



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



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

OMB No 1545-0052

2010

Department of the Treasury  
Internal Revenue Service

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 m, 2010, and ending

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 <b>The Ruth and Vernon Taylor Foundation, Montana</b>		A Employer identification number <b>20-1746884</b>
Number and street (or P.O. box number if mail is not delivered to street address) <b>1045 Reeves Road East</b>		B Telephone number (see the instructions) <b>(406) 587-5594</b>
City or town <b>Bozeman</b>	State ZIP code <b>MT 59718-7701</b>	C If exemption application is pending, check here <input type="checkbox"/>
H Check type of organization <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		D 1 Foreign organizations, check here <input type="checkbox"/> 2 Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, column (c), line 16) <b>\$ 8,533,246.</b>	J Accounting method <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____	E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
(Part I, column (d) must be on cash basis)		F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

## Part I Analysis of Revenue and Expenses

(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see 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 (att sch)				
2 Ck <input checked="" type="checkbox"/> if the foundn is not req to att Sch B				
3 Interest on savings and temporary cash investments	182.	182.		
4 Dividends and interest from securities	114,082.	114,082.		
5a Gross rents				
b Net rental income or (loss)		L-6a Stmt		
6a Net gain/(loss) from sale of assets not on line 10	29,757.			
b Gross sales price for all assets on line 6a	1,480,867.			
7 Capital gain net income (from Part IV, line 2)		29,757.		
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/(loss) (att sch)				
11 Other income (attach schedule) See Line 11 Stmt	-40,941.	2,376.		
12 Total. Add lines 1 through 11	103,080.	146,397.		
<b>ADMINISTRATIVE AND EXPENSES</b>				
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 sch) L-16b Stmt	1,713.	1,542.		170.
c Other prof fees (attach sch)				
17 Interest				
18 Taxes (attach schedule) See Line 18 Stmt	7,476.	7,476.		
19 Depreciation (attach sch) and depletion	221.	221.		
20 Occupancy				
21 Travel, conferences, and meetings				
22 Printing and publications				
23 Other expenses (attach schedule) See Line 23 Stmt	2,459.	2,204.		7.
24 Total operating and administrative expenses. Add lines 13 through 23	11,869.	11,443.		177.
25 Contributions, gifts, grants paid	354,600.			354,600.
26 Total expenses and disbursements. Add lines 24 and 25	366,469.	11,443.		354,777.
27 Subtract line 26 from line 12:				
a Excess of revenue over expenses and disbursements	-263,389.			
b Net investment income (if negative, enter -0-)		134,954.		
c Adjusted net income (if negative, enter -0-)				

9/4 8

<b>Part II Balance Sheets</b>		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
<b>A S S E T S</b>	1 Cash — non-interest-bearing	756.	4,583.	4,583.
	2 Savings and temporary cash investments	3,437,164.	2,217,480.	2,217,480.
	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 the instructions)			
	7 Other notes and loans receivable (attach sch)			
	Less: allowance for doubtful accounts			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments — U.S. and state government obligations (attach schedule)			
	b Investments — corporate stock (attach schedule) <b>Schedule "A"</b>	2,905,632.	3,858,301.	5,278,508.
	c Investments — corporate bonds (attach schedule) <b>Schedule "A"</b>	433,626.	433,626.	494,750.
	11 Investments — land, buildings, and equipment: basis			
<b>L I A B I L I T I E S</b>	Less: accumulated depreciation (attach schedule)			
	12 Investments — mortgage loans			
	13 Investments — other (attach schedule) <b>Schedule "A"</b>	500,000.	500,000.	536,724.
	14 Land, buildings, and equipment: basis			
	Less: accumulated depreciation (attach schedule)			
	15 Other assets (describe <b>Schedule "A"</b> )	523.	322.	1,201.
	16 <b>Total assets</b> (to be completed by all filers — see instructions. Also, see page 1, item i)	7,277,701.	7,014,312.	8,533,246.
	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
<b>F U N D A S S E T S  N E T A S S E T S  O R F U N D B A L A N C E S</b>	20 Loans from officers, directors, trustees, & 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)			
	<b>Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31.</b>			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	<b>Foundations that do not follow SFAS 117, check here and complete lines 27 through 31.</b>			
	27 Capital stock, trust principal, or current funds	7,277,701.	7,014,312.	
<b>F U N D B A L A N C E S</b>	28 Paid-in or capital surplus, or land, building, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds			
	30 <b>Total net assets or fund balances</b> (see the instructions)	7,277,701.	7,014,312.	
	31 <b>Total liabilities and net assets/fund balances</b> (see the instructions)	7,277,701.	7,014,312.	

**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	7,277,701.
2 Enter amount from Part I, line 27a	2	-263,389.
3 Other increases not included in line 2 (itemize) <b>Rounding</b>	3	0.
4 Add lines 1, 2, and 3	4	7,014,312.
5 Decreases not included in line 2 (itemize)	5	
6 Total net assets or fund balances at end of year (line 4 minus line 5) — Part II, column (b), line 30	6	7,014,312.

**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 shares MLC Company)

(b) How acquired  
P — Purchase  
D — Donation(c) Date acquired  
(month, day, year)(d) Date sold  
(month, day, year)

<b>1a See Schedule "B"</b>	<b>P</b>	<b>Various</b>	<b>Various</b>
<b>b From Partnership Sch. K-1 Markwest</b>	<b>P</b>	<b>Various</b>	<b>Various</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 1,480,867.</b>		<b>1,451,111.</b>	<b>29,756.</b>
<b>b 0.</b>		<b>-1.</b>	<b>1.</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 (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	
<b>a 0.</b>	<b>0.</b>	<b>0.</b>	<b>29,756.</b>
<b>b 0.</b>	<b>0.</b>	<b>0.</b>	<b>1.</b>
<b>c</b>			
<b>d</b>			
<b>e</b>			

**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****29,757.****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 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 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 (column (b) divided by column (c))
2009	355,214.	7,279,029.	0.048800
2008	334,732.	7,380,822.	0.045352
2007	104.	6,704,513.	0.000016
2006	43.	465.	0.092473
2005	193.	1,952.	0.098873

**2** Total of line 1, column (d)**2****0.285514****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****0.057103****4** Enter the net value of noncharitable-use assets for 2010 from Part X, line 5**4****8,169,931.****5** Multiply line 4 by line 3**5****466,528.****6** Enter 1% of net investment income (1% of Part I, line 27b)**6****1,350.****7** Add lines 5 and 6**7****467,878.****8** Enter qualifying distributions from Part XII, line 4**8****354,777.**

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

**Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 – see the instructions)**

1 a Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter 'N/A' on line 1. Date of ruling or determination letter _____ (attach copy of letter if necessary – see instr.)			
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	2,699.
c All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, column (b)			
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)		2	0.
3 Add lines 1 and 2		3	2,699.
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	2,699.
6 Credits/Payments			
a 2010 estimated tax pmts and 2009 overpayment credited to 2010	6a	5,787.	
b Exempt foreign organizations – tax withheld at source	6b		
c Tax paid with application for extension of time to file (Form 8868)	6c		
d Backup withholding erroneously withheld	6d		
7 Total credits and payments. Add lines 6a through 6d	7	5,787.	
8 Enter any penalty for underpayment of estimated tax Check here <input checked="" type="checkbox"/> if Form 2220 is attached	8	0.	
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	3,088.	
11 Enter the amount of line 10 to be Credited to 2011 estimated tax	11	3,088.	Refunded

**Part VII-A Statements Regarding Activities**

	Yes	No
1 a 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 the instructions for definition)?		X
If the answer is 'Yes' to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities		
c Did the foundation file Form 1120-POL for this year?		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
4 a 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, column (c), and Part XIV	X	
8 a Enter the states to which the foundation reports or with which it is registered (see the instructions) MT - Montana		
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)? 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

BAA

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 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? Website address <u>N/A</u>	13	X	
14	The books are in care of <u>James C. Taylor</u> Telephone no <u>(406) 587-5594</u> Located at <u>1045 Reeves Road East, Suite E Bozeman, MT</u> ZIP + 4 <u>59718-7701</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here and enter the amount of tax-exempt interest received or accrued during the year <u>15</u>			
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 the instructions for exceptions and filing requirements for Form TD F 90-22.1 If 'Yes,' enter the name of the foreign country				X

**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
<b>1 a</b> 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 checked="" type="checkbox"/> Yes <input 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>b</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 the instructions)? Organizations relying on a current notice regarding disaster assistance check here <input type="checkbox"/>	1 b	X
<b>c</b> 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?	1 c	X
<b>2</b> 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)):		
<b>a</b> 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 <u>20__</u> , <u>20__</u> , <u>20__</u> , <u>20__</u>		
<b>b</b> Are there any years listed in 2a for which the foundation is <b>not</b> 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 the instructions)	2 b	
<b>c</b> If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here <u>20__</u> , <u>20__</u> , <u>20__</u> , <u>20__</u>		
<b>3 a</b> 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>b</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.)	3 b	
<b>4 a</b> Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4 a	X
<b>b</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?	4 b	X

BAA

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 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 instructions)?

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?

If 'Yes' to 6b, file Form 8870

☐ Yes ☒ No**7a** At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?☐ Yes ☒ No**b** If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?

7b

**Part VIII** Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors**1** List all officers, directors, trustees, foundation managers and their compensation (see 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
James C. Taylor 1045 Reeves Rd. E., Suite E Bozeman MT 59718	Director & Pres. 10.00	0.	0.	0.
Beatrice R. Taylor 1045 Reeves Rd. E., Suite E Bozeman MT 59718	Director & V.P. 0.00	0.	0.	0.
Peggy L. Olson 1045 Reeves Rd. E., Suite E Bozeman MT 59718	Sec/Treas. 10.00	0.	0.	0.
Susan R. Taylor 1045 Reeves Rd. E., Suite E Bozeman MT 59718	Director 0.00	0.	0.	0.

**2** Compensation of five highest-paid employees (other than those included on line 1— see 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				
0				
0				
0				
0				

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

▶

None

**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 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 NONE	
	0.
2	
3	
4	

**Part IX-B** Summary of Program-Related Investments (see instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.	Amount
1 NONE	
	0.
2	
All other program-related investments See instructions	
3 NONE	
	0.
Total. Add lines 1 through 3	None

BAA

Form 990-PF (2010)



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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	4,325,891.
b	Average of monthly cash balances	1b	3,967,254.
c	Fair market value of all other assets (see instructions)	1c	1,201.
d	<b>Total</b> (add lines 1a, b, and c)	1d	8,294,346.
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	
3	Subtract line 2 from line 1d	3	8,294,346.
4	Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	124,415.
5	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4	5	8,169,931.
6	<b>Minimum investment return.</b> Enter 5% of line 5	6	408,497.

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

1	Minimum investment return from Part X, line 6	1	408,497.
2a	Tax on investment income for 2010 from Part VI, line 5	2a	2,699.
b	Income tax for 2010 (This does not include the tax from Part VI)	2b	
c	Add lines 2a and 2b	2c	2,699.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	405,798.
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	405,798.
6	Deduction from distributable amount (see instructions)	6	
7	<b>Distributable amount</b> as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	405,798.

**Part XII Qualifying Distributions** (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
a	Expenses, contributions, gifts, etc. — total from Part I, column (d), line 26	1a	354,777.
b	Program-related investments — total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	354,777.
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 instructions)	5	0.
6	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4	6	354,777.

**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.

BAA

Form 990-PF (2010)

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

	(a) Corpus	(b) Years prior to 2009	(c) 2009	(d) 2010
<b>1</b> Distributable amount for 2010 from Part XI, line 7				405,798.
<b>2</b> Undistributed income, if any, as of the end of 2010				
<b>a</b> Enter amount for 2009 only			353,366.	
<b>b</b> Total for prior years 20 __, 20 __, 20 __				
<b>3</b> Excess distributions carryover, if any, to 2010				
<b>a</b> From 2005	0.			
<b>b</b> From 2006	0.			
<b>c</b> From 2007	0.			
<b>d</b> From 2008	0.			
<b>e</b> From 2009	0.			
<b>f</b> Total of lines 3a through e	0.			
<b>4</b> Qualifying distributions for 2010 from Part XII, line 4 ▶ \$ 354,777.				
<b>a</b> Applied to 2009, but not more than line 2a			353,366.	
<b>b</b> Applied to undistributed income of prior years (Election required — see instructions)				
<b>c</b> Treated as distributions out of corpus (Election required — see instructions)				
<b>d</b> Applied to 2010 distributable amount				1,411.
<b>e</b> Remaining amount distributed out of corpus	0.			
<b>5</b> Excess distributions carryover applied to 2010 (If an amount appears in column (d), the same amount must be shown in column (a) )				
<b>6</b> Enter the net total of each column as indicated below:				
<b>a</b> Corpus Add lines 3f, 4c, and 4e Subtract line 5	0.			
<b>b</b> Prior years' undistributed income Subtract line 4b from line 2b		0.		
<b>c</b> Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
<b>d</b> Subtract line 6c from line 6b Taxable amount — see instructions		0.		
<b>e</b> Undistributed income for 2009 Subtract line 4a from line 2a Taxable amount — see instructions			0.	
<b>f</b> Undistributed income for 2010 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2011				404,387.
<b>7</b> Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)				
<b>8</b> Excess distributions carryover from 2005 not applied on line 5 or line 7 (see instructions)	0.			
<b>9</b> Excess distributions carryover to 2011. Subtract lines 7 and 8 from line 6a	0.			
<b>10</b> Analysis of line 9				
<b>a</b> Excess from 2006	0.			
<b>b</b> Excess from 2007	0.			
<b>c</b> Excess from 2008	0.			
<b>d</b> Excess from 2009	0.			
<b>e</b> Excess from 2010	0.			

BAA

Form 990-PF (2010)

**Part XIV Private Operating Foundations** (see instructions and Part VII-A, question 9)

**N/A**

- |     |   |     |
|-----|---|-----|
| 1 a | If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2010, enter the date of the ruling | N/A |
|-----|---|-----|

- 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 \_\_\_\_\_.

[illegible]

- 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(i)(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(i)(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 organization had \$5,000 or more in assets at any time during the year – see 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) )

**James C. Taylor, Director & President**

- 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

**Node**

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

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

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

The Ruth and Vernon Taylor Foundation, Montana

1045 Reeves Road East, Suite E

## Bozeman

**MT**

59718-7701

(406) 587-5594

- b** The form in which applications should be submitted and information and materials they should include:

No specific form required.

- c Any submission deadlines

No submission deadlines.

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

No restrictions or limitations.

**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>				
Partnership Pass Through Markwest Energy Partners Denver CO 80202	N/A	N/A	Charitable	0.
~~~~~ See Attached Schedule "C" Multiple States including MT 00000	N/A	N/A	Charitable	354,600.
<b>Total</b>			<b>3a</b>	<b>354,600.</b>
<i>b Approved for future payment</i>				
NONE				
Bozeman MT 59718	N/A	N/A	N/A	0.
<b>Total</b>			<b>3b</b>	<b>0.</b>



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

	Yes	No
<b>1</b> Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?		
<b>a</b> Transfers from the reporting foundation to a noncharitable exempt organization of:		
<b>(1)</b> Cash		X
<b>(2)</b> Other assets		X
<b>b</b> Other transactions		
<b>(1)</b> Sales of assets to a noncharitable exempt organization		X
<b>(2)</b> Purchases of assets from a noncharitable exempt organization		X
<b>(3)</b> Rental of facilities, equipment, or other assets		X
<b>(4)</b> Reimbursement arrangements		X
<b>(5)</b> Loans or loan guarantees		X
<b>(6)</b> Performance of services or membership or fundraising solicitations		X
<b>c</b> Sharing of facilities, equipment, mailing lists, other assets, or paid employees		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?

**b** If 'Yes,' complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship

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

**Sign  
Here**

Peggy L. Olson  
Signature of officer or trustee

05/13/11  
Date

Secretary/Treasurer  
Title

**Paid  
Preparer  
Use Only**

Print/Type preparer's name

Preparer's signature

Date \_\_\_\_\_

Check if <input type="checkbox"/> if self-employed	PTIN
----------------------------------------------------	------

**Non-Paid Preparer**

Firm's address

Phone no

**Form 990-PF**  
**Part I, Line 6a**

**Net Gain or Loss From Sale of Assets**

**2009**

Name <b>The Ruth and Vernon Taylor Foundation, Montana</b>	Employer Identification Number <b>20-1746884</b>
---------------------------------------------------------------	-----------------------------------------------------

**Asset Information:**

Description of Property	<b>See Schedule "B"</b>		
Date Acquired:	<b>Various</b>	How Acquired	<b>Purchased</b>
Date Sold	<b>Various</b>	Name of Buyer:	
Sales Price:	<b>1,480,867.</b>	Cost or other basis (do not reduce by depreciation)	<b>1,451,111.</b>
Sales Expense		Valuation Method	
Total Gain (Loss)	<b>29,756.</b>	Accumulation Depreciation	

Description of Property:	<b>Markwest Energy K-1 TIN 320-1746884</b>		
Date Acquired:	<b>N/A</b>	How Acquired:	
Date Sold	<b>N/A</b>	Name of Buyer:	<b>N/A</b>
Sales Price		Cost or other basis (do not reduce by depreciation)	<b>0.</b>
Sales Expense:		Valuation Method	
Total Gain (Loss)	<b>1.</b>	Accumulation Depreciation	

Description of Property			
Date Acquired		How Acquired.	
Date Sold:		Name of Buyer:	
Sales Price		Cost or other basis (do not reduce by depreciation)	
Sales Expense.		Valuation Method	
Total Gain (Loss)		Accumulation Depreciation:	

Description of Property			
Date Acquired		How Acquired	
Date Sold:		Name of Buyer	
Sales Price		Cost or other basis (do not reduce by depreciation)	
Sales Expense		Valuation Method	
Total Gain (Loss):		Accumulation Depreciation	

Description of Property:			
Date Acquired		How Acquired.	
Date Sold		Name of Buyer	
Sales Price:		Cost or other basis (do not reduce by depreciation)	
Sales Expense.		Valuation Method	
Total Gain (Loss)		Accumulation Depreciation	

Description of Property			
Date Acquired		How Acquired	
Date Sold		Name of Buyer:	
Sales Price		Cost or other basis (do not reduce by depreciation)	
Sales Expense		Valuation Method	
Total Gain (Loss)		Accumulation Depreciation	

Description of Property:			
Date Acquired		How Acquired:	
Date Sold		Name of Buyer	
Sales Price		Cost or other basis (do not reduce by depreciation)	
Sales Expense		Valuation Method	
Total Gain (Loss):		Accumulation Depreciation:	

Description of Property			
Date Acquired:		How Acquired	
Date Sold.		Name of Buyer:	
Sales Price:		Cost or other basis (do not reduce by depreciation)	
Sales Expense.		Valuation Method:	
Total Gain (Loss)		Accumulation Depreciation	

- ▶ Attach to return

Name

Employer Identification No

20-1746884

cpcv1401 SCR 08/10/10



Form 990-PF, Page 1, Part I, Line 11

**Line 11 Stmt**

Other income:	Rev/Exp Book	Net Inv Inc	Adj Net Inc
Royalties - Finley Oil and Gas	1,338.	1,338.	
Royalties - Sabine Oil and Gas	1,038.	1,038.	
Kinder Morgan K-1 (UBTI)	-39,962.		
Kinder Morgan K-1 Partner Deduct.	-4,127.		
Markwest Energy K-1 (UBTI)	631.		
Kind.Mor.Sec.1231 K-1 (UBTI)	130.		
Mark. Ener.K-1 Sec.1231 (UBTI)	11.		
<b>Total</b>	<b>-40,941.</b>	<b>2,376.</b>	

Form 990-PF, Page 1, Part I, Line 18

**Line 18 Stmt**

Taxes (see the instructions)	Rev/Exp Book	Net Inv Inc	Adj Net Inc	Charity Disb
<b>Taxes</b>	<b>45.</b>	<b>45.</b>		
<b>Taxes - Foreign</b>	<b>2,274.</b>	<b>2,274.</b>		
<b>Taxes - Severance</b>	<b>157.</b>	<b>157.</b>		
<b>Taxes - US Treasury</b>	<b>5,000.</b>	<b>5,000.</b>		
<b>Total</b>	<b>7,476.</b>	<b>7,476.</b>		

Form 990-PF, Page 1, Part I, Line 23

**Line 23 Stmt**

Other expenses:	Rev/Exp Book	Net Inv Inc	Adj Net Inc	Charity Disb
<b>Commissions &amp; Brokerage Fees</b>	<b>2,100.</b>	<b>2,100.</b>		
<b>Licenses</b>	<b>15.</b>	<b>14.</b>		<b>1.</b>
<b>Admin Expense-Sabine</b>	<b>35.</b>	<b>38.</b>		
<b>Postage</b>	<b>58.</b>	<b>52.</b>		<b>6.</b>
<b>Partnership Expense-Noneduct.</b>	<b>251.</b>	<b>0.</b>		
<b>Total</b>	<b>2,459.</b>	<b>2,204.</b>		<b>7.</b>

Form 990-PF, Page 1, Part I

**Line 16b - Accounting Fees**

Name of Provider	Type of Service Provided	Amount Paid Per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
<b>Peggy L. Olson</b>	<b>Tax Processing</b>	<b>88.</b>	<b>79.</b>		<b>8.</b>
<b>EideBailly, LLP</b>	<b>Review T/R, F/S</b>	<b>1,625.</b>	<b>1,463.</b>		<b>162.</b>
<b>Total</b>		<b>1,713.</b>	<b>1,542.</b>		<b>170.</b>

		----- RVTF -----		
End Of Year		Begin.	End Of Year	End Of Year
Quantity	Investment	Book Value	Book Value	Fair Market Value
<b>Line 1 - Cash - Non-Interest Bearing</b>				
N/A	Petty Cash	50 00	50 00	50 00
N/A	Checking - US Bank	705 94	4,532 69	4,532 69
<b>TOTAL - Line 1 - Non-Interest Bearing</b>		<b>755.94</b>	<b>4,582.69</b>	<b>4,582.69</b>
<b>Line 2 - Savings and Temporary Cash Investments</b>				
N/A	Savings - US Bank	29,022 35	15,048 87	15,048 87
N/A	Cash - JP Morgan	397,884 90	38,428 88	38,428 88
N/A	Money Market - JP Morgan	3,010,256 40	2,164,002 70	2,164,002 70
<b>TOTAL Line 2 - Savings and Temp. Cash Investments</b>		<b>3,437,163.65</b>	<b>2,217,480.45</b>	<b>2,217,480.45</b>

----- RVTF -----				
End Of Year Quantity	Investment	Begin. Book Value	End Of Year Book Value	End Of Year Fair Market Value
<b>Line 10b - Investments - Corporate Stock</b>				
10,000	Alcoa, Inc	118,915 00	118,915 00	153,900 00
1,250	Anadarko Petroleum Corp	31,806 25	31,806 25	95,200 00
10,700	AT&T Inc	77,521 78	307,188 78	314,366 00
-	Bank One Capital Trust VI	104,105 00	0 00	0 00
-	Barclays Bank PLC 6 5/8% PFD	111,157 20	0 00	0 00
1,750	Bristol Myers Squibb Co	49,568 75	49,568 75	46,340 00
5,394	Calpine Corp	78,929 84	0 00	0 00
-	Calpine Corp Sr Notes 8 1/2%	0 00	0 00	0 00
8,000	Cenovous Energy Inc	146,592 65	146,592 65	265,920 00
1,969	Chevron Corp	47,905 77	47,905 77	179,671 25
-	Corp-Backed Trust Certs 7% Pfd	50,000 00	0 00	0 00
-	Countrywide Capital V 7% Pfd	50,000 00	0 00	0 00
5,000	Devon Energy Corp	283,630 80	283,630 80	392,550 00
8,000	Encana Corp	158,869 15	158,869 15	232,960 00
696	Exxon Mobil Corp	20,851 14	20,851 14	50,891 52
-	Flaherty & Crumrine/Claymore Return Fund	167,498 53	0 00	0 00
293	Freeport-McMoran Copper & Gold Inc CL B	18,052 10	18,052 10	35,186 37
30,000	General Electric Co	231,540 00	579,635 00	548,700 00
-	ING Groep NV 6 3/8%	173,370 50	0 00	0 00
-	IShares Barclays Tips Bond Fund	101,029 00	0 00	0 00
2,661	JPMorgan International Opportunities Fund	42,623 66	42,623 66	35,814 46
9,500	Kinder Morgan Energy Partnership	83,224 82	0 00	667,470 00
214	McMoran Exploration Co	3,968 28	3,968 28	3,667 96
20,000	Microsoft Corp	0 00	539,789 00	558,200 00
-	Morgan Stanley Cap Trust 6 60% Pfd	100,000 00	0 00	0 00
2,184	Newmont Mining Corp	0 00	0 00	134,163 12
-	PCM Fund Inc	11,296 00	0 00	0 00
1,250	Pengrowth Energy Trust	19,469 26	19,469 26	16,075 00
-	Public Storage Inc 12 25% Pfd A	1,476 02	0 00	0 00
299	Putnam High Income Securities	2,711 93	0 00	0 00
241	QSound Labs Inc	3,364 36	3,364 36	24 10
-	Royal Bank of Scotland Plc 6 3/4% Pfd Q	250,000 00	0 00	0 00
3,000	Royal Bk Scotland Group Plc 5 3/4% Pfd	72,540 00	72,540 00	52,290 00
200	Royal Dutch Shell Plc Sponsored A/D/R	10,924 21	10,924 21	13,356 00
250	Sabine Royalty Trust S/B/I	123 87	103 76	14,887 50
-	Strats-New Corp 2006-4 7% Pfd	125,000 00	0 00	0 00
2,500	Units - Markwest Energy Partners LP	32,457 89	28,893 89	108,275 00
10,000	Verizon Communications Inc	0 00	334,485 00	357,800 00
-	Wells Fargo & Co	125,108 78	0 00	0 00
80,000	Western Asset/Claymore Opportunities	0 00	1,039,124 00	1,000,800 00
-	WTS-XO Holdings Inc CL A	0 00	0 00	0 00
-	WTS-XO Holdings Inc CL B	0 00	0 00	0 00
-	WTS-XO Holdings Inc CL C	0 00	0 00	0 00
-	XO Holdings Inc	0 00	0 00	0 00
<b>TOTAL Line 10b - Investments - Corporate Stock</b>		<b>2,905,632.54</b>	<b>3,858,300.81</b>	<b>5,278,508.28</b>

----- RVTF -----				
End Of Year Quantity	Investment	Begin. Book Value	End Of Year Book Value	End Of Year Fair Market Value
<b>Line 10c - Investments - Corporate Bonds</b>				
200,000	Alcoa Inc CV 5 1/4% (3/15/14)	332,000 00	332,000 00	494,750 00
91,250	Loewen Group International Inc	0 00	0 00	0 00
100,000	MOA Hospitality Inc Notes 8% 1/15/05	101,625 60	101,625 60	0 00
<b>TOTAL Line 10c - Investments - Corporate Bonds</b>		<b>433,625.60</b>	<b>433,625.60</b>	<b>494,750.00</b>
<b>Line 13 - Investments - Other</b>				
381 79	HMLP Multi-Strat PI LTD	500,000 00	500,000 00	536,724 20
<b>TOTAL Line 13 - Investments - Other</b>		<b>500,000.00</b>	<b>500,000.00</b>	<b>536,724.20</b>
<b>Line 15 - Other Assets</b>				
N/A	Finley Resources, Inc	523 22	322 58	1,201 25
<b>TOTAL Line 15 - Other Assets</b>		<b>523.22</b>	<b>322.58</b>	<b>1,201.25</b>
<b>TOTAL Line 16 - Total Assets</b>		<b>7,277,700.95</b>	<b>7,014,312.13</b>	<b>8,533,246.87</b>

**The Ruth and Vernon Taylor Foundation-Montana**  
**EIN #20-1746884**  
**Form 990-PF (2010), Page 3, Part IV**  
**Capital Gains and Losses for Tax on Investment Income**

<u>Quantity</u>	<u>Security</u>	<u>Sales Price</u>	<u>Cost</u>	<u>Gain or (Loss)</u>
8,000	Bank One Capital Trust VI 7 20% Pfd	\$ 201,319.80	\$ 104,105.00	\$ 97,214.80
6,000	Barclays Bank PLC 6 5/8% PFD	134,903.27	111,157.20	\$ 23,746.07
5,394	Calpine Corp	66,620.98	78,929.84	\$ (12,308.86)
2,000	Corp-Backed Trust Certs 7% Pfd	45,807.01	50,000.00	(4,192.99)
2,000	Countrywide Capital V 7% Pfd	44,604.23	50,000.00	(5,395.77)
6,750	Flaherty & Crumrine/Claymore Return Fund	118,064.42	167,498.53	(49,434.11)
11,000	Ing Groep NV 6 3/8% PFD	226,201.15	173,370.50	52,830.65
1,000	Ishares Barclays Tips Bond Fund	106,895.18	\$100,457.44	6,437.74
4,000	Morgan Stanley Cap Trust 6.60% Pfd	89,252.89	100,000.00	(10,747.11)
800	PCM Fund Inc	6,453.82	11,296.00	(4,842.18)
182	Public Storage Inc 12.25% Pfd A	4,461.82	1,476.02	2,985.80
299	Putnam High Income Securities	2,172.37	2,711.93	(539.56)
10,000	Royal Bank of Scotland Plc 6 3/4% Pfd Q	139,702.62	250,000.00	(110,297.38)
5,000	Strats-New Corp 2006-4 7% Pfd	112,444.55	125,000.00	(12,555.45)
6,500	Wells Fargo & Co	181,959.18	125,108.78	56,850.40
8	XO Holdings Inc	3.76	0.00	3.76
*	None in 2010	0.00	0.00	0.00
**	Markwest Energy TIN #20-1746884 (L-T)	N/A	N/A	1.00
<b>TOTALS</b>		<b>\$ 1,480,867.05</b>	<b>\$ 1,451,111.24</b>	<b>\$ 29,756.81</b>

\* Denotes Cash in Lieu of Fractional Shares

\*\* From Partnership Schedule K-1

**The Ruth and Vernon Taylor Foundation-Montana****EIN #20-1746884****Form 990-PF (2010), Page 11, Part XV Supplementary Information****Line 3a Grants and Contributions Paid During the Year**

<u>Name</u>	<u>Street</u>	<u>City</u>	<u>State</u>	<u>Zip Code</u>	<u>Paid Amount</u>
Bozeman Deaconess Foundation	931 Highland Blvd , Suite 3200	Bozeman	MT	59715	100,000.00
Montana 4-H Foundation	P O. Box 173580	Bozeman	MT	59717-3580	16,000 00
Montana Arts	P O. Box 1537	Bozeman	MT	59771-1537	3,500 00
Montana High School Rodeo Corp	27485 Gray Wolf Drive	Arlee	MT	59821	5,500 00
Montana Meth Project	P O. Box 8944	Missoula	MT	59807	10,000.00
Montana TheatreWorks, Inc	P.O Box 28	Bozeman	MT	59771-0028	15,000 00
Museum of the Rockies	600 West Kagy Blvd.	Bozeman	MT	59717-2730	50,000.00
Property and Environment Research Center (PERC)	2048 Analysis Drive, Suite A	Bozeman	MT	59718-6829	5,000 00
Smithsonian Institution	P.O. Box 37012	Washington	DC	20013-7012	100,000.00
The Heritage Foundation	214 Massachusetts Ave. N E.	Washington	DC	20002-4999	7,500 00
The Literacy Center	801 Hamilton St , Suite 201	Allenttown	PA	18101-2420	7,100.00
The Thatcher School	5025 Thacher Road	Ojai	CA	93023-9001	25,000.00
Thrive	P O Box 4325	Bozeman	MT	59772-4325	10,000 00
					<u>354,600 00</u>
<b>TOTAL</b>					<u><b>354,600.00</b></u>