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: The Lans Foundation

A Employer identification number: 33-1035017

Number and street (or P O box number if mail is not delivered to street address): 11164 Walton Drive | Room/suite

B Telephone number: 815-623-9018

City or town, state, and ZIP code: Roscoe, IL 61073

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)* ▶$ 1,915,016.

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	250,697.		N/A	
	2 Check ▶☐ if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	1,900.	1,900.		Statement 1
	4 Dividends and interest from securities	37,705.	37,705.		Statement 2
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	11,086.			
	b Gross sales price for all assets on line 6a 124,218.				
	7 Capital gain net income (from Part IV, line 2)		11,086.		
	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	301,388.	50,691.		
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 Stmt 3	2,782.	2,782.		0.
	b Accounting fees				
	c Other professional fees Stmt 4	7,537.	7,537.		0.
	17 Interest				
	18 Taxes Stmt 5	762.	635.		0.
	19 Depreciation and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses Stmt 6	1,468.	174.		0.
	24 **Total operating and administrative expenses.** Add lines 13 through 23	12,549.	11,128.		0.
	25 Contributions, gifts, grants paid	54,500.			54,500.
	26 **Total expenses and disbursements.** Add lines 24 and 25	67,049.	11,128.		54,500.
	27 Subtract line 26 from line 12.				
	a Excess of revenue over expenses and disbursements	234,339.			
	b **Net investment income** (if negative enter -0-)		39,563.		
	c **Adjusted net income** (if negative, enter -0-)			N/A	

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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 (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	531,807.	210,833.	210,833.
	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			
	10a Investments - U.S. and state government obligations			
	b Investments - corporate stock Stmt 7	914,444.	1,469,757.	1,704,183.
	c Investments - corporate bonds			
	11 Investments - land, buildings, and equipment: basis ▶			
	Less accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other			
	14 Land, buildings, and equipment: basis ▶			
	Less accumulated depreciation ▶			
	15 Other assets (describe ▶)			
	16 **Total assets** (to be completed by all filers)	1,446,251.	1,680,590.	1,915,016.
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	1,129,948.	1,129,948.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	316,303.	550,642.	
	30 **Total net assets or fund balances**	1,446,251.	1,680,590.	
	31 **Total liabilities and net assets/fund balances**	1,446,251.	1,680,590.	

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	1,446,251.
2	Enter amount from Part I, line 27a	2	234,339.
3	Other increases not included in line 2 (itemize) ▶	3	0.
4	Add lines 1, 2, and 3	4	1,680,590.
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	1,680,590.

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				
b	See Attached Statement			
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a				
b				
c				
d				
e	124,218.		113,132.	11,086.

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				
c				
d				
e				11,086.

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 — 11,086.

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 ☒ 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	51,623.	1,098,046.	.047014
2008	50,312.	1,067,709.	.047121
2007	22,115.	1,004,267.	.022021
2006	10,869.	662,748.	.016400
2005	16,348.	406,609.	.040206

2	**Total** of line 1, column (d)	2	.172762
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	.034552
4	Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	1,508,367.
5	Multiply line 4 by line 3	5	52,117.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	396.
7	Add lines 5 and 6	7	52,513.
8	Enter qualifying distributions from Part XII, line 4	8	54,500.

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 ▶ [X] and enter 1% of Part I, line 27b		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	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	396.
6 Credits/Payments:			
a 2010 estimated tax payments and 2009 overpayment credited to 2010	6a		
b Exempt foreign organizations - tax withheld at source	6b		
c Tax paid with application for extension of time to file (Form 8868)	6c		
d Backup withholding erroneously withheld	6d		
7 Total credits and payments. Add lines 6a through 6d		7	0.
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	396.
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 Stmt 8	10	X	

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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 ▶ Scott J. Lans, Trustee Telephone no. ▶ (815) 623-9018

Located at ▶ 11164 Walton Drive, Roscoe, IL ZIP+4 ▶ 61073

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 ☒ 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 ☒ 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 ☒ No			
b	If "Yes," did it have excess business holdings in 2010 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969; **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2010.)* N/A	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2010?	4b		X

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required *(continued)*

5a During the year did the foundation pay or incur any amount to:

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? ☐ 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)? 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 ☒ No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? | 6b | | X

If "Yes" to 6b, file Form 8870

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No

b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? N/A | 7b |

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

1 List all officers, directors, trustees, foundation managers and their compensation.

(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
Elaine A. Lans 11164 Walton Drive Roscoe, IL 61073	Trustee 1.00	0.	0.	0.
Scott J. Lans 11164 Walton Drive Roscoe, IL 61073	Trustee 1.00	0.	0.	0.
Bruce D. Lans 342 Indian Trail Rockton, IL 61072	Trustee 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

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	1,191,410.
b	Average of monthly cash balances	1b	339,927.
c	Fair market value of all other assets	1c	
d	**Total** (add lines 1a, b, and c)	1d	1,531,337.
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	1,531,337.
4	Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	22,970.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,508,367.
6	**Minimum investment return.** Enter 5% of line 5	6	75,418.

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	75,418.
2a	Tax on investment income for 2010 from Part VI, line 5 — 2a 396.		
b	Income tax for 2010. (This does not include the tax from Part VI) — 2b		
c	Add lines 2a and 2b	2c	396.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	75,022.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	75,022.
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	75,022.

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	54,500.
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	54,500.
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	396.
6	**Adjusted qualifying distributions** Subtract line 5 from line 4	6	54,104.

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				75,022.
2 Undistributed income, if any, as of the end of 2010				
a Enter amount for 2009 only			54,469.	
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: ▶ $ 54,500.				
a Applied to 2009, but not more than line 2a			54,469.	
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				31.
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				74,991.
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 ▶ [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 9				
Total			▶ 3a	54,500.
b Approved for future payment				
None				
Total			▶ 3b	0.

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income (a) Business code	Unrelated business income (b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	Excluded by section 512, 513, or 514 (d) Amount	(e) Related or exempt function income
1 Program service revenue:					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	1,900.	
4 Dividends and interest from securities			14	37,705.	
5 Net rental income or (loss) from real estate:					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	11,086.	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue:					
a					
b					
c					
d					
e					
12 Subtotal. Add columns (b), (d), and (e)		0.		50,691.	0.

13 **Total.** Add line 12, columns (b), (d), and (e) 13 50,691.

(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).

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

[signature] 5/14/11 Trustee

Signature of officer or trustee | Date | Title

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self- employed	PTIN
Sarah N. Ehrhardt	Sarah N. Ehrhardt	5/9/11		
Firm's name ▶ Michael Best & Friedrich LLP			Firm's EIN ▶	
100 East Wisconsin Avenue, Suite 3300				
Firm's address ▶ Milwaukee, WI 53202			Phone no. 414-271-6560	

023822
03-04-11

Schedule B
(Form 990, 990-EZ, or 990-PF)
Department of the Treasury
Internal Revenue Service

Schedule of Contributors

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

OMB No 1545-0047

2010

Name of the organization	**Employer identification number**
The Lans Foundation	33-1035017

Organization type (check one)

Filers of:	**Section:**
Form 990 or 990-EZ	☐ 501(c)( ) (enter number) organization
	☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
	☐ 527 political organization
Form 990-PF	☒ 501(c)(3) exempt private foundation
	☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation
	☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule.**
Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule See instructions

General Rule

☒ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, $5,000 or more (in money or property) from any one contributor Complete Parts I and II

Special Rules

☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of **(1)** $5,000 or **(2)** 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1 Complete Parts I and II

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, aggregate contributions of more than $1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals Complete Parts I, II, and III

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not aggregate to more than $1,000 If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc , purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc , contributions of $5,000 or more during the year. ▶ $ ____________

Caution. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2 of its Form 990, or check the box on line H of its Form 990-EZ, or on line 2 of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)

Name of organization	Employer identification number
The Lans Foundation	33-1035017

Part I **Contributors** (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	Bruce D. Lans 342 Indian Trail Rockton, IL 61072	$ 75,000.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
2	Elaine A. Lans 11164 Walton Drive Roscoe, IL 61073	$ 20,000.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
3	Elaine A. Lans Char. Lead Tr 11164 Walton Drive Roscoe, IL 61073	$ 80,696.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
4	Scott J. Lans 11164 Walton Drive Roscoe, IL 61073	$ 75,000.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution)

Name of organization	Employer identification number
The Lans Foundation	33-1035017

Part II Noncash Property (see instructions)

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

Name of organization: The Lans Foundation

Employer identification number: 33-1035017

Part III Exclusively religious, charitable, etc., individual contributions to section 501(c)(7), (8), or (10) organizations aggregating more than $1,000 for the year. Complete columns (a) through (e) and the following line entry For organizations completing Part III, enter the total of *exclusively* religious, charitable, etc , contributions of $1,000 or less for the year (Enter this information once See instructions) ▶ $

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

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	Statements A-1 to A-3 attached	P	Various	Various
b	Statements A-1 to A-3 attached	P	Various	Various
c	Statemens B-1 to B-3 attached	P	Various	Various
d	Statemens B-1 to B-3 attached	P	Various	Various
e	Powershares DB Commodity	P		
f	Powershares DB Commodity	P		
g	Powershares DB Commodity	P		
h	Powershares DB Commodity	P		
i	Schwab	P		
j				
k				
l				
m				
n				
o				

	(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	45,463.		43,902.	1,561.
b	15,664.		17,191.	-1,527.
c	55,646.		52,019.	3,627.
d	20.		20.	0.
e	13.			13.
f	160.			160.
g	2,101.			2,101.
h	3,151.			3,151.
i	2,000.			2,000.
j				
k				
l				
m				
n				
o				

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) Losses (from col. (h)) Gains (excess of col. (h) gain over col. (k), but not less than "-0-")
a				1,561.
b				-1,527.
c				3,627.
d				0.
e				13.
f				160.
g				2,101.
h				3,151.
i				2,000.
j				
k				
l				
m				
n				
o				

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	11,086.
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

Form 990-PF Interest on Savings and Temporary Cash Investments Statement 1

Source	Amount
First National Bank & Trust Co.	1,900.
Total to Form 990-PF, Part I, line 3, Column A	1,900.

Form 990-PF Dividends and Interest from Securities Statement 2

Source	Gross Amount	Capital Gains Dividends	Column (A) Amount
ISHARES K-1	13.	0.	13.
Schwab	37,692.	0.	37,692.
Total to Fm 990-PF, Part I, ln 4	37,705.	0.	37,705.

Form 990-PF Legal Fees Statement 3

Description	(a) Expenses Per Books	(b) Net Invest- ment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Legal Fees	2,782.	2,782.		0.
To Fm 990-PF, Pg 1, ln 16a	2,782.	2,782.		0.

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
Investment fees	7,449.	7,449.		0.
Investment fees	88.	88.		0.
To Form 990-PF, Pg 1, ln 16c	7,537.	7,537.		0.

Form 990-PF Taxes Statement 5

Description	(a) Expenses Per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Foreign taxes paid	635.	635.		0.
Excise tax	127.	0.		0.
To Form 990-PF, Pg 1, ln 18	762.	635.		0.

Form 990-PF Other Expenses Statement 6

Description	(a) Expenses Per Books	(b) Net Investment Income	(c) Adjusted Net Income	(d) Charitable Purposes
Illinois Charity Bureau - annual report fee	15.	0.		0.
Miscellaneous	1,279.	0.		0.
Bank fees	174.	174.		0.
To Form 990-PF, Pg 1, ln 23	1,468.	174.		0.

Form 990-PF Corporate Stock Statement 7

Description	Book Value	Fair Market Value
Statement C attached	1,469,757.	1,704,183.
Total to Form 990-PF, Part II, line 10b	1,469,757.	1,704,183.

Form 990-PF List of Substantial Contributors Statement 8
Part VII-A, Line 10

Name of Contributor	Address
Bruce D. Lans	342 Indian Trail Rockton, IL 61072
Elaine A. Lans	11164 Walton Drive Roscoe, IL 61073
Elaine A. Lans Char Lead Trust	11164 Walton Drive Roscoe, IL 61073
Scott J. Lans	11164 Walton Drive Roscoe, IL 61073

Form 990-PF Grants and Contributions Paid During the Year Statement 9

Recipient Name and Address	Recipient Relationship and Purpose of Grant	Recipient Status	Amount
Beloit Historical Society 845 Hackett Street Beloit, WI 53511	None Charitable	Public	2,500.
Beloit Regional Hospice 655 Third Street, Suite 200 Beloit, WI 53511	None Charitable	Public	3,000.
Caritas Foundation 1175 Madison Road Beloit, WI 53511	None Charitable	Public	12,500.
Goldie B. Floberg Center 58 W. Rockton Road Rockton, IL 61072	None Charitable	Public	1,000.
Meals on Wheels 424 College St Beloit, WI 53511	None Charitable	Public	5,000.
Old Stone Church 101 E. Union Rockton, IL 61072	None Charitable	Public	2,500.
Stateline Community Foundation 121 W. Grand Avenue Beloit, WI 53511	None Charitable	Public	25,000.
Congregation B'nai Abraham 2400 Oxford Lane Beloit, WI 53511	None Charitable	Public	3,000.
Total to Form 990-PF, Part XV, line 3a			54,500.

SHORT TERM CAPITAL GAINS

Tax Year 2010

ACCOUNT	SECURITY	SHARES or QTY	DATE PURCHASED	DATE SOLD	GROSS SALES PRICE	COST BASIS	BASIS APPROACH	GAIN	LOSS
SHORT TERM GAINS									
Charles Schwab	Pimco Commodity Real Return Instl	1622 596	10/23/2009	7/19/2010	12,055 89	13,500.00	Specific Lots		(1,444 11)
Charles Schwab	Pimco Commodity Real Return Instl	19.947	12/9/2009	7/19/2010	148 21	160 77	Specific Lots		(12 56)
Charles Schwab	Pimco Commodity Real Return Instl	39 863	12/30/2009	7/19/2010	296 18	331 26	Specific Lots		(35 08)
Charles Schwab	Pimco Commodity Real Return Instl	41 681	3/18/2010	7/19/2010	309.69	330 53	Specific Lots		(20 84)
Charles Schwab	Pimco Commodity Real Return Instl	46.820	6/17/2010	7/19/2010	347 87	352 09	Specific Lots		(4 22)
	Subtotal Pimco Commodity Real Return Instl	1,770.907			13,157.84	14,674.65		-	(1,516.81)
Charles Schwab	Pimco Real Return Instl	1 416	8/31/2009	8/3/2010	15 95	14 87	Specific Lots	1 08	
Charles Schwab	Pimco Real Return Instl	0.243	9/30/2009	8/3/2010	2 74	2 61	Specific Lots	0 13	
Charles Schwab	Pimco Real Return Instl	0 536	10/30/2009	8/3/2010	6 04	5 84	Specific Lots	0 20	
Charles Schwab	Pimco Real Return Instl	0 363	11/30/2009	8/3/2010	4 09	4 06	Specific Lots	0 03	
Charles Schwab	Pimco Real Return Instl	2.739	12/30/2009	8/3/2010	30 87	29 58	Specific Lots	1 29	
Charles Schwab	Pimco Real Return Instl	0.493	12/31/2009	8/3/2010	5.56	5 32	Specific Lots	0 24	
Charles Schwab	Pimco Real Return Instl	0 354	1/29/2010	8/3/2010	3 99	3 88	Specific Lots	0.11	
Charles Schwab	Pimco Real Return Instl	0 205	2/26/2010	8/3/2010	2 31	2 23	Specific Lots	0 08	
Charles Schwab	Pimco Real Return Instl	0.566	3/31/2010	8/3/2010	6 38	6 15	Specific Lots	0 23	
Charles Schwab	Pimco Real Return Instl	0 371	4/30/2010	8/3/2010	4 18	4 14	Specific Lots	0 04	
Charles Schwab	Pimco Real Return Instl	0 841	5/28/2010	8/3/2010	9 48	9 29	Specific Lots	0 19	
Charles Schwab	Pimco Real Return Instl	0 543	6/30/2010	8/3/2010	6 12	6 08	Specific Lots	0 04	
Charles Schwab	Pimco Real Return Instl	0 406	7/30/2010	8/3/2010	4 58	4 55	Specific Lots	0 03	
	Subtotal Pimco Real Return Instl	9.076			102.29	98.60		3.69	-
Charles Schwab	Vanguard GNMA Admiral	1.896	12/30/2008	4/5/2010	20 17	20 23	Specific Lots		(0 06)
Charles Schwab	Vanguard GNMA Admiral	1 857	4/30/2009	4/5/2010	19 76	19 78	Specific Lots		(0 02)
Charles Schwab	Vanguard GNMA Admiral	1 850	5/29/2009	4/5/2010	19 68	19 63	Specific Lots	0 05	
Charles Schwab	Vanguard GNMA Admiral	1.796	6/30/2009	4/5/2010	19 11	19 16	Specific Lots		(0 05)
Charles Schwab	Vanguard GNMA Admiral	205 993	7/31/2009	4/5/2010	2,191 77	2,200 00	Specific Lots		(8 23)
Charles Schwab	Vanguard GNMA Admiral	2 084	8/14/2009	4/5/2010	22 17	22 30	Specific Lots		(0 13)
Charles Schwab	Vanguard GNMA Admiral	2.235	8/31/2009	4/5/2010	23 78	24 03	Specific Lots		(0 25)
Charles Schwab	Vanguard GNMA Admiral	2 049	9/30/2009	4/5/2010	21 80	22 09	Specific Lots		(0 29)
Charles Schwab	Vanguard GNMA Admiral	1 907	10/30/2009	4/5/2010	20 29	20 79	Specific Lots		(0 50)
Charles Schwab	Vanguard GNMA Admiral	1 374	11/30/2009	4/5/2010	14 62	14 65	Specific Lots		(0 03)
Charles Schwab	Vanguard GNMA Admiral	3 573	12/30/2009	4/5/2010	38.02	38 09	Specific Lots		(0 07)
Charles Schwab	Vanguard GNMA Admiral	1.846	12/31/2009	4/5/2010	19.64	19 64	Specific Lots		-
Charles Schwab	Vanguard GNMA Admiral	1 743	1/29/2010	4/5/2010	18 55	18 74	Specific Lots		(0 19)
Charles Schwab	Vanguard GNMA Admiral	1 880	2/26/2010	4/5/2010	20 00	20 25	Specific Lots		(0.25)
Charles Schwab	Vanguard GNMA Admiral	0.692	3/29/2010	4/5/2010	7 36	7 43	Specific Lots		(0.07)
Charles Schwab	Vanguard GNMA Admiral	2 354	3/29/2010	4/5/2010	25 05	25 26	Specific Lots		(0 21)
Charles Schwab	Vanguard GNMA Admiral	2 245	4/5/2010	4/5/2010	23 89	24 07	Specific Lots		(0 18)
	Subtotal Vanguard GNMA Admiral	237.374			~~2,525.66~~	~~2,536.14~~		~~0.05~~	~~(10.59)~~
Charles Schwab	Vanguard Inflation-Protected Instl	257 467	8/14/2009	8/3/2010	2,685 38	2,500 00	Specific Lots	185.38	
Charles Schwab	Vanguard Inflation-Protected Instl	13.626	12/23/2009	8/3/2010	142.12	136 67	Specific Lots	5 45	
Charles Schwab	Vanguard Inflation-Protected Instl	4.423	3/29/2010	8/3/2010	46 13	44 05	Specific Lots	2 08	
Charles Schwab	Vanguard Inflation-Protected Instl	243.902	5/27/2010	8/3/2010	2,543 90	2,500 00	Specific Lots	43 90	
Charles Schwab	Vanguard Inflation-Protected Instl	4.234	6/26/2010	8/3/2010	44 16	43 91	Specific Lots	0 25	
	Subtotal Vanguard Inflation-Protected Instl	523.652			5,461.69	5,224.63		237.06	-
Charles Schwab	Vanguard Interm-Term Investment Grade Admiral	806 412	4/5/2010	8/3/2010	8,225 40	7,838 32	Specific Lots	387 08	

Statement A-1

SHORT TERM CAPITAL GAINS

Tax Year 2010

ACCOUNT	SECURITY	SHARES or QTY	DATE PURCHASED	DATE SOLD	GROSS SALES PRICE	COST BASIS	BASIS APPROACH	GAIN	LOSS
Charles Schwab	Vanguard Interm-Term Investment Grade Admiral	2.758	4/30/2010	8/3/2010	28 13	27.36	Specific Lots	0 77	
Charles Schwab	Vanguard Interm-Term Investment Grade Admiral	274.669	5/27/2010	8/3/2010	2,801 62	2,700 00	Specific Lots	101 62	
Charles Schwab	Vanguard Interm-Term Investment Grade Admiral	3 580	5/28/2010	8/3/2010	36 52	35 30	Specific Lots	1 22	
Charles Schwab	Vanguard Interm-Term Investment Grade Admiral	4 392	6/30/2010	8/3/2010	44 80	44 01	Specific Lots	0 79	
Charles Schwab	Vanguard Interm-Term Investment Grade Admiral	4 461	7/30/2010	8/3/2010	45 50	45 41	Specific Lots	0 09	
	Subtotal Vanguard Interm-Term Investment Grade A	1,096.272			11,181.97	10,690.40		491.57	-
Charles Schwab	Vanguard Short-Term Bond Index Signal	3 476	8/31/2009	8/3/2010	37 09	36 22	Specific Lots	0 87	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3.272	9/30/2009	8/3/2010	34.91	34 22	Specific Lots	0 69	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3 317	10/30/2009	8/3/2010	35 39	34.76	Specific Lots	0 63	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3.100	11/30/2009	8/3/2010	33 08	32 74	Specific Lots	0 34	
Charles Schwab	Vanguard Short-Term Bond Index Signal	0.141	12/23/2009	8/3/2010	1 50	1.48	Specific Lots	0 02	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3.205	12/31/2009	8/3/2010	34.20	33 40	Specific Lots	0 80	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3.110	1/29/2010	8/3/2010	33.18	32 72	Specific Lots	0 46	
Charles Schwab	Vanguard Short-Term Bond Index Signal	2 775	2/26/2010	8/3/2010	29 61	29 19	Specific Lots	0 42	
Charles Schwab	Vanguard Short-Term Bond Index Signal	0.568	3/31/2010	8/3/2010	6 06	5 95	Specific Lots	0 11	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3.049	3/31/2010	8/3/2010	32.53	31.92	Specific Lots	0 61	
Charles Schwab	Vanguard Short-Term Bond Index Signal	0.427	3/31/2010	8/3/2010	4 56	4.47	Specific Lots	0 09	
Charles Schwab	Vanguard Short-Term Bond Index Signal	2.933	4/30/2010	8/3/2010	31 30	30 83	Specific Lots	0 47	
Charles Schwab	Vanguard Short-Term Bond Index Signal	142.721	5/27/2010	8/3/2010	1,522.83	1,500 00	Specific Lots	22.83	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3.038	5/28/2010	8/3/2010	32 42	31 99	Specific Lots	0 43	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3 091	6/30/2010	8/3/2010	32 98	32 76	Specific Lots	0 22	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3.121	7/30/2010	8/3/2010	33 30	33 27	Specific Lots	0 03	
	Subtotal Vanguard Short-Term Bond Index Signal	181.344			1,934.94	1,905.92		29.02	-
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	126 640	8/14/2009	8/3/2010	1,348.61	1,300 00	Specific Lots	48.61	
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	2.804	8/31/2009	8/3/2010	30 34	29.39	Specific Lots	0 95	
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	2.821	9/30/2009	8/3/2010	30 52	29.76	Specific Lots	0.76	
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	2.990	10/30/2009	8/3/2010	32.35	31 69	Specific Lots	0 66	
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	2 815	11/30/2009	8/3/2010	30.46	30 01	Specific Lots	0.45	
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	2 903	12/31/2009	8/3/2010	31.41	30 74	Specific Lots	0 67	
Charles Schwab	Vanguard Short-Term Corporate Fnd Admiral	2.902	1/29/2010	8/3/2010	31.40	31 05	Specific Lots	0 35	
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	2.607	2/26/2010	8/3/2010	28 21	27 90	Specific Lots	0 31	
Charles Schwab	Vanguard Short-Term Corporate Fnd Admiral	2 866	3/31/2010	8/3/2010	31 01	30 70	Specific Lots	0 31	
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	2 792	4/30/2010	8/3/2010	30 21	30 01	Specific Lots	0 20	
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	665.417	5/27/2010	8/3/2010	7,199 80	7,100 00	Specific Lots	99 80	
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	3 146	5/28/2010	8/3/2010	34 04	33 60	Specific Lots	0 44	
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	4 705	6/30/2010	8/3/2010	50.91	50.49	Specific Lots	0 42	
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	4.780	7/30/2010	8/3/2010	51.72	51 67	Specific Lots	0 05	
	Subtotal Vanguard Short-Term Corporate Fnd. Admi	830.188			8,960.99	8,807.01		153.98	-
Charles Schwab	Vanguard Total Bond Market Index Instl	544 218	8/14/2009	8/3/2010	5,872.12	5,600 00	Specific Lots	272 12	
Charles Schwab	Vanguard Total Bond Market Index Instl	5 063	8/31/2009	8/3/2010	54.63	52 40	Specific Lots	2 23	
Charles Schwab	Vanguard Total Bond Market Index Instl	5.777	9/30/2009	8/3/2010	62.33	60 31	Specific Lots	2 02	
Charles Schwab	Vanguard Total Bond Market Index Instl	5 810	10/30/2009	8/3/2010	62.69	60 71	Specific Lots	1 98	
Charles Schwab	Vanguard Total Bond Market Index Instl	5 615	11/30/2009	8/3/2010	60 59	59 29	Specific Lots	1 30	
Charles Schwab	Vanguard Total Bond Market Index Instl	5.901	12/31/2009	8/3/2010	63 67	61 08	Specific Lots	2 59	
Charles Schwab	Vanguard Total Bond Market Index Instl	5 755	1/29/2010	8/3/2010	62 10	60 31	Specific Lots	1 79	
Charles Schwab	Vanguard Total Bond Market Index Instl	5 417	2/26/2010	8/3/2010	58 45	56 72	Specific Lots	1 73	
Charles Schwab	Vanguard Total Bond Market Index Instl	5 657	3/31/2010	8/3/2010	61 04	59 00	Specific Lots	2 04	

Statement A-2

SHORT TERM CAPITAL GAINS

Tax Year 2010

ACCOUNT	SECURITY	SHARES or QTY	DATE PURCHASED	DATE SOLD	GROSS SALES PRICE	COST BASIS	BASIS APPROACH	GAIN	LOSS
Charles Schwab	Vanguard Total Bond Market Index Instl	5 446	4/30/2010	8/3/2010	58 76	57 24	Specific Lots	1 52	
Charles Schwab	Vanguard Total Bond Market Index Instl	540 284	5/27/2010	8/3/2010	5,829 66	5,700 00	Specific Lots	129 66	
Charles Schwab	Vanguard Total Bond Market Index Instl	5 845	5/28/2010	8/3/2010	63 07	61 78	Specific Lots	1 29	
Charles Schwab	Vanguard Total Bond Market Index Instl	6 901	6/30/2010	8/3/2010	74 46	73 91	Specific Lots	0 55	
Charles Schwab	Vanguard Total Bond Market Index Instl	6.904	7/30/2010	8/3/2010	74.49	74 43	Specific Lots	0 06	
	Subtotal Vanguard Total Bond Market Index Instl	1,154.593			(1) 12,458.06	(1) 12,037.18		(1) 420.88	-
Charles Schwab	Western Asset Inflation Indexed Plus	237 154	8/14/2009	8/3/2010	2,589 72	2,400 00	Specific Lots	189 72	
Charles Schwab	Western Asset Inflation Indexed Plus	0.363	10/30/2009	8/3/2010	3 96	3 84	Specific Lots	0 12	
Charles Schwab	Western Asset Inflation Indexed Plus	1.634	11/30/2009	8/3/2010	17 84	17.73	Specific Lots	0.11	
Charles Schwab	Western Asset Inflation Indexed Plus	2.066	12/31/2009	8/3/2010	22 56	21 96	Specific Lots	0 60	
Charles Schwab	Western Asset Inflation Indexed Plus	1.227	1/29/2010	8/3/2010	13.40	13 22	Specific Lots	0.18	
Charles Schwab	Western Asset Inflation Indexed Plus	0 934	2/26/2010	8/3/2010	10 20	9.97	Specific Lots	0.23	
Charles Schwab	Western Asset Inflation Indexed Plus	3 398	3/31/2010	8/3/2010	37 11	36 15	Specific Lots	0 96	
Charles Schwab	Western Asset Inflation Indexed Plus	1.614	4/30/2010	8/3/2010	17.62	17 56	Specific Lots	0 06	
Charles Schwab	Western Asset Inflation Indexed Plus	231 911	5/27/2010	8/3/2010	2,532.47	2,500 00	Specific Lots	32 47	
Charles Schwab	Western Asset Inflation Indexed Plus	3 750	5/28/2010	8/3/2010	40.95	40 46	Specific Lots	0 49	
Charles Schwab	Western Asset Inflation Indexed Plus	2 994	6/30/2010	8/3/2010	32 69	32 61	Specific Lots	0 08	
Charles Schwab	Western Asset Inflation Indexed Plus	2.284	7/30/2010	8/3/2010	24 94	24 83	Specific Lots	0 11	
	Subtotal Western Asset Inflation Indexed Plus	489.329			(2) 5,343.46	(2) 5,118.33		(2) 225.13	-
	TOTAL SHORT TERM GAIN/LOSS				61,126.90	61,092.86		1,561.38	(1,527.34)

		proceeds	cost	gain (loss)
(1)	short-term gains	45,463.08	43901.70	1561.38
(2)	short term losses	15,663.82	17,191.16	(1527.34)
	Total	61,126.90	61,092.86	34.04

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LONG TERM CAPITAL GAINS

Tax Year 2010

ACCOUNT	SECURITY	SHARES of QTY.	DATE PURCHASED	DATE SOLD	GROSS SALES PRICE	COST BASIS	BASIS APPROACH	GAIN	LOSS
LONG TERM GAINS									
Charles Schwab	Pimco Real Return Instl	131 798	1/27/2006	8/3/2010	1,485.36	1,457 69	Specific Shares	27.67	
Charles Schwab	Pimco Real Return Instl	43 379	3/24/2006	8/3/2010	488 88	475 00	Specific Shares	13 88	
Charles Schwab	Pimco Real Return Instl	2.404	10/31/2008	8/3/2010	27.09	22 86	Specific Shares	4 23	
Charles Schwab	Pimco Real Return Instl	1 500	11/28/2008	8/3/2010	16 91	13 77	Specific Shares	3 14	
Charles Schwab	Pimco Real Return Instl	29 186	12/10/2008	8/3/2010	328 95	265 59	Specific Shares	63.36	
Charles Schwab	Pimco Real Return Instl	0.757	12/31/2008	8/3/2010	8 53	7 15	Specific Shares	1 38	
Charles Schwab	Pimco Real Return Instl	0 702	1/30/2009	8/3/2010	7 91	6 74	Specific Shares	1.17	
Charles Schwab	Pimco Real Return Instl	0.672	2/27/2009	8/3/2010	7 57	6 34	Specific Shares	1 23	
Charles Schwab	Pimco Real Return Instl	0.673	3/31/2009	8/3/2010	7 58	6 73	Specific Shares	0 85	
Charles Schwab	Pimco Real Return Instl	0.216	4/30/2009	8/3/2010	2 43	2 14	Specific Shares	0 29	
Charles Schwab	Pimco Real Return Instl	0.337	5/29/2009	8/3/2010	3.80	3 47	Specific Shares	0 33	
Charles Schwab	Pimco Real Return Instl	0 893	6/30/2009	8/3/2010	10 06	9 22	Specific Shares	0.84	
Charles Schwab	Pimco Real Return Instl	0.980	7/31/2009	8/3/2010	11 04	10 20	Specific Shares	0 84	
	Subtotal Pimco Real Return Instl	**213.497**			(3) **2,406.11**	(3) **2,286.90**		(3) **119.21**	-
Charles Schwab	Vanguard GNMA Admiral	502.576	10/28/2008	4/5/2010	5,347 42	5,076 02	Specific Shares	271.40	
Charles Schwab	Vanguard GNMA Admiral	2.460	12/31/2008	4/5/2010	(3) 26 17	26 03	Specific Shares	(3) 0 14	
Charles Schwab	Vanguard GNMA Admiral	1 986	1/30/2009	4/5/2010	21 13	(3) 20 91	Specific Shares	0 22	
Charles Schwab	Vanguard GNMA Admiral	1.927	2/27/2009	4/5/2010	20 50	20 31	Specific Shares	0.19	
Charles Schwab	Vanguard GNMA Admiral	1 878	3/31/2009	4/5/2010	(4) 19 98	(4) 20 04	Specific Shares		(4) (0 06)
	Subtotal Vanguard GNMA Admiral	**510.827**			~~5,435.20~~	~~5,163.31~~		~~271.95~~	~~(0.06)~~
Charles Schwab	Vanguard Inflation-Protected Instl	182 929	7/16/2004	8/3/2010	1,907 95	1,805.88	Specific Shares	102 07	
Charles Schwab	Vanguard Inflation-Protected Instl	267.710	1/27/2006	8/3/2010	2,792.22	2,600 00	Specific Shares	192.22	
Charles Schwab	Vanguard Inflation-Protected Instl	49 428	3/24/2006	8/3/2010	515 53	475 00	Specific Shares	40.53	
Charles Schwab	Vanguard Inflation-Protected Instl	0.886	3/24/2006	8/3/2010	9.24	8.51	Specific Shares	0.73	
Charles Schwab	Vanguard Inflation-Protected Instl	0 834	12/19/2008	8/3/2010	8 70	7 85	Specific Shares	0 85	
	Subtotal Vanguard Inflation-Protected Instl	**501.787**			(3) **5,233.64**	(3) **4,897.24**		(3) **336.40**	-
Charles Schwab	Vanguard Short-Term Bond Index Signal	1,174.916	1/12/2007	8/3/2010	12,536 34	11,608.17	Specific Shares	928 17	
Charles Schwab	Vanguard Short-Term Bond Index Signal	2.398	1/31/2007	8/3/2010	25.59	23 67	Specific Shares	1 92	
Charles Schwab	Vanguard Short-Term Bond Index Signal	4 202	2/28/2007	8/3/2010	44 84	41 77	Specific Shares	3.07	
Charles Schwab	Vanguard Short-Term Bond Index Signal	221 328	8/17/2007	8/3/2010	2,361.57	2,200 00	Specific Shares	161 57	
Charles Schwab	Vanguard Short-Term Bond Index Signal	1.070	4/30/2008	8/3/2010	11.42	10 92	Specific Shares	0 50	
Charles Schwab	Vanguard Short-Term Bond Index Signal	4.694	5/30/2008	8/3/2010	50 08	47 60	Specific Shares	2 48	
Charles Schwab	Vanguard Short-Term Bond Index Signal	4 560	6/30/2008	8/3/2010	48.66	46 15	Specific Shares	2 51	
Charles Schwab	Vanguard Short-Term Bond Index Signal	4.651	7/31/2008	8/3/2010	49 63	47 02	Specific Shares	2 61	
Charles Schwab	Vanguard Short-Term Bond Index Signal	4.575	8/29/2008	8/3/2010	48.82	46 39	Specific Shares	2 43	
Charles Schwab	Vanguard Short-Term Bond Index Signal	4.450	9/30/2008	8/3/2010	47 48	44 50	Specific Shares	2.98	

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LONG TERM CAPITAL GAINS

Tax Year 2010

ACCOUNT	SECURITY	SHARES or QTY	DATE PURCHASED	DATE SOLD	GROSS SALES PRICE	COST BASIS	BASIS APPROACH	GAIN	LOSS
Charles Schwab	Vanguard Short-Term Bond Index Signal	4 484	10/31/2008	8/3/2010	47 84	44 62	Specific Shares	3 22	
Charles Schwab	Vanguard Short-Term Bond Index Signal	4 251	11/28/2008	8/3/2010	45 36	43 06	Specific Shares	2 30	
Charles Schwab	Vanguard Short-Term Bond Index Signal	4.151	12/31/2008	8/3/2010	44.29	42 67	Specific Shares	1 62	
Charles Schwab	Vanguard Short-Term Bond Index Signal	4 124	1/30/2009	8/3/2010	44.00	42 35	Specific Shares	1 65	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3 757	2/27/2009	8/3/2010	40 09	38 36	Specific Shares	1.73	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3 957	3/31/2009	8/3/2010	42 22	40 56	Specific Shares	1 66	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3.739	4/30/2009	8/3/2010	39 90	38 44	Specific Shares	1 46	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3.712	5/29/2009	8/3/2010	39 61	38 34	Specific Shares	1 27	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3.496	6/30/2009	8/3/2010	37 30	36 08	Specific Shares	1 22	
Charles Schwab	Vanguard Short-Term Bond Index Signal	3.569	7/31/2009	8/3/2010	38.08	37.01	Specific Shares	1 07	
	Subtotal Vanguard Short-Term Bond Index	**1,466.084**			3 **15,643.12**	3 **14,517.68**		3 **1,125.44**	-
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	795.647	6/8/2009	8/3/2010	8,608 90	8,036 03	Specific Shares	572 87	
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	2.021	6/30/2009	8/3/2010	21 87	20.67	Specific Shares	1 20	
Charles Schwab	Vanguard Short-Term Corporate Fnd. Admiral	2.753	7/31/2009	8/3/2010	29 79	28 55	Specific Shares	1 24	
	Subtotal Vanguard Short-Term Corporate F	**800.421**			3 **8,660.56**	3 **8,085.25**		3 **575.31**	-
Charles Schwab	Vanguard Total Bond Market Index Instl	1,094.062	6/2/2008	8/3/2010	11,804 93	11,050.03	Specific Shares	754 90	
Charles Schwab	Vanguard Total Bond Market Index Instl	11.238	6/30/2008	8/3/2010	121 26	112.72	Specific Shares	8 54	
Charles Schwab	Vanguard Total Bond Market Index Instl	12 327	7/31/2008	8/3/2010	133.01	123.15	Specific Shares	9.86	
Charles Schwab	Vanguard Total Bond Market Index Instl	12.295	8/29/2008	8/3/2010	132.66	123 20	Specific Shares	9.46	
Charles Schwab	Vanguard Total Bond Market Index Instl	12 378	9/30/2008	8/3/2010	133.56	122 17	Specific Shares	11.39	
Charles Schwab	Vanguard Total Bond Market Index Instl	12 475	10/31/2008	8/3/2010	134 61	119 51	Specific Shares	15 10	
Charles Schwab	Vanguard Total Bond Market Index Instl	8.676	11/28/2008	8/3/2010	93 61	85.81	Specific Shares	7.80	
Charles Schwab	Vanguard Total Bond Market Index Instl	8 605	1/30/2009	8/3/2010	92.85	86 65	Specific Shares	6 20	
Charles Schwab	Vanguard Total Bond Market Index Instl	8.314	2/27/2009	8/3/2010	89.71	83 06	Specific Shares	6.65	
Charles Schwab	Vanguard Total Bond Market Index Instl	8 386	3/31/2009	8/3/2010	90 48	84 70	Specific Shares	5.78	
Charles Schwab	Vanguard Total Bond Market Index Instl	4.384	4/30/2009	8/3/2010	47 30	44 28	Specific Shares	3 02	
Charles Schwab	Vanguard Total Bond Market Index Instl	4.349	5/29/2009	8/3/2010	46 93	44 14	Specific Shares	2 79	
Charles Schwab	Vanguard Total Bond Market Index Instl	4.230	6/30/2009	8/3/2010	45.64	43 02	Specific Shares	2 62	
Charles Schwab	Vanguard Total Bond Market Index Instl	4.280	7/31/2009	8/3/2010	46 18	44 00	Specific Shares	2 18	
	Subtotal Vanguard Total Bond Market Index	**1,205.999**			3 **13,012.73**	3 **12,166.44**		3 **846.29**	-
Charles Schwab	Western Asset Inflation Indexed Plus	156.403	12/29/2006	8/3/2010	1,707.92	1,600 00	Specific Shares	107 92	
Charles Schwab	Western Asset Inflation Indexed Plus	295.276	8/17/2007	8/3/2010	3,224.41	3,000 00	Specific Shares	224 41	
Charles Schwab	Western Asset Inflation Indexed Plus	0 441	4/30/2008	8/3/2010	4 82	4 78	Specific Shares	0.04	
Charles Schwab	Western Asset Inflation Indexed Plus	5 181	5/28/2008	8/3/2010	56.58	54 71	Specific Shares	1 87	
Charles Schwab	Western Asset Inflation Indexed Plus	3.352	5/28/2008	8/3/2010	36 60	35 40	Specific Shares	1.20	
Charles Schwab	Western Asset Inflation Indexed Plus	4.012	5/30/2008	8/3/2010	43.81	42 29	Specific Shares	1 52	
Charles Schwab	Western Asset Inflation Indexed Plus	3.082	6/30/2008	8/3/2010	33 66	32 58	Specific Shares	1 08	
Charles Schwab	Western Asset Inflation Indexed Plus	4 104	7/31/2008	8/3/2010	44 82	42 52	Specific Shares	2.30	

Statement B-2

LONG TERM CAPITAL GAINS

Tax Year 2010

ACCOUNT	SECURITY	SHARES or QTY	DATE PURCHASED	DATE SOLD	GROSS SALES PRICE	COST BASIS	BASIS APPROACH	GAIN	LOSS
Charles Schwab	Western Asset Inflation Indexed Plus	4.935	8/29/2008	8/3/2010	53 89	51 23	Specific Shares	2 66	
Charles Schwab	Western Asset Inflation Indexed Plus	3 082	9/30/2008	8/3/2010	33 66	30.05	Specific Shares	3 61	
Charles Schwab	Western Asset Inflation Indexed Plus	0.118	10/31/2008	8/3/2010	1 29	1.05	Specific Shares	0.24	
Charles Schwab	Western Asset Inflation Indexed Plus	3.057	2/27/2009	8/3/2010	33.38	28 03	Specific Shares	5 35	
	Subtotal Western Asset Inflation Indexed Pl	**483.043**			3 **5,274.84**	3 **4,922.64**		3 **352.20**	-
	TOTAL LONG TERM GAIN/LOSS				**55,666.20**	**52,039.46**		**3,626.80**	**(0.06)**

		proceeds	cost	gain (loss)
3	Long term gains	55646.22	52 019.42	3626.80
4	Long term losses	19.98	20.04	(.06)
	Total	55,666.20	52,039.46	3626.74

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ASSET SUMMARY

Tax Year 2010

Assets of The Lans Foundation on December 31, 2010:

Firm		Fair Market Value	Book Value (Cost Basis)
1st National Bank & Trust Company Beloit, WI 53511			
	Cash	(1) 203,729.63	(1) 203,729.63
Savant Capital Management, Inc 190 Buckley Drive Rockford, IL 61107			
	DFA Asia Pacific Small Company Port	7,628.06	3,559.38
	DFA Continental Small Co Fund	12,870.55	8,269.73
	DFA Emerging Markets Small Cap Port	16,528.57	10,110.91
	DFA Enhanced US Large Co Port	41,257.00	42,548.23
	DFA Int'l Small Cap Value Port	90,183.30	68,832.83
	DFA Int'l Small Company Port	52,915.86	38,730.62
	DFA Int'l Value Port III Fund	97,577.08	77,702.27
	DFA Japanese Small Co Fd	7,480.99	5,504.79
	DFA T-M US Mktwde Val II Port	79,443.58	44,800.25
	DFA U.S. Micro Cap Portfolio Fund	216,786.58	200,095 15
	DFA United Kingdom Small Comp Port	7,774.04	4,658.24
	DFA US Lg Cap Value Portfolio III Fund	(2) 68,438.40	58,854.93
	Eaton Vance Tax Emrg Mkts I	78,907.20	(2) 47,402.35
	Pimco Pacific Investment Stocks Plus Institutional	86,096.77	91,064.16
	Powershares DB Commodity Index	34,933.40	34,672.10
	SPDR DJ Wilshire Intl Real Estate ETF	29,742.52	20,647.56
	SPDR S&P China ETF	13,723.20	9,649.01
	Vanguard Institutional Index Fund	247,255.97	234,235.20
	Vanguard Inst'l Developed Markets	15,589 69	14,494.59
	Vanguard Inst'l European Stock Index	38,387.07	34,651.81
	Vanguard Inst'l Pacific Stock Index	18,568.48	16,365.13
	Vanguard Inst'l Reit Index Fund	44,434.10	40,115.44
	Vanguard Inst'l Small Cap Value Index	219,674.55	195,055.83
	Vanguard Inst'l Value Index	47,092.49	50,419 50
	Vanguard Mega Cap 300 Value Index	125,140.14	115,000.00
	Wisdomtree India Earning	5,753.02	2,316.68
	-Cash-	(1) 7,103.80	(1) 7,103.80
	Sub-total (Savant Capital Management)	**1,711,286.41**	1,476,860.49
TOTALS			
	Cash — to tax (1)	210,833.43	210,833.43
	Investments — to tax (2)	1,704,182.61	1,469,756.69
TOTAL OF ALL ASSETS		1,915,016.04	1,680,590.12

Statement C