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
THOMAS J. & KATHLEEN M. LAIRD
FAMILY FOUNDATION

A Employer identification number
26-1083958

Number and street (or P O box number if mail is not delivered to street address) Room/suite
2145 WEMBLEY PLACE

B Telephone number
815-282-4235

City or town, state, and ZIP code
ROCKFORD, IL 61114-8410

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 ▶☐

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

E If private foundation status was terminated under section 507(b)(1)(A), check here ▶☐

I Fair market value of all assets at end of year *(from Part II, col (c), line 16)* ▶$ 1,109,503.

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

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶☐

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))	(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	0.		N/A	
2	Check ▶☒ if the foundation is not required to attach Sch B				
3	Interest on savings and temporary cash investments	1.	1.		STATEMENT 1
4	Dividends and interest from securities	29,243.	29,243.		STATEMENT 2
5a	Gross rents				
b	Net rental income or (loss)				
6a	Net gain or (loss) from sale of assets not on line 10	116,831.			
b	Gross sales price for all assets on line 6a 1,758,157.				
7	Capital gain net income (from Part IV, line 2)		116,831.		
8	Net short-term capital gain				
9	Income modifications				
10a	Gross sales less returns and allowances				
b	Less Cost of goods sold				
c	Gross profit or (loss)				
11	Other income				
12	**Total.** Add lines 1 through 11	146,075.	146,075.		
Operating and Administrative Expenses 13	Compensation of officers, directors, trustees, etc	0.	0.		0.
14	Other employee salaries and wages				
15	Pension plans, employee benefits				
16a	Legal fees				
b	Accounting fees STMT 3	3,200.	0.		3,200.
c	Other professional fees STMT 4	6,148.	6,148.		0.
17	Interest				
18	Taxes STMT 5	512.	296.		0.
19	Depreciation and depletion				
20	Occupancy				
21	Travel, conferences, and meetings				
22	Printing and publications				
23	Other expenses STMT 6	25.	0.		25.
24	**Total operating and administrative expenses.** Add lines 13 through 23	9,885.	6,444.		3,225.
25	Contributions, gifts, grants paid	32,000.			32,000.
26	**Total expenses and disbursements.** Add lines 24 and 25	41,885.	6,444.		35,225.
27	Subtract line 26 from line 12:				
a	Excess of revenue over expenses and disbursements	104,190.			
b	**Net investment income** (if negative, enter -0-)		139,631.		
c	**Adjusted net income** (if negative, enter -0-)			N/A	

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LHA **For Paperwork Reduction Act Notice, see the instructions.**

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Part II Balance Sheets

Attached schedules and amounts in the description column should be for end-of-year amounts only

			Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1	Cash - non-interest-bearing			
	2	Savings and temporary cash investments	21,758.	5,852.	5,852.
	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			
	7	Other notes and loans receivable ▶			
		Less: allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges	1,000.	784.	784.
	10a	Investments - U.S. and state government obligations			
	b	Investments - corporate stock STMT 7	188,156.	0.	0.
	c	Investments - corporate bonds			
	11	Investments - land, buildings, and equipment: basis ▶			
		Less accumulated depreciation ▶			
	12	Investments - mortgage loans			
	13	Investments - other STMT 8	705,802.	1,014,270.	1,102,867.
	14	Land, buildings, and equipment: basis ▶			
		Less accumulated depreciation ▶			
	15	Other assets (describe ▶)			
	16	**Total assets** (to be completed by all filers)	916,716.	1,020,906.	1,109,503.
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			
	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	0.	0.	
	28	Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29	Retained earnings, accumulated income, endowment, or other funds	0.	0.	
	30	**Total net assets or fund balances**	916,716.	1,020,906.	
	31	**Total liabilities and net assets/fund balances**	916,716.	1,020,906.	

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	916,716.
2	Enter amount from Part I, line 27a	2	104,190.
3	Other increases not included in line 2 (itemize) ▶	3	0.
4	Add lines 1, 2, and 3	4	1,020,906.
5	Decreases not included in line 2 (itemize) ▶	5	0.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	1,020,906.

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	CHARLES SCHWAB A/C 8761-2950 - SEE			
b	ATTACHEDSCHEDULE	P	VARIOUS	VARIOUS
c	CAPITAL GAINS DIVIDENDS			
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				
b	1,757,226.		1,641,326.	115,900.
c	931.			931.
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				
b				115,900.
c				931.
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	116,831.
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). If (loss), enter -0- in Part I, line 8		3	N/A

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 X 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 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	35,409.	686,543.	.051576
2008	2,925.	826,928.	.003537
2007	4,574.	679,591.	.006731
2006	0.	0.	.000000
2005			

2 Total of line 1, column (d)	2	.061844
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	.015461
4 Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	1,003,675.
5 Multiply line 4 by line 3	5	15,518.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	1,396.
7 Add lines 5 and 6	7	16,914.
8 Enter qualifying distributions from Part XII, line 4	8	35,225.

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 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	1,396.
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	1,396.
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	1,396.
6	Credits/Payments:				
a	2010 estimated tax payments and 2009 overpayment credited to 2010	6a	784.		
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	784.
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	612.
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 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? 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 instructions) ▶ IL			
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 ▶ THOMAS J. & KATHLEEN M. LAIRD Telephone no. ▶815-282-4235

Located at ▶2145 WEMBLEY PLACE, ROCKFORD, IL ZIP+4 ▶61114-8410

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 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 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

			Yes	No
	File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.			
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 X 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)? N/A	1b		
	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 X No			
	If "Yes," list the years ▶ ____, ____, ____, ____			
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 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. ▶ ____, ____, ____, ____			
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ Yes X 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 X 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)? ☐ Yes X 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)? N/A 5b

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 X No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? 6b X (No)

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 X 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.

(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
THOMAS J. LAIRD 2145 WEMBLEY PLACE ROCKFORD, IL 61114-8410	DIRECTOR/VICE PRESIDENT 1.00	0.	0.	0.
KATHLEEN M. LAIRD 2145 WEMBLEY PLACE ROCKFORD, IL 61114-8410	DIRECTOR/PRESIDENT/SECRETARY 1.00	0.	0.	0.
RACHEL A. LAIRD 2145 WEMBLEY PLACE ROCKFORD, IL 61114-8410	DIRECTOR/TREASURER 1.00	0.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1). 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

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

3 Five highest-paid independent contractors for professional services. 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

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.

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	1,013,058.
b	Average of monthly cash balances	1b	5,117.
c	Fair market value of all other assets	1c	784.
d	**Total** (add lines 1a, b, and c)	1d	1,018,959.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) 1e 0.		
2	Acquisition indebtedness applicable to line 1 assets	2	0.
3	Subtract line 2 from line 1d	3	1,018,959.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	15,284.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,003,675.
6	**Minimum investment return.** Enter 5% of line 5	6	50,184.

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	50,184.
2a	Tax on investment income for 2010 from Part VI, line 5 2a 1,396.		
b	Income tax for 2010. (This does not include the tax from Part VI.) 2b		
c	Add lines 2a and 2b	2c	1,396.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	48,788.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	48,788.
6	Deduction from distributable amount (see instructions)	6	0.
7	**Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	48,788.

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	35,225.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	35,225.
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	5	1,396.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	33,829.

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.

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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				48,788.
2 Undistributed income, if any, as of the end of 2010				
a Enter amount for 2009 only			31,674.	
b Total for prior years: _____, _____, _____		0.		
3 Excess distributions carryover, if any, to 2010:				
a From 2005				
b From 2006				
c From 2007				
d From 2008				
e From 2009				
f Total of lines 3a through e	0.			
4 Qualifying distributions for 2010 from Part XII, line 4: ▶ $ 35,225.				
a Applied to 2009, but not more than line 2a			31,674.	
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				3,551.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2010 (If an amount appears in column (d), the same amount must be shown in column (a).)	0.			0.
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	0.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2009. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2010. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2011				45,237.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2005 not applied on line 5 or line 7	0.			
9 **Excess distributions carryover to 2011.** Subtract lines 7 and 8 from line 6a	0.			
10 Analysis of line 9:				
a Excess from 2006				
b Excess from 2007				
c Excess from 2008				
d Excess from 2009				
e Excess from 2010				

Part 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 foundation had $5,000 or more in assets at any time during the year-see 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 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*				
COMMUNITY FOUNDATION OF NORTHERN ILLINOIS 946 NORTH SECOND STREET ROCKFORD, IL 61107			EDUCATION	32,000.
Total			▶ 3a	32,000.
b *Approved for future payment*				
NONE				
Total			▶ 3b	0.

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

Kathleen M. Laird | 5/3/11 | President

Signature of officer or trustee | Date | Title

Paid Preparer Use Only

Print/Type preparer's name JOHN ROCHE	Preparer's signature John Roche	Date 04/07/11	Check ☐ if self-employed	PTIN
Firm's name ▶ WIPFLI LLP PO BOX 5407			Firm's EIN ▶	
Firm's address ▶ ROCKFORD, IL 61125-0407			Phone no. (815)399-7700	

FORM 990-PF INTEREST ON SAVINGS AND TEMPORARY CASH INVESTMENTS STATEMENT 1

SOURCE	AMOUNT
CHARLES SCHWAB - A/C 8761-2950	0.
RAYMOND JAMES - A/C 13911618	1.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	1.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
CHARLES SCHWAB - A/C 8761-2950	29,175.	931.	28,244.
RAYMOND JAMES - A/C 13911618	999.	0.	999.
TOTAL TO FM 990-PF, PART I, LN 4	30,174.	931.	29,243.

FORM 990-PF ACCOUNTING FEES STATEMENT 3

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	3,200.	0.		3,200.
TO FORM 990-PF, PG 1, LN 16B	3,200.	0.		3,200.

FORM 990-PF OTHER PROFESSIONAL FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
CUSTODIAN FEES	6,148.	6,148.		0.
TO FORM 990-PF, PG 1, LN 16C	6,148.	6,148.		0.

FORM 990-PF TAXES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FEDERAL EXCISE TAX ON INVESTMENT INCOME - 2009	216.	0.		0.
FOREIGN TAX ON INVESTMENT INCOME - 2010	296.	296.		0.
TO FORM 990-PF, PG 1, LN 18	512.	296.		0.

FORM 990-PF OTHER EXPENSES STATEMENT 6

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ILLINOIS CHARITY BUREAU FUND - FILING FOR 2009	15.	0.		15.
SECRETARY OF STATE - ANNUAL REPORT	10.	0.		10.
TO FORM 990-PF, PG 1, LN 23	25.	0.		25.

FORM 990-PF CORPORATE STOCK STATEMENT 7

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
CORPORATE STOCKS - SCH. ATT.	0.	0.
TOTAL TO FORM 990-PF, PART II, LINE 10B	0.	0.

FORM 990-PF OTHER INVESTMENTS STATEMENT 8

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
MUTUAL FUNDS - SCH. ATT.	COST	1,014,270.	1,102,867.
TOTAL TO FORM 990-PF, PART II, LINE 13		1,014,270.	1,102,867.

ATTACHED TO AND PART OF RETURN OF PRIVATE FOUNDATION
FOR THE YEAR ENDED DECEMBER 31, 2010

NAME: Thomas J. and Kathleen M. Laird Family Foundation
2145 Wembley Place
Rockford, IL 61114-8410

F.E.I.N.: 26-1083958

PAGE 2 - PART II - BALANCE SHEETS

LINE 13 - INVESTMENTS - MUTUAL FUNDS

			Book Value	Fair Market Value
WisdomTree India Earnings	223.000	Shares	4,863	5,885
SPDR S&P China	143.000	Shares	9,807	10,902
DWS US Bond Index Fund Instl Class	10,320.351	Shares	112,400	109,396
DFA International Small Company I	2,232.284	Shares	34,100	38,351
DFA Intl Real Estate Securities I	2,851.711	Shares	15,000	14,316
DFA TM U.S. Marketwide Value II	4,201.747	Shares	52,900	60,799
DFA Real Estate Securities	1,588.830	Shares	33,000	34,255
DFA TM U.S. Small Cap	1,104.101	Shares	21,000	25,328
DFA Intl Small Cap Value I	2,416.063	Shares	36,700	41,556
DFA TM U.S. Equity Portfolio	11,934.156	Shares	145,000	161,827
DFA TM Int Value	3,181.490	Shares	44,000	47,881
DFA TM U.S. Targeted Value	3,664.631	Shares	66,000	78,680
Eaton Vance TM Emerging Markets I	707.457	Shares	29,600	36,165
Pimco Commodotiy Real Return Instl	3,627.451	Shares	29,600	33,699
Pimco Real Return Instl	167.549	Shares	1,900	1,903
Vanguard Short-Term Bond Index Sig	4,941.914	Shares	52,000	52,137
Vanguard Short-Term Corporate Fd. Admiral	4,844.007	Shares	51,800	52,170
Vanguard Inst Developmed Markets Index	2,830.189	Shares	27,000	28,245
Vangaurd Inflation-Protected Instl	6,455.640	Shares	67,700	67,139
Vanguard Value Index Instl	7,234.188	Shares	138,500	150,399
Vanguard TM Small Cap Instl	1,833.798	Shares	39,500	49,934
Western Asset Inflation Indexed Plus Bond	174.152	Shares	1,900	1,900
			1,014,270	1,102,867

ATTACHED TO AND PART OF RETURN OF PRIVATE FOUNDATION
FOR THE YEAR ENDED DECEMBER 31, 2010

NAME: Thomas J. and Kathleen M. Laird Family Foundation
2145 Wembley Place
Rockford, IL 61114-8410

F.E.I.N.: 26-1083958

PAGE 3 - PART IV - CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME

(a)		(b)	(c)	(d)	(e)	(f)	(g)	(h)
Description of Investment	Shares	How Acquired	Date Acquired	Date Sold	Gross Sales Price	Depreciation Allowed	Cost or Other Basis	Gain or (Loss)
Mutual Funds								
Charles Schwab - A/C 87612950: See Attached Schedule		P	2007	2010	1,757,226	-	1,641,326	115,900
					1,757,226	-	1,641,326	115,900

Savant Capital Management, Inc.

Realized Gains and Losses

Thomas and Kathleen Laird - Foundation

From 01-01-10 Through 12-31-10

						Gain Or Loss	
Open Date	Close Date	Quantity	Security	Cost Basis	Proceeds	Short Term	Long Term
Thomas J. and Kathleen M. Laird Family Foundation - Schwab Foundation (87612950)							
06-30-92	01-20-10	284 000	Amgen Inc	290 08	16,086 12		15,796 04
12-14-07	01-20-10	230 000	Bank Of America Inc	9,917 37	3,762 75		-6,154 62
12-14-07	01-20-10	125 000	Colgate Palmolive Co	10,090 00	9,866 25		-223 75
01-01-33	01-20-10	501 625	Calamos Growth Fund Cl A	32,181.04	22,297.23		-9,883 81
12-14-07	01-20-10	250.000	CVS Caremark Corporation	9,845.00	8,430.14		-1,414 86
01-01-33	01-20-10	1,756 272	Calamos Convertible Gr & Inc Fund Class A	58,164.21	50,931 89		-7,232 32
01-01-33	01-20-10	1,069 798	American Funds Capital World Gr & Inc Cl F	46,230.22	36,458 72		-9,771 50
12-14-07	01-20-10	250 000	Cymer, Inc	10,174 80	8,860 38		-1,314 42
12-14-07	01-20-10	100 000	Goodrich Corporation (FRM B F Goodrich Co)	7,369 99	6,449 01		-920 98
12-14-07	01-20-10	40 000	Goodrich Corporation (FRM B F Goodrich Co)	2,948 00	2,579 56		-368 44
12-14-07	01-20-10	300 000	Hologic Inc.	9,798 30	4,671 54		-5,126.76
01-01-33	01-20-10	1,145 903	Ivy Global Natural Resources A Fund	35,771.88	21,966 96		-13,804 92
01-01-33	01-20-10	759.494	Hartford Capital Appreciation Fund Class A	30,000 00	23,908 87		-6,091 13
12-24-08	01-20-10	11 485	Hartford Capital Appreciation Fund Class A	238 08	361.55		123 47
01-01-33	01-20-10	1,756.999	Artio Intl Equity II A	30,701 15	20,908 29		-9,792 86
12-31-08	01-20-10	59 307	Artio Intl Equity II A	577 65	705 75		128 10
01-01-33	01-20-10	1,060 509	Keeley Small Cap Value Fund	30,698.98	21,507 12		-9,191 86
01-01-33	01-20-10	7,122 114	Loomis Sayles Bond Retail	103,746 87	96,860 75		-6,886 12
09-30-09	01-20-10	84 830	Loomis Sayles Bond Retail	880 74	1,153 69	272 95	
01-01-33	01-20-10	2,479.050	BlackRock Global Allocation A	35,500 00	44,945.18		9,445 18
12-14-07	01-20-10	85.000	Millicom Intl Cellular S.A	9,676 40	6,640 96		-3,035 44
12-14-07	01-20-10	200 000	Noble Corp	10,524 00	8,734 08		-1,789 92
09-30-09	01-20-10	931 099	Oppenheimer Developing Markets Fund Cl A	20,000 00	27,150 85	7,150 85	
01-01-33	01-20-10	427 317	Oppenheimer Gold & Special Minerals A	16,226 10	15,618.44		-607 66
11-19-01	01-20-10	450.000	Research In Motion Ltd.	1,797.23	28,701 53		26,904 30
12-14-07	01-20-10	300 000	Republic Services A	9,492 00	8,448.49		-1,043 51
01-01-33	01-20-10	482 644	Third Avenue Value Fund	30,975 62	22,544 30		-8,431 32
12-24-08	01-20-10	0 015	Third Avenue Value Fund	0 48	0 70		0 22
12-24-08	01-20-10	2 819	Third Avenue Value Fund	88.81	131 68		42 87
01-01-33	01-20-10	2,715.555	Thornburg Investment Income Builder A	63,310.82	49,015.77		-14,295 05
12-30-08	01-20-10	74 247	Thornburg Investment Income Builder A	999 36	1,340 16		340 80
01-01-33	01-20-10	3,365.553	Templeton Global Bond Fund Cl A	38,811 71	43,449 29		4,637 58
09-30-09	01-20-10	27 544	Templeton Global Bond Fund Cl A	303 50	355 59	52 09	
01-01-33	01-20-10	7,211 851	Western Asset Core Plus Bond Inst	73,770.28	74,786.89		1,016 61
09-30-09	01-20-10	241.996	Western Asset Core Plus Bond Inst	2,127 27	2,509 50	382 23	
01-01-33	01-20-10	2,104 956	Ivy Asset Strategy A	54,497 22	47,172 06		-7,325 16
12-14-07	01-20-10	2.000	Berkshire Hathaway Inc Del Cl B	9,218 00	6,987 87		-2,230 13
01-01-82	01-20-10	4,403 000	General Electric Co	35,681.92	72,604.54		36,922 62
03-06-02	01-20-10	2,306 000	General Electric Co	13,743.76	38,025 46		24,281 70
03-06-02	01-20-10	2,903 000	General Electric Co.	17,301 88	47,872 76		30,570 88
10-23-07	01-20-10	1,497 000	General Electric Co.	8,443 08	24,686 71		16,243 63
10-23-07	01-20-10	1,300.000	General Electric Co.	7,332 00	21,437 24		14,105 24
10-23-07	01-20-10	200 000	General Electric Co	1,128.00	3,297.97		2,169 97
10-23-07	01-20-10	200.000	General Electric Co.	1,128 00	3,297 95		2,169 95
10-23-07	01-20-10	200 000	General Electric Co.	1,128 00	3,297 95		2,169 95
10-23-07	01-20-10	100 000	General Electric Co.	564 00	1,648 97		1,084 97
10-23-07	01-20-10	100.000	General Electric Co	564 00	1,648 97		1,084 97
01-22-10	04-05-10	2,830.540	Vanguard GNMA Adm	30,400 00	30,116 95	-283 05	
01-22-10	09-21-10	260.552	DFA Emerging Markets Small Cap I	5,000 00	5,909.32	909 32	
01-22-10	09-21-10	2,459 930	DFA International Small Company I	35,300.00	37,489.33	2,189.33	
01-22-10	09-21-10	7,262.804	DFA TM U S Marketwide Value II	86,500.00	92,382.87	5,882.87	

Savant Capital Management, Inc.

Realized Gains and Losses

Thomas and Kathleen Laird - Foundation

From 01-01-10 Through 12-31-10

						Gain Or Loss	
Open Date	**Close Date**	**Quantity**	**Security**	**Cost Basis**	**Proceeds**	**Short Term**	**Long Term**
01-22-10	09-21-10	1,149 944	DFA TM U S Small Cap	20,400 00	22,136 42	1,736 42	
01-22-10	09-21-10	3,094 004	DFA TM Intl Value	41,800.00	42,944.77	1,144.77	
06-11-10	09-21-10	138.324	DFA TM Intl Value	1,700 00	1,919 94	219 94	
01-22-10	09-21-10	2,010 969	Pimco Real Return Instl	22,000 00	23,226.69	1,226 69	
01-22-10	09-21-10	459.000	SPDR DJ Wilshire Intl Real Estate	15,714.32	17,356 57	1,642 25	
01-22-10	09-21-10	6,765 267	Vanguard Total Bond Market Index Instl	70,900 00	73,403 15	2,503 15	
04-09-10	09-21-10	153 698	Vanguard Total Bond Market Index Instl	1,600 00	1,667 62	67 62	
01-22-10	09-21-10	812.650	Vanguard European Stock Index Instl	20,300.00	20,950.12	650 12	
04-05-10	09-21-10	3,050.751	Vanguard Interm-Term Investment-Grade Ad	29,653.30	31,575 27	1,921 97	
01-22-10	09-21-10	3,158 458	Vanguard REIT Index Instl	29,500.00	36,865 84	7,365 84	
01-22-10	09-21-10	5,476 102	Vanguard Total Stock Mark Index Instl	147,800 00	155,685 58	7,885.58	
02-05-10	09-21-10	49.430	Vanguard Total Stock Mark Index Instl	1,300.00	1,405 29	105 29	
01-22-10	09-21-10	1,261.301	Vanguard Mega Cap 300 Value Index Instl	86,500 00	89,792 02	3,292 02	
01-22-10	09-21-10	1,011.122	Vanguard Pacific Stock Index Instl	10,000 00	10,212.33	212 33	
01-22-10	09-21-10	5,204.318	Vanguard Small Cap Value Index Instl	67,500 00	73,693 14	6,193 14	
01-22-10	09-21-10	2,048 417	Western Asset Inflation Indexed Plus Bond	22,000 00	22,798.88	798 88	
03-26-10	09-21-10	141.509	Western Asset Inflation Indexed Plus Bond	1,500.00	1,575 00	75 00	
				1,641,325.42	1,757,225 53	53,597 60	62,302 51
TOTAL GAINS						53,880 65	189,239 05
TOTAL LOSSES						-283 05	-126,936 54
				1,641,325.42	**1,757,225.53**	**53,597.60**	**62,302.51**
TOTAL REALIZED GAIN/LOSS			115,900.11				