Form **990-PF**

Department of the Treasury
Internal Revenue Service

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

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

OMB No 1545-0052

2010

For calendar year 2010, or tax year beginning , 2010, and ending ,

G Check all that apply ☐ Initial return ☐ Initial Return of a former public charity ☐ Final return
☐ Amended return ☐ Address change ☐ Name change

MICHAEL W MCCARTHY FOUNDATION, INC.
1065 OLD COUNTRY ROAD #207
WESTBURY, NY 11590

A Employer identification number: 26-0675307
B Telephone number (see the instructions): 516-280-1785
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, column (c), line 16)* ► $ 9,187,968.

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 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 (att sch)	7,870.			
	2 Ck ► [X] if the foundn is **not** req to att Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	303,150.	303,150.		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain/(loss) from sale of assets not on line 10	-28,435.			
	b Gross sales price for all assets on line 6a 1,482,024.				
	7 Capital gain net income (from Part IV, line 2)		0.		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit/(loss) (att sch)				
	11 Other income (attach schedule) See Statement 1	59,464.			
	12 **Total.** Add lines 1 through 11	342,049.	303,150.	0.	
OPERATING AND ADMINISTRATIVE EXPENSES	13 Compensation of officers, directors, trustees, etc	110,000.	55,000.		55,000.
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach sch) See St 2	25,000.	5,000.		20,000.
	c Other prof fees (attach sch) See St 3	32,291.	21,012.		11,279.
	17 Interest				
	18 Taxes (attach schedule)(see instr)				
	19 Depreciation (attach sch) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications	2,000.			2,000.
	23 Other expenses (attach schedule) See Statement 4	77,866.	22,037.		25,424.
	24 **Total operating and administrative expenses.** Add lines 13 through 23	247,157.	103,049.		113,703.
	25 Contributions, gifts, grants paid Part XV	354,500.			354,500.
	26 **Total expenses and disbursements.** Add lines 24 and 25	601,657.	103,049.	0.	468,203.
	27 Subtract line 26 from line 12:				
	a **Excess of revenue over expenses and disbursements**	-259,608.			
	b **Net investment income** (if negative, enter -0-)		200,101.		
	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			
	2 Savings and temporary cash investments	3,390,184.	2,013,014.	2,021,625.
	3 Accounts receivable ►			
	Less: allowance for doubtful accounts ►			
	4 Pledges receivable ►			
	Less: allowance for doubtful accounts ►			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see the instructions)			
	7 Other notes and loans receivable (attach sch) ►			
	Less. allowance for doubtful accounts ►			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments – U.S. and state government obligations (attach schedule)	908,049.	958,939.	972,560.
	b Investments – corporate stock (attach schedule)	2,725,399.	3,705,412.	4,026,394.
	c Investments – corporate bonds (attach schedule)	1,740,110.	1,871,047.	1,890,419.
	11 Investments – land, buildings, and equipment basis ►			
	Less: accumulated depreciation (attach schedule) ►			
	12 Investments – mortgage loans			
	13 Investments – other (attach schedule)	301,465.	257,187.	276,970.
	14 Land, buildings, and equipment basis ►			
	Less: accumulated depreciation (attach schedule) ►			
	15 Other assets (describe ►)			
	16 **Total assets** (to be completed by all filers – see instructions. Also, see page 1, item I)	9,065,207.	8,805,599.	9,187,968.
LIABILITIES	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, & other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	22 Other liabilities (describe ►)			
	23 **Total liabilities** (add lines 17 through 22)	0.	0.	
NET ASSETS OR FUND BALANCES	**Foundations that follow SFAS 117, check here ► ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24 Unrestricted			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ► [X] and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	9,938,568.	9,938,568.	
	28 Paid-in or capital surplus, or land, building, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds	-873,361.	-1,132,969.	
	30 **Total net assets or fund balances** (see the instructions)	9,065,207.	8,805,599.	
	31 **Total liabilities and net assets/fund balances** (see the instructions)	9,065,207.	8,805,599.	

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	9,065,207.
2	Enter amount from Part I, line 27a	2	-259,608.
3	Other increases not included in line 2 (itemize) ►	3	
4	Add lines 1, 2, and 3	4	8,805,599.
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	8,805,599.

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse; or common stock, 200 shares MLC Company)	(b) How acquired P — Purchase D — Donation	(c) Date acquired (month, day, year)	(d) Date sold (month, day, year)
1a	A/C 22D-02010 (SEE DETAILS ATTACHED)	P	Various	Various
b	A/C 22D-02104 (SEE DETAILS ATTACHED)	P	Various	Various
c	A/C 22D-04044 (SEE DETAILS ATTACHED)	P	Various	Various
d	A/C 22D-02060 (SEE DETAILS ATTACHED)	P	Various	Various
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	1,320,929.		1,348,987.	-28,058.
b	48,509.		49,988.	-1,479.
c	12,908.		11,598.	1,310.
d	99,678.		99,886.	-208.
e				

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

	(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	(l) Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
a				-28,058.
b				-1,479.
c				1,310.
d				-208.
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	-28,435.
3	Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) (see the instructions). If (loss), enter -0- in Part I, line 8	3	0.

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

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

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

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

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

1 Enter the appropriate amount in each column for each year; see the instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (column (b) divided by column (c))
2009	471,984.	8,653,464.	0.054543
2008	204,840.	4,270,036.	0.047971
2007			
2006			
2005			

2	**Total** of line 1, column (d)	2	0.102514
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	0.051257
4	Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	8,736,267.
5	Multiply line 4 by line 3	5	447,795.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	2,001.
7	Add lines 5 and 6	7	449,796.
8	Enter qualifying distributions from Part XII, line 4	8	468,203.

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

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

1 a Exempt operating foundations described in section 4940(d)(2), check here ► ☐ and enter 'N/A' on line 1. Date of ruling or determination letter: ________ (attach copy of letter if necessary – see instr.)		
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► [X] and enter 1% of Part I, line 27b	1	2,001.
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, column (b)		
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	2	0.
3 Add lines 1 and 2	3	2,001.
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	0.
5 **Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-	5	2,001.
6 Credits/Payments:		
a 2010 estimated tax pmts and 2009 overpayment credited to 2010 — 6a: 2,511.		
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	2,511.
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	0.
10 **Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ►	10	510.
11 Enter the amount of line 10 to be: **Credited to 2011 estimated tax** ► 510. **Refunded** ►	11	0.

Part VII-A Statements Regarding Activities

		Yes	No
1 a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see 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 ► $ 0. **(2)** On foundation managers ► $ 0.			
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ► $ 0.			
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?	4b	N/A	
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, column (c), and Part XV*	7	X	
8a Enter the states to which the foundation reports or with which it is registered (see the instructions) ► NY			
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)? *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 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 ► KAPLAN MANAGEMENT Telephone no ► 631-499-3400

Located at ► 312 COMMACK ROAD COMMACK NY ZIP + 4 ► 11725

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 – Check here N/A ► ☐

and enter the amount of tax-exempt interest received or accrued during the year ► 15 N/A

			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 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 the instructions)?	1b	N/A	
	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?	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? ☐ 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 the instructions)	2b	N/A	
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here. ► 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)*	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 instructions) ☐ Yes ☒ No			
(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No			
b If any answer is 'Yes' to 5a(1)-(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see instructions)?	**5b**	N/A	
Organizations relying on a current notice regarding disaster assistance check here ► ☐			
c If the answer is 'Yes' to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A ☐ Yes ☐ No *If 'Yes,' attach the statement required by Regulations section 53 4945-5(d)*			
6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No			
b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? *If 'Yes' to 6b, file Form 8870*	**6b**		X
7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No			
b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?	**7b**		

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation (see instructions).

(a) Name and address	**(b)** Title and average hours per week devoted to position	**(c)** Compensation **(If not paid, enter -0-)**	**(d)** Contributions to employee benefit plans and deferred compensation	**(e)** Expense account, other allowances
PATRICK C. MCCARTHY 1065 OLD COUNTRY ROAD, #207 WESTBURY, NY 11590	Foundation M 25.00	55,000.	0.	0.
GIOVANNA MCCARTHY 1065 OLD COUNTRY ROAD, #207 WESTBURY, NY 11590	Foundation M 20.00	55,000.	0.	0.

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

(a) Name and address of each employee paid more than $50,000	**(b)** Title and average hours per week devoted to position	**(c)** Compensation	**(d)** Contributions to employee benefit plans and deferred compensation	**(e)** Expense account, other allowances
None				
Total number of other employees paid over $50,000 ►				0

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors *(continued)*

3 Five highest-paid independent contractors for professional services (see instructions). If none, enter 'NONE.'

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
None		
Total number of others receiving over $50,000 for professional services ►		0

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.	Expenses
1 N/A	
2	
3	
4	

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

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 N/A	
2	
All other program-related investments See instructions 3	
Total. Add lines 1 through 3 . ►	0.

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

1 Fair market value of assets not used (or held for use) directly in carrying out charitable, etc, purposes		
a Average monthly fair market value of securities	1a	6,210,978.
b Average of monthly cash balances	1b	2,658,329.
c Fair market value of all other assets (see instructions)	1c	
d **Total** (add lines 1a, b, and c)	1d	8,869,307.
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	8,869,307.
4 Cash deemed held for charitable activities Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	133,040.
5 **Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	8,736,267.
6 **Minimum investment return.** Enter 5% of line 5	6	436,813.

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

1 Minimum investment return from Part X, line 6	1	436,813.
2a Tax on investment income for 2010 from Part VI, line 5 — 2a: 2,001.		
b Income tax for 2010. (This does not include the tax from Part VI) — 2b:		
c Add lines 2a and 2b	2c	2,001.
3 Distributable amount before adjustments Subtract line 2c from line 1	3	434,812.
4 Recoveries of amounts treated as qualifying distributions	4	
5 Add lines 3 and 4	5	434,812.
6 Deduction from distributable amount (see instructions)	6	
7 **Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	434,812.

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

1 Amounts paid (including administrative expenses) to accomplish charitable, etc, purposes:		
a Expenses, contributions, gifts, etc — total from Part I, column (d), line 26	1a	468,203.
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	468,203.
5 Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see instructions)	5	2,001.
6 **Adjusted qualifying distributions.** Subtract line 5 from line 4	6	466,202.

Note. The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years

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

	(a) Corpus	(b) Years prior to 2009	(c) 2009	(d) 2010
1 Distributable amount for 2010 from Part XI, line 7				434,812.
2 Undistributed income, if any, as of the end of 2010:				
a Enter amount for 2009 only			0.	
b Total for prior years. 20___, 20___, 20___		0.		
3 Excess distributions carryover, if any, to 2010:				
a From 2005				
b From 2006				
c From 2007				
d From 2008				
e From 2009 37,013.				
f **Total** of lines 3a through e	37,013.			
4 Qualifying distributions for 2010 from Part XII, line 4: ► $ 468,203.				
a Applied to 2009, but not more than line 2a			0.	
b Applied to undistributed income of prior years (Election required – see instructions)		0.		
c Treated as distributions out of corpus (Election required – see instructions)	0.			
d Applied to 2010 distributable amount				434,812.
e Remaining amount distributed out of corpus	33,391.			
5 Excess distributions carryover applied to 2010 *(If an amount appears in column (d), the same amount must be shown in column (a).)*	0.			0.
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e. Subtract line 5	70,404.			
b Prior years' undistributed income Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b Taxable amount – see instructions		0.		
e Undistributed income for 2009. Subtract line 4a from line 2a Taxable amount – see instructions			0.	
f Undistributed income for 2010 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2011				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)	0.			
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see instructions)	0.			
9 **Excess distributions carryover to 2011.** Subtract lines 7 and 8 from line 6a	70,404.			
10 Analysis of line 9				
a Excess from 2006				
b Excess from 2007				
c Excess from 2008				
d Excess from 2009 37,013.				
e Excess from 2010 33,391.				

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

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

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			
	(a) 2010	(b) 2009	(c) 2008	(d) 2007	(e) Total
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
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 organization had $5,000 or more in assets at any time during the year – see instructions.)

1 **Information Regarding Foundation Managers:**

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

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

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

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

c Any submission deadlines.

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

Part XV Supplementary Information (continued)

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
See Statement 5				
Total			► 3a	354,500.
b *Approved for future payment*				
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 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					
4 Dividends and interest from securities			14	303,150.	
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					-28,435.
9 Net income or (loss) from special events			1	29,059.	
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)				332,209.	-28,435.
13 Total. Add line 12, columns (b), (d), and (e)				13	303,774.

(See worksheet in line 13 instructions 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 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	1 a (1)		X
(2) Other assets	1 a (2)		X
b Other transactions			
(1) Sales of assets to a noncharitable exempt organization	1 b (1)		X
(2) Purchases of assets from a noncharitable exempt organization	1 b (2)		X
(3) Rental of facilities, equipment, or other assets	1 b (3)		X
(4) Reimbursement arrangements	1 b (4)		X
(5) Loans or loan guarantees	1 b (5)		X
(6) Performance of services or membership or fundraising solicitations	1 b (6)		X
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1 c		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

X President 4/1/11 ▶ President

Signature of officer or trustee | Date | Title

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check if ☐ if self employed	PTIN
ANDREW M. KAPLAN		3/30/11		N/A

Firm's name ▶ KAPLAN MANAGEMENT CONSULTANTS — Firm's EIN ▶ N/A

Firm's address ▶ 312 Commack Rd, Commack, NY 11725 — Phone no (631) 499-3400

Statement 1
Form 990-PF, Part I, Line 11
Other Income

	(a) Revenue per Books	(b) Net Investment Income	(c) Adjusted Net Income
Income From Special Events	$ 59,464.		
Total	$ 59,464.	$ 0.	$ 0.

Statement 2
Form 990-PF, Part I, Line 16b
Accounting Fees

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
KAPLAN MANAGEMENT	$ 25,000.	$ 5,000.		$ 20,000.
Total	$ 25,000.	$ 5,000.	$ 0.	$ 20,000.

Statement 3
Form 990-PF, Part I, Line 16c
Other Professional Fees

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
MERRILL LYNCH	$ 21,012.	$ 21,012.		
WEB SITE DESIGN FEES	11,279.			$ 11,279.
Total	$ 32,291.	$ 21,012.	$ 0.	$ 11,279.

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

	(a) Expenses per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
ADMINISTRATIVE SUPPLIES, ETC	$ 6,296.	$ 3,148.		$ 3,148.
COMPUTER EXPENSES	4,511.	2,261.		2,250.
ENTERTAINMENT	2,896.			2,896.
LICENSES & PERMITS	500.			500.
MISCELLANEOUS	3,968.	1,984.		1,984.
Rental Expenses	7,864.	3,932.		3,932.
Special Event Expenses	30,405.			
TELEPHONE	8,156.	4,078.		4,078.
UTILITIES	9,137.	4,568.		4,569.
VEHICLE EXPENSES	4,133.	2,066.		2,067.
Total	$ 77,866.	$ 22,037.	$ 0.	$ 25,424.

Statement 5
Form 990-PF, Part XV, Line 3a
Recipient Paid During the Year

Name and Address	Donee Relationship	Foundation Status	Purpose of Grant	Amount
CHRISTMAS MAGIC 400 TOWNLINE ROAD HAUPPAGUE, NY 11788	NONE	501(c)(3)	GENERAL OPERATING TO HELP PROVIDE HOLIDAY GIFTS TO UNDERPRIVILEGED CHILDREN THROUGHOUT SUFFOLK COUNTY, LONG ISLAND	$ 102,000.
NY STATE TROOPERS PBA SIGNAL 30 FUND 120 STATE STREET ALBANY, NY 12207	NONE	501(c)(3)	TO OFFER SCHOLARSHIPS TO WORTHY STUDENTS PURSUING CAREERS IN LAW ENFORCEMENT. TO OFFER SCHOLARSHIPS TO FAMILIES OF LAW ENFORCEMENT PROFESSIONALS PURSUING HIGHER EDUCATION.	8,000.
LUTHERAN GIRLS CAMP 9 GOERGETOWN ROAD COLTS NECK, NJ 07720	NONE	501(c)(3)	GENERAL SUPPORT TO FOSTER THE DEVELOPMENT OF ADOLECENT WOMEN	30,000.
CURE TAY SACHS FOUNDATION 12730 TRISKETT ROAD CLEVELAND, OH 44111	NONE	501(c)(3)	PROVIDE FUNDING FOR RESEARCH TO FIND A CURE FOR TAY-SACHS DISEASE	30,000.
JOSEPH TOLDES FOUNDATION 18 ROBIN DRIVE HUNTINGTON, NY 11743	NONE	501(c)(3)	TO HELP FINANCE THE OPERATING COSTS OF A NON-PROFIT CAMP FOR UNDERPRIVILEGED FOSTER CHILDREN IN UPSTATE NEW YORK.	15,000.

Statement 5 (continued)
Form 990-PF, Part XV, Line 3a
Recipient Paid During the Year

Name and Address	Donee Relationship	Foundation Status	Purpose of Grant	Amount
LIFE'S WORC 1501 FRANKLIN AVENUE GARDEN CITY, NY 11530	NONE	501(c)(3)	TO HELP FUND COMPREHENSIVE SUPPORT FOR PEOPLE WITH DEVELOPMENTAL DISABILITIES INCLUDING MENTAL RETARDATION AND AUTISM	$ 40,000.
BEST FRIEND ANIMAL SOCIETY 5001 ANGEL CANYON ROAD KANAB, UT 84741	NONE	501(c)(3)	GENERAL SUPPORT FOR THE CARE AND TREATMENT OF HOMELESS ANIMALS PRIOR TO ADOPTION.	30,000.
LONG ISLAND COALITION FOR HOMELESS 38 OLD COUNTRY ROAD GARDEN CITY, NY 11530	NONE	501(c)(3)	FINANCIAL SUPPORT TO PROVIDE FOOD AND SHELTER FACILITIES FOR THE HOMELESS OF NASSAU AND SUFFOLK COUNTIES, LONG ISLAND.	25,000.
LEUKEMIA & LYMPHOMA 1311 MAMARONECK AVENUE WHITE PLAINS, NY 10605	NONE	501(c)(3)	SUPPORT FOR DISEASE RESEARCH AND TO IMPROVE THE QUALITY OF LIFE FOR PATIENTS AND THEIR FAMILIES	25,000.
HEADSTRONG FOUNDATION 466 HUTCHINSON TERRACE HOLMES, PA 19043	NONE	501(c)(3)	PROVIDE FOR THE UNIQUE NEEDS OF CANCER PATIENTS AND THEIR IMMEDIATE FAMILIES	5,000.
ROBBY ALBARADO FOUNDATION 2302 HURSTBOURNE VILLAGE DRIVE #200 LOUISVILLE, KY 40299	NONE	501(c)(3)	AID AND SUPPORT FOR TROUBLED YOUTH	5,000.
TROOPERS MEMORIAL FUND PO BOX 63 RIVERHEAD, NY 11901	NONE	501(c)(3)	FINANCIAL SUPPORT FOR FALLEN NYS TROOPERS	1,500.

Statement 5 (continued)
Form 990-PF, Part XV, Line 3a
Recipient Paid During the Year

Name and Address	Donee Relationship	Foundation Status	Purpose of Grant	Amount
AUTISM SPEAKS 2 PARK AVENUE NEW YORK, NY 10016	NONE	501(c)(3)	FINANCIAL SUPPORT FOR THOSE WHO STRUGGLE WITH AUTISM	$ 3,000.
AMERICAN LIVER FOUNDATION 75 MAIDEN LANE NEW YORK, NY 10038	NONE	501(c)(3)	FACILITATE, ADVOCATE AND PROVIDE EDUCATION, SUPPORT AND RESEARCH FOR THE PREVENTION AND TREATMENT OF LIVER DISEASE.	20,000.
FERRETS UNLIMITED RESCUE PO BOX 44012 CLEVELAND, OH 44144	NONE	501(c)(3)	HELP RESCUE FERRETS AND PLACE THEM IN LOVING HOMES.	5,000.
ALMOST HOME ANIMAL SOCIETY PO BOX 350 MEDFORD, NY 11763	NONE	501(c)(3)	PROVIDE FOOD AND VETERINARY SERVICES TO FAMILY PETS OF INDIGENT PEOPLE	10,000.
			Total	$ 354,500.

SCHEDULE G
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Supplemental Information Regarding Fundraising or Gaming Activities

Complete if the organization answered 'Yes' to Form 990, Part IV, lines 17, 18, or 19, or if the organization entered more than $15,000 on Form 990-EZ, line 6a.
► Attach to Form 990 or Form 990-EZ. ► See separate instructions.

OMB No 1545-0047

2010

Open to Public Inspection

Name of the organization: MICHAEL W MCCARTHY FOUNDATION, INC.

Employer identification number: 26-0675307

Part I **Fundraising Activities.** Complete if the organization answered 'Yes' to Form 990, Part IV, line 17 Form 990-EZ filers are not required to complete this part

1 Indicate whether the organization raised funds through any of the following activities Check all that apply

a [X] Mail solicitations
b [X] Internet and email solicitations
c [X] Phone solicitations
d [X] In-person solicitations
e [ ] Solicitation of non-government grants
f [ ] Solicitation of government grants
g [ ] Special fundraising events

2a Did the organization have a written or oral agreement with any individual (including officers, directors, trustees or key employees listed in Form 990, Part VII) or entity in connection with professional fundraising services? [ ] Yes [X] No

b If 'Yes,' list the ten highest paid individuals or entities (fundraisers) pursuant to agreements under which the fundraiser is to be compensated at least $5,000 by the organization

(i) Name and address of individual or entity (fundraiser)	(ii) Activity	(iii) Did fundraiser have custody or control of contributions? Yes	No	(iv) Gross receipts from activity	(v) Amount paid to (or retained by) fundraiser listed in column (i)	(vi) Amount paid to (or retained by) organization
1						
2						
3						
4						
5						
6						
7						
8						
9						
10						
Total ►						0.

3 List all states in which the organization is registered or licensed to solicit contributions or has been notified it is exempt from registration or licensing

Part II **Fundraising Events.** Complete if the organization answered 'Yes' to Form 990, Part IV, line 18, or reported more than $15,000 of fundraising event contributions and gross income on Form 990-EZ, lines 1 and 6a. List events with gross receipts greater than $5,000.

		(a) Event #1 GOLF OUTING (event type)	(b) Event #2 (event type)	(c) Other events (total number)	(d) Total events (add column (a) through column (c))
REVENUE	1 Gross receipts	59,464.			59,464.
	2 Less Charitable contributions				
	3 Gross income (line 1 minus line 2)	59,464.			59,464.
DIRECT EXPENSES	4 Cash prizes				
	5 Noncash prizes				
	6 Rent/facility costs	17,770.			17,770.
	7 Food and beverages	9,800.			9,800.
	8 Entertainment				
	9 Other direct expenses	2,835.			2,835.
	10 Direct expense summary Add lines 4- through 9 in column (d) ►				30,405.
	11 Net income summary. Combine line 3, column (d), and line 10 ►				29,059.

Part III **Gaming.** Complete if the organization answered 'Yes' to Form 990, Part IV, line 19, or reported more than $15,000 on Form 990-EZ, line 6a.

		(a) Bingo	(b) Pull tabs/Instant bingo/progressive bingo	(c) Other gaming	(d) Total gaming (add column (a) through column (c))
REVENUE	1 Gross revenue				
DIRECT EXPENSES	2 Cash prizes				
	3 Non-cash prizes				
	4 Rent/facility costs				
	5 Other direct expenses				
	6 Volunteer labor	☐ Yes ______ % ☐ No	☐ Yes ______ % ☐ No	☐ Yes ______ % ☐ No	
	7 Direct expense summary. Add lines 2 through 5 in column (d) ►				
	8 Net gaming income summary. Combine lines 1, column (d) and line 7 ►				

9 Enter the state(s) in which the organization operates gaming activities: ______

a Is the organization licensed to operate gaming activities in each of these states? ☐ Yes ☐ No

b If 'No,' explain. ______

10 a Were any of the organization's gaming licenses revoked, suspended or terminated during the tax year? ☐ Yes ☐ No

b If 'Yes,' explain ______

11 Does the organization operate gaming activities with nonmembers? ☐ Yes ☐ No

12 Is the organization a grantor, beneficiary or trustee of a trust or a member of a partnership or other entity formed to administer charitable gaming? ☐ Yes ☐ No

13 Indicate the percentage of gaming activity operated in:

a The organization's facility	13a	%
b An outside facility	13b	%

14 Enter the name and address of the person who prepares the organization's gaming/special events books and records:

Name ►

Address ►

15a Does the organization have a contact with a third party from whom the organization receives gaming revenue? ☐ Yes ☐ No

b If 'Yes,' enter the amount of gaming revenue received by the organization ► $ ________ and the amount of gaming revenue retained by the third party ► $ ________.

c If 'Yes,' enter name and address of the third party

Name ►

Address ►

16 Gaming manager information

Name ►

Gaming manager compensation ► $

Description of services provided ►

☐ Director/officer ☐ Employee ☐ Independent contractor

17 Mandatory distributions

a Is the organization required under state law to make charitable distributions from the gaming proceeds to retain the state gaming license? ☐ Yes ☐ No

b Enter the amount of distributions required under state law to be distributed to other exempt organizations or spent in the organization's own exempt activities during the tax year ► $

Part IV **Supplemental Information.** Complete this part to provide the explanations required by Part I, line 2b, columns (iii) and (v), and Part III, lines 9, 9b, 10b, 15b, 15c, 16, and 17b, as applicable. Also complete this part to provide any additional information (see instructions).

Michael W McCarthy Foundation
Portfolio Summary
2010

Description	Market Value 2010	2060	2104	4044	Total	Cost Basis 2010	2060	2104	4044	Total
Cash and Money Funds	560,456	147,311	9,853	5,644	723,264	560,456	147,311	9,853	5,644	723,264
CD's and Equivalents	1,292,611				1,292,611	1,284,000				1,284,000
Government Securities	273,561	647,266			920,827	275,000	632,351			907,351
Corporate Bonds	1,823,097	28,879		38,443	1,890,419	1,805,855	27,215		37,977	1,871,047
Municipal Bonds	51,733				51,733	51,588				51,588
Equities	785,477		328,927	177,414	1,291,818	636,513		293,947	158,661	1,089,121
Mut Funds/CEF/UIT	2,200,275	534,301			2,734,576	2,131,001	485,290			2,616,291
Other	276,970				276,970	257,187				257,187
Brokerage A/C Totals	7,264,180	1,357,757	338,780	221,501	9,182,218	7,001,600	1,292,167	303,800	202,282	8,799,849
Bank of America Checking					5,750					5,750
Grand Totals	7,264,180	1,357,757	338,780	221,501	9,187,968	7,001,600	1,292,167	303,800	202,282	8,805,599

Recap For 990-PF Balance Sheet

	Market Value	Cost Basis
Savings and Temporary Cash	2,021,625	2,013,014
US and State Government	972,560	958,939
Corporate Stock	4,026,394	3,705,412
Corporate Bonds	1,890,419	1,871,047
Other Investments	276,970	257,187
Total	9,187,968	8,805,599

Fiscal Statement Link Service

Total Relationship Value As Of 12/31/10 $9,221,125.94

MICHAEL W MCCARTHY FOUNDATION
INC
400 TOWNLINE RD
HAUPPAUGE NY 11788-2838

YOUR FINANCIAL ADVISOR:
RONDA W EDWARDS
FA # 1033
(760) 862-1400

Your Merrill Lynch Office:
74 800 HIGHWAY 111
INDIAN WELLS CA 92210

For Client Service Questions Call:
1-800-MERRILL (1-800-637-7455)

ACTIVITY SUMMARY

	Fiscal Year Value 12/2010
Credits	
Sales	1,618,519.16
Income	303,149.54
Funds Received	30,000.00
Electronic Tfrs	0.00
Other Credits	300,002.37
Total Credits	2,251,671.07
Debits	
Purchases	2,340,218.09
Withdrawals	0.00
Electronic Tfrs	20,481.25
Fees	150.00
Checks	507,378.32
Interest Charged	0.00
Other Debits	349,516.77
Total Debits	3,225,591.65
Net Activity	**(973,920.58)**

ANNUAL PORTFOLIO SUMMARY

	Fiscal Year Value 12/31/10	Current Portfolio Cost Basis	Unrealized Gains/(Losses)
Cash/Money Accounts	723,263.31	723,263.31	0.00
CD's/Equivalents	1,292,611.67	1,284,000.00	8,611.67
Government Securities	920,826.76	907,350.94	13,475.82
Corporate Bonds	1,890,418.78	1,871,047.70	19,371.08
Municipal Bonds	51,733.00	51,588.09	144.91
Equities	1,291,817.61	1,089,121.47	202,696.14
Mut Funds/CEF/UIT	2,734,575.30	2,616,290.93	118,284.37
Options	0.00	0.00	0.00
Other	276,970.66	257,186.78	19,783.88
Long Market Value	**9,182,217.09**	**8,799,849.22**	**382,367.87**
Debit Balance	0.00	0.00	0.00
Short Market Value	0.00	0.00	0.00
Estimated Accrued Int	38,908.85	0.00	0.00
Net Portfolio Value	**9,221,125.94**	**8,799,849.22**	**382,367.87**

INCOME SUMMARY

	CurrentYear (12/10)
Interest	191,815.32
Dividends	111,334.22
Total	**303,149.54**
Accrued Interest Earned	0.00
Accrued Interest Paid	1,479.90

PLEASE NOTE:

o This fiscal year end statement is for information purposes and should be used in conjunction with your monthly statements. This statement does not reflect any pending trades or dividend reclassifications. Please consult your tax advisor regarding any tax planning and reporting requirements.

EMA Fiscal Statement

Total Account Value As Of 12/31/10 **$7,299,923.37**

MICHAEL W MCCARTHY FOUNDATION
INC
400 TOWNLINE RD
HAUPPAUGE NY 11788-2838

Your Financial Advisor:
RONDA W EDWARDS
FA # 1033
(760) 862-1400

Your Merrill Lynch Office:
74 800 HIGHWAY 111
INDIAN WELLS CA 92210

FOR CUSTOMER SERVICE QUESTIONS: 1-800-MERRILL (1-800-637-7455)

ACTIVITY SUMMARY

	Fiscal Year Value 12/10
Credits	
Sales	1,363,210.72
Income	241,443.45
Funds Received	30,000.00
Electronic Tfrs	0.00
Other Credits	0.00
Total Credits	1,634,654.17
Debits	
Purchases	1,808,079.41
Withdrawals	0.00
Electronic Tfrs	20,481.25
Fees	150.00
Checks	507,378.32
Visa Transactions	7,847.22
Interest Charged	0.00
Other Debits	328,610.04
Total Debits	2,672,546.24
Net Activity	**(1,037,892.07)**

ANNUAL PORTFOLIO SUMMARY

	Fiscal Year Value 12/31/10	Current Portfolio Cost Basis	Unrealized Gains/(Losses)
Cash/Money/Accounts	560,455.89	560,455.89	0.00
CD's/Equivalents	1,292,611.67	1,284,000.00	8,611.67
Government Securities	273,560.50	275,000.00	(1,439.50)
Corporate Bonds	1,823,096.70	1,805,855.36	17,241.34
Municipal Bonds	51,733.00	51,588.09	144.91
Equities	785,476.75	636,513.18	148,963.57
Mut Funds/CEF/UIT	2,200,274.69	2,131,000.49	69,274.20
Options	0.00	0.00	0.00
Other	276,970.66	257,186.78	19,783.88
Long Market Value	**7,264,179.86**	**7,001,599.79**	**262,580.07**
Short Market Value	0.00	0.00	0.00
Debit Balance	0.00	0.00	0.00
Estimated Accrued Int	35,743.51	0.00	0.00
Net Portfolio Value	**7,299,923.37**	**7,001,599.79**	**262,580.07**

INCOME SUMMARY

	CurrentYear (12/10)
Interest	165,438.89
Dividends	76,004.56
Total	**241,443.45**
Accrued Interest Earned	0.00
Accrued Interest Paid	843.33

PLEASE NOTE:

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EMA

Fiscal Statement

Total Account Value As Of 12/31/10 **$221,500.26**

MICHAEL W MCCARTHY
FOUNDATION INC
400 TOWNLINE RD
HAUPPAUGE NY 11788-2838

Your Financial Advisor:
RONDA W EDWARDS
FA # 1033
(760) 862-1400

Your Merrill Lynch Office:
74 800 HIGHWAY 111
INDIAN WELLS CA 92210

FOR CUSTOMER SERVICE QUESTIONS: **1-800-MERRILL (1-800-637-7455)**

ACTIVITY SUMMARY

	Fiscal Year Value 12/10
Credits	
Sales	12,908.53
Income	2,240.66
Funds Received	0.00
Electronic Tfrs	0.00
Other Credits	200,000.00
Total Credits	215,149.19
Debits	
Purchases	208,306.49
Withdrawals	0.00
Electronic Tfrs	0.00
Fees	0.00
Checks	0.00
Visa Transactions	0.00
Interest Charged	0.00
Other Debits	1,199.04
Total Debits	209,505.53
Net Activity	**5,643.66**

ANNUAL PORTFOLIO SUMMARY

	Fiscal Year Value 12/31/10	Current Portfolio Cost Basis	Unrealized Gains/(Losses)
Cash/Money/Accounts	5,643.66	5,643.66	0.00
CD's/Equivalents	0.00	0.00	0.00
Government Securities	0.00	0.00	0.00
Corporate Bonds	38,442.70	37,977.57	465.13
Municipal Bonds	0.00	0.00	0.00
Equities	177,413.90	158,661.16	18,752.74
Mut Funds/CEF/UIT	0.00	0.00	0.00
Options	0.00	0.00	0.00
Other	0.00	0.00	0.00
Long Market Value	**221,500.26**	**202,282.39**	**19,217.87**
Short Market Value	0.00	0.00	0.00
Debit Balance	0.00	0.00	0.00
Estimated Accrued Int	0.00	0.00	0.00
Net Portfolio Value	**221,500.26**	**202,282.39**	**19,217.87**

INCOME SUMMARY

	CurrentYear (12/10)
Interest	386.24
Dividends	1,854.42
Total	**2,240.66**
Accrued Interest Earned	0.00
Accrued Interest Paid	68.34

PLEASE NOTE:

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PLEASE SEE REVERSE SIDE

EMA Fiscal Statement

Total Account Value As Of 12/31/10 **$338,779.57**

MICHAEL W MCCARTHY FOUNDATION
INC
400 TOWNLINE RD
HAUPPAUGE NY 11788-2838

Your Financial Advisor:
RONDA W EDWARDS
FA # 1033
(760) 862-1400

Your Merrill Lynch Office:
74 800 HIGHWAY 111
INDIAN WELLS CA 92210

FOR CUSTOMER SERVICE QUESTIONS: 1-800-MERRILL (1-800-637-7455)

ACTIVITY SUMMARY

	Fiscal Year Value 12/10
Credits	
Sales	48,510.10
Income	10,069.18
Funds Received	0.00
Electronic Tfrs	0.00
Other Credits	100,002.36
Total Credits	158,581.64
Debits	
Purchases	148,439.53
Withdrawals	0.00
Electronic Tfrs	0.00
Fees	0.00
Checks	0.00
Visa Transactions	0.00
Interest Charged	0.00
Other Debits	4,730.88
Total Debits	153,170.41
Net Activity	**5,411.23**

ANNUAL PORTFOLIO SUMMARY

	Fiscal Year Value 12/31/10	Current Portfolio Cost Basis	Unrealized Gains/(Losses)
Cash/Money/Accounts	9,852.61	9,852.61	0.00
CD's/Equivalents	0.00	0.00	0.00
Government Securities	0.00	0.00	0.00
Corporate Bonds	0.00	0.00	0.00
Municipal Bonds	0.00	0.00	0.00
Equities	328,926.96	293,947.13	34,979.83
Mut Funds/CEF/UIT	0.00	0.00	0.00
Options	0.00	0.00	0.00
Other	0.00	0.00	0.00
Long Market Value	**338,779.57**	**303,799.74**	**34,979.83**
Short Market Value	0.00	0.00	0.00
Debit Balance	0.00	0.00	0.00
Estimated Accrued Int	0.00	0.00	0.00
Net Portfolio Value	**338,779.57**	**303,799.74**	**34,979.83**

INCOME SUMMARY

	CurrentYear (12/10)
Interest	37.62
Dividends	10,031.56
Total	**10,069.18**
Accrued Interest Earned	0.00
Accrued Interest Paid	0.00

PLEASE NOTE:

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EMA Fiscal Statement

Total Account Value As Of 12/31/10 **$1,360,922.74**

MICHAEL W MCCARTHY FOUNDATION
INC
400 TOWNLINE RD
STE 100

Your Financial Advisor:
RONDA W EDWARDS
FA # 1033
(760) 862-1400

Your Merrill Lynch Office:
74 800 HIGHWAY 111
INDIAN WELLS CA 92210

FOR CUSTOMER SERVICE QUESTIONS: 1-800-MERRILL (1-800-637-7455)

ACTIVITY SUMMARY

	Fiscal Year Value 12/10
Credits	
Sales	193,889.81
Income	49,396.25
Funds Received	0.00
Electronic Tfrs	0.00
Other Credits	0.01
Total Credits	243,286.07
Debits	
Purchases	175,392.66
Withdrawals	0.00
Electronic Tfrs	0.00
Fees	0.00
Checks	0.00
Visa Transactions	0.00
Interest Charged	0.00
Other Debits	14,976.81
Total Debits	190,369.47
Net Activity	**52,916.60**

ANNUAL PORTFOLIO SUMMARY

	Fiscal Year Value 12/31/10	Current Portfolio Cost Basis	Unrealized Gains/(Losses)
Cash/Money/Accounts	147,311.15	147,311.15	0.00
CD's/Equivalents	0.00	0.00	0.00
Government Securities	647,266.26	632,350.94	14,915.32
Corporate Bonds	28,879.38	27,214.77	1,664.61
Municipal Bonds	0.00	0.00	0.00
Equities	0.00	0.00	0.00
Mut Funds/CEF/UIT	534,300.61	485,290.44	49,010.17
Options	0.00	0.00	0.00
Other	0.00	0.00	0.00
Long Market Value	**1,357,757.40**	**1,292,167.30**	**65,590.10**
Short Market Value	0.00	0.00	0.00
Debit Balance	0.00	0.00	0.00
Estimated Accrued Int	3,165.34	0.00	0.00
Net Portfolio Value	**1,360,922.74**	**1,292,167.30**	**65,590.10**

INCOME SUMMARY

	CurrentYear (12/10)
Interest	25,952.57
Dividends	23,443.68
Total	**49,396.25**
Accrued Interest Earned	0.00
Accrued Interest Paid	568.23

PLEASE NOTE:

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BankofAmerica

Bank of America, N.A.
P.O. Box 25118
Tampa, FL 33622-5118

Statement Period
12/01/10 through 12/31/10
E0 P PA 0A 60 0172888
Enclosures 0
Account Number 4830 3189 5775

03487 001 SCM999 0
MICHAEL W. MCCARTHY FOUNDATION, INC.
400 TOWNLINE RD STE 100
HAUPPAUGE NY 11788-2830

Customer Service Information
www.bankofamerica.com

For additional information or service you may call:
1.888.BUSINESS (1.888.287.4637)

Or you may write to:
Bank of America, N.A.
P.O. Box 25118
Tampa, FL 33622-5118

Deposit Accounts

Business Economy Checking

MICHAEL W. MCCARTHY FOUNDATION, INC.

Your Account at a Glance

Account Number	4830 3189 5775	Statement Beginning Balance	$35,749.67
Statement Period	12/01/10 through 12/31/10	Amount of Deposits/Credits	$0 00
Number of Deposits/Credits	0	Amount of Withdrawals/Debits	$30,000.00
Number of Withdrawals/Debits	1	Statement Ending Balance	$5,749.67
Number of Deposited Items	0		
		Average Ledger Balance	$5,749.67
Number of Days in Cycle	31	Service Charge	$0.00

Remember, by using your Bank of America Small Business Check Card, Bank of America provides you with another way to avoid the monthly maintenance fee on your business checking account.

MICHAEL W MCCARTHY FOUNDATION

EMA Fiscal Statement

REALIZED CAPITAL GAIN AND LOSS SUMMARY

Quantity	Security Description	Date of Acquisition	Date of Liquidation	Sale Amount	Cost Basis	Gain or (Loss)
98,000.0000	CD RBS CITIZENS NA	01/20/09	01/28/10	98,000.00	98,000.00	0.00
33,000.0000	DN WESTERNBANK PR CLD	06/18/03	01/04/10	33,000.00	32,999.99	0.01 LT
98,000.0000	CD WEBSTER BANK NA	01/21/09	02/01/10	98,000.00	98,000.00	0.00
98,000.0000	CD FIRST REGIONAL BANK	01/22/09	02/04/10	98,000.00	98,000.00	0.00
10,000 0000	BAC STR ACC REDEMP SEC	03/25/09	04/08/10	118,150.00	100,000.00	18,150.00 LT
70,000.0000	BK OF AMER CORP 6.60% 2010	07/18/00	05/17/10	70,000.00	65,485.19	4,514.81 LT
99,000.0000	DN BNC NATIONAL BANK CLD	06/08/09	06/17/10	99,000.00	99,000.00	0.00
50,000.0000	DN BANK HAPOALIM CLD	07/14/09	07/29/10	50,000.00	50,000.00	0.00
50,000.0000	CD BANK HAPOALIM	01/07/10	07/28/10	50,000.00	50,000.00	0.00
50,000.0000	FEDERAL HOME LN MTG CORP	01/13/10	07/29/10	50,000.00	50,000.00	0.00
1,666.0000	DWS RREEF WORLD REAL	06/26/07	07/21/10	23,288 61	66,660.00	(43,371.39) LT
134.0000	DWS RREEF WORLD REAL	07/30/08	07/21/10	1,873.16	3,187.59	(1,314.43) LT
616.0000	DWS RREEF WORLD REAL	07/30/08	07/21/10	8,617.07	14,653.41	(6,036.34) LT
200,000.0000	FEDERAL HOME LN MTG CORP	08/31/09	09/15/10	200,000.00	200,000.00	0.00
40,000.0000	CATERPILLAR FINANCIA CLD	11/21/08	11/15/10	40,000.00	40,000.00	0.00
34,000.0000	CD CAPITAL ONE BK (USA)	11/17/03	11/26/10	33,999.99	34,000.00	(0.01) LT
1,000.0000	CD CAPITAL ONE BK (USA)	11/17/03	11/26/10	1,000.01	999.99	0.02 LT
50,000.0000	NATIONAL RURAL UTILITIES	12/27/04	12/15/10	50,000.00	49,999.99	0.01 LT
99,000.0000	SOUTHWEST BK AN M&I CLD	06/09/09	12/27/10	99,000.00	99,000.00	0.00
99,000.0000	M & I MARSHALL & I CLD	06/09/09	12/27/10	99,000.00	99,000.00	0.00
				1,320,929	1,348,987	
				W	W	

EMA Fiscal Statement

MICHAEL W MCCARTHY FOUNDATION

REALIZED CAPITAL GAIN AND LOSS SUMMARY

Quantity	Security Description	Date of Acquisition	Date of Liquidation	Sale Amount	Cost Basis	Gain or (Loss)
92.0000	HARSCO CORPORATION	11/20/09	02/04/10	2,661.96	2,993.68	(331.72) ST
62.0000	UGI CORP NEW	11/20/09	03/04/10	1,540.13	1,438.96	101.17 ST
144.0000	UGI CORP NEW	11/20/09	03/05/10	3,600.54	3,342.11	258.43 ST
74.0000	HCP INC	11/20/09	04/09/10	2,449.59	2,225.88	223.71 ST
103.0000	JPMORGAN CHASE & CO	11/20/09	05/14/10	4,117.42	4,396.04	(278.62) ST
114.0000	TRAVELERS COS INC	11/20/09	05/21/10	5,532.58	5,984.69	(452.11) ST
52.0000	TRAVELERS COS INC	04/12/10	05/21/10	2,523.64	2,710.14	(186.50) ST
192.0000	US BANCORP (NEW)	11/20/09	05/14/10	4,962.77	4,482.68	480.09 ST
90.0000	US BANCORP (NEW)	04/12/10	05/14/10	2,326.30	2,483.88	(157.58) ST
114.0000	BP PLC SPON ADR	11/20/09	06/16/10	3,392.33	6,570.79	(3,178.46) ST
50.0000	BP PLC SPON ADR	04/12/10	06/16/10	1,487.87	2,968.41	(1,480.54) ST
36.0000	FRONTIER COMMUNICATIONS	11/20/09	07/12/10	265.32	282.25	(16.93) ST
16.0000	FRONTIER COMMUNICATIONS	04/12/10	07/12/10	117.93	123.74	(5.81) ST
27.0000	AVALONBAY CMMUN INC	11/20/09	08/18/10	2,851.01	1,946.70	904.31 ST
12.0000	AVALONBAY CMMUN INC	04/12/10	08/18/10	1,267.12	1,099.86	167.26 ST
11.0000	PPG INDUSTRIES INC SHS	11/20/09	08/30/10	725.57	651.41	74.16 ST
12.0000	SIMON PROPERTY GROUP DEL	11/20/09	08/30/10	1,084.48	875.28	209.20 ST
70.0000	DEERE CO	11/20/09	11/01/10	5,322.47	3,542.70	1,779.77 ST
30.0000	DEERE CO	04/12/10	11/01/10	2,281.07	1,869.30	411.77 ST
				48509	49988	

Fiscal Statement

MICHAEL W MCCARTHY FOUNDATION

FISCAL YEAR ACTIVITY

Date	Transaction	Quantity	Description	Price	Debit	Credit
			Other Activity			
:8/26/10	Journal Entry		TR FROM 22D02010			150,000.00CR
09/08/10	Journal Entry		CONSULTS INIT FEE 3Q2010		259.87	
09/15/10	Journal Entry		TR FROM 22D02010			50,000.00
10/05/10	Journal Entry		ML CONSULTS FEE 4Q2010		939.17	
			Net Total		**1,199.04**	**200,000.00**

REALIZED CAPITAL GAIN AND LOSS SUMMARY

Quantity	Security Description	Date of Acquisition	Date of Liquidation	Sale Amount	Cost Basis	Gain or (Loss)
30.0000	ALBEMARLE CORP COM	08/27/10	10/05/10	1,441.95	1,200.44	241.51 ST
26.0000	ALBEMARLE CORP COM	08/27/10	10/06/10	1,237.79	1,040.38	197.41 ST
22.0000	BERKSHIRE HATHAWAYINC	08/27/10	10/05/10	1,839.20	1,722.46	116.74 ST
36.0000	COCA COLA COM	08/27/10	10/05/10	2,146.82	2,014.77	132.05 ST
77.0000	WELLS FARGO & CO NEW DEL	08/27/10	10/05/10	2,024.21	1,833.95	190.26 ST
2.0000	NOVARTIS ADR	08/27/10	12/17/10	117.46	103.89	13.57 ST
56.0000	NOVARTIS ADR	08/27/10	12/20/10	3,280.88	2,908.94	371.94 ST
14.0000	NOVARTIS ADR	09/16/10	12/20/10	820.22	775.25	44.97 ST
				12908	11598	

MICHAEL W MCCARTHY FOUNDATION

EMA Fiscal Statement

FISCAL YEAR ACTIVITY

Date	Transaction	Quantity	Description	Price	Debit	Credit
			Dividends and Interest			
	Income Total		ML Bus. Deposit Program			26.00
10/29/10	Bank Interest		BANK DEPOSIT INTEREST			0.48
	Income Total		ML Bus. Deposit Program			44.00
			Sub Total			**71.04**
01/29/10	Bank Interest		BANK DEPOSIT INTEREST			0.93
	Income Total		ML Bus. Deposit Program			30.00
02/26/10	Bank Interest		BANK DEPOSIT INTEREST			1.73
	Income Total		ML Bus. Deposit Program			36.00
03/31/10	Bank Interest		BANK DEPOSIT INTEREST			1.05
	Income Total		ML Bus. Deposit Program			35.00
04/30/10	Bank Interest		BANK DEPOSIT INTEREST			1.93
	Income Total		ML Bus. Deposit Program			23.00
			Sub Total			**129.64**
			Net Total		**1,859.36**	**51,255.61**
			Other Activity			
01/05/10	Journal Entry		ML CONSULTS FEE 1Q2010		3,635.06	
04/06/10	Journal Entry		ML CONSULTS FEE 2Q2010		3,709.75	
07/07/10	Journal Entry		ML CONSULTS FEE 3Q2010		3,822.33	
07/08/10	Journal Entry		ADJUSTMENT			0.01
10/05/10	Journal Entry		ML CONSULTS FEE 4Q2010		3,809.67	
			Net Total		**14,976.81**	**0.01**

REALIZED CAPITAL GAIN AND LOSS SUMMARY

Quantity	Security Description	Date of Acquisition	Date of Liquidation	Sale Amount	Cost Basis	Gain or (Loss)
13,000.0000	US TSY 3.125% MAY 15 2019	06/19/09	01/22/10	12,571.86	12,297.19	274.67 ST

MICHAEL W MCCARTHY FOUNDATION

EMA Fiscal Statement

REALIZED CAPITAL GAIN AND LOSS SUMMARY

Quantity	Security Description	Date of Acquisition	Date of Liquidation	Sale Amount	Cost Basis	Gain or (Loss)
21,000.0000	US TSY 3.125% MAY 15 2019	07/31/09	01/22/10	20,308.39	20,263.44	44.95 ST
31,000.0000	US TSY 1.875% FEB 28 2014	03/26/09	01/22/10	30,898.28	31,165.11	(266.83) ST
34,000.0000	US TSY 3.375% JUN 30 2013	01/06/09	03/12/10	35,900.43	36,161.03	(260.60) LT
				99,678	99,886	