12606

Form **990-PF**

Department of the Treasury
Internal Revenue Service

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

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

OMB No 1545-0052

2010

For calendar year 2010, or tax year beginning , 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
Wolf Foundation for Education Trust
Ephrata National Bank

Number and street (or P O box number if mail is not delivered to street address): 47 E Main St POB 457 — Room/suite:

City or town, state, and ZIP code: Ephrata PA 17522-0457

A Employer identification number: 23-6750958

B Telephone number (see page 10 of the instructions): 717-733-6576

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: [X] Section 501(c)(3) exempt private foundation ☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ $ 398,112

J Accounting method: [X] Cash ☐ Accrual ☐ Other (specify) (Part I, column (d) must be on cash basis.)

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)				
	2	Check ▶ [X] if the foundation is not required to attach Sch B				
	3	Interest on savings and temporary cash investments	24	24		
	4	Dividends and interest from securities	15,447	15,447		
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10	-13,946			
	b	Gross sales price for all assets on line 6a 50,931				
	7	Capital gain net income (from Part IV, line 2)		0		
	8	Net short-term capital gain			0	
	9	Income modifications				
	10a	Gross sales less returns & allowances				
	b	Less Cost of goods sold				
	c	Gross profit or (loss) (attach schedule)				
	11	Other income (attach schedule)				
	12	**Total.** Add lines 1 through 11	1,525	15,471	0	
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc	3,216	3,216		
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16a	Legal fees (attach schedule)				
	b	Accounting fees (attach schedule) Stmt 1	975			975
	c	Other professional fees (attach schedule)				
	17	Interest				
	18	Taxes (attach schedule) (see page 14 of the instructions) Stmt 2	168			
	19	Depreciation (attach schedule) and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (att. sch.)				
	24	**Total operating and administrative expenses.** Add lines 13 through 23	4,359	3,216		975
	25	Contributions, gifts, grants paid	17,500			17,500
	26	**Total expenses and disbursements.** Add lines 24 and 25	21,859	3,216	0	18,475
	27	Subtract line 26 from line 12				
	a	**Excess of revenue over expenses and disbursements**	-20,334			
	b	**Net investment income** (if negative, enter -0-)		12,255		
	c	**Adjusted net income** (if negative, enter -0-)			0	

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Part II Balance Sheets Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)

		Beginning of year (a) Book Value	End of year (b) Book Value	End of year (c) Fair Market Value
Assets				
1	Cash—non-interest-bearing		5	5
2	Savings and temporary cash investments	21,468	20,561	20,561
3	Accounts receivable ▶			
	Less allowance for doubtful accounts ▶			
4	Pledges receivable ▶			
	Less allowance for doubtful accounts ▶			
5	Grants receivable			
6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 15 of the instructions)			
7	Other notes and loans receivable (att schedule) ▶			
	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) Stmt 3	2,812	12,868	12,236
b	Investments—corporate stock (attach schedule) See Stmt 4	122,461	101,442	119,343
c	Investments—corporate bonds (attach schedule) See Stmt 5	240,664	232,195	245,967
11	Investments—land, buildings, and equipment basis ▶			
	Less accumulated depreciation (attach sch) ▶			
12	Investments—mortgage loans			
13	Investments—other (attach schedule)			
14	Land, buildings, and equipment basis ▶			
	Less accumulated depreciation (attach sch) ▶			
15	Other assets (describe ▶)			
16	**Total assets** (to be completed by all filers—see the instructions Also, see page 1, item I)	387,405	367,071	398,112
Liabilities				
17	Accounts payable and accrued expenses			
18	Grants payable			
19	Deferred revenue			
20	Loans from officers, directors, trustees, and other disqualified persons			
21	Mortgages and other notes payable (attach schedule)			
22	Other liabilities (describe ▶)			
23	**Total liabilities** (add lines 17 through 22)	0	0	
Net Assets or Fund Balances				
	Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.			
24	Unrestricted			
25	Temporarily restricted			
26	Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ ☒ and complete lines 27 through 31.			
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	387,405	367,071	
30	**Total net assets or fund balances** (see page 17 of the instructions)	387,405	367,071	
31	**Total liabilities and net assets/fund balances** (see page 17 of the instructions)	387,405	367,071	

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	387,405
2	Enter amount from Part I, line 27a	2	-20,334
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	367,071
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	367,071

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	Publicly Traded Securities	P		
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	50,931		64,877	-13,946
b				
c				
d				
e				

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69

	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
a				-13,946
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** -13,946

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)
If gain, also enter in Part I, line 8, column (c) (see pages 13 and 17 of the instructions)
If (loss), enter -0- in Part I, line 8 **3**

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☒ No

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

1 Enter the appropriate amount in each column for each year, see page 18 of the instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2009	19,499	361,646	0.053917
2008	21,772	389,397	0.055912
2007	21,652	437,231	0.049521
2006	21,042	423,147	0.049727
2005	20,376	416,420	0.048931

2	**Total** of line 1, column (d)	2	0.258008
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	0.051602
4	Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	387,517
5	Multiply line 4 by line 3	5	19,997
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	123
7	Add lines 5 and 6	7	20,120
8	Enter qualifying distributions from Part XII, line 4	8	18,475

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

DAA

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 ▶ ☐ 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 ▶ ☐ and enter 1% of Part I, line 27b	1	245
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	0
3	Add lines 1 and 2	3	245
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	245
6	Credits/Payments		
a	2010 estimated tax payments and 2009 overpayment credited to 2010 — 6a		
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 ☐ 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	245
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** ▶ Refunded ▶	11	

Part VII-A Statements Regarding Activities

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)?	1b		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?	1c		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	2		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	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T	5		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?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? If "Yes," complete Part II, col (c), and Part XV	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ▶ PA			
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	8b	X	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2010 or the taxable year beginning in 2010 (see instructions for Part XIV on page 27)? If "Yes," complete Part XIV	9		X
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses	10		X

Part VII-A Statements Regarding Activities (continued)

			Yes	No
11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see page 20 of the instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	

Website address ▶ N/A

14 The books are in care of ▶ The Ephrata National Bank Telephone no ▶ 717-733-6576
47 E. Main St.
Located at ▶ Ephrata PA ZIP+4 ▶ 17522

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

			Yes	No
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		X
	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 ▶			

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?	☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☒ Yes ☐ 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)?	☐ Yes ☒ 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)	☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see page 22 of the instructions)?		1b		X
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐				
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?	N/A	1c		
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?	☐ Yes ☒ 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)	N/A	2b		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here ▶ 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?	☐ Yes ☒ 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)	N/A	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2010?		4b		X

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	X
	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		
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		6b	X
	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?	N/A	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
THE EPHRATA NATIONAL BANK Ephrata 47 E. Main St. PA 17522	Sole Trustee 1.00	3,216	0	0

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

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

Total number of other employees paid over $50,000 ▶ 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 page 23 of the instructions). If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
NONE		

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

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 page 24 of the instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 N/A	
2	
All other program-related investments See page 24 of the instructions 3	
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	379,181
b	Average of monthly cash balances	1b	14,237
c	Fair market value of all other assets (see page 25 of the instructions)	1c	0
d	**Total** (add lines 1a, b, and c)	1d	393,418
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	393,418
4	Cash deemed held for charitable activities Enter 1½ % of line 3 (for greater amount, see page 25 of the instructions)	4	5,901
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	387,517
6	**Minimum investment return.** Enter 5% of line 5	6	19,376

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	19,376
2a	Tax on investment income for 2010 from Part VI, line 5 — 2a: 245		
b	Income tax for 2010 (This does not include the tax from Part VI) — 2b:		
c	Add lines 2a and 2b	2c	245
3	Distributable amount before adjustments Subtract line 2c from line 1	3	19,131
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	19,131
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	19,131

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	18,475
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	18,475
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	0
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	18,475

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					19,131
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	190				
c	From 2007	370				
d	From 2008	2,588				
e	From 2009	1,753				
f	**Total** of lines 3a through e		4,901			
4	Qualifying distributions for 2010 from Part XII, line 4 ▶ $ 18,475					
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					18,475
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))		656			656
6	**Enter the net total of each column as indicated below:**					
a	Corpus Add lines 3f, 4c, and 4e Subtract line 5		4,245			
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					0
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		4,245			
10	Analysis of line 9					
a	Excess from 2006					
b	Excess from 2007					
c	Excess from 2008	2,492				
d	Excess from 2009	1,753				
e	Excess from 2010					

DAA

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

Part XV Supplementary Information (Complete this part only if the foundation had $5,000 or more in assets at any time during the year—see page 28 of the instructions.)

1 Information Regarding Foundation Managers:

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than $5,000) (See section 507(d)(2))

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

Ephrata National Bank 717-733-6576
47 E. Main St. Ephrata PA 17522

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

See attached

c Any submission deadlines

See attached

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

See attached

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
a Paid during the year				
See Attached List	None	Individual	Scholarship	17,500
Total			▶ 3a	17,500
b Approved for future payment				
N/A				
Total			▶ 3b	

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 page 28 of the instructions)
	(a) Business code	(b) Amount	(c) Exclusion 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	24	
4 Dividends and interest from securities			14	15,447	
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			18	-13,946	
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)		0		1,525	0

13 **Total.** Add line 12, columns (b), (d), and (e) 13 1,525

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

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

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes) (See page 29 of the instructions)
N/A	

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

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

d If the answer to any of the above is "Yes," complete the following schedule Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
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 (other than section 501(c)(3)) or in section 527? ☐ Yes ☒ No

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

Sign Here

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

VP+STO 3/4/2011 Vice President + Senior Trust Officer

Signature of officer or trustee | Date | Title

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed
Dennis J. Weidman		1/31/11	

Firm's name ▶ Simon Lever LLP — PTIN P00010145

Firm's address ▶ 444 Murry Hill Circle, Lancaster, PA 17601 — Firm's EIN ▶ 23-1692578 — Phone no 717-569-7081

DAA

Federal Statements

Statement 1 - Form 990-PF, Part I, Line 16b - Accounting Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
Accounting Fees	$ 975	$	$	$ 975
Total	$ 975	$ 0	$ 0	$ 975

Statement 2 - Form 990-PF, Part I, Line 18 - Taxes

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
2009 Federal Excise Tax	$ 168	$	$	$
Total	$ 168	$ 0	$ 0	$ 0

Federal Statements

Statement 3 - Form 990-PF, Part II, Line 10a - US and State Government Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
FHLB 3.65%	$	$ 10,000	Cost	$ 9,399
Federated GNMA Trust	2,812	2,868	Cost	2,837
Total	$ 2,812	$ 12,868		$ 12,236

Statement 4 - Form 990-PF, Part II, Line 10b - Corporate Stock Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
ACNB	$ 5,867	$ 5,867	Cost	$ 5,178
BP PLC	6,525	6,525	Cost	6,626
Chevron Corp.	2,927	2,927	Cost	7,026
Citigroup	10,000	10,000	Cost	13,826
Du Pont	3,982	3,982	Cost	4,988
Exxon-Mobil Corp.	2,832	2,832	Cost	5,484
FPL Group Inc	1,761	1,761	Cost	4,115
First Niagra Financial		4,695	Cost	1,524
Frontier Communications		128	Cost	233
General Dynamics	2,168	2,168	Cost	3,548
General Electric Co	1,761	1,761	Cost	5,199
Harleysville Natl Corp	4,717		Cost	
Pfizer Co	3,338	3,338	Cost	1,751
Piedmont Natural Gas	3,512	3,512	Cost	4,194
Southern Company	3,302	3,302	Cost	3,823
Verizon Communications	2,179	2,051	Cost	3,578
Bank One Capital Trust	5,000	5,000	Cost	5,102
Federated Kaufmann Fd Cl SA	6,865	6,865	Cost	7,320
Oakmark International Fund	11,323	11,418	Cost	11,732

Federal Statements

Statement 4 - Form 990-PF, Part II, Line 10b - Corporate Stock Investments (continued)

Description		Beginning of Year		End of Year	Basis of Valuation		Fair Market Value
T Rowe Price Mid Cap Value Fund	$	9,408	$	9,597	Cost	$	11,127
T Rowe Price Equity Inc Fund		6,733			Cost		
Legg Mason Value Trust		6,921			Cost		
Vanguard Group Windsor II		7,728			Cost		
Dodge & Cox International Stock		8,207		8,308	Cost		7,418
Federated Kaufmann Small Cap		5,405		5,405	Cost		5,551
Total	$	122,461	$	101,442		$	119,343

Statement 5 - Form 990-PF, Part II, Line 10c - Corporate Bond Investments

Description		Beginning of Year		End of Year	Basis of Valuation		Fair Market Value
GE Capital	$	9,950	$	9,950	Cost	$	10,107
SBC Communications		15,063		15,063	Cost		16,411
Helios Multi-Sector Fund		8,372			Cost		
Bank of America		19,900		19,900	Cost		20,269
Bellsouth		14,999		14,999	Cost		16,500
Clorox		9,858		9,858	Cost		10,840
Emerson Electric		19,920		19,920	Cost		22,217
General Electric Capital		9,782		9,782	Cost		10,965
General Electric Capital		15,000		15,000	Cost		15,415
Goldman Sachs		4,872		4,872	Cost		5,348
Hartford Life Insurance		20,000			Cost		
Kellogg Co		10,000		10,000	Cost		10,614
Morgan Stanley		10,000		10,000	Cost		9,477
National City		15,292		15,292	Cost		15,156
Pitney Bowes		33,988		33,988	Cost		36,062

Federal Statements

Statement 5 - Form 990-PF, Part II, Line 10c - Corporate Bond Investments (continued)

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
Wachovia	$ 13,497	$ 13,497	Cost	$ 15,796
Bear Stearns	10,171	10,171	Cost	10,464
JP Morgan Chase		10,000	Cost	9,818
Westpac Banking		9,903	Cost	10,508
Total	$ 240,664	$ 232,195		$ 245,967

Form 990-PF, Part XV, Line 2b 23-6750958

Student Applicant	Last Name	First Name	M. Int.	( ) M ( ) F Sex	Mo / Day / Year Date of Birth

Applicant's Home Address	Street	City	State	Zip Code

Applicant's Telephone Number ( ) Check if unlisted

Social Security Number	U.S. Citizen	Marital Status	Health Status
	( ) Yes ( ) No	( ) Unmarried ( ) Married	( ) Normal ( ) Disability Explain Disab. ______

Year student established local residency ______

Applicant normally lives with (Check all that apply)
( ) Father ( ) Stepfather ( ) Legal Guardian
( ) Mother ( ) Stepmother ( ) Maintain Own Residence

Applicant's Family Status (Check all that apply)
( ) Father is Deceased ( ) Mother is unable to work ( ) Other special circumstances
( ) Mother is Deceased ( ) Parents are separated or divorced Explain ______
( ) Father is unable to work

Applicant's Expected Major or Course of Study ______ Estimated Cost Per Academic Year ______

I will be enrolled in a:
( ) Four Year Degree Program ( ) Two Year Trade or Business School Program
( ) Three Year Trade or Business School Program ( ) Two Year Hospital Nursing Program
( ) Three Year Hospital Nursing Program ( ) One Year Trade or Business School Program
( ) Two Year Degree Program ( ) Other - Identify ______

I will be enrolled as a
( ) Resident student on campus ( ) Commuting Student
( ) Resident student in approved off campus housing ( ) Other - Identify ______

I will be enrolled at ______
Full Name of Institution of Higher Learning

______
Street Address City State Zip Code

Applicant's Summer Employment (Check Appropriate Block)
( ) Did not apply ( ) Applicant will not work because of attending summer school
( ) Applicant will not work ( ) Other - Explain ______

Applicant's other scholarships or awards granted or anticipated per academic year (Check one)
( ) Did not apply ( ) Awarded or anticipated ______ Amount/Year
( ) None granted ______ Amount/Year

Applicant's Other Income Or Resources (Check One)
( ) None
( ) Gifts
( ) Interest & Dividends from investments
( ) Other - Explain

Total Student Resources Per Academic Year
From Student's Assets $ ______
From Students Summer Earnings ______
From Parents Income and Assets ______
From Veterans or Social Security Benefits ______
From other sources ______
Total $ ______

I attest that the information set forth above is true and correct to the best of my knowledge and belief.

Date ______ Signature of Applicant ______

Form 990-PF, Part XV, Line 2b 23-6750958

Name of Father	Age	Name of Mother	Age
Home Address		Home Address	
Telephone Number		Telephone Number	
Occupation and Title		Occupation and Title	
Employed By	No. of Years	Employed By	No. of Years

INCOME - PLEASE ENCLOSE COPY OF FEDERAL INCOME TAX RETURN FILED THIS YEAR. FAILURE TO INCLUDE TAX RETURN WILL ELIMINATE STUDENT FROM FINANCIAL NEED CONSIDERATION.

Additional Family Members Other Than Student Who Reside with Parents

Name	Age	Check if Attending College

Other Special Parental Information (check one)

( ) None

( ) Special circumstances - Explain ______________________

____

____

Parents' Assets and Liabilities

RESIDENCE (check one)

( ) Not applicable - Home rented

( ) Home owned - Year purchased ______________________

Fair Market Value of Home ______________________

Present Unpaid Mortgage Balance ______________________

FAIR MARKET VALUE OF PARENTS' OTHER ASSETS (Net of corresponding indebtedness)

Please fill in every blank. If none, write NONE.

Stocks $ __________ Mutual Funds $ __________ Real Estate $ __________

Bonds $ __________ Savings Accts $ __________ Cars/Trucks $ __________

Cert. of Dep. $ __________ Collectibles $ __________ Boats/Rec Veh $ __________

(jewelry/antiques/coins, etc.)

I attest that the information set forth above is true and correct to the best of my knowledge and belief and is subject to verification.

Date __________ Signature of Parent or Guardian ______________________

(To be completed by Applicant's High School)

Applicant's Class Standing __________ Number of Students Graduating __________

Applicant's Most Recent Test Score Results SAT __________ ACT __________

Special Achievements, honors and/or extracurricular activities

I attest that the information set forth is true and correct to the best of my knowledge and belief.

Form 990-PF, Part XV, Line 2d 23-6750958

ADDITIONAL INFORMATION REGARDING
THE ALFRED WOLF SCHOLARSHIP AWARD

The Wolf Foundation for Education was created under the provisions contained in the last will and testament of the late Alfred Wolf, who died September 9, 1981. Mr. Wolf immigrated to the United States in 1913 at the age of 14. He worked in the hosiery and textile business and from 1949 to 1953, owned and operated "Milda Hosiery", a local business establishment. Mr. Wolf, who retired in 1953, loved to travel and was a member of various masonic and shrine organizations. He had a special interest in assisting deserving students to continue their education in an institution of higher learning and therefore he set aside a significant portion of his estate in a perpetual trust to accomplish this desire. This trust as maintained by the Trust Department of The Ephrata National Bank provides that the net income from principal investments shall be awarded annually in scholarships, not to exceed $600.00 annually and not to exceed a term of four years.

The scholarships are to be awarded to the most deserving boys and girls of Ephrata Borough and Ephrata Township who graduate from high school. The determination of the annual scholarship awards is made by a committee comprised of the President of The Ephrata National Bank and the Senior Trust Officer of The Ephrata National Bank. The annual $600.00 payment is made jointly to the student and the institution attended and each recipient must maintain good class standing in order to be granted the succeeding $600.00 annual payment. Forfeited scholarship awards are reassigned in designated order to any alternates named within a graduating class.

The Trust contains a provision wherein a recipient of a scholarship award who subsequently desires to repay all or any part of the funds received may do so at any time and accordingly make said funds available for redistribution.

The Scholarship Committee, and The Ephrata National Bank, as Trustee, pledge continued efforts to make this scholarship available to students in perpetuation of the memory of Mr. Alfred Wolf as a most generous and considerate person.

Form 990-PF, Part XV, Line 3a 23-6750958

Alfred Wolf Foundation For Education Scholarship Recipients 1/1/2010 - 12/31/2010

Name	College	Amount
Auker, Cameron 1232 West Main Street Ephrata PA 17522	Hampden-Sydney College	$ 500 00
Enck, Angela R 624 Pointview Avenue Ephrata PA 17522	Harrisburg Area Community College	$ 500 00
Fasnacht, Celia L 310 Woodchuck Drive Ephrata PA 17522	Temple University	$ 500 00
Marks, Timothy M 64 Oriole Drive Ephrata PA 17522	Messiah College	$ 500 00
Martin, Keith A 53 Maple Farm Road Ephrata PA 17522	The Pennsylvania State University	$ 500 00
Nicholas, Amy E 210 Tuckson Avenue Ephrata PA 17522	University of Richmond	$ 500 00
O'Brassill, Kristin M 51 East Main Street Rear Apt Ephrata PA 17522	Millersville University	$ 500 00
Palagashvili, Liya 959 Pleasantview Road Ephrata PA 17522	George Mason University	$ 500 00
Pfaultz, Sabrina E 8 Hess Circle Ephrata PA 17522	Philadelphia University	$ 500 00
Burkholder, Rebecca M 215 East Mohler Church Road Ephrata PA 17522	Eastern University	$ 500 00
Eshleman, Juliana L 430 Lincoln Avenue Ephrata PA 17522	Moody Bible Institute	$ 500 00
Hoffner, Cody L 977-78 Rettew Mill Road Ephrata PA 17522	Penn State Berks	$ 500 00
Kulfan, Tyler S 72 Brookfield Drive	Eastern University	$ 500 00

Form 990-PF, Part XV, Line 3a 23-6750958

Ephrata PA 17522		
Marks, Deborah M 64 Oriole Drive Ephrata PA 17522	Messiah College	$ 500 00
Moyer, Victoria M 201 Irene Avenue Ephrata PA 17522	Bucknell University	$ 500 00
Tillinghast, Miranda P 15 Garfield Drive Ephrata PA 17522	University of North Carolina Wilmington	$ 500 00
VonNeida, Olivia D 318 Tuckson Avenue Ephrata PA 17522	Rensselaer Polytechnic Institute	$ 500 00
Becker, Matthew 326 Vista Drive Ephrata PA 17522	Penn State University	$ 500 00
Burkholder, Douglas 136 East Mohler Church Road Ephrata PA 17522	Millersville University	$ 500 00
Chen, Mindy C 201 Mortar Lane Ephrata PA 17522	New York University	$ 500 00
DeLue, Michael 1416-233 Lincoln Heights Avenue Ephrata PA 17522	Gettysburg University	$ 500 00
Filbert, Zackary L 31 Eastbrooke Drive Ephrata PA 17522	Virginia Tech	$ 500 00
Miller, Nicole R 277 Colonial Drive Akron PA 17501	Susquehanna University	$ 500 00
Moyer, Johanna M 201 Irene Avenue Ephrata PA 17522	Bucknell University	$ 500 00
Michael W Bonawitz 130 Marion Terrace Ephrata PA 17522	Drexel University	$ 500 00

Form 990-PF, Part XV, Line 3a 23-6750958

Alfred Wolf Foundation For Education Scholarship Recipients 1/1/2010 - 12/31/2010

Tiffany N Franck 166 Tom Avenue Ephrata PA 17522	Waynesburg University	$ 500 00
Allison Hunt 1029 Lincoln Heights Avenue Ephrata PA 17522	Temple University	$ 500 00
Tyler S Kunkle 826 Pleasantview Drive Ephrata PA 17522	Elizabethtown College	$ 500 00
Jenna R Miller 134 Marion Terrace Ephrata PA 17522	West Virginia University	$ 500 00
Kayla J Stauffer 23 Pleasant Valley Road Ephrata PA 17522	Millersville University	$ 500 00
Brandon J Swinko 144 Niss Avenue Ephrata PA 17522	Penn State University	$ 500 00
Aleksey K Yermolov 1425 Apple Street Ephrata PA 17522	Harrisburg Area Community College	$ 500 00
Gutierrez, Julianne F 1321 Shreiner Road Apt 5 Lancaster PA 17601	Millersville University	$ 500 00
Belousov, Tatyana 50 Ridge Avenue Ephrata PA 17522	New York University	$ 500 00
Sokavy Sunonborai 85 Reagan Drive Ephrata PA 17522	South University	$500 00
	TOTAL	**$ 17,500.00**