | |
| 5 | Was there a liquidation, termination, dissolution, or substantial contraction during the year? | 5 | | X |
| | If "Yes," attach the statement required by General Instruction T. | | | |
| 6 | Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either:<br>● By language in the governing instrument, or<br>● 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 page 19 of the instructions) ▶ IA | | | |
| 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 on page 27)? 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 | 10 | | X |

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

| | | | | |
|---|---|---|---|---|
| 11 | At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see page 20 of the instructions) | 11 | | 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 ▶ GREAT WESTERN BANK Telephone no. ▶ 402-954-4792

Located at ▶ P O BOX 4070 OMAHA, NE ZIP+4 ▶ 68104-4070

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

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

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

| | | | 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)? | 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 | | |
| 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<br>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 page 20 of the instructions.) | 2b | | X |
| c | If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here<br>▶ ____, ____, ____, ____ | | | |
| 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 ) | 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)? (see page 22 of the instructions) ☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see page 22 of the instructions)? 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? ☐ 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? 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 (see page 22 of the instructions).**

| (a) Name and address | (b) Title, and average hours per week devoted to position | (c) Compensation (If not paid, enter -0-) | (d) Contributions to employee benefit plans and deferred compensation | (e) Expense account, other allowances |
|---|---|---|---|---|
| GREAT WESTERN BANK<br>P O BOX 4070 OMAHA, NE 68104-4070 | TRUSTEE<br>0 | 5,525 | 0 | 0 |
| GREAT WESTERN BANK<br>210 NORTH MAIN STREET, IA 50049 | STUDENT LOAN AD<br>0 | 5,770 | 0 | 0 |
| | | | | |
| | | | | |

**2 Compensation of five highest-paid employees (other than those included on line 1 - see page 23 of the instructions). If none, enter "NONE."**

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

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

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

**3 Five highest-paid independent contractors for professional services (see page 23 of the instructions). If none, enter "NONE."**

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

## 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 NONE | 0 |
| 2 | |
| 3 | |
| 4 | |

## Part IX-B Summary of Program-Related Investments (see page 24 of the instructions)

| Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2 | Amount |
|---|---|
| 1 NONE | 0 |
| 2 | |
| All other program-related investments See page 24 of the instructions<br>3 STM142 | 62,800 |
| **Total.** Add lines 1 through 3 ▶ | 62,800 |

## Part X Minimum Investment Return (All domestic foundations must complete this part Foreign foundations, see page 24 of the instructions )

| | | | | |
|---|---|---|---|---|
| 1 | Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes. | | | |
| a | Average monthly fair market value of securities | | 1a | 366,496 |
| b | Average of monthly cash balances | | 1b | 94,356 |
| c | Fair market value of all other assets (see page 24 of the instructions) | | 1c | 199,737 |
| d | **Total** (add lines 1a, b, and c) | | 1d | 660,589 |
| e | Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) | 1e | | |
| 2 | Acquisition indebtedness applicable to line 1 assets | | 2 | 0 |
| 3 | Subtract line 2 from line 1d | | 3 | 660,589 |
| 4 | Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see page 25 of the instructions) | | 4 | 9,909 |
| 5 | **Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4 | | 5 | 650,680 |
| 6 | **Minimum investment return.** Enter 5% of line 5 | | 6 | 32,534 |

## Part XI Distributable Amount (see page 25 of the instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ▶ ☐ and do not complete this part )

| | | | | | |
|---|---|---|---|---|---|
| 1 | Minimum investment return from Part X, line 6 | | | 1 | 32,534 |
| 2a | Tax on investment income for 2009 from Part VI, line 5 | 2a | 18 | | |
| b | Income tax for 2009 (This does not include the tax from Part VI ) | 2b | | | |
| c | Add lines 2a and 2b | | | 2c | 18 |
| 3 | Distributable amount before adjustments Subtract line 2c from line 1 | | | 3 | 32,516 |
| 4 | Recoveries of amounts treated as qualifying distributions | | | 4 | |
| 5 | Add lines 3 and 4 | | | 5 | 32,516 |
| 6 | Deduction from distributable amount (see page 25 of the instructions) | | | 6 | |
| 7 | **Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1 | | | 7 | 32,516 |

## Part XII Qualifying Distributions (see page 25 of the instructions)

| | | | |
|---|---|---|---|
| 1 | Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes. | | |
| a | Expenses, contributions, gifts, etc - total from Part I, column (d), line 26 | 1a | 11,835 |
| b | Program-related investments - total from Part IX-B | 1b | 62,800 |
| 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 | 74,635 |
| 5 | Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see page 26 of the instructions) | 5 | 18 |
| 6 | **Adjusted qualifying distributions.** Subtract line 5 from line 4 | 6 | 74,617 |

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

## Part XIII Undistributed Income (see page 26 of the instructions)

| | | | | (a)<br>Corpus | (b)<br>Years prior to 2008 | (c)<br>2008 | (d)<br>2009 |
|---|---|---|---|---|---|---|---|
| 1 | | Distributable amount for 2009 from Part XI, line 7 | | | | | 32,516 |
| 2 | | Undistributed income, if any, as of the end of 2009: | | | | | |
| | a | Enter amount for 2008 only | | | | | |
| | b | Total for prior years ______, ______, ______ | | | | | |
| 3 | | Excess distributions carryover, if any, to 2009 | | | | | |
| | a | From 2004 | | | | | |
| | b | From 2005 | | | | | |
| | c | From 2006 | 32,780 | | | | |
| | d | From 2007 | 19,637 | | | | |
| | e | From 2008 | 29,864 | | | | |
| | f | Total of lines 3a through e | | 82,281 | | | |
| 4 | | Qualifying distributions for 2009 from Part XII, line 4 ▶ $ 74,635 | | | | | |
| | a | Applied to 2008, but not more than line 2a | | | | | |
| | b | Applied to undistributed income of prior years (Election required - see page 26 of the instructions) | | | | | |
| | c | Treated as distributions out of corpus (Election required - see page 26 of the instructions) | | | | | |
| | d | Applied to 2009 distributable amount | | | | | 32,516 |
| | e | Remaining amount distributed out of corpus | | 42,119 | | | |
| 5 | | Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a).) | | | | | |
| 6 | | **Enter the net total of each column as indicated below:** | | | | | |
| | a | Corpus Add lines 3f, 4c, and 4e Subtract line 5 | | 124,400 | | | |
| | b | Prior years' undistributed income Subtract line 4b from line 2b | | | | | |
| | 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 | | | | | |
| | d | Subtract line 6c from line 6b Taxable amount - see page 27 of the instructions | | | | | |
| | e | Undistributed income for 2008. Subtract line 4a from line 2a Taxable amount - see page 27 of the instructions | | | | | |
| | f | Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010 | | | | | 0 |
| 7 | | Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions) | | | | | |
| 8 | | Excess distributions carryover from 2004 not applied on line 5 or line 7 (see page 27 of the instructions) | | | | | |
| 9 | | **Excess distributions carryover to 2010.** Subtract lines 7 and 8 from line 6a | | 124,400 | | | |
| 10 | | Analysis of line 9 | | | | | |
| | a | Excess from 2005 | | | | | |
| | b | Excess from 2006 | 32,780 | | | | |
| | c | Excess from 2007 | 19,637 | | | | |
| | d | Excess from 2008 | 29,864 | | | | |
| | e | Excess from 2009 | 42,119 | | | | |

## Part XIV Private Operating Foundations (see page 27 of the instructions and Part VII-A, question 9)

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2009, enter the date of the ruling ▶

b Check box to indicate whether the foundation is a private operating foundation described in section ☐ 4942(j)(3) or ☐ 4942(j)(5)

| | | Tax year | Prior 3 years | | | |
|---|---|---|---|---|---|---|
| | | (a) 2009 | (b) 2008 | (c) 2007 | (d) 2006 | (e) Total |
| 2a | Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed | 0 | | | | 0 |
| b | 85% of line 2a | | | | | |
| c | Qualifying distributions from Part XII, line 4 for each year listed | | | | | 0 |
| 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<br>(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 | | | | | 0 |
| c | "Support" alternative test - enter<br>(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties) | | | | | |
| | (2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii) | | | | | |
| | (3) Largest amount of support from an exempt organization | | | | | |
| | (4) Gross investment income | | | | | |

## Part XV Supplementary Information (Complete this part only if the foundation had $5,000 or more in assets at any time during the year - see page 28 of the instructions.)

**1 Information Regarding Foundation Managers:**

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than $5,000) (See section 507(d)(2) )

NONE ,

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest

NONE ,

**2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:**

Check here ▶ ☐ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc (see page 28 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a The name, address, and telephone number of the person to whom applications should be addressed

990APP

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<br>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 | | | | |
| **Total** | | | ▶ 3a | |
| b Approved for future payment | | | | |
| **Total** | | | ▶ 3b | |

## 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 (See page 28 of the instructions ) |
|---|---|---|---|---|---|
| | (a) Business code | (b) Amount | (c) Exclusion code | (d) Amount | |
| 1 Program service revenue | | | | | |
| a STUDENT LOAN INT | | 11,811 | | 11,811 | 11,811 |
| 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 | | 19 | | 19 | 19 |
| 4 Dividends and interest from securities | | 7,394 | | 7,394 | 7,394 |
| 5 Net rental income or (loss) from real estate | | | | | |
| a Debt-financed property | | | | | |
| b Not debt-financed property | | | | | |
| 6 Net rental income or (loss) from personal property | | | | | |
| 7 Other investment income | | | | | |
| 8 Gain or (loss) from sales of assets other than inventory | | (6,442) | | (6,442) | (6,442) |
| 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) | | 12,782 | | 12,782 | 12,782 |

13 **Total.** Add line 12, columns (b), (d), and (e) . . . 13 38,346

(See worksheet in line 13 instructions on page 28 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) (See page 29 of the instructions ) |
|---|---|
| 1A | INTEREST PAID ON STUDENT LOANS WHICH IS PURPOSE OF TRUST |
| 3 | INTEREST EARNED ON FUNDS KEPT ON HAND TO MAKE STUDENT LOANS |
| 4 | DIVIDENDS FROM FUNDS KEPT ON HAND TO MAKE STUDENT LOANS |
| 8 | LOSSES FROM SALE OF INVESTMENTS TO MAKE STUDENT LOANS |

## 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 |
|---|---|---|---|
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
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| | | | |
| | | | |
| | | | |

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 |
|---|---|---|
| | | |
| | | |
| | | |
| | | |
| | | |

**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

Date: 1-18-11

Title: TRUSTEE

**Paid Preparer's Use Only**

Preparer's signature

Date: 01-11-2011

Check if self-employed ☐

Preparer's identifying number (see Signature on page 30 of the instructions)

Firm's name (or yours if self-employed), address, and ZIP code: Shelton Law Firm
Chariton, IA 50049

EIN

Phone no 641-774-5956

## FORM 990PF, PART II, LINE 7
## OTHER NOTES AND LOANS PAYABLE (SHORT) SCHEDULE

STATEMENT #113

| NAME OF 501C3 ORGANIZATION | AMOUNT |
|---|---|
| STUDENT LOANS RECEIVABLE | 199,737 |
| TOTAL | 199,737 |

PG 01

## FORM 990PF, PART II, LINE 7
## OTHER NOTES AND LOANS PAYABLE (LONG) SCHEDULE

STATEMENT #135

| | |
|---|---|
| **BORROWER'S NAME** | LOW INTEREST STUDENT LOANS |
| **RELATION TO INSIDER** | |
| **ORIGINAL AMOUNT** | $ |
| **BALANCE DUE** | $199,737 |
| **DATE OF NOTE** | OUS -VA |
| **MATURITY DATE** | OUS -VA |
| **REPAYMENT TERMS** | |
| **INTEREST RATE** | 0 |
| **SECURITY** | |
| **PURPOSE** | |
| **LENDER CONSIDERATION** | |
| **FMV OF CONSIDERATION** | |

PG 01

## FORM 990PF, PART II, LINE 10(B)
## INVESTMENTS: CORPORATE STOCK SCHEDULE

STATEMENT #137

| CATEGORY | BOY | BOOK VALUE | EOY FMV |
|---|---|---|---|
| SEI CORE FIXED INC 64 | 111,638 | 112,406 | 116,352 |
| SEI INTL FIXED INC FD 98 | 38,097 | 39,899 | 40,052 |
| SEI INTL EQ PORT | 61,085 | 60,554 | 45,678 |
| SEI LARGE CAP GRWTH INST | 94,107 | 88,087 | 83,048 |
| SEI LARGE CAP VALUE FD | 109,904 | 101,868 | 75,564 |
| SEI SMALL CAP GRWTH FD | 15,820 | 13,702 | 11,374 |
| SEI SMALL CAP VALUE FD | 16,979 | 14,178 | 11,365 |
| TOTALS | 447,630 | 430,694 | 383,433 |

# Federal Supporting Statements

2009

Name(s) as shown on return

FEIN

| | |
|---|---|
| | SEI LGE CAP VALFD 60 CL A |
| | 2000-08 |
| | PURCHASED |
| | 2009-08 |
| | VARIOUS |
| | $4,348 |
| | $ |
| | $ |
| | $ |
| | $6,023 |
| **NAME** | SEI LGE CAP VALFD 60 CL A |
| **DATE ACQUIRED** | 2001-01 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-08 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $2,066 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $2,912 |
| **NAME** | SEI LGE CAP VALFD 60 CL A |
| **DATE ACQUIRED** | 2001-01 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-12 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $335 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $439 |
| **NAME** | SEI LGE CAP VALFD 60 CL A |
| **DATE ACQUIRED** | 2001-07 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-12 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $590 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $780 |

**Federal Supporting Statements** **2009**

Name(s) as shown on return

FEIN

| | |
|---|---|
| | SEI LGE CAP VALFD 60 CL A |
| | 2001-07 |
| | PURCHASED |
| | 2010-03 |
| | VARIOUS |
| | $1,158 |
| | $ |
| | $ |
| | $ |
| | $1,462 |

| | |
|---|---|
| **NAME** | SEI LGE CAP VALFD 60 CL A |
| **DATE ACQUIRED** | 2001-07 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-09 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $237 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $249 |

| | |
|---|---|
| **NAME** | SEI LGE CAP VALFD 60 CL A |
| **DATE ACQUIRED** | 2001-07 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2010-06 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $6,227 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $6,150 |

| | |
|---|---|
| **NAME** | SEI LGE CAP GRTH FD 57 CL A |
| **DATE ACQUIRED** | 2001-07 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-08 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $3,763 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $4,588 |

# Federal Supporting Statements

2009

Name(s) as shown on return

FEIN

| | |
|---|---|
| | SEI LGE CAP GRTH FD 57 CL A |
| | 2001-07 |
| | PURCHASED |
| | 2009-09 |
| | VARIOUS |
| | $521 |
| | $ |
| | $ |
| | $ |
| | $612 |

| | |
|---|---|
| **NAME** | SEI LGE CAP GRTH FD 57 CL A |
| **DATE ACQUIRED** | 2001-07 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-12 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $4,274 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $4,612 |

| | |
|---|---|
| **NAME** | SEI SM CAP VAL FD 58 CL A |
| **DATE ACQUIRED** | 2000-08 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-08 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $747 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $901 |

| | |
|---|---|
| **NAME** | SEI SM CAP VAL FD 58 CL A |
| **DATE ACQUIRED** | 2001-07 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-08 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $361 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $485 |

## Federal Supporting Statements

**2009**

Name(s) as shown on return

FEIN

| | |
|---|---|
| | SEI SM CAP VAL FD 58 CL A |
| | 2001-08 |
| | PURCHASED |
| | 2009-08 |
| | VARIOUS |
| | $211 |
| | $ |
| | $ |
| | $ |
| | $289 |

| | |
|---|---|
| **NAME** | SEI SM CAP VAL FD 58 CL A |
| **DATE ACQUIRED** | 2001-10 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-08 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $260 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $318 |

| | |
|---|---|
| **NAME** | SEI SM CAP VAL FD 58 CL A |
| **DATE ACQUIRED** | 2001-10 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-09 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $17 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $20 |

| | |
|---|---|
| **NAME** | SEI SM CAP VAL FD 58 CL A |
| **DATE ACQUIRED** | 2005-03 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2006-03 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $138 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $199 |

# Federal Supporting Statements

**2009**

Name(s) as shown on return

FEIN

| | |
|---|---|
| | SEI SM CAP VAL FD 58 CL A |
| | 2005-03 |
| | PURCHASED |
| | 2009-12 |
| | VARIOUS |
| | $166 |
| | $ |
| | $ |
| | $ |
| | $229 |
| **NAME** | SEI SM CAP VAL FD 58 CL A |
| **DATE ACQUIRED** | 2005-03 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2010-03 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $465 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $600 |
| **NAME** | SEI SM CAP GRTH FD 67 CL A |
| **DATE ACQUIRED** | 2004-09 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-08 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $435 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $525 |
| **NAME** | SEI SM CAP GRTH FD 67 CL A |
| **DATE ACQUIRED** | 2006-01 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-08 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $563 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $870 |

| Federal Supporting Statements | 2009 |
|---|---|
| Name(s) as shown on return | FEIN |

SEI SM CAP GRTH FD 67 CL A
2006-01
PURCHASED
2009-09
VARIOUS
$202
$
$
$
$295

| | |
|---|---|
| **NAME** | SEI SM CAP GRTH FD 67 CL A |
| **DATE ACQUIRED** | 2006-01 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-12 |
| **PURCHASER** | VAROUS |
| **GROSS SALES** | $271 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $377 |

| | |
|---|---|
| **NAME** | SEI SM CAP GRTH FD 67 CL A |
| **DATE ACQUIRED** | 2006-01 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2010-03 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $14 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $18 |

| | |
|---|---|
| **NAME** | SEI SM CAP GRTH FD 67 CL A |
| **DATE ACQUIRED** | 2006-06 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2010-03 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $178 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $219 |

## Federal Supporting Statements

**2009**

Name(s) as shown on return

FEIN

| | |
|---|---|
| | SEI SM CAP GRTH FD 67 CL A |
| | 2006-09 |
| | PURCHASED |
| | 2010-03 |
| | VARIOUS |
| | $113 |
| | $ |
| | $ |
| | $ |
| | $144 |

| | |
|---|---|
| **NAME** | SEI INTL EQ PORT FD 95 CL A |
| **DATE ACQUIRED** | 2001-01 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-08 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $114 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $171 |

| | |
|---|---|
| **NAME** | SEI INTL EQ PORT FD 95 CL A |
| **DATE ACQUIRED** | 2001-07 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-08 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $3,559 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $4,474 |

| | |
|---|---|
| **NAME** | SEI INTL EQ PORT FD 95 CL A |
| **DATE ACQUIRED** | 2001-07 |
| **HOW ACQUIRED** | PURCHASED |
| **DATE SOLD** | 2009-09 |
| **PURCHASER** | VARIOUS |
| **GROSS SALES** | $861 |
| **SALES EXPENSE** | $ |
| **TOTAL NET** | $ |
| **ACCUMULATED DEPRECIATION** | $ |
| **BASIS** | $1,030 |

| Federal Supporting Statements | 2009 |
|---|---|
| Name(s) as shown on return | FEIN |

SEI INTL FIXED INC FD 96 CL A
2001-07
PURCHASED
2010-06
VARIOUS
$1,432
$
$
$
$1,279

62,800

# Federal Supporting Statements

2009 PG 01

Name(s) as shown on return
HARRY & WINNIE MCNAY EDUCATIONAL TR

Your Social Security Number
42-6252638

FORM 990PF, PART I, LINE 23 - OTHER EXPENSES SCHEDULE

STATEMENT #103

| DESCRIPTION | REVENUE AND EXPENSES | NET INVESTMENT | ADJUSTED NET INCOME | CHARITABLE PURPOSE |
|---|---|---|---|---|
| MISCELLANEOUS EXPENSES | 95 | 95 | 95 | 95 |
| DEFERRED CREDIT POSTINGS | 115 | 115 | 115 | 115 |
| TOTALS | 210 | 210 | 210 | 210 |

PG 01

FORM 990PF, PART I, LINE 11 - OTHER INCOME SCHEDULE

STATEMENT #106

| DESCRIPTION | REVENUE AND EXPENSES | NET INVESTMENT | ADJUSTED NET INCOME |
|---|---|---|---|
| STUDENT LOAN INTEREST | 11,811 | 11,811 | 11,811 |
| TOTALS | 11,811 | 11,811 | 11,811 |

# Federal Supporting Statements

2009 PG 01

Name(s) as shown on return: HARRY & WINNIE MCNAY EDUCATIONAL TR

Your Social Security Number: 42-6252638

FORM 990PF, PART I, LINE 16(A) - LEGAL FEES SCHEDULE

STATEMENT #107

| DESCRIPTION | REVENUE AND EXPENSES | NET INVESTMENT | ADJUSTED NET INCOME | CHARITABLE PURPOSE |
|---|---|---|---|---|
| SHELTON LAW FIRM | 5,790 | 5,790 | 5,790 | 5,790 |
| TOTALS | 5,790 | 5,790 | 5,790 | 5,790 |

PG 01

FORM 990PF, PART I, LINE 18 - TAXES SCHEDULE

STATEMENT #110

| DESCRIPTION | REVENUE AND EXPENSES | NET INVESTMENT | ADJUSTED NET INCOME | CHARITABLE PURPOSE |
|---|---|---|---|---|
| INTERNAL REVENUE SERVICE | 65 | 65 | 65 | 65 |
| TOTALS | 65 | 65 | 65 | 65 |

## Federal Supporting Statements

2009 PG 01

Name(s) as shown on return

HARRY & WINNIE MCNAY EDUCATIONAL TR

Your Social Security Number

42-6252638

### FORM 990PF, PART XV, LINE 2
### APPLICATION SUBMISSION INFORMATION

990APP

**GRANT PROGRAM**

LOW INT STUDENT LOAN

**APPLICANT NAME**

JOHN HAMILTON

**ADDRESS**

GREAT WESTERN BANK,201 MAIN STCHARITON IA 50049

**TELEPHONE**

641-774-4700

**FORM & CONTENT**

SEE ATTACHED APPLICATION AND INSTRUCTIONS

**SUBMISSION DEADLINE**

NONE

**RESTRICTIONS ON AWARD**

APPLICANT MUST BE A RESIDENT OF LUCAS COUNTY, IOWA

990

# Overflow Statement

2009
Page 1

Name(s) as shown on return
HARRY & WINNIE MCNAY EDUCATIONAL TR

FEIN
42-6252638

## GREAT WESTERN BANK MONEY MARKET ACCOUNT

| Description | | Amount |
|---|---|---|
| INTEREST FROM 7/1/09 TO 12/31/09 | $ | 9 |
| INTEREST FROM 1/1/10 TO 6/31/10 | | 10 |
| **Total:** | **$** | **19** |

## COMPENSATION OF OFFICERS

| Description | | Amount |
|---|---|---|
| GREAT WESTERN BANK, OMAHA; TRUSTEE FEES | $ | 5,525 |
| GREAT WESTERN BANK, CHARITON, IA STUDENT LOAN ADMIN FEES | | 5,770 |
| **Total:** | **$** | **11,295** |

## NON-INTEREST BEARING CHECKING ACCOUNT

| Description | | Amount |
|---|---|---|
| GREAT WESTERN BANK 256927 | $ | 67,241 |
| **Total:** | **$** | **67,241** |

## SAVINGS AND TEMPORARY CASH INVESTMENTS

| Description | | Amount |
|---|---|---|
| GREAT WESTERN BANK MONEY MARKET ACCOUNT | $ | 13,706 |
| SEI DAILY INC GOVT II FD | | 3,998 |
| **Total:** | **$** | **17,704** |

Harry & Winnie McNay Educational Tr
Great Western Bk, PO Box 4070
Omaha, NE 68104-0070

Invoice Date: 01/11/2011

**Your 2009 tax return was prepared by William Shelton.**

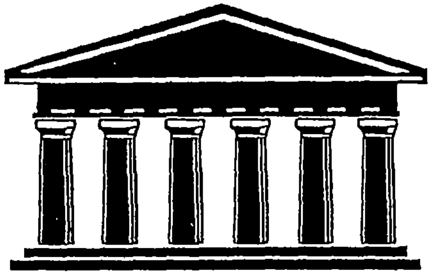
| **Description of Charges** | **Price** |
|---|---|
| **Federal and Supplemental Forms** | |
| Form 990PF - Return of Private Foundation Page 1 | $ |
| Form 990PF - Return of Private Foundation Page 2 | |
| Form 990PF - Return of Private Foundation Page 3 | |
| Form 990PF - Return of Private Foundation Page 4 | |
| Form 990PF - Return of Private Foundation Page 5 | |
| Form 990PF - Return of Private Foundation Page 6 | |
| Form 990PF - Return of Private Foundation Page 7 | |
| Form 990PF - Return of Private Foundation Page 8 | |
| Form 990PF - Return of Private Foundation Page 9 | |
| Form 990PF - Return of Private Foundation Page 10 | |
| Form 990PF - Return of Private Foundation Page 11 | |
| Form 990PF - Return of Private Foundation Page 12 | |
| Form 990PF - Return of Private Foundation Page 13 | |
| Statement 990PF - Other Expenses Schedule | |
| Statement 990PF - Other Income Schedule | |
| Statement 990PF - Legal Fees Schedule | |
| Statement 990PF - Taxes Schedule | |
| Statement 990PF - Other Notes and Loans Receivable (Short) | |
| Statement 990PF - Other Notes and Loans Receivable (Long) | |
| Statement 990PF - Investments: Corporate Stocks Schedule | |
| Statement 990PF - Gain(Loss) from Sale of Other Assets | |
| Statement 990PF - Gain(Loss) from Sale of Other Assets | |
| Statement 990PF - Gain(Loss) from Sale of Other Assets | |
| Statement 990PF - Gain(Loss) from Sale of Other Assets | |
| Statement 990PF - Gain(Loss) from Sale of Other Assets | |
| Statement 990PF - Gain(Loss) from Sale of Other Assets | |
| Statement 990PF - Gain(Loss) from Sale of Other Assets | |
| Statement 990PF - Gain(Loss) from Sale of Other Assets | |
| Statement 990PF - All Other Program Related Investments | |
| 990App - 990PF, Part XV, Application Submission | |
| Attachment - Itemized Listing Attachment | |
| **Total Forms : 31** **Forms Subtotal** | **0.00** |

**Total Balance Due** **0.00**

# THE HARRY and WINNIE McNAY EDUCATION TRUST

## STUDENT LOAN PROGRAM

# 2008



***Great Western Bank serves solely as the trustee and loan administrator of the account. The Bank does not provide funding for these loans. The trust account is a perpetual fund and is dependent upon the repayment of current loans in order for future loans to be available.***

## INTRODUCTION

Harry and Winnie McNay were prominent Lucas County farm operators who demonstrated in their lifetimes a sincere dedication to the educational opportunities of Iowa youth.

The McNays deeded their 480-acre farm southwest of Chariton to the Iowa State University Achievement Fund in 1956. It formed the basis of the present ISU Research Farm and now encompasses nearly 2,000 acres.

Harry McNay attended Iowa State University and was an early leader in land conservation and forage production.

Mr. McNay died July 13, 1975 at the age of 86. His sister, Winnie, had preceded him in death. In his will, Mr. McNay established the "Harry and Winnie McNay Educational Trust." Its sole purpose is to provide low interest loans to Lucas County residents seeking post-high school education.

All residents of the county are grateful for the generosity and thoughtful-ness of the McNays. It is hoped that the assistance provided Lucas County students will forever honor their lives and contribution.

### THE PROGRAM

The Harry and Winnie McNay Education Trust has been established to Lucas County residents with post-high school education. The l committee will take into consideration the following factors when conside applications

1. Number of children in family and amount of time needec complete their education
2. Location and cost of school selected
3. Length of education period (for example: one-year busin courses vs medical school)
4. Use of work opportunities during education years (for exam work study programs)

### ELIGIBILITY

1. The borrower must be a bona fide resident of Lucas Count the time of the application
2. Loans are made directly to the student.
3. <u>He or she is required to sign a promissory note along w their parent/legal guardian in the amount of the loan</u>.

### CRITIERIA

A The following items are required to be included with the application

1. One or more personal written references [1]
2. An outline of goals and current and future plans for education
3. A Letter of Acceptance from the planned educational instituti If this letter is not available at time of application then funds be withheld until it is received [2]

[1] Required of all first time borrowers.

[2] Required for each loan whether first time borrower or additional loan.

B The loan committee will use the following criteria in judging applicant

1. Character of borrower
2. Basic academic promise
3. Financial need.
4. Indication of future ability to pay

### TERMS

1. Loan applications are approved or denied by the McNay Tr Committee
2. **Applications for loans commencing with the Fall Semes must be received by the trustee by no later than June 30 each year. Applications for the Winter/Spring Semes must be received by no later than December 31.**
3. Commitments are made one year at a time. However, studer may apply during successive years for additional loa while in school
4. <u>The maximum which can be borrowed each year is **$5,000.0**</u>
5. The current rate of interest is **7.00% APR.**
6. Interest is charged on a 365/365 basis on the loan and is d and payable annually
7. Repayment of amounts borrowed may, upon request, deferred until one year after graduation or leaving school repayment plan will be negotiated according to the total amo owed. **Repayment will cover a maximum of fifteen (15) yea based on total amount outstanding, after the one year gra period**
8. Loans are available to all county residents and will considered for any post-high school program, including no degree as well as degree programs and short-term vocatior schooling

# Loan Application Form

NOTICE TO APPLICANT. *It is the policy of the Board of the McNay Educational Loan Trust that all educational loans made on behalf of the trust shall be co-signed and guaranteed the applicant's parents/guardians. Exceptions may be made on a case-by-case basis where the applicant is married and/or there are sufficient grounds for waiving this requirement*

Return completed form to:

McNay Educational Trust
Great Western Bank Trustee
201 N Main Street
Chariton, Iowa 50049

Attention:
Patrick F. "Pat" Hartz
(641) 774-4700

Read entire form before you begin writing Answer each question completely and accurately
Be sure to include social security numbers and birth dates on all parties.

PLEASE TYPE OR PRINT LEGIBLY

Date of Application: ____________________

Loan Amount Requested: ____________________

## APPLICANT INFORMATION:

Applicant: ____________ FIRST ____ M INIT ____________ LAST
Soc. Sec. No.: ______________ Driver's Lic. # ____________
Date of Birth: ______________
Home Address: ____________ STREET ________ CITY ________ STATE, ZIP CODE
E-mail Address: ____________________
Home Phone: ______________ Cell Phone: ____________
Employer: ____________________
Work Phone: ______________ Occupation: ____________

## SPOUSE'S INFORMATION: (IF MARRIED)

Spouse's Name: (If Married) ____________ FIRST ____ M INIT ____________ LAST
Soc. Sec. No.: ______________ Driver's Lic. # ____________
Date of Birth: ______________
Mailing Address: ____________ STREET ________ CITY ________ STATE, ZIP CODE
E-mail Address: ____________________
Home Phone: ______________ Cell Phone: ____________
Employer: ____________________
Work Phone: ______________ Occupation: ____________

## ACADEMIC INFORMATION:

Where did/do you attend High School: ____________________

When did/will you graduate: ____________________

School you are/will be attending: ____________________

Where located: ____________________

What grade will you be in during this academic school year

☐ Freshman ☐ Sophomore ☐ Junior ☐ Senior ☐ Other (I.e. Graduate Student)

Have you declared a Major: ☐ Yes ☐ No If so, in what field: ____________________

Do you intend to work while in school: ☐ Yes ☐ No If so, Where: ____________________

## PARENTAL INFORMATION: (If parents are not living, please give name and address of legal guardian)

Father's Name: ____________ FIRST ____ M. INIT ____________ LAST
Soc. Sec. No.: ______________ Driver's Lic. # ____________
Date of Birth: ______________
Home Address: ____________ STREET ________ CITY ________ STATE, ZIP CODE
E-mail Address: ____________________
Home Phone: ______________ Cell Phone: ____________
Employer: ____________________
Work Phone: ______________ Occupation: ____________

Mother's Name: ____________ FIRST ____ M. INIT ____________ LAST
Soc. Sec. No.: ______________ Driver's Lic. # ____________
Date of Birth: ______________
Home Address: ____________ STREET ________ CITY ________ STATE, ZIP CODE
E-mail Address: ____________________
Home Phone: ______________ Cell Phone: ____________
Employer: ____________________
Work Phone: ______________ Occupation: ____________

## *FINANCIAL INFORMATION FOR SCHOOL YEAR*

Please provide information as requested. Incomplete forms will not be processed.

| Income | | Expenses | |
|---|---|---|---|
| Student Contribution | $ ________ | Tuition | $ ________ |
| From family & friends | $ ________ | Room & Board | $ ________ |
| Scholarships, grants | $ ________ | Other | $ ________ |
| Estimated Total Income | $ ________ | Estimated Total Expenses | $ ________ |

## CERTIFICATION

I certify by my signature

To the correctness of the foregoing answers and promise to use the loan granted to me only for the necessary expenses of continuing my education

That I understand and will abide by all requirements of the McNay Trust in connection with this loan, including those relating to notification of any changes in address and educational plans such as dismissal or voluntary leave from school, transfer or graduation

Please attach a copy of the letter of acceptance from the school you will be attending. Prior to issuance of any funds, a copy of the acceptance letter must be on file with the McNay Trust

That I have been accepted at ____________________ Name of School

I plan to complete my education by ____________________

Today's Date ____________________

Signed ____________________ (Signature of Applicant)

***To the parents/guardian:

I am aware that my child is applying for this loan. In the event that these funds are not repaid as agreed by the student, I will be responsible for the repayment of this loan and personally guarantee payment of the promissory note executed by my child in conjunction with this loan.

Signed

IN THE IOWA DISTRICT COURT FOR LUCAS COUNTY

IN THE MATTER OF THE
TESTAMENTARY TRUST OF HARRY
McNAY, DECEASED, KNOWN AS "THE
HARRY AND WINNIE MCNAY
EDUCATION TRUST

PROBATE NO. 7953

THIRTY-FIRST ANNUAL
REPORT OF TRUSTEE

FILED
2011 JAN 24 PM 1:29

Great Western Bank, as Trustee, for its Annual Report covering the period of time beginning July 1, 2009 and ending June 30, 2010, states as follows, to-wit:

1. This Annual Report covers that period of time from the last annual report of the trust up to and including June 30, 2010.

2. The Trustee, for tax purposes, elected a fiscal year covering a fiscal year commencing July 1 and ending June 30, and that therefore the Annual Report of Trustee is on the same fiscal year basis.

3. The executors of the Estate of Harry McNay, deceased, have heretofore distributed and transferred to said Trustee, the assets available for distribution from the Estate of Harry McNay, deceased, and a schedule of said assets is reported in Initial Trust Inventory heretofore filed.

4. The Trustee, for the fiscal year ending June 30, 2010, has had income and has made disbursements therefrom. That the cash accounting of the Trustee is attached hereto as Exhibit "A" and by reference the same is made a part hereof.

5. The Trustee also sets forth as a part of Exhibit "A" attached hereto an inventory of all trust assets as of June 30, 2010.

6. The Loan Committee and the Trustee have adopted procedures and guidelines to be utilized in taking applications for student loans, approving or disapproving the said applications, the note form to be utilized, the interest to be charged, the terms of repayment and

all other matters relative to the implementation of the trust's purpose and intent. That the Loan Committee has approved and the Trustee has made student loans to the persons in the amounts set forth in the schedule made a part of "Exhibit A" attached hereto.

7. The loan committee members are Craig Scott, William Paul Marner and Ruth Smith.

8. Great Western Bank as Trustee, has rendered valuable and necessary services to the Trust. Its services cover management of the trust assets and the trust administration. The trust officer of Great Western Bank has devoted many hours in attending to trust matters and Great Western Bank should be allowed a fair and reasonable trustee's fee for said services in the sum of $5,687.82. An itemized statement for these services, is attached as Exhibit "B".

9. Under the supervision of the trustee, Great Western Bank of Chariton, Iowa, has processed the student loan applications and has assisted the Loan Committee in reviewing the said applications, makes the loans, and in general answers all inquiries relative to the availability of student loans and the terms thereof as well as making disbursements and receiving payments of the loans. Great Western Bank of Chariton, Iowa, has devoted many hours to the administration of these student loans and should be allowed a fair and reasonable fee in the amount of $3,640.00. An itemized statement of the services rendered by Great Western Bank of Chariton, Iowa, and an itemized list of supplies used is attached hereto as Exhibit "C".

10. William L. Shelton of Shelton Law Firm, a professional corporation, has acted as attorney for the said Trustee and the Trust and has rendered valuable and necessary services to the Trust and the Trustee. That said services consist of the preparation of Department of Treasury Form 990-PF (Return of Private Foundation Exempt from Income Tax) as well as other forms and returns required by law and this Annual Report of Trustee and a general review of

their activities. That the lawyer members of the firm of Shelton Law Firm have devoted many hours of their time in rendering services to the Trust and the Trustee. That the Court should determine and fix a fair and reasonable attorney fee for their services rendered herein up through the filing of the Annual Report of Trustee in the sum of $5,800.00.

WHEREFORE, Great Western Bank, Trustee of the Harry and Winnie McNay Education Trust prays that the above and foregoing Annual Report of Trustee be approved and confirmed; that the members of the Loan Committee be re-appointed; that the fee for Great Western Bank of Chariton, Iowa, for processing and administrating the student loans be determined, fixed and allowed for the period from July 1, 2009 through June 30, 2010; that the fee for Great Western Bank Trust Department, Omaha, NE for management of the trust assets and the trust administration be determined, fixed and allowed for the period from July 1, 2009 through June 30, 2010; that an attorney fee be determined, fixed and allowed for Shelton Law Firm for legal services rendered from July 1, 2008 through June 30, 2009, and for such other and further orders in the premises as may be necessary and appropriate.

Great Western Bank, Omaha, NE,
Trustee of Harry and Winnie McNay
Education Trust

By: ______________________________
Thomas V. Van Robays
Vice President and Trust Officer
Great Western Bank
9200 West Dodge, Suite 202
Omaha, NE 68114

STATE OF NEBRASKA, Douglas COUNTY) ss

I, Thomas V. Van Robays, being first duly sworn on oath depose and state that I am Vive President and Trust Officer for Great Western Bank, Omaha, NE; that I have read the above and foregoing Annual Report of Trustee and that the statements and allegations therein are true and correct as I verily believe; that I am authorized by the Board of Directors of Great Western Bank to act as Trust Officer and to make this verification.

Thomas V. Van Robays

Subscribed and sworn to before me by Thomas V. Van Robays, this 19th day of January, 2011.

Karen M Pohl

NOTARY PUBLIC IN AND FOR SAID STATE

GENERAL NOTARY-State of Nebraska
KAREN M. POHL
My Comm Exp Feb 8 2012

# HARRY AND WINNIE MCNAY EDUCATION TRUST
# CHARITON, IOWA 50049
# YEAR BEGINNING 7-1-2009 AND ENDING ON 6-30-2010

EXHIBIT "A" - page 1

## RECEIPTS

| | | |
|---|---|---|
| **INTEREST:** | | |
| Student Loan Interest Payments | $11,903.00 | |
| Interest from Money Market Account | $19.00 | |
| **TOTAL INTEREST** | | **$11,922.00** |
| **LOAN REPAYMENTS** | | **31,819.00** |
| **DIVIDENDS FROM MUTUAL FUNDS** | | **7,394.00** |
| **CAPITAL GAINS** | | **-6,642.00** |
| **TOTAL RECEIPTS** | | **$44,493.00** |

# HARRY AND WINNIE MCNAY EDUCATION TRUST
# CHARITON, IOWA 50049
# YEAR BEGINNING 7-1-2009 AND ENDING ON 6-30-2010

EXHIBIT "A" - page 2

## DISBURSEMENTS

| | | |
|---|---|---|
| **STUDENT LOANS ISSUED FROM 7-1-2009 TO 6-30-2010** | | |
| **TOTAL STUDENT LOANS ISSUED AS SHOWN ON ATTACHED LIST** | | **$62,800.00** |
| **EXPENSES:** | | |
| IRS-Excise tax on Investment Income | $65.00 | |
| Great Western Bank, Trustee fees from July 1, 2008 to June 30, 2009 allowed by Court Order dated August 24, 2009 | 5,525.00 | |
| Great Western Bank, Chariton Iowa, fees for administering the student loans from July 1, 2008, to June 30, 2009 allowed by Court Order dated August 24, 2009 | 5,770.00 | |
| Shelton Law Firm. legal fees for services rendered to the trust from July 1, 2008, through June 30, 2009, allowed by Court Order dated August 24, 2009 | 5,790.00 | |
| Miscellaneous Expenses | 302.00 | |
| **TOTAL OTHER EXPENSES:** | | **17,452.00** |
| **TOTAL DISBURSEMENTS** | | **$80,252.00** |

# HARRY AND WINNIE MCNAY EDUCATION TRUST
# CHARITON, IOWA 50049
# YEAR BEGINNING 7-1-2009 AND ENDING ON 6-30-2010

EXHIBIT "A" - page 3

## RECAPITULATION OF CASH & INVESTMENTS

| | | | |
|---|---|---|---|
| Beginning Balances 7-1-2009 | | | |
| Checking Account No. 256927 | $86,622.00 | | |
| Money Market Account No. 107400057 | 13,687.00 | | |
| SEI Daily Inc Gov't II Portfolio | 3,459.00 | | |
| Mutual Funds | 447,630.00 | | |
| Total Beginning Balances: | | 551,398.00 | |
| Receipts from 7-1-2009 through 6-30-2010 | | 44,493.00 | |
| **TOTAL RECEIPTS** | | | 595,891.00 |
| LESS: DISBURSEMENTS | | | -80,252.00 |
| **ENDING BALANCE 6-30-2010** | | | **$515,639.00** |

## Inventory of Cash & Investments

| | |
|---|---|
| **Checking Account No.256927, Great Western Bank, 201 North Main Street, Chariton, Iowa 50049** | **$67,241.00** |
| **Money Market Account No. 1074000507, Great Western Bank, 201 North Main Street, Chariton, Iowa 50049** | **$13,706.00** |
| **SEI Daily Inc Government II Portfolio** | **3,998.00** |
| **Mutual Funds** | **430,694.00** |

**TOTAL OF CASH EQUIVALENTS AND INVESTMENTS: $515,639.00**

# HARRY AND WINNIE MCNAY EDUCATION TRUST
# CHARITON, IOWA 50049
# YEAR BEGINNING 7-1-2009 AND ENDING ON 6-30-2010

EXHIBIT "A" - Page 4

## STUDENT LOAN RECONCILIATION

**Student Loans Outstanding:**

| | | |
|---|---|---|
| Beginning Balance 7-1-2009 | $168,756.00 | |
| New Loans issued from 7-1-2009 through 6-30-2010 | 62,800.00 | |
| LESS: Principal payments received from 7-1-2009 through 6-30-2010 | -31,819.00 | |
| **STUDENT LOANS OUTSTANDING - ENDING BALANCE AS OF 6-30-2008** | | **$199,737.00** |
| **TOTAL ENDING BALANCE OF CASH AND INVESTMENTS AND STUDENT LOAN ACCOUNT** | | **$715,376.00** |

# HARRY AND WINNIE MCNAY EDUCATION TRUST
# CHARITON, IOWA 50049
# YEAR BEGINNING 7-1-2009 AND ENDING ON 6-30-2010
## EXHIBIT "A" - Page 5

## NEW STUDENT LOANS

| RECIPIENT | AMOUNT |
|---|---|
| Nicole Messamer | 5,000.00 |
| Keil Miller | 5,000.00 |
| Alyssa Beatty | 5,000.00 |
| Tiffany Chandler | 5,000.00 |
| Tyler Shore | 5,000.00 |
| Sheri Shore | 5,000.00 |
| Bailey Smith | 10,000.00 |
| Ashley Wright | 5,000.00 |
| Alison Wright | 5,000.00 |
| Bret White | 5,000.00 |
| Heather Sotter | 5,000.00 |
| Tara Wilson | 2,800.00 |
| **TOTAL NEW STUDENT LOANS** | **$62,800.00** |

```
JUN 30, 2010                                                                                                                      416
                                                                                                                          PAGE    979
                                              COMPUTATION OF COMMISSIONS FOR JUNE

ACCOUNT NAME:    HARRY & WINNIE MCNAY                    FEE SCHEDULE NO:  T3                                 FEE Y/E:   06/30/2010
ACCOUNT NUMBER:  34006793305                             FEE SCHEDULE NAME: 95 BP (77) WITH TRANSACTION FEES  FEE FREQ:  ANNUAL

ASSET HOLDING CHARGES
    ON ALL ASSETS

    MARKET VALUE CHARGES
          0.9500% OF      500,000.00                                               =        4,750.00
          0.7000% OF      133,117.18                                               =          931.82
                                                                               TOTAL =        5,681.82

                                 ANNUAL (     5,681.82)        ASSET HOLDING CHARGES =        5,681.82

                                              TOTAL SUBJECT TO MINIMUM FEE, DISCOUNT =        5,681.82
                                                                               TOTAL =        5,681.82

                                                                       TOTAL ASSET HOLDING CHARGES  =        5,681.82

TRANSACTION CHARGES
    ON DISBURSEMENTS

    NUMBER OF TRANSACTIONS CHARGES
          2.0000 PER TRANS ON         3 TRANS                                      =            6.00

                                        TOTAL CHARGES ON TRANSACTIONS - YEAR TO DATE =            6.00
                                        LESS TRANSACTION CHARGES - PRIOR PERIODS     =            0.00
                                          NET TRANSACTIONS CHARGES - THIS PERIOD     =            6.00

                                              TOTAL SUBJECT TO MINIMUM FEE, DISCOUNT =            6.00
                                                                               TOTAL =            6.00

                                                                       TOTAL TRANSACTION CHARGES    =            6.00

BASIC FEE CHARGES

                                                             TOTAL SUBJECT TO MINIMUM FEE, DISCOUNT =        5,687.82
                                                ANNUAL (     2,000.00)                  MINIMUM FEE =        2,000.00

                                                                TOTAL CALCULATED CHARGES FOR PERIOD =        5,687.82

                                                                                          TOTAL CHARGES FOR PERIOD =        5,687.82
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EXHIBIT "B"

**Great Western Bank**℠
Making Life Great
Member FDIC

November 12, 2010

**Harry and Winnie McNay Educational Trust**
**Loan Committee Members**
**Chariton, Iowa 50049**

**IN RE: Annual Report to Loan Committee**

Dear Committee Members,

For the fiscal year 07/01/2009 thru 06/30/2010, please find the following:

- Exhibit " A " that shows principal received on outstanding student loans in the amount of $17,925.87 and interest received in the amount of $9,646.36
- Exhibit " B " that shows principal received on paid-off loans in the amount of $4,427.49 and interest received in the amount of $1,281.51
- Total principal received on outstanding loans and paid-off loans was $22,353.36 and total interest received on outstanding loans and paid-off loans was $10,927.87.
- Consolidation loans to existing borrowers ( Ashley Brown- $5,000.96, Chelsey Wickett- $11,077.85, Cameron Willis- $4,021.48, James Chester- $1,568.89 ) totaled $20,100.29
- New loans ( Keil Miller- $5,000.00, Nicole Messamer- $5,000.00, Tiffany Chandler- $5,000.00, Tyler Shore- $5,000.00, Sheri Shore- $5,000.00, Heather Sotter- $5,000.00, Bailey Smith- $5,000.00, Ashley Wright- $5,000.00, Alison Wright- $5,000.00, Alyssa Beatty- $5,000.00, Brett White- $5,000.00, Bailey Smith- $5,000.00, Tara Wilson- $2,800.00 ) totaled $62,800.00
- Monthly statements for checking account #256927 for the period 07/01/2009 thru 06/30/2010
- Monthly statements for money market/high yield savings account #1074000507 for the period 07/01/2009 thru 06/30/2010

A total of 44 student loans were outstanding on 06/30/2010. The charges for the bank's administration of this loan portfolio for the period ending 06/30/2010 is $3,640.00 ( Jack Henry Silver Lake System- $1,000.00 and 44 loans @ $60/loan- $2,640.00 ).

Sincerely,

John Hamilton, Market President
Great Western Bank
201 N. Main Street, Chariton, Iowa 50049

EXHIBIT "C"

FILED
2011 JAN 24 PM 1:34
[illegible] CLERK OF [illegible] COURT

# IN THE IOWA DISTRICT COURT FOR LUCAS COUNTY

IN THE MATTER OF THE
TESTAMENTARY TRUST OF HARRY
McNAY, DECEASED, KNOWN AS "THE
HARRY AND WINNIE MCNAY
EDUCATION TRUST

PROBATE NO. 7953

## ORDER APPROVING THIRTY-FIRST ANNUAL REPORT OF TRUSTEE

BE IT REMEMBERED that on the 24 day of Jan, 2011, the Thirty-first Annual Report of Trustee comes on for hearing before the Court, and the Court after examination of the records and files herein and after hearing the evidence and upon being fully advised in the premises, FINDS, ORDERS, ADJUDGES, and DECREES as follows, to-wit:

1. Said Annual Report of Trustees covers that period of time from the last annual report of the Trustee up to and including June 30, 2010.

2. Great Western Bank, Omaha, NE, Trustee of the Harry and Winnie McNay Education Trust has attached to said Annual Report of Trustee, as "Exhibit A" a cash accounting wherein it sets forth its receipts, disbursements, and inventory as of June 30, 2010.

3. Said Trustee sets forth as a part of said "Exhibit A" a schedule of all student loans approved by the Loan Committee and finalized by the said Trustee and its agents from July 1, 2009 up to and including June 30, 2010.

4. Said Annual Report of Trustee covering that period of time from the July 1, 2009, up to and including June 30, 2010, should be and the same is hereby approved and confirmed.

5. The members of the Student Loan Committee are hereby reappointed for another year.

6. Great Western Bank, Omaha. NE, trustee, has rendered valuable and necessary services to the trust. Said trustee is hereby allowed a Trustee's fee of $5,687.82 for its services rendered from July 1, 2009 through June 30, 2010.

7. Great Western Bank, Chariton, Iowa, has rendered valuable and necessary services to the trust in administering and processing the student loans. Attached to the Annual Report of Trustee is Exhibit C, an itemized statement of the charges for services and supplies furnished by Great Western Bank, Chariton, Iowa, in processing and administering the student loans. Great Western Bank, Chariton, Iowa is hereby allowed a fee of $3,640.00 for its services rendered from July 1, 2009 through June 30, 2010.

8. Shelton Law Firm has rendered valuable and necessary legal services to the Trust and the Trustee and it is hereby allowed a fair and reasonable attorney fee of $5,800.00 for its services rendered from the last annual report of the Trust up through the filing of said Annual Report of Trustee.

Gary G Kimes

JUDGE--FIFTH JUDICIAL DISTRICT OF IOWA