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

OMB No 1545-0052

**2010**

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

For calendar year 2010, or tax year beginning , 2010, and ending , 20

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

Name of foundation: **BHBT & JK PETTY TTEES RICHARD S. PETTY CHAR.F**  
**DN 007028**

A Employer identification number

**01-0525593**

Number and street (or P O box number if mail is not delivered to street address) Room/suite B Telephone number (see page 10 of the instructions)

**135 HIGH STREET, P.O. BOX 1100**

**(207) 667-3883**

City or town, state, and ZIP code

**ELLSWORTH, ME 04605-1100**

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) **\$ 1,318,048.**  
J Accounting method: ☒ Cash ☐ Accrual  
☐ Other (specify) \_\_\_\_\_  
(Part I, column (d) must be on cash basis)

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 ☐

**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)
<b>Revenue</b>				
1 Contributions, gifts, grants, etc., received (attach schedule) . . . . .				
2 Check <input type="checkbox"/> if the foundation is not required to attach Sch B . . . . .				
3 Interest on savings and temporary cash investments . . . . .				
4 Dividends and interest from securities . . . . .	19,769.	19,769.		
5a Gross rents . . . . .	6,000.	6,000.	6,000.	
b Net rental income or (loss) . . . . .	6,000.			
6a Net gain or (loss) from sale of assets not on line 10 . . . . .	28,787.			
b Gross sales price for all assets on line 6a . . . . .	244,337.			
7 Capital gain net income (from Part IV, line 2) . . . . .		28,787.		
8 Net short-term capital gain . . . . .				
9 Income modifications . . . . .				
10 a Gross sales less returns and allowances . . . . .				
b Less Cost of goods sold . . . . .				
c Gross profit or (loss) (attach schedule) . . . . .				
11 Other income (attach schedule) . . . . .	210.	210.		STMT 1
12 Total Add lines 1 through 11 . . . . .	54,766.	54,766.	6,000.	
<b>Operating and Administrative Expenses</b>				
13 Compensation of officers, directors, trustees, etc. . . . .	11,055.	5,527.		5,527.
14 Other employee salaries and wages . . . . .		NONE	NONE	
15 Pension plans, employee benefits . . . . .		NONE	NONE	
16a Legal fees (attach schedule) . . . . .				
b Accounting fees (attach schedule) STMT 2 . . . . .	350.	175.	NONE	175.
c Other professional fees (attach schedule) . . . . .				
17 Interest . . . . .				
18 Taxes (attach schedule) (see page 14 of the instructions) STMT 3 . . . . .	3,947.			3,325.
19 Depreciation (attach schedule) and depletion . . . . .				
20 Occupancy . . . . .				
21 Travel, conferences, and meetings . . . . .		NONE	NONE	
22 Printing and publications . . . . .		NONE	NONE	
23 Other expenses (attach schedule) STMT 4 . . . . .	750.			
24 Total operating and administrative expenses. Add lines 13 through 23 . . . . .	16,102.	5,702.	NONE	9,027.
25 Contributions, gifts, grants paid . . . . .	93,993.			93,993.
26 Total expenses and disbursements Add lines 24 and 25 . . . . .	110,095.	5,702.	NONE	103,020.
27 Subtract line 26 from line 12 . . . . .	-55,329.			
a Excess of revenue over expenses and disbursements . . . . .	-55,329.			
b Net investment income (if negative, enter -0-) . . . . .		49,064.		
c Adjusted net income (if negative, enter -0-) . . . . .			6,000.	

For Paperwork Reduction Act Notice, see page 30 of the instructions.

JSA

Form **990-PF** (2010)

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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 . . . . .	145.		
	2	Savings and temporary cash investments . . . . .	214,496.	160,380.	160,380.
	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 15 of the instructions)			
	7	Other notes and loans receivable (attach schedule) ▶ * Less allowance for doubtful accounts ▶ NONE	52,494.	52,494.	52,494.
	8	Inventories for sale or use . . . . .			
	9	Prepaid expenses and deferred charges . . . . .			
	10 a	Investments - U S and state government obligations(attach schedule). . . . .			
	b	Investments - corporate stock (attach schedule) . . . . .	710,444.	898,752.	905,674.
	c	Investments - corporate bonds (attach schedule). . . . .			
	11	Investments - land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶	59,888.		
	12	Investments - mortgage loans . . . . .	88,755.	59,888.	199,500.
	13	Investments - other (attach schedule) . . . . .			
	14	Land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶			
15	Other assets (describe ▶ )				
16	<b>Total assets</b> (to be completed by all filers - see the instructions Also, see page 1, item I) . . . . .	1,066,334.	1,171,514.	1,318,048.	
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	<b>Total liabilities</b> (add lines 17 through 22) . . . . .				
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 and complete lines 27 through 31. ▶ <input checked="" type="checkbox"/>				
	27	Capital stock, trust principal, or current funds . . . . .	1,066,334.	1,171,514.	
	28	Paid-in or capital surplus, or land, bldg, and equipment fund . . . . .			
	29	Retained earnings, accumulated income, endowment, or other funds . . . . .			
	30	<b>Total net assets or fund balances</b> (see page 17 of the instructions) . . . . .	1,066,334.	1,171,514.	
	31	<b>Total liabilities and net assets/fund balances</b> (see page 17 of the instructions) . . . . .	1,066,334.	1,171,514.	

**Part III Analysis of Changes in Net Assets or Fund Balances**

1	Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return) . . . . .	1	1,066,334.
2	Enter amount from Part I, line 27a . . . . .	2	-55,329.
3	Other increases not included in line 2 (itemize) ▶ SEE STATEMENT 5	3	160,509.
4	Add lines 1, 2, and 3 . . . . .	4	1,171,514.
5	Decreases not included in line 2 (itemize) ▶	5	
6	<b>Total net assets or fund balances at end of year</b> (line 4 minus line 5) - Part II, column (b), line 30 . . . . .	6	1,171,514.

**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 SEE PART IV DETAIL</b>					
<b>b</b>					
<b>c</b>					
<b>d</b>					
<b>e</b>					
(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>					
<b>b</b>					
<b>c</b>					
<b>d</b>					
<b>e</b>					
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) FMV 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>					
<b>b</b>					
<b>c</b>					
<b>d</b>					
<b>e</b>					
<b>2 Capital gain net income or (net capital loss)</b> { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }			<b>2</b>	28,787.	
<b>3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6):</b> 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. . . . .			<b>3</b>		

**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.

(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))
2009	99,085.	1,117,821.	0.08864120463
2008	66,557.	1,255,631.	0.05300681490
2007	81,057.	1,381,984.	0.05865263274
2006	73,916.	1,338,931.	0.05520523462
2005	70,397.	1,263,768.	0.05570405328
<b>2 Total of line 1, column (d)</b> . . . . .			<b>2</b> 0.31120994017
<b>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</b> . . . . .			<b>3</b> 0.06224198803
<b>4 Enter the net value of noncharitable-use assets for 2010 from Part X, line 5</b> . . . . .			<b>4</b> 1,198,682.
<b>5 Multiply line 4 by line 3</b> . . . . .			<b>5</b> 74,608.
<b>6 Enter 1% of net investment income (1% of Part I, line 27b)</b> . . . . .			<b>6</b> 491.
<b>7 Add lines 5 and 6</b> . . . . .			<b>7</b> 75,099.
<b>8 Enter qualifying distributions from Part XII, line 4</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 on page 18.			<b>8</b> 103,020.

**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 <input type="checkbox"/> and enter "N/A" on line 1 . . . . . Date of ruling or determination letter. _____ (attach copy of ruling letter if necessary - see instructions)		1	491.
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b . . . . .			
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	
3 Add lines 1 and 2 . . . . .		3	491.
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-) . . . . .		4	NONE
5 Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0- . . . . .		5	491.
6 Credits/Payments			
a 2010 estimated tax payments and 2009 overpayment credited to 2010 . . . . .	6a	244.	
b Exempt foreign organizations-tax withheld at source . . . . .	6b	NONE	
c Tax paid with application for extension of time to file (Form 8868) . . . . .	6c	NONE	
d Backup withholding erroneously withheld . . . . .	6d		
7 Total credits and payments Add lines 6a through 6d . . . . .		7	244.
8 Enter any penalty for underpayment of estimated tax Check here <input type="checkbox"/> if Form 2220 is attached . . . . .		8	
9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed . . . . .		9	247.
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid . . . . .		10	
11 Enter the amount of line 10 to be Credited to 2011 estimated tax <input checked="" type="checkbox"/> Refunded <input type="checkbox"/>		11	

**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 page 19 of the 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 ► \$ _____ (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? . . . . . 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 page 19 of the instructions) ► STMT 6		
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 2010 or the taxable year beginning in 2010 (see instructions for Part XIV on page 27)? If "Yes," complete Part XIV . . . . .		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses . . . . .		X

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

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see 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 <input type="checkbox"/> N/A				
14	The books are in care of <input type="checkbox"/> BAR HARBOR TRUST SERVICES Telephone no <input type="checkbox"/> (207) 667-3883			
Located at <input type="checkbox"/> 135 HIGH ST., PO BOX 1100, ELLSWORTH, ME ZIP + 4 <input type="checkbox"/> 04605-1100				
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here . . . . .	15		<input type="checkbox"/>
and enter the amount of tax-exempt interest received or accrued during the year . . . . .				
16	At any time during calendar year 2010, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country? . . . . .	16	Yes	No
See page 20 of the instructions for exceptions and filing requirements for Form TD F 90-22.1 If "Yes," enter the name of the foreign country <input type="checkbox"/>				

**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 checked="" type="checkbox"/> Yes	<input 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 22 of the instructions)? . . . . .	1b	X
Organizations relying on a current notice regarding disaster assistance check here . . . . .		<input type="checkbox"/>
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 2010? . . . . .	1c	X
2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))		
a At the end of tax year 2010, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2010? . . . . .	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No
If "Yes," list the years <input type="checkbox"/>		
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 22 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 <input type="checkbox"/>		
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 2010 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 2010) . . . . .	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 2010? . . . . .	4b	X

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

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

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see 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)? ☐ Yes ☒ No

Organizations relying on a current notice regarding disaster assistance check here ☐

**c** If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☒ No

If "Yes," attach the statement required by Regulations section 53.4945-5(d)

**6a** Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No

**b** Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? ☐ Yes ☒ No

If "Yes" to 6b, file Form 8870

**7a** At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No

**b** If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? ☐ Yes ☒ No

**Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors****1 List all officers, directors, trustees, foundation managers and their compensation (see 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
SEE STATEMENT 7		11,055.	-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		NONE	NONE	NONE

Total number of other employees paid over \$50,000 ☐ NONE

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**Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors** (continued)**3 Five highest-paid independent contractors for professional services** (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		NONE

Total number of others receiving over \$50,000 for professional services . . . . . **NONE**

**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	
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	
2	
All other program-related investments See page 24 of the instructions	
3 NONE	
Total. Add lines 1 through 3 . . . . .	

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

<b>1</b>	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
<b>a</b>	Average monthly fair market value of securities . . . . .	<b>1a</b>	1,101,143.
<b>b</b>	Average of monthly cash balances . . . . .	<b>1b</b>	115,793.
<b>c</b>	Fair market value of all other assets (see page 25 of the instructions) . . . . .	<b>1c</b>	NONE
<b>d</b>	<b>Total</b> (add lines 1a, b, and c) . . . . .	<b>1d</b>	1,216,936.
<b>e</b>	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) . . . . .	<b>1e</b>	
<b>2</b>	Acquisition indebtedness applicable to line 1 assets . . . . .	<b>2</b>	NONE
<b>3</b>	Subtract line 2 from line 1d . . . . .	<b>3</b>	1,216,936.
<b>4</b>	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see page 25 of the instructions) . . . . .	<b>4</b>	18,254.
<b>5</b>	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4 . . . . .	<b>5</b>	1,198,682.
<b>6</b>	<b>Minimum investment return.</b> Enter 5% of line 5 . . . . .	<b>6</b>	59,934.

**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.)

<b>1</b>	Minimum investment return from Part X, line 6 . . . . .	<b>1</b>	59,934.
<b>2a</b>	Tax on investment income for 2010 from Part VI, line 5 . . . . .	<b>2a</b>	491.
<b>b</b>	Income tax for 2010. (This does not include the tax from Part VI) . . . . .	<b>2b</b>	
<b>c</b>	Add lines 2a and 2b . . . . .	<b>2c</b>	491.
<b>3</b>	Distributable amount before adjustments. Subtract line 2c from line 1 . . . . .	<b>3</b>	59,443.
<b>4</b>	Recoveries of amounts treated as qualifying distributions . . . . .	<b>4</b>	NONE
<b>5</b>	Add lines 3 and 4 . . . . .	<b>5</b>	59,443.
<b>6</b>	Deduction from distributable amount (see page 25 of the instructions) . . . . .	<b>6</b>	NONE
<b>7</b>	<b>Distributable amount as adjusted.</b> Subtract line 6 from line 5. Enter here and on Part XIII, line 1 . . . . .	<b>7</b>	59,443.

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

<b>1</b>	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
<b>a</b>	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26 . . . . .	<b>1a</b>	103,020.
<b>b</b>	Program-related investments - total from Part IX-B . . . . .	<b>1b</b>	
<b>2</b>	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes . . . . .	<b>2</b>	NONE
<b>3</b>	Amounts set aside for specific charitable projects that satisfy the:		
<b>a</b>	Suitability test (prior IRS approval required) . . . . .	<b>3a</b>	NONE
<b>b</b>	Cash distribution test (attach the required schedule) . . . . .	<b>3b</b>	NONE
<b>4</b>	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4 . . . . .	<b>4</b>	103,020.
<b>5</b>	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) . . . . .	<b>5</b>	491.
<b>6</b>	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4 . . . . .	<b>6</b>	102,529.

**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) Corpus	(b) Years prior to 2009	(c) 2009	(d) 2010
1 Distributable amount for 2010 from Part XI, line 7 . . . . .				59,443.
2 Undistributed income, if any, as of the end of 2010				
a Enter amount for 2009 only . . . . .			NONE	
b Total for prior years: 20 08, 20 , 20 . . . . .		NONE		
3 Excess distributions carryover, if any, to 2010				
a From 2005 . . . . .	9,553.			
b From 2006 . . . . .	10,626.			
c From 2007 . . . . .	13,634.			
d From 2008 . . . . .	4,405.			
e From 2009 . . . . .	43,676.			
f Total of lines 3a through e . . . . .	81,894.			
4 Qualifying distributions for 2010 from Part XII, line 4. ► \$ 103,020.				
a Applied to 2009, but not more than line 2a . . . . .			NONE	
b Applied to undistributed income of prior years (Election required - see page 26 of the instructions) . . . . .		NONE		
c Treated as distributions out of corpus (Election required - see page 26 of the instructions) . . . . .	NONE			
d Applied to 2010 distributable amount . . . . .				59,443.
e Remaining amount distributed out of corpus . . . . .	43,577.			
5 Excess distributions carryover applied to 2010 . (If an amount appears in column (d), the same amount must be shown in column (a) )	NONE			NONE
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	125,471.			
b Prior years' undistributed income. Subtract line 4b from line 2b . . . . .		NONE		
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 . . . . .		NONE		
d Subtract line 6c from line 6b. Taxable amount - see page 27 of the instructions . . . . .		NONE		
e Undistributed income for 2009. Subtract line 4a from line 2a. Taxable amount - see page 27 of the instructions . . . . .			NONE	
f Undistributed income for 2010. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2011 . . . . .				NONE
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) . . . . .	NONE			
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see page 27 of the instructions) . . . . .	9,553.			
9 Excess distributions carryover to 2011. Subtract lines 7 and 8 from line 6a . . . . .	115,918.			
10 Analysis of line 9:				
a Excess from 2006 . . . . .	10,626.			
b Excess from 2007 . . . . .	13,634.			
c Excess from 2008 . . . . .	4,405.			
d Excess from 2009 . . . . .	43,676.			
e Excess from 2010 . . . . .	43,577.			

**Part XIV Private Operating Foundations** (see page 27 of the instructions and Part VII-A, question 9) **NOT APPLICABLE**

**1a** If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2010, 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)

**2a** Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed . . . . .

Tax year	Prior 3 years			(e) Total
(a) 2010	(b) 2009	(c) 2008	(d) 2007	
<b>b</b> 85% of line 2a . . . . .				
<b>c</b> Qualifying distributions from Part XII, line 4 for each year listed . . . . .				
<b>d</b> Amounts included in line 2c not used directly for active conduct of exempt activities . . . . .				
<b>e</b> Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c . . . . .				
<b>3</b> Complete 3a, b, or c for the alternative test relied upon				
<b>a</b> "Assets" alternative test - enter				
(1) Value of all assets . . . . .				
(2) Value of assets qualifying under section 4942(j)(3)(B)(i). . . . .				
<b>b</b> "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed . . . . .				
<b>c</b> "Support" alternative test - enter				
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties). . . . .				
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii). . . . .				
(3) Largest amount of support from an exempt organization . . . . .				
(4) Gross investment income . . . . .				

**Part XV Supplementary Information** (Complete this part only if the foundation had \$5,000 or more in assets at any time during the year - see 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) )

N/A

**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

N/A

**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:

**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	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
Name and address (home or business)				
<b>a</b> <i>Paid during the year</i>				
SEE STATEMENT 10				
<b>Total</b> . . . . .			▶ <b>3a</b>	93,993.
<b>b</b> <i>Approved for future payment</i>				
<b>Total</b> . . . . .			▶ <b>3b</b>	

**Part XVI-A Analysis of Income-Producing Activities**

Enter gross amounts unless otherwise indicated

Enter gross amounts unless otherwise indicated		Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See page 28 of the instructions )
		(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
<b>1</b> Program service revenue:						
a _____						
b _____						
c _____						
d _____						
e _____						
f _____						
g Fees and contracts from government agencies						
<b>2</b> Membership dues and assessments . . . . .						
<b>3</b> Interest on savings and temporary cash investments				14	3,030.	
<b>4</b> Dividends and interest from securities . . . . .				14	16,739.	
<b>5</b> Net rental income or (loss) from real estate						
a Debt-financed property . . . . .						
b Not debt-financed property . . . . .						
<b>6</b> Net rental income or (loss) from personal property .				15	6,000.	
<b>7</b> Other investment income . . . . .						
<b>8</b> Gain or (loss) from sales of assets other than inventory				18	28,787.	
<b>9</b> Net income or (loss) from special events . . .						
<b>10</b> Gross profit or (loss) from sales of inventory . .						
<b>11</b> Other revenue: a _____						
b _____				17	210.	
c _____						
d _____						
e _____						
<b>12</b> Subtotal. Add columns (b), (d), and (e) . . . .					54,766.	
<b>13</b> Total. Add line 12, columns (b), (d), and (e) . . . . .						54,766.

(See worksheet in line 13 instructions on page 29 to verify calculations )

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

[illegible]



**FORM 990-PF - PART IV**  
**CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME**

Kind of Property		Description				P or D	Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/ allowable	Cost or other basis	FMV as of 12/31/69	Adj basis as of 12/31/69	Excess of FMV over adj basis		Gain or (loss)	
		TOTAL LONG-TERM CAPITAL GAIN DIVIDENDS					306.	
8.00		.24 AKAMAI TECHNOLOGIES INC COM PROPERTY TYPE: SECURITIES 3.00					12/02/2008 5.00	04/09/2010
25,733.00		647. AKAMAI TECHNOLOGIES INC COM PROPERTY TYPE: SECURITIES 9,347.00					12/02/2008 16,386.00	07/01/2010
6,604.00		139. CHINA MOBILE LTD SPON ADR PROPERTY TYPE: SECURITIES 5,848.00					03/30/2009 756.00	03/03/2010
1,378.00		29. CHINA MOBILE LTD SPON ADR PROPERTY TYPE: SECURITIES 1,237.00					04/01/2009 141.00	03/03/2010
4,181.00		88. CHINA MOBILE LTD SPON ADR PROPERTY TYPE: SECURITIES 3,851.00					04/08/2009 330.00	03/03/2010
665.00		14. CHINA MOBILE LTD SPON ADR PROPERTY TYPE: SECURITIES 625.00					04/22/2009 40.00	03/03/2010
16,431.00		365. CONTANGO OIL & GAS COMPANY PROPERTY TYPE: SECURITIES 18,972.00					01/07/2010 -2,541.00	06/25/2010
7,018.00		344. CRUCELL NV PROPERTY TYPE: SECURITIES 6,183.00					01/29/2009 835.00	01/08/2010
755.00		37. CRUCELL NV PROPERTY TYPE: SECURITIES 667.00					01/30/2009 88.00	01/08/2010
3,316.00		159. CRUCELL NV PROPERTY TYPE: SECURITIES 2,865.00					01/30/2009 451.00	01/11/2010

**FORM 990-PF - PART IV**  
**CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME**

Kind of Property		Description				Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/allowable	Cost or other basis	FMV as of 12/31/69	Adj basis as of 12/31/69	Excess of FMV over adj basis	Gain or (loss)	
16,370.00		425. ENSCO INTL PLC ADR SPONSORED ADR PROPERTY TYPE: SECURITIES 12,253.00				03/19/2009 4,117.00	05/19/2010
		.03 FRONTIER COMMUNICATIONS CORP PROPERTY TYPE: SECURITIES				05/21/2009	07/15/2010
388.00		53.02 FRONTIER COMMUNICATIONS CORP PROPERTY TYPE: SECURITIES 410.00				05/21/2009 -22.00	07/16/2010
244.00		33.37 FRONTIER COMMUNICATIONS CORP PROPERTY TYPE: SECURITIES 257.00				05/27/2009 -13.00	07/16/2010
246.00		33.61 FRONTIER COMMUNICATIONS CORP PROPERTY TYPE: SECURITIES 258.00				10/08/2009 -12.00	07/16/2010
19,710.00		20000. HANOVER COMPRESSOR CO 4.75% 01/15 PROPERTY TYPE: SECURITIES 14,200.00				02/24/2009 5,510.00	12/16/2010
9,547.00		349. HATTERAS FINANCIAL CORP (REIT) PROPERTY TYPE: SECURITIES 7,810.00				09/22/2008 1,737.00	01/13/2010
10,997.00		402. HATTERAS FINANCIAL CORP (REIT) PROPERTY TYPE: SECURITIES 9,199.00				09/23/2008 1,798.00	01/13/2010
2,571.00		94. HATTERAS FINANCIAL CORP (REIT) PROPERTY TYPE: SECURITIES 2,214.00				09/24/2008 357.00	01/13/2010
6,638.00		994. INTERNATIONAL ROYALTY CORP PROPERTY TYPE: SECURITIES 4,431.00				12/04/2009 2,207.00	02/23/2010
9,991.00		1496. INTERNATIONAL ROYALTY CORP PROPERTY TYPE: SECURITIES 10,025.00				12/07/2009 -34.00	02/23/2010



**FORM 990-PF - PART IV**  
**CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME**

Kind of Property		Description				P or D	Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/ allowable	Cost or other basis	FMV as of 12/31/69	Adj. basis as of 12/31/69	Excess of FMV over adj basis		Gain or (loss)	
15,000.00		15000. JAKKS PAC INC 4.625% 06/15/23 PROPERTY TYPE: SECURITIES 13,913.00					03/05/2009 1,087.00	01/08/2010
13,365.00		550. K+S AG ADR PROPERTY TYPE: SECURITIES 18,439.00					01/08/2010 -5,074.00	05/19/2010
4,450.00		1349. LABRANCHE & CO INC PROPERTY TYPE: SECURITIES 6,345.00					05/06/2010 -1,895.00	10/25/2010
2,141.00		649. LABRANCHE & CO INC PROPERTY TYPE: SECURITIES 2,981.00					05/07/2010 -840.00	10/25/2010
3,219.00		1002. LABRANCHE & CO INC PROPERTY TYPE: SECURITIES 4,603.00					05/07/2010 -1,384.00	10/26/2010
20,196.00		700. PICO HLDGS INC COM NEW PROPERTY TYPE: SECURITIES 20,970.00					03/17/2008 -774.00	06/07/2010
29.00		.67 ROYAL GOLD INC PROPERTY TYPE: SECURITIES 30.00					02/23/2010 -1.00	02/23/2010
18,065.00		1000. SILVER STD RES INC PROPERTY TYPE: SECURITIES 18,356.00					08/24/2009 -291.00	01/29/2010
13,106.00		1300. TERRA NOVA ROYALTY CORP PROPERTY TYPE: SECURITIES 8,656.00					11/14/2008 4,450.00	05/18/2010
3,451.00		122. WASHINGTON REAL ESTATE INV TRUST PROPERTY TYPE: SECURITIES 2,634.00					07/02/2009 817.00	05/21/2010
877.00		31. WASHINGTON REAL ESTATE INV TRUST PROPERTY TYPE: SECURITIES 653.00					07/06/2009 224.00	05/21/2010

**FORM 990-PF - PART IV**  
**CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME**

Kind of Property		Description				P or D	Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/ allowable	Cost or other basis	FMV as of 12/31/69	Adj basis as of 12/31/69	Excess of FMV over adj basis		Gain or (loss)	
1,330.00		47. WASHINGTON REAL ESTATE INV TRUST PROPERTY TYPE: SECURITIES 1,016.00					07/07/2009 314.00	05/21/2010
3,819.00		135. WASHINGTON REAL ESTATE INV TRUST PROPERTY TYPE: SECURITIES 2,832.00					07/08/2009 987.00	05/21/2010
2,176.00		371.8 KHD HUMBOLDT WEDAG INTERNATI ONAL PROPERTY TYPE: SECURITIES 3,467.00					11/14/2008 -1,291.00	05/19/2010
TOTAL GAIN(LOSS) .....							----- 28,787. =====	

## RENT AND ROYALTY INCOME

Taxpayer's Name BHBT & JK PETTY TTEES RICHARD S. PETTY CHAR.F		Identifying Number 01-0525593		
DESCRIPTION OF PROPERTY REAL PROPERTY LOT13-2 MAP 10 TAX MAP				
<input type="checkbox"/>	Yes	<input type="checkbox"/>	No Did you actively participate in the operation of the activity during the tax year?	
RENTAL INCOME		6,000.		
OTHER INCOME				
TOTAL GROSS INCOME		6,000.		
OTHER EXPENSES:				
DEPRECIATION (SHOWN BELOW)				
LESS: Beneficiary's Portion				
AMORTIZATION				
LESS: Beneficiary's Portion				
DEPLETION				
LESS: Beneficiary's Portion				
TOTAL EXPENSES				
TOTAL RENT OR ROYALTY INCOME (LOSS)		6,000.		
Less Amount to				
Rent or Royalty				
Depreciation				
Depletion				
Investment Interest Expense				
Other Expenses				
Net Income (Loss) to Others				
Net Rent or Royalty Income (Loss)			6,000.	
Deductible Rental Loss (if Applicable)				

(a) Description of property	(b) Cost or unadjusted basis	(c) Date acquired	(d) ACRS des	(e) Bus %	(f) Basis for depreciation	(g) Depreciation in prior years	(h) Method	(i) Life or rate	(j) Depreciation for this year
JSA Totals . . . . .		. . . . .							

FORM 990PF, PART I - OTHER INCOME  
=====

DESCRIPTION -----	REVENUE AND EXPENSES PER BOOKS -----	NET INVESTMENT INCOME -----
TOTALS	210. =====	210. =====

FORM 990PF, PART I - ACCOUNTING FEES

=====

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	ADJUSTED NET INCOME	CHARITABLE PURPOSES
-----	-----	-----	-----	-----
TAX PREPARATION FEE (NON-ALLOC	350.	175.		175.
	-----	-----	-----	-----
TOTALS	350.	175.	NONE	175.
	=====	=====	=====	=====

FORM 990PF, PART I - TAXES  
=====

DESCRIPTION -----	REVENUE AND EXPENSES PER BOOKS -----	CHARITABLE PURPOSES -----
FOREIGN TAXES	55.	
REAL ESTATE TAX ON NON-RENTAL	3,325.	3,325.
FEDERAL TAX PAYMENT - PRIOR YE	241.	
FEDERAL ESTIMATES - PRINCIPAL	244.	
FOREIGN TAXES ON QUALIFIED FOR	39.	
FOREIGN TAXES ON NONQUALIFIED	43.	
	-----	-----
TOTALS	3,947.	3,325.
	=====	=====

## FORM 990PF, PART I - OTHER EXPENSES

=====

DESCRIPTION -----	REVENUE AND EXPENSES PER BOOKS -----
OTHER NON-ALLOCABLE EXPENSE -	750.
	-----
TOTALS	750.
	=====

FORM 990PF, PART III - OTHER INCREASES IN NET WORTH OR FUND BALANCES  
=====

DESCRIPTION -----	AMOUNT -----
ACCRUAL ADJUSTMENTS	345.
COST BASIS ADJUSTMENTS	160,164.
	-----
TOTAL	160,509.
	=====



-----  
STATE(S) WHERE THE FOUNDATION IS REGISTERED  
=====

ME

FORM 990PF, PART VIII - LIST OF OFFICERS, DIRECTORS, AND TRUSTEES

=====

OFFICER NAME:

BAR HARBOR TRUST SERVICES

ADDRESS:

135 HIGH STREET, P O BOX 1100

ELLSWORTH, ME 04605

TITLE:

TRUSTEE

AVERAGE HOURS PER WEEK DEVOTED TO POSITION: 8

COMPENSATION ..... 11,055.

TOTAL COMPENSATION: 11,055.

=====

RECIPIENT NAME:  
COMMUNITY MENTAL HEALTH  
ALLIANCE  
RELATIONSHIP:  
NONE  
PURPOSE OF GRANT:  
GENERAL SUPPORT  
FOUNDATION STATUS OF RECIPIENT:  
5013C  
AMOUNT OF GRANT PAID ..... 50,000.

RECIPIENT NAME:  
BAY SCHOOL  
RELATIONSHIP:  
NONE  
PURPOSE OF GRANT:  
GENERAL SUPPORT  
FOUNDATION STATUS OF RECIPIENT:  
501C3  
AMOUNT OF GRANT PAID ..... 5,110.

RECIPIENT NAME:  
BROOKLYN SCHOOL  
RELATIONSHIP:  
NONE  
PURPOSE OF GRANT:  
GENERAL SUPPORT  
FOUNDATION STATUS OF RECIPIENT:  
NONPROFIT  
AMOUNT OF GRANT PAID ..... 5,000.

RECIPIENT NAME:  
SURRY ELEMENTARY SCHOOL  
RELATIONSHIP:  
NONE  
PURPOSE OF GRANT:  
GENERAL SUPPORT  
FOUNDATION STATUS OF RECIPIENT:  
NONPROFIT  
AMOUNT OF GRANT PAID ..... 3,650.

RECIPIENT NAME:  
BLUE HILL CONSOLIDATED SCHOOL  
RELATIONSHIP:  
NONE  
PURPOSE OF GRANT:  
GENERAL SUPPORT  
FOUNDATION STATUS OF RECIPIENT:  
NONPROFIT  
AMOUNT OF GRANT PAID ..... 5,000.

RECIPIENT NAME:  
SEDGWICK ELEMENTARY SCHOOL  
RELATIONSHIP:  
NONE  
PURPOSE OF GRANT:  
GENERAL SUPPORT  
FOUNDATION STATUS OF RECIPIENT:  
NONPROFIT  
AMOUNT OF GRANT PAID ..... 3,835.

RECIPIENT NAME:  
DEER ISLE STONINGTON HIGH SCHOOL  
ADDRESS:  
251 NORTH DEER ISLE ROAD  
DEER ISLE, ME 04627  
RELATIONSHIP:  
NONE  
PURPOSE OF GRANT:  
GENERAL SUPPORT  
FOUNDATION STATUS OF RECIPIENT:  
NONPROFIT  
AMOUNT OF GRANT PAID ..... 4,668.

RECIPIENT NAME:  
PENOBSCOT COMMUNITY SCHOOL  
RELATIONSHIP:  
NONE  
PURPOSE OF GRANT:  
GENERAL SUPPORT  
FOUNDATION STATUS OF RECIPIENT:  
NONPROFIT  
AMOUNT OF GRANT PAID ..... 3,130.

RECIPIENT NAME:  
CANELO PROJECT  
RELATIONSHIP:  
NONE  
PURPOSE OF GRANT:  
GENERAL SUPPORT  
FOUNDATION STATUS OF RECIPIENT:  
NONPROFIT  
AMOUNT OF GRANT PAID ..... 10,000.

RECIPIENT NAME:  
GEORGE STEVENS ACADEMY  
RELATIONSHIP:  
NONE  
PURPOSE OF GRANT:  
GENERAL SUPPORT  
FOUNDATION STATUS OF RECIPIENT:  
NONPROFIT  
AMOUNT OF GRANT PAID ..... 3,600.

TOTAL GRANTS PAID: 93,993.  
=====

## RENT AND ROYALTY SUMMARY

=====

PROPERTY	TOTAL INCOME	DEPLETION/ DEPRECIATION	OTHER EXPENSES	ALLOWABLE NET INCOME
-----	-----	-----	-----	-----
REAL PROPERTY LOT13-	6,000.			6,000.
	-----	-----	-----	-----
TOTALS	6,000.			6,000.
	=====	=====	=====	=====



**BHBT & JK PETTY TTEES RICHARD S. PETTY CHAR.F**  
**Schedule D Detail of Long-term Capital Gains and Losses**

Description	Date Acquired	Date Sold	Gross Sales Price	Cost or Other Basis	Long-term Gain/Loss
CAPITAL GAINS (LOSSES) HELD FOR INVESTMENT	PURPOSES				
.24 AKAMAI TECHNOLOGIES	12/02/2008	04/09/2010	8.00	3.00	5.00
647. AKAMAI TECHNOLOGIES	12/02/2008	07/01/2010	25,733.00	9,347.00	16,386.00
425. ENSCO INTL PLC ADR	03/19/2009	05/19/2010	16,370.00	12,253.00	4,117.00
53.02 FRONTIER COMMUNICATI	05/21/2009	07/16/2010	388.00	410.00	-22.00
33.37 FRONTIER COMMUNICATI	05/27/2009	07/16/2010	244.00	257.00	-13.00
20000. HANOVER COMPRESSOR					
CO 4.75% 01/15/14					
349. HATTERAS FINANCIAL	02/24/2009	12/16/2010	19,710.00	14,200.00	5,510.00
402. HATTERAS FINANCIAL	09/22/2008	01/13/2010	9,547.00	7,810.00	1,737.00
94. HATTERAS FINANCIAL	09/23/2008	01/13/2010	10,997.00	9,199.00	1,798.00
700. PICO HLDGS INC COM	09/24/2008	01/13/2010	2,571.00	2,214.00	357.00
1300. TERRA NOVA ROYALTY	03/17/2008	06/07/2010	20,196.00	20,970.00	-774.00
371.8 KHD HUMBOLDT WEDAG	11/14/2008	05/18/2010	13,106.00	8,656.00	4,450.00
	11/14/2008	05/19/2010	2,176.00	3,467.00	-1,291.00
TOTAL CAPITAL GAINS (LOSSES) HELD FOR INVESTMENT PURPOSES			121,046.00	88,786.00	32,260.00
Totals			121,046.00	88,786.00	32,260.00



FEDERAL CAPITAL GAIN DIVIDENDS  
=====LONG-TERM CAPITAL GAIN DIVIDENDS  
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## 15% RATE CAPITAL GAIN DIVIDENDS

AOL TIME WARNER INC	14.00
ANNALY CAP MGMT INC	158.00
TYCO INTERNATIONAL LTD NEW	130.00
WASHINGTON REAL ESTATE INV TRUST	4.00
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TOTAL 15% RATE CAPITAL GAIN DIVIDENDS	306.00
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TOTAL LONG-TERM CAPITAL GAIN DIVIDENDS	-----	306.00
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Report Date *January 03, 2011*

BAR HARBOR TRUST SERVICES

Time Prepared *11:14:44 AM*Requested By *LARA HORNER*Includes *Account: 23 00 7028 0 01 BHBT & JK PETTY TTEES RICHARD S. PETTY CHAR.FDN***Account Holdings as of 12/31/2010**

Cusip No	Security Name	Shares / Par	Investment	Unit Price	Market Value	Price Date
003009107	ABERDEEN ASIA PAC	9,000 0000	50,714 63	6.75	60,750 00	12/31/2010
035710409	ANNALY CAP MGMT	850 0000	14,922 01	17 92	15,232 00	12/31/2010
053015103	AUTOMATIC DATA PROCE	300 0000	10,166.61	46.28	13,884 00	12/31/2010
05615F102	BABCOCK & WILCOX CO	675 0000	15,989 60	25 59	17,273 25	12/31/2010
084670702	BERKSHIRE HATHWY CLB	250.0000	19,384 62	80 11	20,027 50	12/31/2010
089000996	BHBT INST MM	35,938 1700	35,938 17	1 00	35,938 17	12/02/2010
089000991	BHBT INST MM INC	124,441 7400	124,441 74	1.00	124,441 74	12/02/2010
13321L108	CAMECO CORP	600 0000	15,556 38	40 38	24,228.00	12/31/2010
141781AP9	CARGILL INC	30,000 0000	30,819 30	107 146	32,143 80	12/31/2010
15135U109	CENOVUS ENERGY INC	600 0000	18,872.04	33 24	19,944 00	12/31/2010
153501101	CENTRAL FND CANADA	1,365 0000	14,834 68	20 73	28,296 45	12/31/2010
20825C104	CONOCOPHILLIPS	300 0000	13,385 34	68.10	20,430 00	12/31/2010
293792107	ENTERPRISE PROD LP	550 0000	11,779 96	41 61	22,885 50	12/31/2010
293904108	ENZON PHARMACEUTICAL	1,775 0000	17,565 93	12 16	21,584 00	12/31/2010
345838106	FOREST LABS INC	600 0000	17,648 52	31 98	19,188 00	12/31/2010
458140100	INTEL CORP	1,200 0000	22,675 92	21 03	25,236 00	12/31/2010
464287176	ISHARES BARC US TIPS	1,500 0000	149,756 19	107 52	161,280 00	12/31/2010
464287234	ISHARES TR MSCI EMER	375 0000	6,657 92	47 642	17,865 75	12/31/2010
478160104	JOHNSON & JOHNSON	375 0000	24,140 55	61 85	23,193 75	12/31/2010
540424108	LOEWS CORP	550 0000	12,593 72	38 91	21,400 50	12/31/2010
594918104	MICROSOFT CORP	700 0000	19,634.44	27 91	19,537 00	12/31/2010
644535122	NEW GOLD INC - CW17	1,150 0000	1,688 75	2 8456	3,272 44	12/31/2010
689000990	PEASLEY NOTE/MTG 4%	52,494 0400	52,494 04	1 00	52,494 04	10/01/2001
691000996	PARKER PT BLUE HILL	1.0000	265,000 00	144,700 00	144,700 00	08/05/2010
742718109	PROCTER & GAMBLE CO	275 0000	14,253 99	64 33	17,690 75	12/31/2010
771195104	ROCHE HLDG	400 0000	13,402 60	36 745	14,698 00	12/31/2010
780287108	ROYAL GOLD INC	400 0000	18,361 00	54 63	21,852 00	12/31/2010
867001992	SURRY LOT13-2 MAP 10	1 0000	59,887 72	199,500 00	199,500 00	08/05/2010
911312106	UPS	325.0000	14,604 59	72 58	23,588 50	12/31/2010
92343V104	VERIZON COMM	500 0000	13,723.09	35.78	17,890 00	12/31/2010
931142103	WAL MART STORES	496 0000	23,898 57	53.93	26,749 28	12/31/2010
959802109	WESTERN UNION	900 0000	14,481 15	18 57	16,713 00	12/31/2010
98462Y100	YAMANA GOLD INC	1,500 0000	16,559 85	12.80	19,200 00	12/31/2010
Y2187A101	EAGLE BULK SHIPPING	3,000 0000	15,679 80	4 98	14,940 00	12/31/2010
Total Securities		273,386.9500	1,171,513.42		1,318,047.42	
Income Cash			0.00		0.00	
Principal Cash			0.00		0.00	
Account Total			1,171,513.42		1,318,047.42	