



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 , 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

WILLIAM R DALLY FOUNDATION
 FBT 2200 PNC CTR 201 E 5TH ST/WNK
 CINCINNATI, OH 45202-4182

A Employer identification number

20-2505429

B Telephone number (see the instructions)

513-651-6800

C If exemption application is pending, check here ☐D 1 Foreign organizations, check here ☐2 Foreign organizations meeting the 85% test, check here and attach computation ☐E If private foundation status was terminated under section 507(b)(1)(A), check here ☐F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ☐

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

I Fair market value of all assets at end of year (from Part II, column (c), line 16) ☐ Accounting method ☒ Cash ☐ Accrual
☐ Other (specify) _____

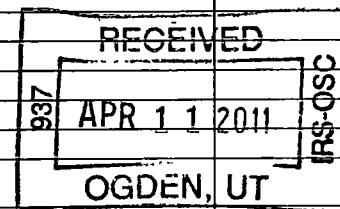
Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see the instructions))

	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
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	418.	418.	418.	
4 Dividends and interest from securities	20,356.	20,356.	20,356.	
5a Gross rents				
b Net rental income or (loss)				
6a Net gain/(loss) from sale of assets not on line 10	21,582.			
b Gross sales price for all assets on line 6a	90,946.			
7 Capital gain net income (from Part IV, line 2)		21,582.		
8 Net short-term capital gain			2,263.	
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)				
12 Total. Add lines 1 through 11	42,356.	42,356.	23,037.	
13 Compensation of officers, directors, trustees, etc	0.			
14 Other employee salaries and wages				
15 Pension plans, employee benefits				
16a Legal fees (attach schedule) See St 1	2,282.	2,282.		
b Accounting fees (attach sch)				
c Other prof fees (attach sch) See St 2	7,553.	7,553.		
17 Interest				
18 Taxes (attach schedule) See Stm 3	200.	200.		
19 Depreciation (attach sch) and depletion				
20 Occupancy				
21 Travel, conferences, and meetings				
22 Printing and publications				
23 Other expenses (attach schedule) See Statement 4	1,784.	1,784.		
24 Total operating and administrative expenses. Add lines 13 through 23	11,819.	11,819.		
25 Contributions, gifts, grants paid Stmt 5	82,200.			82,200.
26 Total expenses and disbursements. Add lines 24 and 25	94,019.	11,819.	0.	82,200.
27 Subtract line 26 from line 12:				
a Excess of revenue over expenses and disbursements	-51,663.			
b Net investment income (if negative, enter -0-)		30,537.		
c Adjusted net income (if negative, enter -0-)			23,037.	

SCANNED APR 13 2011

REVENUE

ADMINISTRATIVE AND OPERATING EXPENSES



14

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			
	2	Savings and temporary cash investments	983,666.	629,369.	629,369.
	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) Statement 6	270,150.	265,148.	266,850.
	b	Investments — corporate stock (attach schedule) Statement 7	746,415.	1,040,306.	963,114.
	c	Investments — corporate bonds (attach schedule)			
	11	Investments — land, buildings, and equipment basis			
	Less accumulated depreciation (attach schedule)				
12	Investments — mortgage loans				
13	Investments — other (attach schedule) Statement 8		20,150.	20,128.	
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 instructions. Also, see page 1, item I)	2,000,231.	1,954,973.	1,879,461.	
LIABILITIES	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, & other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe)			
	23	Total liabilities (add lines 17 through 22)	0.	0.	
NET ASSETS OR FUND BALANCES		Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31. <input checked="" type="checkbox"/>			
	24	Unrestricted	2,000,231.	1,954,973.	
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. <input type="checkbox"/>			
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, building, and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds			
	30	Total net assets or fund balances (see the instructions)	2,000,231.	1,954,973.	
	31	Total liabilities and net assets/fund balances (see the instructions)	2,000,231.	1,954,973.	

Part III Analysis of Changes in Net Assets or Fund Balances

1	Total net assets or fund balances at beginning of year — Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	2,000,231.
2	Enter amount from Part I, line 27a	2	-51,663.
3	Other increases not included in line 2 (itemize) <u>See Statement 9</u>	3	6,660.
4	Add lines 1, 2, and 3	4	1,955,228.
5	Decreases not included in line 2 (itemize) <u>See Statement 10</u>	5	255.
6	Total net assets or fund balances at end of year (line 4 minus line 5) — Part II, column (b), line 30	6	1,954,973.

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)
1 a 1775 EL PASO CORP COMMON		P	4/13/10	8/27/10
b 1282 CONSTELLATION BRANDS		P	1/12/10	8/27/10
c 20 APPLE INC.		P	1/22/10	8/30/10
d 634 FORTUNE BRANDS		P	2/10/09	12/08/10
e 5000 OH CAP FHA 5.3%		P	5/24/07	12/30/10

(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 20,380.		20,182.	198.
b 21,309.		20,138.	1,171.
c 4,883.		3,989.	894.
d 39,374.		20,053.	19,321.
e 5,000.		5,002.	-2.

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) 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	
a			198.
b			1,171.
c			894.
d			19,321.
e			-2.

2 Capital gain net income or (net capital loss)	<div style="border: 1px solid black; padding: 2px;"> If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 </div>		2	21,582.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)	<div style="border: 1px solid black; padding: 2px;"> If gain, also enter in Part I, line 8, column (c) (see the instructions) If (loss), enter -0- in Part I, line 8 </div>		3	2,263.

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) N/A

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			
2008			
2007			
2006			
2005			

2 Total of line 1, column (d)	2	
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	
4 Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	
5 Multiply line 4 by line 3	5	
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	
7 Add lines 5 and 6	7	
8 Enter qualifying distributions from Part XII, line 4	8	

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	611.
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	611.
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	611.
6 Credits/Payments			
a 2010 estimated tax pmts and 2009 overpayment credited to 2010	6a	362.	
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	362.	
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	249.	
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10		
11 Enter the amount of line 10 to be Credited to 2011 estimated tax	11		
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)? <i>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</i>		X
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation <input type="checkbox"/> \$ 0. (2) On foundation managers <input type="checkbox"/> \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. <input type="checkbox"/> \$ 0.		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? <i>If 'Yes,' attach a detailed description of the activities</i>		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? <i>If 'Yes,' attach a conformed copy of the changes</i>		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?		N/A
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If 'Yes,' attach the statement required by General Instruction T</i>		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? <i>If 'Yes,' complete Part II, column (c), and Part XV</i>	X	
8 a Enter the states to which the foundation reports or with which it is registered (see the instructions): OH		
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? <i>If 'No,' attach explanation</i>	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)? <i>If 'Yes,' complete Part XIV</i>		X
10 Did any persons become substantial contributors during the tax year? <i>If 'Yes,' attach a schedule listing their names and addresses</i>		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>WILLIAM N KIRKHAM</u> Telephone no <u>513-651-6800</u> Located at <u>FBT 201 E 5TH ST 2200 PNC CENTER CINCINNATI</u> ZIP + 4 <u>45202-4182</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>N/A</u>	15		N/A
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 <u></u>			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
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 the instructions)? Organizations relying on a current notice regarding disaster assistance check here <input type="checkbox"/>	1b	N/A
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2010?	1c	X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))		
a	At the end of tax year 2010, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2010? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If 'Yes,' list the years <u>20__</u> , <u>20__</u> , <u>20__</u> , <u>20__</u>		
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 the instructions.)	2b	N/A
c	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>		
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If 'Yes,' did it have excess business holdings in 2010 as a result of (1) any purchase by the foundation or disqualified persons after May 26, 1969, (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2010.)	3b	N/A
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2010?	4b	X

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)?

5b

N/A

Organizations relying on a current notice regarding disaster assistance check here

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

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

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

6b

X

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

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

7b

b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?**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
WILLIAM N KIRKHAM C/O FBT 201 E 5TH ST CINCINNATI, OH 45202	Director 0	0.	0.	0.
PATRICK M CUMMINGS 7712 BLUECRYSTAL CT CINCINNATI, OH 45224	Director 0	0.	0.	0.
JACK COORS 4125 HAMILTON AVE CINCINNATI, OH 45223	Director 0	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				

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

0

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		0

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 N/A	
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 N/A	
2	
All other program-related investments See instructions	
3	
Total. Add lines 1 through 3	0.

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	1,096,830.
b Average of monthly cash balances	1b	752,508.
c Fair market value of all other assets (see instructions)	1c	
d Total (add lines 1a, b, and c)	1d	1,849,338.
e Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	0.
2 Acquisition indebtedness applicable to line 1 assets	2	0.
3 Subtract line 2 from line 1d	3	1,849,338.
4 Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	27,740.
5 Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,821,598.
6 Minimum investment return. Enter 5% of line 5	6	91,080.

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	91,080.
2a Tax on investment income for 2010 from Part VI, line 5	2a	611.	
b Income tax for 2010 (This does not include the tax from Part VI)	2b		
c Add lines 2a and 2b		2c	611.
3 Distributable amount before adjustments. Subtract line 2c from line 1		3	90,469.
4 Recoveries of amounts treated as qualifying distributions		4	
5 Add lines 3 and 4		5	90,469.
6 Deduction from distributable amount (see instructions)		6	
7 Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1		7	90,469.

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	82,200.
b Program-related investments — total from Part IX-B	1b	
2 Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3 Amounts set aside for specific charitable projects that satisfy the		
a Suitability test (prior IRS approval required)	3a	
b Cash distribution test (attach the required schedule)	3b	
4 Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	82,200.
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 instructions)	5	
6 Adjusted qualifying distributions. Subtract line 5 from line 4	6	82,200.

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 instructions)

	(a) Corpus	(b) Years prior to 2009	(c) 2009	(d) 2010
1 Distributable amount for 2010 from Part XI, line 7				90,469.
2 Undistributed income, if any, as of the end of 2010				
a Enter amount for 2009 only			82,135.	
b Total for prior years 20____, 20____, 20____		0.		
3 Excess distributions carryover, if any, to 2010				
a From 2005				
b From 2006				
c From 2007				
d From 2008				
e From 2009				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2010 from Part XII, line 4 ▶ \$ 82,200.				
a Applied to 2009, but not more than line 2a			82,135.	
b Applied to undistributed income of prior years (Election required — see instructions)		0.		
c Treated as distributions out of corpus (Election required — see instructions)	0.			
d Applied to 2010 distributable amount				65
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))	0.			0.
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	0.			
b Prior years' undistributed income Subtract line 4b from line 2b		0.		
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		0.		
d Subtract line 6c from line 6b Taxable amount — see instructions.		0.		
e Undistributed income for 2009 Subtract line 4a from line 2a Taxable amount — see instructions			0.	
f Undistributed income for 2010 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2011				90,404.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)	0.			
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see instructions)	0.			
9 Excess distributions carryover to 2011. Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9				
a Excess from 2006				
b Excess from 2007				
c Excess from 2008				
d Excess from 2009				
e Excess from 2010				

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>				
Total			3 a	
<i>b Approved for future payment</i>				
Total			3 b	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (see the instructions)
	(a) Business code	(b) Amount	(c) Exclu- sion code	(d) Amount	
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	418.	
4 Dividends and interest from securities			14	20,356.	
5 Net rental income or (loss) from real estate					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory					21,582.
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue					
a					
b					
c					
d					
e					
12 Subtotal. Add columns (b), (d), and (e)				20,774.	21,582.
13 Total. Add line 12, columns (b), (d), and (e)				13	42,356.

(See worksheet in line 13 instructions to verify calculations)

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

[illegible]

WILLIAM R DALLY FOUNDATION

20-2505429

Statement 1
Form 990-PF, Part I, Line 16a
Legal Fees

	(a) Expenses Per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
FBT	\$ 3,655.	\$ 3,655.		
LESS: T/E ALLOCATION	-1,373.	-1,373.		
Total	<u>\$ 2,282.</u>	<u>\$ 2,282.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

Statement 2
Form 990-PF, Part I, Line 16c
Other Professional Fees

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
INVESTMENT FEES	\$ 3,629.	\$ 3,629.		
LESS: T/E ALLOCATION	-3,180.	-3,180.		
LESS: T/E ALLOCATION	-1,363.	-1,363.		
TRUSTEE FEES (NORTH SIDE BANK)	8,467.	8,467.		
Total	<u>\$ 7,553.</u>	<u>\$ 7,553.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

Statement 3
Form 990-PF, Part I, Line 18
Taxes

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
TREASURER ST OF OHIO	\$ 200.	\$ 200.		
Total	<u>\$ 200.</u>	<u>\$ 200.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

Statement 4
Form 990-PF, Part I, Line 23
Other Expenses

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
INSURANCE	\$ 1,784.	\$ 1,784.		
Total	<u>\$ 1,784.</u>	<u>\$ 1,784.</u>	<u>\$ 0.</u>	<u>\$ 0.</u>

WILLIAM R DALLY FOUNDATION

20-2505429

Statement 5
Form 990-PF, Part I, Line 25
Contributions, Gifts, and Grants

Cash Grants and Allocations

Class of Activity:	VETERANS CEMETERY	
Donee's Name:	CENTER FOR GREAT NEIGHBORHOODS/LINDEN GR	
Donee's Address:	1650 RUSSELL ST	
	COVINGTON, KY 41011	
Relationship of Donee:	NONE	
Organizational Status of Donee:	501(C) (3)	
Amount Given:		\$ 5,000.
Class of Activity:	ABUSE ASSISTANCE	
Donee's Name:	THE HOPE OF SURVIVORS	
Donee's Address:	P O BOX 27	
	EFFINGHAM, IL 62401	
Relationship of Donee:	NONE	
Organizational Status of Donee:	501(C) (3)	
Amount Given:		7,500.
Class of Activity:	HSG, FOOD ABUSED CHILDREN	
Donee's Name:	ONE WAY FARM OF FAIRFIELD	
Donee's Address:	6131 RIVER RD	
	FAIRFIELD, OH 45014	
Relationship of Donee:	NONE	
Organizational Status of Donee:	501(C) (3)	
Amount Given:		20,000.
Class of Activity:	CHILDREN CLOTHING, ASSIST	
Donee's Name:	ASSISTANCE LEAGUE OF CINCINNATI	
Donee's Address:	1057 META DR	
	CINCINNATI, OH 45237	
Relationship of Donee:	NONE	
Organizational Status of Donee:	501(C) (3)	
Amount Given:		10,000.
Class of Activity:	CHILDREN & FAMILY SHELTER	
Donee's Name:	RONALD MCDONALD HOUSE OF GRT CINTI	
Donee's Address:	350 ERKENBRECHER AVE	
	CINCINNATI, OH 45229	
Relationship of Donee:	NONE	
Organizational Status of Donee:	501(C) (3)	
Amount Given:		6,000.
Class of Activity:	EDUCATION MINORITY STUDEN	
Donee's Name:	QUEEN CITY FOUNDATION	
Donee's Address:	3800 VICTORY PKWY	
	CINCINNATI, OH 45207	
Relationship of Donee:	NONE	
Organizational Status of Donee:	501(C) (3)	
Amount Given:		3,000.
Class of Activity:	EDUCATION	
Donee's Name:	UC FOUNDATION	
Donee's Address:	51 GOODMAN DRIVE	
	CINCINNATI, OH 45219	
Relationship of Donee:	NONE	
Organizational Status of Donee:	501(C) (3)	
Amount Given:		15,000.

WILLIAM R DALLY FOUNDATION

20-2505429

Statement 5 (continued)
Form 990-PF, Part I, Line 25
Contributions, Gifts, and Grants

Class of Activity:	PEOPLE WITH DISABILITIES	
Donee's Name:	NEW PERCEPTIONS	
Donee's Address:	1 SPERTI DRIVE	
	EDGEWOOD, KY 41017	
Relationship of Donee:	NONE	
Organizational Status of Donee:	501(C)(3)	
Amount Given:		\$ 5,000.
Class of Activity:	NEEDY CHILDREN & FAMILIES	
Donee's Name:	LIGHTHOUSE YOUTH SERVICES	
Donee's Address:	401 E. MCMILLAN	
	CINCINNATI, OH 45206	
Relationship of Donee:	NONE	
Organizational Status of Donee:	501(C)(3)	
Amount Given:		5,000.
Class of Activity:	ITALIAN HERITAGE	
Donee's Name:	ORDER SONS OF ITALY LODGE 1191	
Donee's Address:	2093 SYLVED LANE	
	CINCINNATI, OH 45238	
Relationship of Donee:	NONE	
Organizational Status of Donee:	501(C)(3)	
Amount Given:		2,000.
Class of Activity:	ABUSE ASSISTANCE	
Donee's Name:	WOMEN HELPING WOMEN	
Donee's Address:	215 E. 9TH ST. 7TH FLOOR	
	CINCINNATI, OH 45202	
Relationship of Donee:	NONE	
Organizational Status of Donee:	501(C)(3)	
Amount Given:		3,700
	Total	\$ <u>82,200.</u>

Statement 6
Form 990-PF, Part II, Line 10a
Investments - U.S. and State Government Obligations

<u>State/Municipal Obligations</u>	<u>Valuation Method</u>	<u>Book Value</u>	<u>Fair Market Value</u>
25,000 ASHTABULA, OH	Cost	\$ 25,380.	\$ 25,276.
40,000 BARDSTOWN, KY	Cost	41,184.	42,372.
50,000 CLERMONT CNTY, OH	Cost	51,250.	50,000.
45,000 GARFIELD HTS, OH	Cost	47,251.	46,919.
50,000 MADEIRA, OH	Cost	48,877.	50,693.
40,000 MASON, OH	Cost	41,201.	41,635.
15,000 OHCAPCORP-FHA SEC 8 HSG	Cost	10,005.	9,955.
		\$ 265,148.	\$ 266,850.
	Total	\$ <u>265,148.</u>	\$ <u>266,850.</u>

WILLIAM R DALLY FOUNDATION

20-2505429

Statement 7
Form 990-PF, Part II, Line 10b
Investments - Corporate Stocks

<u>Corporate Stocks</u>	<u>Valuation Method</u>	<u>Book Value</u>	<u>Fair Market Value</u>
BRISTOL-MYERS SQUIBB 2688	Cost	\$ 80,882	\$ 71,178.
COLGATE PALMOLIVE 400	Cost	26,680.	32,148.
FIFTH THIRD BANCORP 6345	Cost	268,552.	93,145.
US BANCORP 1000 SHS	Cost	34,530.	26,970.
TRANSOCEAN 265	Cost	20,089.	18,420.
AFLAC 480	Cost	20,360.	27,086.
AT&T 778	Cost	20,025.	22,858.
ALTRIA GROUP 1079	Cost	20,154.	26,565.
CISCO SYSTEMS 930	Cost	20,049.	18,814.
CITIGROUP 5000	Cost	18,173.	23,650.
DUKE ENERGY	Cost	20,118.	23,420.
EXXON MOBIL 290	Cost	20,050.	21,205.
FORTUNE BRANDS 634	Cost	0.	0.
GENERAL ELECTRIC 1737	Cost	20,166.	31,770.
HEINZ 573	Cost	20,032.	28,341.
HUNTINGTON BANC 2900	Cost	15,230.	19,923.
INTEL 1063	Cost	20,269.	22,355.
JOHNSON & JOHNSON 334	Cost	19,969.	20,658.
KEYCORP 2000	Cost	14,926.	17,700.
MARSHALL & ISLEY 2500	Cost	17,585.	17,300.
MICROSOFT 1054	Cost	20,068.	29,417.
NEWS CORP 1545	Cost	20,178.	25,369.
REGIONS FIN'L 2000	Cost	13,012.	14,000.
SYNOVOUS FIN'L 5000	Cost	12,404.	13,200.
3 M CO 266	Cost	20,080.	22,956.
APPLE INC. 80	Cost	15,958.	25,805.
APPLIED MATLS INC 1600	Cost	20,126.	22,480.
BANK OF AMERICA CORPORATION 1775	Cost	20,231.	23,679.
BOEING COMPANY 332	Cost	20,009.	21,666.
CHEVRON CORPORATION 495	Cost	40,047.	45,169.
CINCINNATI FINL CORP 672	Cost	20,005.	21,296.
DU PONT E I DE NEMOURS & CO 518	Cost	20,072.	25,838.
USX MARATHON GROUP COM NEW 620	Cost	20,081.	22,959.
MARSH MCLENNAN 917	Cost	20,073.	25,071.
MERCK & COMPANY INC 533	Cost	20,025.	19,209.
PAYCHEX INC 642	Cost	20,037.	19,844.
TIME WARNER INC NEW 673	Cost	20,061.	21,650.
	Total	\$ 1,040,306.	\$ 963,114.

Statement 8
Form 990-PF, Part II, Line 13
Investments - Other

<u>Other Securities</u>	<u>Valuation Method</u>	<u>Book Value</u>	<u>Fair Market Value</u>
PUTNAM DIVERSIFIED INC CLASS A 2484.895	Cost	\$ 20,150	\$ 20,128.
	Total	\$ 20,150	\$ 20,128.

WILLIAM R DALLY FOUNDATION

20-2505429

Statement 9
Form 990-PF, Part III, Line 3
Other Increases

BOOK/TAX DIFFERENCE	\$	10
MISC CASH RECEIPTS		71.
TAX EXEMPT INCOME		6,579.
Total	\$	<u>6,660.</u>

Statement 10
Form 990-PF, Part III, Line 5
Other Decreases

IRS EST PAYMENTS	\$	255.
Total	\$	<u>255.</u>