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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.

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 BLUE MOUNTAIN CENTER		A Employer identification number 22-2370485
Number and street (or P.O. box number if mail is not delivered to street address) PO Box 109	Room/suite	B Telephone number (see page 10 of the instructions) (518) 352-7300
City or town, state, and ZIP code BLUE MOUNTAIN LAKE, NY 12812		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, col. (c), line 16) ▶ \$ 6331756	J Accounting method: <input type="checkbox"/> Cash <input type="checkbox"/> Accrual <input checked="" type="checkbox"/> Other (specify) MODIFIED CASH (Part I, column (d) must be on cash basis.)	
E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>		
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 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)
Revenue	1 Contributions, gifts, grants, etc., received (attach schedule)	291706			
	2 Check <input type="checkbox"/> if the foundation is not required to attach Sch. B				
	3 Interest on savings and temporary cash investments	3821	3821	3821	
	4 Dividends and interest from securities	76001	76001	76001	
	5a Gross rents Unrealized Gain	249952	-		
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	90142			
	b Gross sales price for all assets on line 6a 528435				
	7 Capital gain net income (from Part IV, line 2)				
	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)	6760				
12 Total. Add lines 1 through 11	698382	169964	84602		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc.	93655	9366	9366	84289
	14 Other employee salaries and wages	134902	8750	8750	126152
	15 Pension plans, employee benefits	122731	-	-	122731
	16a Legal fees (attach schedule)	2914	2914	2914	-
	b Accounting fees (attach schedule)	9500	4750	4750	4750
	c Other professional fees (attach schedule) SCHED. 1	30573	25573	25573	5000
	17 Interest Real Estate				
	18 Taxes (attach schedule) (see page 14 of the instructions)	2541	-	-	2541
	19 Depreciation (attach schedule) and depletion	23576	-	-	-
	20 Occupancy	66684	-	-	66684
	21 Travel, conferences, and meetings	4942	-	-	4942
	22 Printing and publications		-	-	-
	23 Other expenses (attach schedule) SCHEDULE 1	132147	-	-	132147
	24 Total operating and administrative expenses. Add lines 13 through 23	624165			549236
	25 Contributions, gifts, grants paid MARGOLIS AWARD	5000			5000
26 Total expenses and disbursements. Add lines 24 and 25	629165	51353	51353	554236	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements	69217				
b Net investment income (if negative, enter -0-)		118611			
c Adjusted net income (if negative, enter -0-)			33249		

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BLUE MOUNTAIN CENTER

22-2370485

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	558 663	598 663	598 663	
	2 Savings and temporary cash investments	261 066	386 529	386 529	
	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)	-	8390	8390	
	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		5856	5856	
	10a Investments—U.S. and state government obligations (attach schedule)				
	b Investments—corporate stock (attach schedule) <i>SCHEDULE 2</i>	1633175	1418869	1418869	
	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) <i>SCHEDULE 3</i>	3142771	3267705	3267705		
14 Land, buildings, and equipment: basis ▶ <i>COST</i>	666,864	645744	645744		
Less: accumulated depreciation (attach schedule) ▶ <i>SCHEDULE 4</i>					
15 Other assets (describe ▶)					
16 Total assets (to be completed by all filers—see the instructions. Also, see page 1, item l)	6262539	6331756	6331756		
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)	-	-		
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ <input type="checkbox"/>				
	and complete lines 24 through 26 and lines 30 and 31.				
	24 Unrestricted	6001473	5945227		
	25 Temporarily restricted	261066	386529		
	26 Permanently restricted	-	-		
	Foundations that do not follow SFAS 117, check here ▶ <input type="checkbox"/>				
	and complete lines 27 through 31.				
	27 Capital stock, trust principal, or current funds				
	28 Paid-in or capital surplus, or land, bldg., and equipment fund				
	29 Retained earnings, accumulated income, endowment, or other funds				
30 Total net assets or fund balances (see page 17 of the instructions)	6262539	6331756			
31 Total liabilities and net assets/fund balances (see page 17 of the instructions)	6262539	6331756			

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		6262539
2 Enter amount from Part I, line 27a	2		69217
3 Other increases not included in line 2 (itemize) ▶	3		-
4 Add lines 1, 2, and 3	4		6331756
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		6331756

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	SCHEDULE 5			
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			101,352	
b			(11,210)	
c				
d				
e				
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69				(i) Gains (Col. (h) gain minus col. (k), but not less than -0- or Losses (from col. (h)))
(j) F.M.V. as of 12/31/69	(k) Adjusted basis as of 12/31/69	(l) Excess of col. (j) over col. (k), if any		
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	90,142	
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	4,780	

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	556,323	6,111,715	.0910
2008	592,706	5,003,801	.1185
2007	639,825	8,707,736	.0735
2006	616,043	8,522,406	.0723
2005	592,261	8,337,676	.0710
2	Total of line 1, column (d)	2	.4263
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	.0853
4	Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	5,611,005
5	Multiply line 4 by line 3	5	478,619
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	1,186
7	Add lines 5 and 6	7	479,805
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	556,692

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 letter if necessary—see instructions)			
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b	1	1186	
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	1186	
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	-	
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	1186	
6	Credits/Payments:			
a	2010 estimated tax payments and 2009 overpayment credited to 2010	6a	5000	
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		
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	5000	
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	3814	
11	Enter the amount of line 10 to be: Credited to 2011 estimated tax <input checked="" type="checkbox"/> 3814 Refunded <input type="checkbox"/>	11	-	

Part VII-A Statements Regarding Activities

	Yes	No
1a		X
b		X
1c		X
2		X
3		X
4a		X
4b		MP
5		X
6	X	
7	X	
8a		
8b	X	
9	X	
10		X

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? Website address ▶ <u>www.bluemountaincenter.org</u>	13	X	
14	The books are in care of ▶ <u>HARRIET BARLOW</u> Telephone no. ▶ <u>(518) 352-7391</u> Located at ▶ <u>BLUE MOUNTAIN LAKE, NY</u> ZIP+4 ▶ <u>12812</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 ▶ 15 <u>N/A.</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? 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 ▶	16	Yes	No 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 page 22 of 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 ▶ 20____, 20____, 20____, 20____		
b	Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement—see page 22 of the instructions.)	2b	X
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. ▶ 20____, 20____, 20____, 20____		
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

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)? **5b** NA

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? **6b**

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? **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 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
HARRIET BARLOW BLUE MOUNTAIN LAKE, NY	40	93,655	45,472	
ADAM HOCHSCHILD BLUE MOUNTAIN LAKE, NY	-	-	-	-
KIRK MARCKWALD SAN FRANCISCO, CA	-	-	-	-
ARLIE HOCHSCHILD SAN FRANCISCO, CA	-	-	-	-

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

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

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."

Table with 3 columns: (a) Name and address of each person paid more than \$50,000, (b) Type of service, (c) Compensation. Entry: N/A

Total number of others receiving over \$50,000 for professional services

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

Table with 2 columns: Description of activity, Expenses. Entries include: 1. The Center provides space for promising young writers... 472,775; 2. Project to explore ways to raise visibility... 12,545; 3. Project collects art work and written work... 4,437

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

Table with 2 columns: Description of investment, Amount. Entry: 1. N/A

All other program-related investments. See page 24 of the instructions.

Total. Add lines 1 through 3

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	4731260
b	Average of monthly cash balances	1b	578663
c	Fair market value of all other assets (see page 25 of the instructions) PPE used for programs	1c	386529
d	Total (add lines 1a, b, and c)	1d	5696452
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	5696452
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see page 25 of the instructions)	4	85447
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	5611005
6	Minimum investment return. Enter 5% of line 5	6	280550

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	280550
2a	Tax on investment income for 2010 from Part VI, line 5	2a	1186
2b	Income tax for 2010. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	1186
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	281736
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	281736
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	281736

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	554236
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	2456
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	556692
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	
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	556692

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				281736
2 Undistributed income, if any, as of the end of 2010:				
a Enter amount for 2009 only			—	
b Total for prior years: 20____, 20____, 20____		—		
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	—			
4 Qualifying distributions for 2010 from Part XII, line 4: ► \$ _____				
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				—
e Remaining amount distributed out of corpus	—			
5 Excess distributions carryover applied to 2010 (If an amount appears in column (d), the same amount must be shown in column (a).)	—			—
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	—			
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	—			
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 XIV Private Operating Foundations (see page 27 of the instructions and Part VII-A, question 9)

- 1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2010, enter the date of the ruling ▶
- b Check box to indicate whether the foundation is a private operating foundation described in section 4942(j)(3) or 4942(j)(5)

	Tax year				(e) Total
	(a) 2010	(b) 2009	(c) 2008	(d) 2007	
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed	33249	12549	18596	98824	
b 85% of line 2a	28262	10667	16113	84000	
c Qualifying distributions from Part XII, line 4 for each year listed	556692	556323	596192	639825	
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	556692	556323	596192	639825	
3 Complete 3a, b, or c for the alternative test relied upon:					
a "Assets" alternative test—enter:					
(1) Value of all assets	6331756	6262539	5687959	8857162	
(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	187033	203724	238401	290403	
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).)
 None

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:
 N/A

b The form in which applications should be submitted and information and materials they should include:
 N/A

c Any submission deadlines:
 N/A

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

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a Paid during the year Douglas Hunt	None	None	Margolis award	5,000
Total				3a 5,000
b Approved for future payment				
Total				3b —

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

- 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... a Transfers from the reporting foundation to a noncharitable exempt organization of: (1) Cash, (2) Other assets... b Other transactions: (1) Sales of assets to a noncharitable exempt organization, (2) Purchases of assets from a noncharitable exempt organization, (3) Rental of facilities, equipment, or other assets, (4) Reimbursement arrangements, (5) Loans or loan guarantees, (6) Performance of services or membership or fundraising solicitations... c Sharing of facilities, equipment, mailing lists, other assets, or paid employees... d If the answer to any of the above is "Yes," complete the following schedule.

Table with columns Yes and No. Rows 1a(1) through 1c. All 'No' boxes are checked.

Table with 4 columns: (a) Line no., (b) Amount involved, (c) Name of noncharitable exempt organization, (d) Description of transfers, transactions, and sharing arrangements. Row 1 contains 'N/A'.

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... 2b If "Yes," complete the following schedule.

Table with 3 columns: (a) Name of organization, (b) Type of organization, (c) Description of relationship.

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. Signature of officer or trustee: Susan W. Svoboda, Date: June 30, 2011, Title: President

Paid Preparer Use Only Print/Type preparer's name: SUSAN W SVOBODA, Preparer's signature: Susan W Svoboda, Date: 5/16/11, Check self-employed: [checked], PTIN: [blank], Firm's name: SUSAN W SVOBODA, CPA, Firm's EIN: [blank], Firm's address: 12 TAMARAC DR, TUPPER LAKE, NY 12986, Phone no.: (518) 651-4384

Schedule B

(Form 990, 990-EZ, or 990-PF)

Department of the Treasury
Internal Revenue Service

Schedule of Contributors

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

OMB No. 1545-0047

2010

Name of the organization

Employer identification number

BLUE MOUNTAIN CENTER

22-2370485

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

501(c)() (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 **BLUE MOUNTAIN CENTER** Employer identification number **22-2370485**

Part I Contributors (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	HKH FOUNDATION % ANCHIN, BLOCK, ANCHIN 1375 BROADWAY, NY, NY 10018	\$ 200,000	Person <input checked="" 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.)

BLUE MOUNTAIN CENTER
SCHEDULE 1

22-2370485

Part 1 line 23

Other Expenses:

Food & Beverages
Repairs & Maintenance
Auto Repairs

\$ 34,986
19,363
6,265

Household Supplies & Cleaning Service
Materials & Office Supplies
Insurance
Telephone
Special Projects

28,514
12,827
10,577
2,632
16,983
\$ 132,147

Part 1 line 16a

Investment Management Fees
Conference Consultant

\$ 25,573
5,000
\$ 30,573

ACCOUNT APPRAISAL
114 - BLUE MOUNTAIN CENTER
 December 31, 2010

Part II line job SCHEDULE 2
 BLUE MOUNTAIN CENTER

22-2370485

Quantity	Security Description	Unit Cost	Original Cost	Unit Market	Total Market Value	%PF	Indicated Annual Income	Curr Yld
519,519	PRINCIPAL CASH	1 000	519,519	1 000	519,519	26.84%	1,039	0.20
Total Cash			519,519			26.84%	1,039	0.20
Equity And Related								
700	3M CO	68 463	47,924	86 300	60,410	3 12%	1,470	2.43
800	ABBOTT LABS	48,802	39,041	47 910	38,328	1 98%	1,408	3.67
2,400	AUTOMATIC DATA PROCESSIN	39 449	94,676	46 280	111,072	5.74%	3,456	3.11
2,100	AVON PRODS INC	35 686	74,941	29 060	61,026	3.15%	1,848	3.03
300	BERKSHIRE HATHAWAY INC DELCL B NEW	78 951	23,685	80 110	24,033	1 24%	0	0.00
1,400	COCA COLA CO	47 948	67,127	65 770	92,078	4.76%	2,464	2.68
300	CONOCOPHILLIPS	42,096	12,629	68 100	20,430	1 06%	660	3.23
2,638	DISNEY WALT CO	31 555	83,243	37 510	98,951	5 11%	1,055	1 07
1,500	GENERAL ELEC CO	32 122	48,183	18 290	27,435	1 42%	840	3 06
600	GOLDMAN SACHS GROUP INC	136 158	81,695	168 160	100,896	5.21%	840	0 83
1,000	INTERNATIONAL BUSINESS M	88 191	88,191	146,760	146,760	7 58%	2,600	1 77
1,600	JOHNSON & JOHNSON	54 630	87,407	61 850	98,960	5 11%	3,456	3 49
3,900	LOWES COS INC	22 204	86,596	25 080	97,812	5 05%	1,716	1 75
3,000	MICROSOFT CORP	24 941	74,823	27,910	83,730	4 33%	1,920	2 29
900	PEPSICO INC	41 010	36,909	65 330	58,797	3 04%	1,728	2 94
1,900	PROCTER & GAMBLE CO	62 928	119,562	64 330	122,227	6 32%	3,661	3 00
800	SCHLUMBERGER LTD	44 007	35,206	83 500	66,800	3.45%	672	1 01
1,000	STRYKER CORP	45 280	45,280	53 700	53,700	2 77%	720	1 34
1,600	WELLS FARGO & CO NEW	20 253	32,406	30 990	49,584	2 56%	320	0 65
Total Equity And Related			1,179,524		1,413,029	73.01%	30,835	2.18
Accrued interest					580			
Total Investments:			1,699,043		1,932,548	99.85%	31,874	1.65
Accrued Income:					2,909	0.15%		
Total Account:			1,699,043		1,935,457	100.00%	31,874	1.65
Total Stock					1,418,869			

BLUE MOUNTAIN CENTER

22-2370 485

Part II line 13

SCHEDULE 3

OTHER INVESTMENTS

Money market
Mutual funds
Partnership investment

	BEGINNING	ENDING
	\$ 660,264	\$ 519,396
	2,417,435	2,713,533
	<u>65,072</u>	<u>34,776</u>
	<u>\$ 3,142,771</u>	<u>\$ 3,267,705</u>

BLUE MOUNTAIN CENTER

22-2370485

ACCUMULATED DEPRECIATION

SCHEDULE 4 - Page 1 of 2

Part II line 14

Asset	Date Acquired	Cost	Method	Life	Acc Dep 2009	Depreciation Expense	Acc Dep 2010
Studio	12/31/91	2500	SL	31.5	1264	79	1343
Leasehold Imp	7/1/91	25922	SL	31.5	15246	823	16069
Leasehold Imp	11/1/90	8176	SL	31.5	4972	260	5232
Leasehold Imp	7/1/92	8907	SL	31.5	4965	283	5248
Studio	7/1/84	11261	SL	20	11261	-	11261
Leasehold Imp	9/1/93	1300	SL	20	1554	-	1554
Leasehold Imp	5/1/94	3961	SL	31.5	1920	270	2190
Studio	4/1/94	8500	SL	31.5	4137	270	4407
Studio	5/1/94	8350	SL	31.5	3669	265	3934
Studio	6/1/94	4737	SL	31.5	2076	150	2226
Studio	8/1/94	1586	SL	31.5	696	50	746
Studio	9/1/94	808	SL	31.5	360	26	386
Leasehold Imp	6/15/96	18302	SL	31.5	7892	581	8473
Leasehold Imp	6/1/97	67571	SL	31.5	26991	2145	29136
Leasehold Imp	7/1/97	9750	SL	31.5	6510	310	6820
Leasehold Imp	4/1/00	606	SL	31.5	182	19	201
Leasehold Imp	5/1/00	1369	SL	31.5	409	43	452
Leasehold Imp	12/1/00	1899	SL	31.5	542	60	602
Cabin	12/31/00	1622	SL	31.5	461	51	512
Leasehold Imp	2/28/01	12565	SL	31.5	3524	399	3923
Leasehold Imp	3/16/01	13773	SL	31.5	3824	437	4261
Leasehold Imp	3/29/01	27332	SL	31.5	7591	867	8458
Leasehold Imp	4/20/01	25166	SL	31.5	6925	799	7724
Leasehold Imp	6/22/01	1009	SL	31.5	272	32	304
Leasehold Imp	6/5/01	223	SL	31.5	60	7	67
Leasehold Imp	12/16/01	1414	SL	31.5	360	45	405
Town House	6/12/01	77600	SL	31.5	21145	2464	23609
Leasehold Imp	6/26/01	1647	SL	31.5	442	52	494
Leasehold Imp	8/18/01	6068	SL	31.5	1608	193	1801
Leasehold Imp	10/1/99	15866	SL	31.5	5544	504	6048
Leasehold Imp	7/1/03	109362	SL	31.5	21879	3472	25351
Alarm System	6/30/05	2334	MSL/HY	5	2102	467	2569

Continued

BLUE MOUNTAIN CENTER

22-2370 485

SCHEDULE 4 page 2 of 2
ACCUMULATED DEPRECIATION

Part II line 14

Asset	Date Acquired	Cost	Method	Life	Acc Dep 2009	Depreciation 2010	Acc Dep 2010
Boiler	11/17/05	5025	MSY/HY	10	2012	503	2515
Beds	7/1/06	2372	MACRS	5	1659	474	2133
Roof	10/1/06	11244	MACRS	31.5	1249	357	1606
Stable Roof	7/20/07	4750	SL	31.5	453	151	604
Apt. Renovation	8/17/07	38993	SL	31.5	3714	1238	4952
Auto	5/25/01	20594	150DB/HY		20594	-	20594
Video Projector	8/26/08	3486	SL/HY	5	1047	698	1745
Volvo	10/31/09	12436	SL/HY	5	1244	2487	3731
Water Purification	4/1/10	5630	SL/HY	5	317	1126	1443
Correction		1000				1000	1000
		<u>874031</u>			<u>204711</u>	<u>23576</u>	<u>228287</u>

2010 BOOK VALUE

COST	\$874,031
Acc Dep	(228,287)
	<u>645,744</u>

BLUE MOUNTAIN CENTER

22-2370485

CAPITAL GAINS & LOSSES

SCHEDULE 5 p1 of 3

part IV line

REALIZED CAPITAL GAINS/LOSSES

114 - BLUE MOUNTAIN CENTER

From January 1, 2010 To December 31, 2010

Purch Date	Sell Date	Security ID	Security Description	Shares/Par	Proceeds (Base)	Cost (Base)	Realized Gain/Loss (Base)
Short Term							
11/18/2009	1/5/2010	KFT	KRAFT FOODS INC	300,000	8,515.55	8,213.55	302.00
11/19/2009	1/5/2010	KFT	KRAFT FOODS INC	100,000	2,838.52	2,705.09	133.43
11/19/2009	1/6/2010	KFT	KRAFT FOODS INC	200,000	5,792.29	5,410.18	382.11
11/19/2009	1/12/2010	KFT	KRAFT FOODS INC	200,000	5,808.38	5,410.18	398.20
8/13/2009	1/13/2010	SYK	STRYKER CORP	100,000	5,550.37	4,019.55	1,530.82
8/14/2009	3/23/2010	SYK	STRYKER CORP	100,000	5,640.82	4,000.80	1,640.12
5/5/2010	9/24/2010	ABT	ABBOTT LABS	200,000	10,371.82	9,999.16	372.66
Total Short Term Gains							4,769.34
Total Short Term Losses							0.00
Subtotal Short Term							4,769.34
Long Term							
5/4/2006	2/12/2010	BRK.B	BERKSHIRE HATHAWAY INC DELC B NEW	50,000	3,858.95	2,928.79	930.16
5/27/2008	2/12/2010	BRK.B	BERKSHIRE HATHAWAY INC DELC B NEW	150,000	11,576.85	12,460.12	(883.27)
6/13/2008	2/12/2010	BRK.B	BERKSHIRE HATHAWAY INC DELC B NEW	100,000	7,717.90	8,465.91	(748.01)
8/7/2008	3/23/2010	MMM	3M CO	100,000	8,143.89	7,137.74	1,006.15
11/16/2003	3/23/2010	ADP	AUTOMATIC DATA PROCESSING	200,000	8,939.88	6,809.73	2,130.15
7/28/2008	3/23/2010	AVP	AVON PRODS INC	100,000	3,256.95	3,616.55	(359.60)
6/13/2008	3/23/2010	BRK.B	BERKSHIRE HATHAWAY INC DELC B NEW	100,000	8,170.89	8,465.90	(295.01)
2/28/2005	3/23/2010	KO	COCA COLA CO	200,000	11,011.86	8,578.88	2,432.98
9/29/2004	3/23/2010	DIS	DISNEY WALT CO	38,000	1,290.08	827.78	462.29
9/30/2004	3/23/2010	DIS	DISNEY WALT CO	162,000	5,499.83	3,591.73	1,908.10
11/17/2003	3/23/2010	GE	GENERAL ELEC CO	100,000	1,831.97	2,752.92	(920.95)
9/27/2004	3/23/2010	GS	GOLDMAN SACHS GROUP INC	100,000	17,385.77	9,269.27	8,116.50
9/14/2004	3/23/2010	IBM	INTERNATIONAL BUSINESS M	100,000	12,823.83	8,669.33	4,154.50
2/18/2004	3/23/2010	JNJ	JOHNSON & JOHNSON	100,000	6,512.91	5,371.53	1,141.38
3/4/2008	3/23/2010	LOW	LOWES COS INC	200,000	4,929.93	4,784.96	134.97
3/5/2008	3/23/2010	LOW	LOWES COS INC	100,000	2,454.97	2,371.96	83.01
2/28/2005	3/23/2010	MSFT	MICROSOFT CORP	300,000	8,918.88	7,565.49	1,353.39
9/1/1999	3/23/2010	PEP	PEPSICO INC	100,000	6,650.91	3,367.76	3,283.15
11/2/2004	3/23/2010	PG	PROCTER & GAMBLE CO	100,000	6,417.91	5,098.10	1,319.81
10/15/2008	3/23/2010	SLB	SCHLUMBERGER LTD	100,000	6,289.91	5,430.31	859.60
2/1/2000	3/23/2010	WFC	WELLS FARGO & CO NEW	100,000	3,073.86	2,025.35	1,048.51
3/11/2005	5/27/2010	KO	COCA COLA CO	100,000	5,105.81	4,241.68	864.13
9/1/1999	5/27/2010	PEP	PEPSICO INC	100,000	6,268.83	3,367.76	2,901.07
9/4/2008	6/25/2010	MMM	3M CO	100,000	7,849.91	3,367.45	6,972.46
11/18/2003	6/25/2010	ADP	AUTOMATIC DATA PROCESSING	300,000	12,210.99	10,214.59	1,996.40
7/28/2008	6/25/2010	AVP	AVON PRODS INC	100,000	2,743.60	3,616.55	(872.95)

BLUE MOUNTAIN CENTER

SCHEDULE 5 P 2 of 3

CAPITAL GAINS (LOSSES)

22-2370 485

REALIZED CAPITAL GAINS/LOSSES

114 - BLUE MOUNTAIN CENTER

From January 1, 2010 To December 31, 2010

Purch Date	Sell Date	Security ID	Security Description	Shares/Par	Proceeds (Base)	Cost (Base)	Realized Gain/Loss (Base)
6/16/2008	6/25/2010	BRK.B	BERKSHIRE HATHAWAY INC	100.0000	8,035.45	8,428.78	(393.33)
			DELCL B NEW				
3/16/2005	6/25/2010	KO	COCA COLA CO	200.0000	10,201.84	8,414.18	1,787.66
9/30/2004	6/25/2010	DIS	DISNEY WALT CO	38.0000	1,268.45	842.50	425.95
11/1/2007	6/25/2010	DIS	DISNEY WALT CO	282.0000	6,745.59	8,885.15	(139.56)
11/17/2003	6/25/2010	GE	GENERAL ELEC CO	100.0000	1,486.16	2,752.92	(1,266.76)
9/27/2004	6/25/2010	GS	GOLDMAN SACHS GROUP INC	100.0000	13,838.22	9,268.27	4,569.95
2/28/2005	6/25/2010	IBM	INTERNATIONAL BUSINESS M	100.0000	12,795.63	9,260.18	3,535.45
2/18/2004	6/25/2010	JNJ	JOHNSON & JOHNSON	200.0000	11,799.30	10,743.06	1,056.24
3/5/2008	6/25/2010	LOW	LOWES COS INC	300.0000	6,385.93	7,115.88	(729.95)
2/28/2005	6/25/2010	MSFT	MICROSOFT CORP	300.0000	7,436.00	7,565.49	(129.49)
9/1/1999	6/25/2010	PEP	PEPSICO INC	100.0000	6,152.09	3,367.76	2,784.33
11/2/2004	6/25/2010	PG	PROCTER & GAMBLE CO	100.0000	12,065.13	10,186.20	1,868.93
10/22/2008	6/25/2010	SLB	SCHLUMBERGER LTD	200.0000	5,751.47	4,943.28	808.19
2/1/2000	6/25/2010	WFC	WELLS FARGO & CO NEW	200.0000	5,443.64	4,050.69	1,392.95
6/18/2008	7/7/2010	BRK.B	BERKSHIRE HATHAWAY INC	100.0000	7,929.79	8,257.19	(327.40)
			DELCL B NEW				
3/18/2005	7/7/2010	KO	COCA COLA CO	200.0000	10,242.04	8,313.98	1,928.06
9/1/1999	7/7/2010	PEP	PEPSICO INC	200.0000	12,456.80	6,735.52	5,721.28
2/28/2005	8/19/2010	IBM	INTERNATIONAL BUSINESS M	100.0000	12,883.82	9,280.18	3,623.64
3/18/2005	8/20/2010	KO	COCA COLA CO	100.0000	5,530.49	4,156.99	1,373.50
2/1/2000	8/20/2010	PEP	PEPSICO INC	100.0000	6,493.18	3,398.75	3,094.43
2/1/2000	8/23/2010	PEP	PEPSICO INC	100.0000	6,484.92	3,398.75	3,086.17
3/21/2005	8/27/2010	KO	COCA COLA CO	100.0000	5,601.24	4,144.19	1,457.05
3/21/2005	8/9/2010	KO	COCA COLA CO	100.0000	5,831.50	4,144.19	1,687.31
9/4/2008	9/24/2010	MMM	3M CO	100.0000	8,685.35	6,972.45	1,712.90
11/18/2003	9/24/2010	ADP	AUTOMATIC DATA PROCESSIN	100.0000	4,239.70	3,404.86	834.84
7/2/2004	9/24/2010	ADP	AUTOMATIC DATA PROCESSIN	100.0000	8,478.39	7,224.72	1,253.67
8/7/2008	9/24/2010	AVP	AVON PRODS INC	200.0000	6,436.77	8,618.18	(2,181.41)
3/22/2005	9/24/2010	KO	COCA COLA CO	100.0000	5,863.40	4,141.01	1,722.39
6/12/2009	9/24/2010	COP	CONOCOPHILLIPS	100.0000	5,567.90	4,418.22	1,149.68
11/1/2007	9/24/2010	DIS	DISNEY WALT CO	138.0000	4,640.71	4,679.97	(39.26)
11/7/2007	9/24/2010	DIS	DISNEY WALT CO	62.0000	2,084.85	2,079.16	5.79
11/17/2003	9/24/2010	GE	GENERAL ELEC CO	100.0000	1,637.87	2,752.92	(1,114.95)
2/28/2005	9/24/2010	IBM	INTERNATIONAL BUSINESS M	100.0000	13,358.42	9,260.18	4,098.24
2/19/2004	9/24/2010	JNJ	JOHNSON & JOHNSON	100.0000	6,195.89	5,371.53	824.36
3/6/2008	9/24/2010	LOW	LOWES COS INC	300.0000	6,653.89	6,863.70	(209.81)
3/14/2008	9/24/2010	LOW	LOWES COS INC	100.0000	2,217.96	2,085.22	132.74
3/25/2008	9/24/2010	LOW	LOWES COS INC	100.0000	2,217.96	2,369.40	(151.44)
3/16/2005	9/24/2010	MSFT	MICROSOFT CORP	300.0000	7,403.87	7,415.85	(11.98)
2/1/2000	9/24/2010	PEP	PEPSICO INC	100.0000	6,616.88	3,398.75	3,218.13
11/23/2005	9/24/2010	PG	PROCTER & GAMBLE CO	200.0000	12,335.79	11,356.92	978.87
10/27/2008	9/24/2010	SLB	SCHLUMBERGER LTD	100.0000	6,006.67	4,474.84	1,531.83

BLUE MOUNTAIN CENTER
 SCHEDULE 5 p 3 of 3
 CAPITAL GAINS (LOSSES)

22-2370485

REALIZED CAPITAL GAINS/LOSSES
 114 - BLUE MOUNTAIN CENTER
 From January 1, 2010 To December 31, 2010

Purch Date	Sell Date	Security ID	Security Description	Shares/ Par	Proceeds (Base)	Cost (Base)	Realized Gain/Loss (Base)
8/18/2008	9/24/2010	SYK	STRYKER CORP	100.0000	4,805.91	3,972.91	933.00
2/1/2000	9/24/2010	WFC	WELLS FARGO & CO NEW	100.0000	2,541.95	2,025.34	516.61
Total Long Term Gains							96,137.95
Total Long Term Losses							(10,765.13)
Subtotal Long Term							85,372.82
GRAND TOTAL:					528,435.03	438,302.87	90,132.16

Adjustment
 L-T Gain
 L-T Loss
 S-T Gain
 Adjustment
 OakFund L-T Loss
 S-T Gain

434 -
 90,566
 96138
 (10765)
 476.9
 434
 90,566
 (445)
 21
 90,142

Application for Extension of Time To File an Exempt Organization Return

▶ **File a separate application for each return.**

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box
 - If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form).
- Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.**

Electronic filing (e-file). You can electronically file Form 8868 if you need a 3-month automatic extension of time to file (6 months for a corporation required to file Form 990-T), or an additional (not automatic) 3-month extension of time. You can electronically file Form 8868 to request an extension of time to file any of the forms listed in Part I or Part II with the exception of Form 8870, Information Return for Transfers Associated With Certain Personal Benefit Contracts, which must be sent to the IRS in paper format (see instructions). For more details on the electronic filing of this form, visit www.irs.gov/efile and click on *e-file for Charities & Nonprofits*.

Part I Automatic 3-Month Extension of Time. Only submit original (no copies needed).

A corporation required to file Form 990-T and requesting an automatic 6-month extension—check this box and complete Part I only

All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns.

Type or print	Name of exempt organization BLUE MOUNTAIN CENTER	Employer identification number 22-2370485
File by the due date for filing your return. See instructions.	Number, street, and room or suite no. If a P.O. box, see instructions. P O BOX 109	
	City, town or post office, state, and ZIP code. For a foreign address, see instructions. BLUE MOUNTAIN LAKE, NY 12812	

Enter the Return code for the return that this application is for (file a separate application for each return)

Application Is For	Return Code	Application Is For	Return Code
Form 990	01	Form 990-T (corporation)	07
Form 990-BL	02	Form 1041-A	08
Form 990-EZ	03	Form 4720	09
Form 990-PF	04	Form 5227	10
Form 990-T (sec. 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

- The books are in the care of ▶ SHARON FISH
- Telephone No. ▶ 518 352-7300 FAX No. ▶ 518 352-7300
- If the organization does not have an office or place of business in the United States, check this box
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) _____ . If this is for the whole group, check this box . If it is for part of the group, check this box and attach a list with the names and EINs of all members the extension is for.

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until 8/15, 2011, to file the exempt organization return for the organization named above. The extension is for the organization's return for:
 ▶ calendar year 20 10 or
 ▶ tax year beginning _____, 20____, and ending _____, 20____.

2 If the tax year entered in line 1 is for less than 12 months, check reason: Initial return Final return
 Change in accounting period

3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	3a	\$	
b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b	\$	—
c Balance due. Subtract line 3b from line 3a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	3c	\$	-0-

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.