



See a Social Security Number? Say Something!  
Report Privacy Problems to <https://public.resource.org/privacy>  
Or call the IRS Identity Theft Hotline at 1-800-908-4490



Department of the Treasury  
Internal Revenue ServiceReturn of Private Foundation  
or Section 4947(a)(1) Nonexempt Charitable Trust  
Treated as a Private Foundation

OMB No 1545-0052

2009

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

For calendar year 2009, or tax year beginning AUG 1, 2009, and ending JUL 31, 2010

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 <b>J B &amp; MARGARET BLAUGRUND FOUNDATION</b>		A Employer identification number <b>74-6040400</b>
	Number and street (or P O box number if mail is not delivered to street address)	Room/suite	B Telephone number <b>915-533-1747</b>
	City or town, state, and ZIP code <b>EL PASO, TX 79902</b>		C If exemption application is pending, check here <input type="checkbox"/>
			D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
H Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation			E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col (c), line 16) \$ <b>2,235,546.</b>		J Accounting method: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____	F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

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)
1	Contributions, gifts, grants, etc., received				
2	Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch. B				
3	Interest on savings and temporary cash investments	5.	5.	5.	STATEMENT 1
4	Dividends and interest from securities	102,570.	102,570.	102,570.	STATEMENT 2
5a	Gross rents				
b	Net rental income or (loss)				
6a	Net gain or (loss) from sale of assets not on line 10	-25,417.			
b	Gross sales price for all assets on line 6a	59,791.			
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				
12	Total. Add lines 1 through 11	77,158.	102,575.	102,575.	
13	Compensation of officers, directors, trustees, etc.	0.	0.	0.	0.
14	Other employee salaries and wages				
15	Pension plans, employee benefits				
16a	Legal fees				
b	Accounting fees	3,225.	0.	0.	0.
c	Other professional fees				
17	Interest				
18	Taxes	4,345.	0.	0.	0.
19	Depreciation and depletion				
20	Occupancy				
21	Travel, conferences, and meetings				
22	Printing and publications				
23	Other expenses	60.	0.	0.	0.
24	Total operating and administrative expenses. Add lines 13 through 23	7,630.	0.	0.	0.
25	Contributions, gifts, grants paid	109,250.			109,250.
26	Total expenses and disbursements. Add lines 24 and 25	116,880.	0.	0.	109,250.
27	Subtract line 26 from line 12:				
a	Excess of revenue over expenses and disbursements	-39,722.			
b	Net investment income (if negative, enter -0-)		102,575.		
c	Adjusted net income (if negative, enter -0-)			102,575.	

Part II Balance Sheets		Beginning of year	End of year	
			(a) Book Value	(b) Book Value
Assets	1 Cash - non-interest-bearing	223,341.	209,582.	209,582.
	2 Savings and temporary cash investments	43,089.	47,185.	47,185.
	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	3,120.	3,400.	3,400.
	10a Investments - U.S. and state government obligations			
	b Investments - corporate stock STMT 7	1,181,510.	1,146,303.	1,308,103.
	c Investments - corporate bonds STMT 8	613,916.	618,786.	667,276.
	11 Investments - land, buildings, and equipment basis ▶ Less accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other			
Liabilities	14 Land, buildings, and equipment; basis ▶ Less accumulated depreciation ▶			
	15 Other assets (describe ▶ STATEMENT 9)	-19,623.	210,290.	0.
	16 Total assets (to be completed by all filers)	2,045,353.	2,235,546.	2,235,546.
	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 ▶ <input type="checkbox"/> 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 ▶ <input checked="" type="checkbox"/> and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	598,316.	598,316.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	1,447,037.	1,637,230.	
	30 Total net assets or fund balances	2,045,353.	2,235,546.	
	31 Total liabilities and net assets/fund balances	2,045,353.	2,235,546.	

## 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	2,045,353.
2 Enter amount from Part I, line 27a	2	-39,722.
3 Other increases not included in line 2 (itemize) ▶ SEE STATEMENT 6	3	229,915.
4 Add lines 1, 2, and 3	4	2,235,546.
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	2,235,546.

**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.)
<b>1a PER SCHEDULE ATTACHED</b>			<b>P</b>	<b>VARIOUS</b>	<b>VARIOUS</b>
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)
<b>a</b> 59,791.		85,208.	-25,417.
b			
c			
d			
e			

  

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(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	
<b>a</b>			-25,417.
b			
c			
d			
e			

  

<b>2</b> 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	<b>2</b>	-25,417.
<b>3</b> 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		<b>3</b>	0.

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period?

☒ Yes ☐ No

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

**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			
2007			
2006			
2005			
2004			

  

<b>2</b> Total of line 1, column (d)	<b>2</b>
<b>3</b> 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	<b>3</b>
<b>4</b> Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	<b>4</b>
<b>5</b> Multiply line 4 by line 3	<b>5</b>
<b>6</b> Enter 1% of net investment income (1% of Part I, line 27b)	<b>6</b>
<b>7</b> Add lines 5 and 6	<b>7</b>
<b>8</b> Enter qualifying distributions from Part XII, line 4	<b>8</b>

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 <input type="checkbox"/> and enter "N/A" on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary-see instructions)		1	2,052.
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b			
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b)		2	0.
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		3	2,052.
3 Add lines 1 and 2		4	0.
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		5	2,052.
5 Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-			
6 Credits/Payments:			
a 2009 estimated tax payments and 2008 overpayment credited to 2009	6a 3,400.	7	3,400.
b Exempt foreign organizations - tax withheld at source	6b	8	
c Tax paid with application for extension of time to file (Form 8868)	6c	9	
d Backup withholding erroneously withheld	6d	10	1,348.
7 Total credits and payments. Add lines 6a through 6d		11	0.
8 Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached			
9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed			
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid			
11 Enter the amount of line 10 to be: Credited to 2010 estimated tax <input type="checkbox"/> 1,348. Refunded <input type="checkbox"/>			

**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?		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		X
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. <input type="checkbox"/> \$ 0. (2) On foundation managers. <input type="checkbox"/> \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers <input type="checkbox"/> \$ 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		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		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T		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?		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.	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) <input type="checkbox"/> NONE		
b If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation	X	
9 Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2009 or the taxable year beginning in 2009 (see instructions for Part XIV)? If "Yes," complete Part XIV		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

N/A

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

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13		X

Website address ► **NONE**

14 The books are in care of ► **YETA ANN MARKS** Telephone no. ► **915-533-1747**  
 Located at ► **4000 N STANTON, EL PASO, TX** ZIP+4 ► **79902**

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here ☐  
 and enter the amount of tax-exempt interest received or accrued during the year ► **15** **N/A**

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

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

	Yes	No
1a During the year did the foundation (either directly or indirectly):		
(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
(6) Agree to pay money or property to a government official? (Exception: Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.)	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
b If any answer is "Yes" to 1a(1)-(6), did any of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 20 of the instructions)? Organizations relying on a current notice regarding disaster assistance check here	<b>N/A</b>	1b
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?	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	
If "Yes," list the years ► <b>2007</b> , _____ , _____ , _____		
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.)		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?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
b If "Yes," did it have excess business holdings in 2009 as a result of (1) any purchase by the foundation or disqualified persons after May 26, 1969; (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2009)	<b>N/A</b>	3b
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a
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

Form 990-PF (2009)

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

5a During the year did the foundation pay or incur any amount to:

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?

☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?

☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes?

☐ Yes ☒ No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)?

☐ 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

6b

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?

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
YETA ANN MARKS	PRESIDENT			
4000 N STANTON				
EL PASO, TX 79902	10.00	0.	0.	0.
J. ALAN MARKS	SECTY-TREASURER			
240 VALLEY HIGH S.W.				
ALBUQUERQUE, NM 87105	0.00	0.	0.	0.
JAN S. MARKS	VICE-PRESIDENT			
157 MARVIEW WAY				
SAN FRANCISCO, CA 94131	0.00	0.	0.	0.

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

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

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

0

Form 990-PF (2009)



**Part X** Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see instructions.)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	1,875,591.
b	Average of monthly cash balances	1b	261,599.
c	Fair market value of all other assets	1c	3,400.
d	Total (add lines 1a, b, and c)	1d	2,140,590.
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	2,140,590.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	32,109.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	2,108,481.
6	Minimum investment return. Enter 5% of line 5	6	105,424.

**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	105,424.
2a	Tax on investment income for 2009 from Part VI, line 5	2a	2,052.
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	2,052.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	103,372.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	103,372.
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	103,372.

**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	109,250.
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	109,250.
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	109,250.

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

**Part XIII Undistributed Income** (see instructions)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
<b>1</b> Distributable amount for 2009 from Part XI, line 7				103,372.
<b>2</b> Undistributed income, if any, as of the end of 2009				
<b>a</b> Enter amount for 2008 only			100,872.	
<b>b</b> Total for prior years. 2007, _____, _____		3,204.		
<b>3</b> Excess distributions carryover, if any, to 2009:				
<b>a</b> From 2004				
<b>b</b> From 2005				
<b>c</b> From 2006				
<b>d</b> From 2007				
<b>e</b> From 2008				
<b>f</b> Total of lines 3a through e	0.			
<b>4</b> Qualifying distributions for 2009 from Part XII, line 4: ▶ \$ 109,250.				
<b>a</b> Applied to 2008, but not more than line 2a			100,872.	
<b>b</b> Applied to undistributed income of prior years (Election required - see instructions)		0.		
<b>c</b> Treated as distributions out of corpus (Election required - see instructions)	0.			
<b>d</b> Applied to 2009 distributable amount				8,378.
<b>e</b> Remaining amount distributed out of corpus	0.			
<b>5</b> Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a))	0.			0.
<b>6</b> Enter the net total of each column as indicated below:				
<b>a</b> Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	0.			
<b>b</b> Prior years' undistributed income. Subtract line 4b from line 2b		3,204.		
<b>c</b> 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.		
<b>d</b> Subtract line 6c from line 6b. Taxable amount - see instructions		3,204.		
<b>e</b> Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
<b>f</b> Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				94,994.
<b>7</b> Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
<b>8</b> Excess distributions carryover from 2004 not applied on line 5 or line 7	0.			
<b>9</b> Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	0.			
<b>10</b> Analysis of line 9:				
<b>a</b> Excess from 2005				
<b>b</b> Excess from 2006				
<b>c</b> Excess from 2007				
<b>d</b> Excess from 2008				
<b>e</b> Excess from 2009				







<b>Part XVII</b>	<b>Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations</b>
------------------	--

		Yes	No
<b>1</b>	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?		
<b>a</b>	Transfers from the reporting foundation to a noncharitable exempt organization of:		
	(1) Cash		<b>X</b>
	(2) Other assets		<b>X</b>
<b>b</b>	Other transactions:		
	(1) Sales of assets to a noncharitable exempt organization		<b>X</b>
	(2) Purchases of assets from a noncharitable exempt organization		<b>X</b>
	(3) Rental of facilities, equipment, or other assets		<b>X</b>
	(4) Reimbursement arrangements		<b>X</b>
	(5) Loans or loan guarantees		<b>X</b>
	(6) Performance of services or membership or fundraising solicitations		<b>X</b>
<b>c</b>	Sharing of facilities, equipment, mailing lists, other assets, or paid employees		<b>X</b>
<b>d</b>	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.		

[illegible]

**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		

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.

Sign Here	Signature of officer or trustee <i>Yeta Ann Marks</i>		Date <i>Sept 30, 2010</i>		Title <i>President</i>	
	Preparer's signature <i>Jane Nussbaum, CPA</i>		Date <i>09/24/10</i>		Check if self-employed <input type="checkbox"/>	
Paid Preparer's Use Only	Firm's name (or yours if self-employed), address, and ZIP code <b>NUSSBAUM, TORRES &amp; COMPANY, P.C.          221 N. KANSAS, SUITE 901          EL PASO, TX 79901-1443</b>		EIN <input type="checkbox"/>			
			Phone no. <b>915-533-6933</b>			

Form **990-PF** (2009)

---



---

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


---

SOURCE	AMOUNT
INTEREST ON TEMPORARY CASH INVESTMENTS	5.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	5.

---



---



---



---

**FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2**


---

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
FROM SECURITIES	102,570.	0.	102,570.
TOTAL TO FM 990-PF, PART I, LN 4	102,570.	0.	102,570.

---



---



---



---

**FORM 990-PF ACCOUNTING FEES STATEMENT 3**


---

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	3,225.	0.	0.	0.
TO FORM 990-PF, PG 1, LN 16B	3,225.	0.	0.	0.

---



---



---



---

**FORM 990-PF TAXES STATEMENT 4**


---

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
EXCISE TAX	4,345.	0.	0.	0.
TO FORM 990-PF, PG 1, LN 18	4,345.	0.	0.	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
MISCELLANEOUS EXPENSES	60.	0.	0.	0.
TO FORM 990-PF, PG 1, LN 23	60.	0.	0.	0.

FORM 990-PF	OTHER INCREASES IN NET ASSETS OR FUND BALANCES	STATEMENT	6
-------------	--	-----------	---

DESCRIPTION	AMOUNT
INCREASE IN UNREALIZED GAIN ON INVESTMENTS	229,915.
TOTAL TO FORM 990-PF, PART III, LINE 3	229,915.

FORM 990-PF	CORPORATE STOCK	STATEMENT	7
-------------	-----------------	-----------	---

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
PER SCHEDULE ATTACHED	1,146,303.	1,308,103.
TOTAL TO FORM 990-PF, PART II, LINE 10B	1,146,303.	1,308,103.

FORM 990-PF	CORPORATE BONDS	STATEMENT	8
-------------	-----------------	-----------	---

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
PER SCHEDULE ATTACHED	618,786.	667,276.
TOTAL TO FORM 990-PF, PART II, LINE 10C	618,786.	667,276.

FORM 990-PF

OTHER ASSETS

STATEMENT 9

DESCRIPTION	BEGINNING OF YR BOOK VALUE	END OF YEAR BOOK VALUE	FAIR MARKET VALUE
UNREALIZED GAIN ON INVESTMENTS	-19,623.	210,290.	0.
TO FORM 990-PF, PART II, LINE 15	-19,623.	210,290.	0.

## J.B. &amp; MARGARET BLAUGRUND FOUNDATION 74-6040400

## INVESTMENTS &amp; GAINS &amp; LOSSES

7/31/2010

## PART II - LINE 10 &amp; PART IV

SHARES/ UNITS	DESCRIPTION	DATE ACQUIRED	BALANCE 7/31/2009	FMV 7/31/2009	PURCHASES	MATURITIES	SALES	GAIN (LOSS)	BALANCE 7/31/2010	FMV 7/31/2010
1300	DUNCAN ENERGY PARTNERS	9/11/07	32,115 00	24,141 00					32,115 00	36,101 00
57	FAIRPOINT COMMUNICATIONS	SB	395 58	33 63					395 58	2 28
1200	RIVERSOURCE LASALLE INTL RE	5/24/07	30,594 44	7,776 00					30,594 44	9,456 00
737	FRONTIER COMMUNICATIONS INC(SPINOFF 'SB	7/2/10								5,630 68
TOTAL STOCKS			1,181,510.33	1,177,094.56					1,146,303.23	1,308,102.98
30000	PEPSICO INC NOTES 11/1/08	ML								
20000	US TREAS BOND 7 25%	ML	19,400 04	25,095 40					19,400 04	25,806 20
40000	TIME WARNER 7 25 DEB	ML	40,233 83	44,006 80					40,233 83	47,982 40
7000	FORD MOTOR 5 8	SB	0 00	0 00					0 00	
14000	FORD MOTOR CREDIT	SB	13,956 56	13,145 58					13,956 56	14,469 84
25000	SEARS ROEBUCK	SB	24,692 50	16,250 00					24,692 50	24,250 00
25000	GMAC 7 25%	SB	25,000 00	18,411 00					25,000 00	24,830 50
25000	HOUSEHOLD FINANCE 7 0%	SB	24,891 25	26,479 25					24,891 25	27,014 00
25000	WYETH 5 5 %	SB	24,423 00	27,266 25					24,423 00	28,287 25
25000	GMAC 7%	SB	25,240 00	22,292 50					25,240 00	25,470 50
48000	HSBC FINANCE CORP	ML	48,000 00	40,881 60					48,000 00	47,693 76
45000	GENERAL ELECTRIC CAP 4 875%	SB	42,980 00	43,005 60					42,980 00	45,099 45
56000	AVON PRODUCTS	ML	48,539 00	52,223 36					48,539 00	58,354 24
25000	HARTFORD LIFE INSURANCE	ML	25,000 00	22,379 30		25,000 00			50,000 00	53,247 50
50000	GENERAL ELECTRIC CAP 5 1%	ML	50,000 00	49,698 50						
25000	PRINCIPAL LIFE INC 5 8%	ML	25,000 00	24,886 50		25,000 00			71,723 75	71,381 25
75000	CITIGROUP GLOBAL MARKETS	SB	71,723 75	61,013 25					25,000 00	25,981 78
25000	CD-M&T BANK	ML	25,000 00	25,694 45					50,000 00	55,053 50
50000	GENERAL ELECTRIC 5 75%	ML	50,000 00	50,651 50					29,837 00	38,169 60
35000	GENERAL ELECTRIC 5 625%	ML	29,837 00	35,327 25					54,869 08	54,184 50
50000	GENERAL ELECTRIC 5 625%	ML								
TOTAL BONDS			613,916.93	598,708.09					618,786.01	667,276.27
TOTAL INVESTMENTS			1,795,427.26	1,775,802.65	54,869.08	59,790.50		-25,416.60	1,765,089.24	1,975,379.25

**J.B. & MARGARET BLAUGRUND FOUNDATION** 74-6040400  
**INVESTMENTS & GAINS & LOSSES**  
7/31/2010

**PART II - LINE 10 & PART IV**

SHARES/ UNITS	DESCRIPTION	DATE ACQUIRED	BALANCE 7/31/2009	FMV 7/31/2009	SALES PURCHASES	GAIN (LOSS)	BALANCE 7/31/2010	FMV 7/31/2010
233 AT&T	SB	03/07/85	25,374 25	6,111 59			25,374 25	6,044 02
252 ALCATEL LUCENT	ML			695 52				750 96
124 NCR (SPINOFF-ATT)	ML							
2555 EXXON MOBIL CORP	ML	2/4/78	16,847 00	179,846 45			16,847 00	152,482 40
1400 GENERAL ELECTRIC	ML	3/15/84	2,996 00	18,760 00			2,996 00	22,568 00
2500 MORGAN STANLEY GOV'T INCOME TRUST	SB	2/25/88						
3072 VERIZON	SB	9/23/86	63,418 25	98,519 04			63,418 25	89,272 32
2945 XCEL ENERGY INC	SB	12/13/83	50,129 97	58,723 30			50,129 97	64,760 55
877 QWEST COMMUNICATION INTL	SB	7/8/93						
1597 JPMORGAN CHASE	ML	7/6/94	33,081 87	61,724 05			33,081 87	64,327 16
34 JPMORGAN CHASE	ML	6/2/08	1,476 00	1,314 10			1,476 00	1,369 52
9257 LORD ABBETT BOND DEB	ML	3/6/96	88,420 76	63,132 74			88,420 76	69,797 78
600 SUN MICROSYSTEMS	ML	11/17/97	9,861 47	5,502 00				
300 3COM CORP	ML	11/17/97	2,057 63	1,131 00				
2000 HARRIS PREFERRED CAP SER A 7 375%	ML	2/5/98	50,000 00	44,100 00			50,000 00	49,900 00
400 INTEL	ML	3/12/98	7,768 60	7,700 00			7,768 60	8,240 00
400 CISCO SYS INC	SB	4/14/00	22,948 82	8,804 00			22,948 82	9,228 00
400 MICROSOFT CORP	SB	4/25/00	13,839 65	9,408 00			13,839 65	10,324 00
950 TECO ENERGY INC	ML	7/30/02	23,633 00	12,815 50			23,633 00	15,523 00
500 ENTERPRISE PROD PRTNRS L P	SB	10/28/08	11,765 00	0 00			11,765 00	0 00
1200 ENTERPRISE PROD PRTNRS L P	SB	6/25/07	27,149 00	0 00			27,149 00	0 00
800 ENTERPRISE PROD PRTNRS L P	SB	3/6/07	24,401 00	70,250 00			24,401 00	94,475 00
1975 HCP INC	ML	12/17/03	51,268 00	39,026 00			51,268 00	48,150 50
1900 CITIGROUP CAP TRUST IX	ML	3/10/04	49,463 00	34,637 00			49,463 00	41,876 00
1991 NEUBERGER BERMAN INCOME OPP FD	ML	7/22/04	51,203 00	17,077 50			51,203 00	26,254 50
1500 DWS RREEF REAL ESTATE FD II	ML	11/12/03	23,288 00	930 00				
1400 HCP INC	ML	8/13/03	29,645 00	36,064 00			29,645 00	49,658 00
1300 JOHN HANCOCK PREFERRED INC FD III	ML	10/23/03	31,811 00	17,173 00			31,811 00	21,957 00
1900 JP MORGAN CHASE CAP XII	ML	11/23/04	49,490 00	43,225 00			49,490 00	47,234 00
1640 GREAT PLAINS ENERGY INC	ML	9/14/04	49,940 00	26,125 20			49,940 00	29,421 60
900 MAGELLAN MIDSTREAM PARTNERS	SB	10/27/04	24,903 50	34,740 00			24,903 50	43,965 00
1100 PLAINS ALL AMERN PIPELINE LP	SB	8/12/04	37,376 53	53,196 00			37,376 53	67,573 00
730 EATON VANCE TAX ADVANTAGED DIV	SB	11/11/04	14,986 57	9,986 40			14,986 57	10,950 00
2258 ING CLARION GLOBAL REAL ESTATE	SB	8/27/08	30,594 44	12,487 52			30,594 44	15,784 41
980 BAC CAPITAL TRUST VIII	ML	8/25/05	25,493 00	18,022 20			25,493 00	21,863 80
1800 GOLDMAN SACH GROUP	ML	10/21/05	45,000 00	43,163 82			45,000 00	44,694 00
400 DB CAPITAL FDG VIII	ML	12/26/06	10,613 00	8,104 00			10,613 00	8,612 00
1250 JPMCHASE CAPITAL XVI	ML	11/30/06	32,315 00	28,875 00			32,315 00	30,812 50
400 ONEOK PARTNERS	SB	3/6/07	25,847 00	20,388 00			25,847 00	27,552 00
1400 CITIGROUP CAP TR XIX	ML	8/8/07	35,000 00	28,406 00			35,000 00	33,782 00
1000 PRUDENTIAL FINANCIAL	ML	6/24/08	25,000 00	24,980 00			25,000 00	27,710 00

**J.B. & MARGARET BLAUGRUND FOUNDATION**  
FORM 990-PF  
YEAR ENDED JULY 31, 2010

74-6040400

PAGE 11, PART XV, CONTRIBUTIONS

ORGANIZATION	AMOUNT
P O. Box 981021 El Paso, Texas 79998-1021	\$3,000
El Paso Community Foundation 4404 Lazy Crawley El Paso, TX 79922	\$10,000
U S. COMMITTEE FOR UNICEF 331 E. 38TH ST NEW YORK, N Y 10016	\$5,000
El Paso Times Seniors Fund P O Box 2008 El Paso, TX 79999	\$3,000
Center for Educational Initiatives Albuquerque, NM	\$8,000
Public Architechture 1211 Folsom Street, 4th floor San Francisco, CA 94103	\$5,000
Corsicana Hebrew Cemetary Ass 1427 Oak Lawn Corsicana, Texas 75110	\$1,000
University of Texas at El Paso P O Box 68650 El Paso, TX 79968-9991	\$2,000
Miscellaneous	\$1,000
	<u>\$109,250</u>

**J.B. & MARGARET BLAUGRUND FOUNDATION**

74-6040400

FORM 990-PF

YEAR ENDED JULY 31, 2010

## PAGE 11, PART XV, CONTRIBUTIONS

ORGANIZATION	AMOUNT
KCOS Public Television University of Texas at El Paso P O Box 68650 El Paso, TX 79968-9991	\$5,250
United Way of El Paso P O. Box 3488 El Paso, Texas 79923	\$5,000
West Texas Food Bank 3727 Shell Street El Paso, TX 79925-1334	\$5,000
Impact of El Paso P O Box 2411 El Paso, Texas 79952	\$30,000
New Israel Fund 111 West 40th St Suite 2600 New York, NY 10018	\$5,000
P E F Israel Endowment Fund 41 East 42nd Street New York, N.Y. 10017	\$5,000
Salvation Army P.O Box 31576 El Paso, Texas 79931	\$5,000
Mazon 12401 Wilshire Blvd Suite 303 Los Angeles, CA 90025-1015	\$5,000
The Rescue Mission P.O Box 1857 El Paso, TX 79950-9975	\$5,000
Easter Seals 230 W Monroe St Ste 1800 Chicago, Illinois 60606	\$1,000
Operation Noel	