



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



Form **990-PF**Department of the Treasury
Internal Revenue Service**Return of Private Foundation**
or Section 4947(a)(1) Nonexempt Charitable Trust**Treated as a Private Foundation**

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

OMB No 1545-0052

2010

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

THE EDWARD W. KANE & MARTHA J. WALLACE
FAMILY FOUNDATION C/O EDWARD W. KANE

A Employer identification number

04-3466900

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)

1437-2 MONUMENT STREET

(617) 348-3733

City or town, state, and ZIP code

CONCORD, MA 01742-5309

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) ▶ \$ 14,601,477.

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)
1 Contributions, gifts, grants, etc., received (attach schedule)	2,075,627.			
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	271,807.	271,802.		ATCH 1
5a Gross rents				
b Net rental income or (loss)				
6a Net gain or (loss) from sale of assets not on line 10	134,507.			
b Gross sales price for all assets on line 6a	3,458,670.			
7 Capital gain net income (from Part IV, line 2)		134,507.		
8 Net short-term capital gain				
9 Income modifications				
10a Gross sales less returns and allowances				
b Less Cost of goods sold				
c Gross profit or (loss) (attach schedule)				
11 Other income (attach schedule)	317.			ATCH 2
12 Total. Add lines 1 through 11	2,482,258.	406,309.		
13 Compensation of officers, directors, trustees, etc.				
14 Other employee salaries and wages				
15 Pension plans, employee benefits				
16a Legal fees (attach schedule)				
b Accounting fees (attach schedule) ATCH 3	4,500.	2,250.	0.	0.
c Other professional fees (attach schedule) *	300.	300.		
17 Interest				
18 Taxes (attach schedule) (see page 14 of the instructions) **	26,868.			
19 Depreciation (attach schedule) and depletion				
20 Occupancy				
21 Travel, conferences, and meetings				
22 Printing and publications				
23 Other expenses (attach schedule) ATCH 6	28,828.	28,828.		
24 Total operating and administrative expenses. Add lines 13 through 23	60,496.	31,378.	0.	0.
25 Contributions, gifts, grants paid	468,200.			468,200.
26 Total expenses and disbursements. Add lines 24 and 25	528,696.	31,378.	0.	468,200.
27 Subtract line 26 from line 12:				
a Excess of revenue over expenses and disbursements	1,953,562.			
b Net investment income (if negative, enter -0-)		374,931.		
c Adjusted net income (if negative, enter -0-)				

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

* ATCH 4 JSA

** ATCH 5

Form 990-PF (2010)

0E1410 1 000 05180M U468 3/7/2011 3:12:39 PM V 10-4.2

KANE FOUNDATION

SCANNED MAR 21 2011

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	1,076,184.	790,036.	790,036.
	2	Savings and temporary cash investments			
	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 ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10 a	Investments - U.S. and state government obligations (attach schedule)	51,781.		
	b	Investments - corporate stock (attach schedule) ATCH 7.	6,779,258.	8,338,816.	10,557,556.
	c	Investments - corporate bonds (attach schedule) ATCH 8.	3,344,945.	3,139,581.	3,253,885.
	11	Investments - land, buildings, and equipment basis Less accumulated depreciation (attach schedule) ▶			
	12	Investments - mortgage loans			
	13	Investments - other (attach schedule)			
	14	Land, buildings, and equipment basis Less accumulated depreciation (attach schedule) ▶			
15	Other assets (describe ▶)				
16	Total assets (to be completed by all filers - see the instructions. Also, see page 1, item I)	11,252,168.	12,268,433.	14,601,477.	
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ▶)			
23	Total liabilities (add lines 17 through 22)		0.		
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ <input type="checkbox"/>				
	Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. ▶ <input checked="" type="checkbox"/>				
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
	27	Capital stock, trust principal, or current funds	1,387,413.	1,387,413.	
	28	Paid-in or capital surplus, or land, bldg., and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds	9,864,755.	10,881,020.	
	30	Total net assets or fund balances (see page 17 of the instructions)	11,252,168.	12,268,433.	
	31	Total liabilities and net assets/fund balances (see page 17 of the instructions)	11,252,168.	12,268,433.	

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	11,252,168.
2	Enter amount from Part I, line 27a	2	1,953,562.
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	13,205,730.
5	Decreases not included in line 2 (itemize) ▶ ATTACHMENT 9	5	937,297.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	12,268,433.

Form 990-PF (2010)

Part IV Capital Gains and Losses for Tax on Investment Income

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co.)			(b) How acquired P-Purchase D-Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
1a SEE PART IV SCHEDULE					
b					
c					
d					
e					
(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)		
a					
b					
c					
d					
e					
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69					
(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))		
a					
b					
c					
d					
e					
2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }			2	134,507.	
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) (see pages 13 and 17 of the instructions). If (loss), enter -0- in Part I, line 8.			3		

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

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

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

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

☐ Yes ☒ No

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

1 Enter the appropriate amount in each column for each year; see page 18 of the instructions before making any entries.			
(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2009	219,202.	8,963,681.	0.024454
2008	187,420.	7,425,938.	0.025239
2007	551,029.	6,267,700.	0.087916
2006	337,702.	3,596,906.	0.093887
2005	121,410.	1,365,747.	0.088896
2 Total of line 1, column (d)			2 0.320392
3 Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years			3 0.064078
4 Enter the net value of noncharitable-use assets for 2010 from Part X, line 5			4 11,783,182.
5 Multiply line 4 by line 3			5 755,043.
6 Enter 1% of net investment income (1% of Part I, line 27b)			6 3,749.
7 Add lines 5 and 6			7 758,792.
8 Enter qualifying distributions from Part XII, line 4 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			8 468,200.

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)			
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		1	7,499.
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	7,499.
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		4	0.
5 Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-		5	7,499.
6 Credits/Payments			
a 2010 estimated tax payments and 2009 overpayment credited to 2010	6a	19,673.	
b Exempt foreign organizations-tax withheld at source	6b	0.	
c Tax paid with application for extension of time to file (Form 8868)	6c	0.	
d Backup withholding erroneously withheld	6d		
7 Total credits and payments Add lines 6a through 6d	7	19,673.	
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		
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	12,174.	
11 Enter the amount of line 10 to be Credited to 2011 estimated tax Refunded	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) MA,		
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

Form 990-PF (2010)

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"/> EDWARD W. KANE Telephone no <input type="checkbox"/> 617-348-3733			
Located at <input type="checkbox"/> 1437-2 MONUMENT STREET, CONCORD, MA ZIP + 4 <input type="checkbox"/> 01742-5309				
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here <input type="checkbox"/>			
and enter the amount of tax-exempt interest received or accrued during the year <input type="checkbox"/> 15				
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 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 22 of the instructions)? <input type="checkbox"/>	1b	
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? <input type="checkbox"/>	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) <input type="checkbox"/>	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 <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) <input type="checkbox"/>	3b	
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes? <input type="checkbox"/>	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? <input type="checkbox"/>	4b	X

Form 990-PF (2010)

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
ATTACHMENT 10		-0-	-0-	-0-

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

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

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

Form 990-PF (2010)

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)**3 Five highest-paid independent contractors for professional services** (see page 23 of the instructions). If none, enter "NONE."

(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over \$50,000 for professional services		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 NOT APPLICABLE

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

Form 990-PF (2010)

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes		
a	Average monthly fair market value of securities	1a	11,201,703.
b	Average of monthly cash balances	1b	760,918.
c	Fair market value of all other assets (see page 25 of the instructions)	1c	0.
d	Total (add lines 1a, b, and c)	1d	11,962,621.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	
2	Acquisition indebtedness applicable to line 1 assets	2	0.
3	Subtract line 2 from line 1d	3	11,962,621.
4	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see page 25 of the instructions)	4	179,439.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	11,783,182.
6	Minimum investment return. Enter 5% of line 5	6	589,159.

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

1	Minimum investment return from Part X, line 6	1	589,159.
2a	Tax on investment income for 2010 from Part VI, line 5	2a	7,499.
b	Income tax for 2010 (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	7,499.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	581,660.
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	581,660.
6	Deduction from distributable amount (see page 25 of the instructions)	6	
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	581,660.

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

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
a	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	1a	468,200.
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	0.
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	0.
b	Cash distribution test (attach the required schedule)	3b	0.
4	Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	468,200.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see page 26 of the instructions)	5	N/A
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	468,200.

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				581,660.
2 Undistributed income, if any, as of the end of 2010				
a Enter amount for 2009 only				
b Total for prior years 20 08, 20 07, 20 06				
3 Excess distributions carryover, if any, to 2010				
a From 2005				
b From 2006 48,271.				
c From 2007 240,613.				
d From 2008				
e From 2009				
f Total of lines 3a through e	288,884.			
4 Qualifying distributions for 2010 from Part XII, line 4 ▶ \$ 468,200.				
a Applied to 2009, but not more than line 2a				
b Applied to undistributed income of prior years (Election required - see page 26 of the instructions)				
c Treated as distributions out of corpus (Election required - see page 26 of the instructions)				
d Applied to 2010 distributable amount				468,200.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2010 (If an amount appears in column (d), the same amount must be shown in column (a))	113,460.			113,460.
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	175,424.			
b Prior years' undistributed income Subtract line 4b from line 2b				
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed.				
d Subtract line 6c from line 6b Taxable amount - see page 27 of the instructions				
e Undistributed income for 2009 Subtract line 4a from line 2a Taxable amount - see page 27 of the instructions				
f Undistributed income for 2010 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2011				
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions)				
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see page 27 of the instructions)				
9 Excess distributions carryover to 2011. Subtract lines 7 and 8 from line 6a	175,424.			
10 Analysis of line 9				
a Excess from 2006				
b Excess from 2007 175,424.				
c Excess from 2008				
d Excess from 2009				
e Excess from 2010				

Form 990-PF (2010)

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

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

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

Tax year

Prior 3 years

(e) Total

(a) 2010

(b) 2009

(c) 2008

(d) 2007

b 85% of line 2a

c Qualifying distributions from Part XII, line 4 for each year listed

d Amounts included in line 2c not used directly for active conduct of exempt activities

e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c

3 Complete 3a, b, or c for the alternative test relied upon

a "Assets" alternative test - enter

(1) Value of all assets

(2) Value of assets qualifying under section

4942(j)(3)(B)(i).

b "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed

c "Support" alternative test - enter

(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties).

(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii).

(3) Largest amount of support from an exempt organization

(4) Gross investment income

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

ATTACHMENT 11

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

NONE

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

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

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

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

c Any submission deadlines:

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

Part XV Supplementary Information (continued)**3 Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
<i>a Paid during the year</i>				
ATTACHMENT 12				
Total			3a	468,200.
<i>b Approved for future payment</i>				
Total			3b	

Form 990-PF (2010)

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

		Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?		
a	Transfers from the reporting foundation to a noncharitable exempt organization of:		
	(1) Cash	1a(1)	X
	(2) Other assets	1a(2)	X
b	Other transactions		
	(1) Sales of assets to a noncharitable exempt organization	1b(1)	X
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)	X
	(3) Rental of facilities, equipment, or other assets	1b(3)	X
	(4) Reimbursement arrangements	1b(4)	X
	(5) Loans or loan guarantees	1b(5)	X
	(6) Performance of services or membership or fundraising solicitations	1b(6)	X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c	X
d	If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation. If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received.		

[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	

**Sign
Here**

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

Ellen Kane
Signature of officer or trustee

Date March 10, 2011

Trustee
Title

Print/Type preparer's name

Preparer's signature

Date _____

PTIN

JAMES M. MEDEIROS

James M. McLean

3/8/11

Check ☐ if self-employed

P00237396

Firm's name ► PRICEWATERHOUSECOOPERS LLP

Firm's EIN ▶ 13-4008324

Firm's address ► 125 HIGH STREET

BOSTON, MA

02110

Phone no 617-530-7353

Form **990-PF** (2010)

Schedule of Contributors

OMB No 1545-0047

▶ Attach to Form 990, 990-EZ, or 990-PF.

2010

Name of the organization

THE EDWARD W. KANE & MARTHA J. WALLACE
FAMILY FOUNDATION C/O EDWARD W. KANE

Employer identification number

04-3466900

Organization type (check one).

Filers of:

Section:

Form 990 or 990-EZ

- ☐ 501(c)(3) (enter number) organization
- ☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
- ☐ 527 political organization

Form 990-PF

- ☒ 501(c)(3) exempt private foundation
- ☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation
- ☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule**.

Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

General Rule

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

Special Rules

- ☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 1/3 % support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II.
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, aggregate contributions of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not aggregate to more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of \$5,000 or more during the year ▶ \$ _____

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

Name of organization THE EDWARD W. KANE & MARTHA J. WALLACE
FAMILY FOUNDATION C/O EDWARD W. KANE

Employer identification number
04-3466900

Part I Contributors (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	EDWARD W. KANE & MARTHA WALLACE 1437-2 MONUMENT STREET CONCORD, MA 01742-5309	\$ 2,075,627.	Person <input checked="" type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input checked="" type="checkbox"/> (Complete Part II if there is a noncash contribution.)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
			Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

Employer identification number
04-3466900

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
1	SEE ATTACHED SCHEDULE _____ _____ _____	\$ 2,075,627.	12/7/2010 _____
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
_____	_____ _____ _____ _____	\$ _____	_____
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
_____	_____ _____ _____ _____	\$ _____	_____
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
_____	_____ _____ _____ _____	\$ _____	_____
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
_____	_____ _____ _____ _____	\$ _____	_____
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
_____	_____ _____ _____ _____	\$ _____	_____
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
_____	_____ _____ _____ _____	\$ _____	_____

Noncash Property Contributions

Organization: The Edward W. Kane & Martha J. Wallace Family Foundation
c/o Edward W. Kane

EIN: 04-3466900

Tax Year Ended: December 31, 2010

Form 990-PF, Schedule B, Part II, No. 1

<u>Description of Noncash Property Given</u>	<u>FMV</u>	<u>Date Received</u>
1. 400 Shs Apple, Inc.	\$ 128,422	12/7/2010
2. 36,000 Shs EMC Corp.	\$ 793,080	12/7/2010
3. 5,800 Shs McKesson Corp.	\$ 389,383	12/7/2010
4. 8,000 Shs Nordstrom Inc.	\$ 341,760	12/7/2010
5. 7,200 Shs Packaging Corp.	\$ 190,512	12/7/2010
6. 2,400 Shs Rio Tinto Plc.	\$ 172,368	12/7/2010
7. 1,800 Shs Texas Instrs Inc.	\$ 60,102	12/7/2010
<u>Total FMV</u>	<u>\$ 2,075,627</u>	

**SCHEDULE D
(Form 1041)**

Department of the Treasury
Internal Revenue Service

Capital Gains and Losses

► **Attach to Form 1041, Form 5227, or Form 990-T. See the Instructions for
Schedule D (Form 1041) (also for Form 5227 or Form 990-T, if applicable).**

OMB No 1545-0092

2010

Name of estate or trust **THE EDWARD W. KANE & MARTHA J. WALLACE
FAMILY FOUNDATION C/O EDWARD W. KANE**

Employer identification number
04-3466900

Note: Form 5227 filers need to complete **only Parts I and II**

Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less

(a) Description of property (Example 100 shares 7% preferred of "Z" Co)	(b) Date acquired (mo , day, yr)	(c) Date sold (mo , day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) for the entire year Subtract (e) from (d)
1a					

b Enter the short-term gain or (loss), if any, from Schedule D-1, line 1b	1b	1,705.
2 Short-term capital gain or (loss) from Forms 4684, 6252, 6781, and 8824	2	
3 Net short-term gain or (loss) from partnerships, S corporations, and other estates or trusts	3	
4 Short-term capital loss carryover Enter the amount, if any, from line 9 of the 2009 Capital Loss Carryover Worksheet	4	()
5 Net short-term gain or (loss). Combine lines 1a through 4 in column (f). Enter here and on line 13, column (3) on the back ►	5	1,705.

Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year

(a) Description of property (Example 100 shares 7% preferred of "Z" Co)	(b) Date acquired (mo , day, yr)	(c) Date sold (mo , day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) for the entire year Subtract (e) from (d)
6a					

b Enter the long-term gain or (loss), if any, from Schedule D-1, line 6b	6b	132,802.
7 Long-term capital gain or (loss) from Forms 2439, 4684, 6252, 6781, and 8824	7	
8 Net long-term gain or (loss) from partnerships, S corporations, and other estates or trusts	8	
9 Capital gain distributions	9	
10 Gain from Form 4797, Part I	10	
11 Long-term capital loss carryover. Enter the amount, if any, from line 14 of the 2009 Capital Loss Carryover Worksheet	11	()
12 Net long-term gain or (loss). Combine lines 6a through 11 in column (f). Enter here and on line 14a, column (3) on the back ►	12	132,802.

For Paperwork Reduction Act Notice, see the Instructions for Form 1041.

Schedule D (Form 1041) 2010

Part III Summary of Parts I and II		(1) Beneficiaries' (see instr.)	(2) Estate's or trust's	(3) Total
Caution: Read the instructions before completing this part.				
13	Net short-term gain or (loss)	13		1,705.
14	Net long-term gain or (loss):			
a	Total for year	14a		132,802.
b	Unrecaptured section 1250 gain (see line 18 of the wrksht.)	14b		
c	28% rate gain	14c		
15	Total net gain or (loss). Combine lines 13 and 14a ▶	15		134,507.

Note: If line 15, column (3), is a net gain, enter the gain on Form 1041, line 4 (or Form 990-T, Part I, line 4a). If lines 14a and 15, column (2), are net gains, go to Part V, and **do not** complete Part IV. If line 15, column (3), is a net loss, complete Part IV and the **Capital Loss Carryover Worksheet** necessary.

Part IV Capital Loss Limitation	
16	Enter here and enter as a (loss) on Form 1041, line 4 (or Form 990-T, Part I, line 4c, if a trust), the smaller of: a The loss on line 15, column (3) or b \$3,000
16	()

Note: If the loss on line 15, column (3), is more than \$3,000, or if Form 1041, page 1, line 22 (or Form 990-T, line 34), is a loss, complete the **Capital Loss Carryover Worksheet** on page 7 of the instructions to figure your capital loss carryover.

Part V Tax Computation Using Maximum Capital Gains Rates	
Form 1041 filers. Complete this part only if both lines 14a and 15 in column (2) are gains, or an amount is entered in Part I or Part II and there is an entry on Form 1041, line 2b(2), and Form 1041, line 22, is more than zero.	
Caution: Skip this part and complete the worksheet on page 8 of the instructions if: • Either line 14b, col. (2) or line 14c, col. (2) is more than zero, or • Both Form 1041, line 2b(1), and Form 4952, line 4g are more than zero.	
Form 990-T trusts. Complete this part only if both lines 14a and 15 are gains, or qualified dividends are included in income in Part I of Form 990-T, and Form 990-T, line 34, is more than zero. Skip this part and complete the worksheet on page 8 of the instructions if either line 14b, col. (2) or line 14c, col. (2) is more than zero.	

17	Enter taxable income from Form 1041, line 22 (or Form 990-T, line 34)	17	
18	Enter the smaller of line 14a or 15 in column (2) but not less than zero	18	
19	Enter the estate's or trust's qualified dividends from Form 1041, line 2b(2) (or enter the qualified dividends included in income in Part I of Form 990-T)	19	
20	Add lines 18 and 19	20	
21	If the estate or trust is filing Form 4952, enter the amount from line 4g, otherwise, enter -0- ▶	21	
22	Subtract line 21 from line 20. If zero or less, enter -0-	22	
23	Subtract line 22 from line 17. If zero or less, enter -0-	23	
24	Enter the smaller of the amount on line 17 or \$2,300	24	
25	Is the amount on line 23 equal to or more than the amount on line 24? <input type="checkbox"/> Yes. Skip lines 25 and 26, go to line 27 and check the "No" box <input type="checkbox"/> No. Enter the amount from line 23	25	
26	Subtract line 25 from line 24	26	
27	Are the amounts on lines 22 and 26 the same? <input type="checkbox"/> Yes. Skip lines 27 thru 30, go to line 31 <input type="checkbox"/> No. Enter the smaller of line 17 or line 22	27	
28	Enter the amount from line 26 (if line 26 is blank, enter -0-)	28	
29	Subtract line 28 from line 27	29	
30	Multiply line 29 by 15% (15)	30	
31	Figure the tax on the amount on line 23. Use the 2010 Tax Rate Schedule for Estates and Trusts (see the Schedule G instructions in the instructions for Form 1041)	31	
32	Add lines 30 and 31	32	
33	Figure the tax on the amount on line 17. Use the 2010 Tax Rate Schedule for Estates and Trusts (see the Schedule G instructions in the instructions for Form 1041)	33	
34	Tax on all taxable income. Enter the smaller of line 32 or line 33 here and on Form 1041, Schedule G, line 1a (or Form 990-T, line 36)	34	

Schedule D (Form 1041) 2010

Department of the Treasury
Internal Revenue Service

▶ See instructions for Schedule D (Form 1041).
▶ Attach to Schedule D to list additional transactions for lines 1a and 6a.

2010

Employer identification number

04-3466900

[illegible]

1b Total. Combine the amounts in column (f). Enter here and on Schedule D, line 1b	1,705.
---	--------

For Paperwork Reduction Act Notice, see the Instructions for Form 1041.

Schedule D-1 (Form 1041) 2010

JSA
0F1221 1 000

05180M U468 3/7/2011 3:12:39 PM V 10-4.2

KANE FOUNDATION

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)	
1,890,631.		BANK OF AMERICA (SEE ATTACHED STMT) 1,888,926.				VARIOUS 1,705.	VARIOUS
1,568,039.		BANK OF AMERICA (SEE ATTACHED STMT) 1,435,237.				VARIOUS 132,802.	VARIOUS
TOTAL GAIN (LOSS)				<u>134,507.</u>	



Bank of America Private Wealth Management

FDN E KANE M WALLACE FAM

2010 Tax Information Letter

Account Number 022008537268

Page 4

Proceeds From Broker Transactions

This section reports your proceeds from sales during the year. We report all transactions on a trade-date basis, which is the date shown in the sale date column. The net proceeds are less commissions, transfer charges, and premiums.

We have adjusted tax costs for amortization of premium paid for the acquisition of municipal bonds through date of sale and for non-taxable dividends. Wash sales are reported with tax cost equal to proceeds. Disallowed losses from wash sales have been added to the tax cost of the repurchased securities. An asterisk symbol (*) next to the tax cost indicates that the tax cost has been adjusted for the current year's return of capital. However, we have not made adjustments to the cost basis of all partnerships.

Short term transactions

This category includes all assets held 12 months or less.

Description	Cusip	Number of shares exchanged	Acquisition Date	Sale date	Gross proceeds less commissions	Tax cost	Net gain or loss
TRANSOCEAN LTD	H8817H100	1100	03/10/10	04/29/10	\$88,016 11	\$94,273 52	\$-6,257 41
GOLDMAN SACHS GROUP INC	38141G104	1000	12/23/09	04/30/10	\$146,734 82	\$163,815 00	\$-17,080 18
KINDER MORGAN MGMT LLC SHS	49455U100	0 37	03/10/10	05/24/10	\$19 77	\$20 91	\$-1 14
KINDER MORGAN MGMT LLC SHS	49455U100	0 72	03/10/10	08/31/10	\$42 45	\$40 34	\$2 11
DISNEY WALT CO	254687106	2900	12/23/09	09/20/10	\$101,107 08	\$94,090 50	\$7,016 58
EMC CORPORATION	268648102	500	12/23/09	09/20/10	\$10,352 32	\$8,797 40	\$1,554 92
POTASH CORP OF SASKATCHEWAN INC	2696980#4	500	03/10/10	09/20/10	\$73,941 68	\$58,916 01	\$15,025 67
FLOWERVE CORP	34354P105	600	12/23/09	09/20/10	\$63,587 94	\$58,212 72	\$5,375 22
KIMBERLY CLARK CORP	494368103	300	12/23/09	09/20/10	\$20,110 16	\$19,286 49	\$823 67
KINDER MORGAN MGMT LLC SHS	49455U100	1761	03/10/10	09/20/10	\$106,413 31	\$98,519 88	\$7,893 43
LABORATORY CORP AMER HLDGS NEW	50540R409	100	12/23/09	09/20/10	\$7,622 08	\$7,637 50	\$-15 42
MEDCO HEALTH SOLUTIONS INC	58405U102	1000	12/23/09	09/20/10	\$48,521 17	\$64,535 00	\$-16,013 83
MICROSOFT CORP	594918104	500	12/23/09	09/20/10	\$12,649 63	\$15,467 50	\$-2,817 87
MOLSON COORS BREWING CO CL B	60871R209	2000	12/23/09	09/20/10	\$91,345 05	\$89,404 00	\$1,941 05
MYLAN LABS INC	628530107	6000	12/23/09	09/20/10	\$109,648 74	\$112,649 40	\$-3,000 66
NAVISTAR INTL CORP NEW	63934E108	1200	12/23/09	09/20/10	\$51,239 85	\$48,477 96	\$2,761 89
NORDSTROM INC	655664100	1400	12/23/09	09/20/10	\$50,882 14	\$52,232 04	\$-1,349 90
PACKAGING CORP AMER	695156109	2700	12/23/09	09/20/10	\$62,784 46	\$64,057 50	\$-1,273 04



Bank of America Private Wealth Management

2010 Tax Information Letter

Account Number 022008537268

Page 5

FDN E KANE M WALLACE FAM

Short term transactions

This category includes all assets held 12 months or less.

Description	Cusip	Number of shares exchanged	Acquisition Date	Sale date	Gross proceeds less commissions	Tax cost	Net gain or loss
PARKER-HANNIFIN CP	701094104	1600	12/23/09	09/20/10	\$110,959.56	\$88,004.00	\$22,955.56
PEPSICO INC	713448108	1300	12/23/09	09/20/10	\$86,881.55	\$78,695.50	\$8,186.05
PFIZER INC	717081103	3000	12/23/09	09/20/10	\$51,509.72	\$55,770.00	\$-4,260.28
POLO RALPH LAUREN CORP CL A	731572103	500	12/23/09	09/20/10	\$44,426.74	\$41,057.50	\$3,369.24
STAPLES INC	855030102	300	12/23/09	09/20/10	\$5,894.12	\$7,503.84	\$-1,609.72
THERMO ELECTRON CORP	883556102	900	12/23/09	09/20/10	\$42,618.86	\$44,120.79	\$-1,501.93
WELLS FARGO & CO (NEW)	949746101	2600	12/23/09	09/20/10	\$68,106.10	\$69,822.74	\$-1,716.64
AXIS CAPITAL HOLDINGS LTD SHS	G0692U109	2100	12/23/09	09/20/10	\$68,760.39	\$60,447.45	\$8,312.94
NABORS INDUSTRIES LTD SHS	G6359F103	3000	12/23/09	09/20/10	\$52,784.70	\$68,865.00	\$-16,080.30
NOBLE CORPORATION	H5833N103	1400	12/23/09	09/20/10	\$49,426.16	\$58,046.94	\$-8,620.78
COMCAST CORP NEW CL A	20030N101	3000	12/23/09	09/20/10	\$54,256.78	\$51,315.00	\$2,941.78
CELANESE CORP DEL SER A	150870103	2600	12/23/09	09/20/10	\$82,867.87	\$84,838.78	\$-1,970.91
APOLLO GROUP INC CL A	037604105	700	12/23/09	09/20/10	\$35,921.78	\$40,812.59	\$-4,890.81
AMPHENOL CORP NEW CL A	032095101	1700	12/23/09	09/20/10	\$81,607.29	\$78,738.56	\$2,868.73
APACHE CORP	037411105	100	12/23/09	09/20/10	\$9,590.84	\$10,453.50	\$-862.66
Total short term gain/loss from sales:					\$1,890,631.22	\$1,888,925.86	\$1,705.36

Long term transactions

This category includes all assets held more than 12 months.

Description	Cusip	Number of shares exchanged	Acquisition Date	Sale date	Gross proceeds less commissions	Tax cost	Net gain or loss
MONSANTO CO NEW	61166W101	300	09/18/06	04/16/10	\$19,555.97	\$13,962.78	\$5,593.19
MONSANTO CO NEW	61166W101	200	06/19/07	04/16/10	\$13,037.32	\$13,514.46	\$-477.14
MONSANTO CO NEW	61166W101	200	09/18/06	04/16/10	\$13,037.32	\$9,295.50	\$3,741.82
DEAN FOODS CO NEW	242370104	3700	05/01/09	09/10/10	\$38,368.35	\$70,450.96	\$-32,082.61
APOLLO GROUP INC CL A	037604105	400	05/01/09	09/20/10	\$20,526.73	\$24,442.00	\$-3,915.27
APPLE COMPUTER INC	037833100	200	03/17/08	09/20/10	\$56,387.90	\$24,943.50	\$31,444.40



Bank of America Private Wealth Management

FDN E KANE M WALLACE FAM

2010 Tax Information Letter

Account Number 022008537268

Page 6

Long term transactions

This category includes all assets held more than 12 months.

Description	Cusip	Number of shares exchanged	Acquisition Date	Sale date	Gross proceeds less commissions	Tax cost	Net gain or loss
CORNING INC	219350105	2200	05/01/09	09/20/10	\$38,620 34	\$30,875 90	\$7,744 44
EMC CORPORATION	268648102	2600	05/01/09	09/20/10	\$53,832 09	\$32,123 00	\$21,709 09
EOG RES INC	26875P101	500	05/01/09	09/20/10	\$43,797 45	\$33,302 50	\$10,494 95
GILEAD SCIENCES INC	375558103	900	05/01/09	09/20/10	\$31,747 77	\$40,321 26	\$-8,573 49
KIMBERLY CLARK CORP	494368103	100	06/11/07	09/20/10	\$6,703 39	\$7,009 75	\$-306 36
KIMBERLY CLARK CORP	494368103	100	01/12/07	09/20/10	\$6,703 39	\$6,913 75	\$-210 36
KIMBERLY CLARK CORP	494368103	400	04/05/06	09/20/10	\$26,813 54	\$23,247 00	\$3,566 54
KIMBERLY CLARK CORP	494368103	100	05/01/09	09/20/10	\$6,703 38	\$4,957 21	\$1,746 17
LABORATORY CORP AMER HLDGS NEW	50540R409	200	05/03/07	09/20/10	\$15,244 16	\$15,683 50	\$-439 34
LABORATORY CORP AMER HLDGS NEW	50540R409	200	03/17/08	09/20/10	\$15,244 16	\$14,791 50	\$452 66
LABORATORY CORP AMER HLDGS NEW	50540R409	100	01/12/07	09/20/10	\$7,622 08	\$7,332 75	\$289 33
LABORATORY CORP AMER HLDGS NEW	50540R409	200	11/30/07	09/20/10	\$15,244 16	\$14,647 50	\$596 66
LABORATORY CORP AMER HLDGS NEW	50540R409	500	05/01/09	09/20/10	\$38,110 41	\$31,469 50	\$6,640 91
LOWES COMPANIES INC	548661107	2000	05/01/09	09/20/10	\$42,829 27	\$42,095 20	\$734 07
MCKESSON HBOC INC	58155Q103	1500	05/01/09	09/20/10	\$93,835 41	\$56,510 25	\$37,325 16
MICROSOFT CORP	594918104	600	11/30/07	09/20/10	\$15,179 56	\$20,320 50	\$-5,140 94
MICROSOFT CORP	594918104	100	05/03/07	09/20/10	\$2,529 93	\$3,096 75	\$-566 82
MICROSOFT CORP	594918104	400	01/12/07	09/20/10	\$10,119 71	\$12,383 00	\$-2,263 29
MICROSOFT CORP	594918104	100	06/11/07	09/20/10	\$2,529 93	\$3,013 75	\$-483 82
APACHE CORP	037411105	1700	05/01/09	09/20/10	\$163,044 24	\$131,235 92	\$31,808 32
AMGEN INC	031162100	1200	05/01/09	09/20/10	\$66,999 42	\$58,372 68	\$8,626 74
UNITED PARCEL SVC INC CL B	911312106	700	05/01/09	09/20/10	\$46,817 72	\$36,081 50	\$10,736 22
ADOBE SYSTEM INC	00724F101	800	03/17/08	09/20/10	\$26,511 55	\$24,829 12	\$1,682 43
ADOBE SYSTEM INC	00724F101	1200	05/01/09	09/20/10	\$39,767 32	\$32,958 00	\$6,809 32
US BANCORP DEL NEW	902973304	1100	06/13/08	09/20/10	\$25,321 57	\$34,504 14	\$-9,182 57
NORDSTROM INC	655664100	2200	05/01/09	09/20/10	\$79,957 64	\$49,671 38	\$30,286 26



Bank of America Private Wealth Management

FDN E KANE M WALLACE FAM

2010 Tax Information Letter

Account Number 022008537268

Page 7

Long term transactions

This category includes all assets held more than 12 months.

Description	Cusip	Number of shares exchanged	Acquisition Date	Sale date	Gross proceeds less commissions	Tax cost	Net gain or loss
PEPSICO INC	713448108	100	06/13/08	09/20/10	\$6,683.20	\$6,766.75	\$-83.55
PEPSICO INC	713448108	100	05/03/07	09/20/10	\$6,683.20	\$6,730.75	\$-47.55
PEPSICO INC	713448108	100	01/12/07	09/20/10	\$6,683.20	\$6,504.75	\$178.45
SOUTHWESTERN ENERGY CO	845467109	200	05/01/09	09/20/10	\$6,364.85	\$7,525.00	\$-1,160.15
SOUTHWESTERN ENERGY CO	845467109	400	03/17/08	09/20/10	\$12,729.70	\$12,517.50	\$212.20
SOUTHWESTERN ENERGY CO	845467109	1000	11/30/07	09/20/10	\$31,824.26	\$25,503.75	\$6,320.51
STAPLES INC	855030102	1000	06/13/08	09/20/10	\$19,647.07	\$25,317.50	\$-5,670.43
STAPLES INC	855030102	3300	05/01/09	09/20/10	\$64,835.32	\$66,276.54	\$-1,441.22
THERMO ELECTRON CORP	883556102	800	06/13/08	09/20/10	\$37,883.44	\$47,440.00	\$-9,556.56
THERMO ELECTRON CORP	883556102	400	05/01/09	09/20/10	\$18,941.72	\$14,561.20	\$4,380.52
US BANCORP DEL NEW	902973304	200	01/12/07	09/20/10	\$4,603.92	\$7,095.50	\$-2,491.58
US BANCORP DEL NEW	902973304	100	06/11/07	09/20/10	\$2,301.96	\$3,438.48	\$-1,136.52
US BANCORP DEL NEW	902973304	700	05/03/07	09/20/10	\$16,113.73	\$24,057.25	\$-7,943.52
FEDERAL NATL MTG ASSN PREASSIGN	31359MGI6	50000	12/07/00	11/15/10	\$50,000.00	\$51,781.25	\$-1,781.25
REGIONS BK BIRMINGHAM AL	7591EAAA1	200000	05/01/09	12/10/10	\$200,000.00	\$205,364.00	\$-5,364.00
Total long term gain/loss from sales:					\$1,568,038.75	\$1,435,236.73	\$132,802.02

THE EDWARD W. KANE & MARTHA J. WALLACE

04-3466900

ATTACHMENT 1

FORM 990PF, PART I - DIVIDENDS AND INTEREST FROM SECURITIES

<u>DESCRIPTION</u>	<u>REVENUE AND EXPENSES PER BOOKS</u>	<u>NET INVESTMENT INCOME</u>
BANK OF AMERICA 80-02-200-8537268	271,392.	271,387.
BANK OF AMERICA 000025059553	415.	415.
TOTAL	<u>271,807.</u>	<u>271,802.</u>

✓

05180M U468 3/7/2011 3:12:39 PM V 10-4.2

KANE FOUNDATION

ATTACHMENT 1

THE EDWARD W. KANE & MARTHA J. WALLACE

04-3466900

ATTACHMENT 2

FORM 990PF, PART I - OTHER INCOME

<u>DESCRIPTION</u>	<u>REVENUE AND EXPENSES PER BOOKS</u>
ML PROCEEDS FROM SECURITIES LITIGATION	317.
TOTALS	<u>317.</u>

ATTACHMENT 3FORM 990PF, PART I - ACCOUNTING FEES

<u>DESCRIPTION</u>	<u>REVENUE AND EXPENSES PER BOOKS</u>	<u>NET INVESTMENT INCOME</u>	<u>ADJUSTED NET INCOME</u>	<u>CHARITABLE PURPOSES</u>
TAX PREPARATION FEES	4,500.	2,250.		
TOTALS	<u>4,500.</u>	<u>2,250.</u>	<u>0.</u>	<u>0.</u>

FORM 990PF, PART I - OTHER PROFESSIONAL FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
BOOKKEEPING SERVICES	300.	300.
TOTALS	300.	300.

ATTACHMENT 5FORM 990PF, PART I - TAXES

<u>DESCRIPTION</u>	<u>REVENUE AND EXPENSES PER BOOKS</u>
MASSACHUSETTS FILING FEES	250.
US TREASURY	26,210.
FOREIGN TAXES PAID	408.
TOTALS	<u>26,868.</u>

FORM 990PF, PART I - OTHER EXPENSES

<u>DESCRIPTION</u>	<u>REVENUE AND EXPENSES PER BOOKS</u>	<u>NET INVESTMENT INCOME</u>
INVESTMENT MANAGEMENT FEES	28,828.	28,828.
TOTALS	<u>28,828.</u>	<u>28,828.</u>

FORM 990PF, PART II - CORPORATE STOCK

ATTACHMENT 7

<u>DESCRIPTION</u>	<u>ENDING BOOK VALUE</u>	<u>ENDING FMV</u>
BANK OF AMERICA	8,338,816.	10,557,556.
TOTALS	<u>8,338,816.</u>	<u>10,557,556.</u>

ATTACHMENT 8

FORM 990PF, PART II - CORPORATE BONDS

<u>DESCRIPTION</u>	<u>ENDING BOOK VALUE</u>	<u>ENDING FMV</u>
BANK OF AMERICA	3,139,581.	3,253,885.
TOTALS	<u>3,139,581.</u>	<u>3,253,885.</u>

ATTACHMENT 9FORM 990PF, PART III - OTHER DECREASES IN NET WORTH OR FUND BALANCESDESCRIPTIONAMOUNT

UNREALIZED GAIN ON CONTRIB. OF ASSETS

937,297.

TOTAL

937,297.

THE EDWARD W. KANE & MARTHA J. WALLACE

04-3466900

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

ATTACHMENT 10

TITLE AND AVERAGE HOURS PER
WEEK DEVOTED TO POSITION

NAME AND ADDRESS

EDWARD W. KANE
1437-2 MONUMENT STREET
CONCORD, MA 01742-5309

TRUSTEE

MARTHA J. WALLACE
1437-2 MONUMENT STREET
CONCORD, MA 01742-5309

TRUSTEE

GRAND TOTALS

THE EDWARD W. KANE & MARTHA J. WALLACE

04-3466900

ATTACHMENT 11

FORM 990PF, PART XV - INFORMATION REGARDING FOUNDATION MANAGERS

EDWARD W. KANE
MARTHA J. WALLACE

FORM 990PF - PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEARATTACHMENT 12

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND		PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
	FOUNDATION STATUS OF RECIPIENT			
UU URBAN MINISTRY 10 PUTNAM STREET ROXBURY, MA 02119	NONE EXEMPT		UNRESTRICTED	7,000
TRUSTEES OF UNIVERSITY OF PENNSYLVANIA 3451 WALNUT STREET PHILADELPHIA, PA 19104	NONE EXEMPT		UNRESTRICTED	167,500
MUSEUM OF YACHTING FT ADAMS STATE PARK NEWPORT, RI 02840	NONE EXEMPT		UNRESTRICTED	13,350
NASHOBA BROOKS SCHOOL 200 STRAWBERRY HILL ROAD CONCORD, MA 01742	NONE EXEMPT		UNRESTRICTED	10,000
APPALACHIAN MOUNTAIN CLUB 5 JOY STREET BOSTON, MA 02108	NONE EXEMPT		UNRESTRICTED	2,500
NEW BEDFORD WHALING MUSEUM 18 JOHNNY CAKE HILL NEW BEDFORD, MA 02740	NONE EXEMPT		UNRESTRICTED	1,000

ATTACHMENT 12

KANE FOUNDATION

V 10-4 2

3 12 39 PM

05180M 0468 3/7/2011

THE EDWARD W KANE & MARTHA J WALLACE

04-3466900

FORM 990PF, PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR

ATTACHMENT 12 (CONT'D)

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND		PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
	FOUNDATION STATUS OF RECIPIENT			
NEWPORT HISTORICAL SOCIETY 82 TOURO STREET NEWPORT, RI 02840	NONE EXEMPT		UNRESTRICTED	5,000
CONCORD LAND CONSERVATION TRUST P O BOX 141 CONCORD, MA 01742	NONE EXEMPT		UNRESTRICTED	1,000
SEA EDUCATION ASSOCIATION P O BOX 6 WOODS HOLE, MA 02543	NONE EXEMPT		UNRESTRICTED	1,000
NAVAL WAR COLLEGE FOUNDATION 686 CUSHING ROAD NEWPORT, RI 02841-1207	NONE EXEMPT		UNRESTRICTED	2,000
OLIVER HAZARD PERRY RHODE ISLAND 29 TOURO STREET NEWPORT, RI 02840	NONE EXEMPT		UNRESTRICTED	15,200
REDWOOD LIBRARY & ATHENAEUM 50 BELLEVUE AVENUE NEWPORT, RI 02840	NONE EXEMPT		UNRESTRICTED	1,500

ATTACHMENT 12

KANE FOUNDATION

V 10-4 2

3.12 39 PM

05180M U468 3/7/2011

FORM 990PF, PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEARATTACHMENT 12 (CONT'D)

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND		PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
	FOUNDATION STATUS OF RECIPIENT			
HERRESHOFF MARINE MUSEUM 1 BURNSIDE STREET BRISTOL, RI 02809	NONE EXEMPT		UNRESTRICTED	1,000
CONCORD CARLISLE COMMUNITY CHEST 111 OLD ROAD TO NINE ACRE CORNER CONCORD, MA 01742	NONE EXEMPT		UNRESTRICTED	1,000
CONCORD MUSEUM 200 LEXINGTON ROAD CONCORD, MA 01742	NONE EXEMPT		UNRESTRICTED	30,600
SEAMEN'S CHURCH INSTITUTE 18 MARKET SQUARE NEWPORT, RI 02840	NONE EXEMPT		UNRESTRICTED	1,000
FENN SCHOOL 516 MONUMENT STREET CONCORD, MA 01742	NONE EXEMPT		UNRESTRICTED	1,500
GAINING GROUND P O BOX 374 CONCORD, MA 01742	NONE EXEMPT		UNRESTRICTED	250

THE EDWARD W KANE & MARTHA J WALLACE

04-3466900

FORM 990PF PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR

ATTACHMENT 12 (CONT'D)

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR

RECIPIENT NAME AND ADDRESS	FOUNDATION STATUS OF RECIPIENT AND	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
PHILLIPS EXETER ACADEMY 20 MAIN STREET EXETER, NH 03833-2460	NONE EXEMPT	UNRESTRICTED	200,000
AQUIDNECK LAND TRUST 790 AQUIDNECK AVENUE MIDDLETOWN, RI 02842	NONE EXEMPT	UNRESTRICTED	175
HISTORIC NEW ENGLAND 141 CAMBRIDGE STREET BOSTON, MA 02114-2702	NONE EXEMPT	UNRESTRICTED	75.
PRESERVATION SOCIETY OF NEWPORT COUNTY 367 BELLEVUE AVENUE NEWPORT, RI 02840-6915	NONE EXEMPT	UNRESTRICTED	50
NEW ENGLAND WILD FLOWER SOCIETY 180 HEMENWAY ROAD FRAMINGHAM, MA 01701-2699	NONE EXEMPT	UNRESTRICTED	5,000
CONCORD FREE PUBLIC LIBRARY 129 MAIN STREET CONCORD, MA 01742	NONE EXEMPT	UNRESTRICTED	500
TOTAL CONTRIBUTIONS PAID			<u>468,200</u>