Form **990-PF**

Department of the Treasury
Internal Revenue Service

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

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

OMB No 1545-0052

2010

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

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

Name of foundation: THE J VERNON STEINLE & ELMYRA K STEINLE FOUNDATION INC

A Employer identification number: 39-1934819

Number and street (or P O box number if mail is not delivered to street address): 7200 WASHINGTON AVENUE

Room/suite: 102

B Telephone number (see the instructions): (262) 637-1260

City or town: RACINE State: WI ZIP code: 53406-6516

C If exemption application is pending, check here ► ☐

D 1 Foreign organizations, check here ► ☐

2 Foreign organizations meeting the 85% test, check here and attach computation ► ☐

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

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

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

I Fair market value of all assets at end of year *(from Part II, column (c), line 16)* ► $ 3,251,320.

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

Part I	**Analysis of Revenue and Expenses** *(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see the instructions))*	**(a)** Revenue and expenses per books	**(b)** Net investment income	**(c)** Adjusted net income	**(d)** Disbursements for charitable purposes (cash basis only)
REVENUE	1 Contributions, gifts, grants, etc, received (att sch)				
	2 Ck ► ☒ if the foundn is **not** req to att Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	103,056.	103,056.	103,056.	
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain/(loss) from sale of assets not on line 10	12,737.			
	b Gross sales price for all assets on line 6a 1,079,066.				
	7 Capital gain net income (from Part IV, line 2)		12,737.		
	8 Net short-term capital gain			0.	
	9 Income modifications				
	10a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit/(loss) (att sch)				
	11 Other income (attach schedule)				
	12 **Total.** Add lines 1 through 11	115,793.	115,793.	103,056.	
OPERATING AND ADMINISTRATIVE EXPENSES	13 Compensation of officers, directors, trustees, etc				
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule) L-16a Stmt	2,670.	2,670.	2,670.	
	b Accounting fees (attach sch) L-16b Stmt	3,850.	3,850.	3,850.	
	c Other prof fees (attach sch)				
	17 Interest				
	18 Taxes (attach schedule)(see instr) FEDERAL INCOME TA	981.	981.	981.	
	19 Depreciation (attach sch) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule) See Line 23 Stmt	20,789.	20,789.	20,789.	
	24 **Total operating and administrative expenses.** Add lines 13 through 23	28,290.	28,290.	28,290.	
	25 Contributions, gifts, grants paid	250,000.			
	26 **Total expenses and disbursements.** Add lines 24 and 25	278,290.	28,290.	28,290.	
	27 Subtract line 26 from line 12:				
	a **Excess of revenue over expenses and disbursements**	-162,497.			
	b **Net investment income** (if negative, enter -0-)		87,503.		
	c **Adjusted net income** (if negative, enter -0-)			74,766.	

RECEIVED
MAY 1 3 2011
OGDEN, UT
IRS-OSC

SCANNED MAY 1 6 2011

BAA For Paperwork Reduction Act Notice, see the instructions. TEEA0301 07/23/10 Form **990-PF** (2010)

614 A

Part II Balance Sheets

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

			Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
ASSETS	1	Cash – non-interest-bearing			
	2	Savings and temporary cash investments	80,863.	16,163.	16,163.
	3	Accounts receivable ►			
		Less. allowance for doubtful accounts ►			
	4	Pledges receivable ►			
		Less allowance for doubtful accounts ►			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see the instructions)			
	7	Other notes and loans receivable (attach sch) ►			
		Less allowance for doubtful accounts ►			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges	1,500.	1,500.	1,500.
	10a	Investments – U S. and state government obligations (attach schedule)	698,152.	454,804.	503,724.
	b	Investments – corporate stock (attach schedule)	1,771,990.	1,715,236.	2,092,588.
	c	Investments – corporate bonds (attach schedule)	417,080.	619,385.	637,345.
	11	Investments – land, buildings, and equipment basis ►			
		Less: accumulated depreciation (attach schedule) ►			
	12	Investments – mortgage loans			
	13	Investments – other (attach schedule)			
	14	Land, buildings, and equipment basis ►			
		Less accumulated depreciation (attach schedule) ►			
	15	Other assets (describe ►)			
	16	**Total assets** (to be completed by all filers – see instructions Also, see page 1, item I)	2,969,585.	2,807,088.	3,251,320.
LIABILITIES	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, & other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ►)			
	23	**Total liabilities** (add lines 17 through 22)			
NET ASSETS OR FUND BALANCES		**Foundations that follow SFAS 117, check here ► ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ► ☒ and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, building, and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds	2,969,585.	2,807,088.	
	30	**Total net assets or fund balances** (see the instructions)	2,969,585.	2,807,088.	
	31	**Total liabilities and net assets/fund balances** (see the instructions)	2,969,585.	2,807,088.	

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	2,969,585.
2	Enter amount from Part I, line 27a	2	-162,497.
3	Other increases not included in line 2 (itemize) ►	3	
4	Add lines 1, 2, and 3	4	2,807,088.
5	Decreases not included in line 2 (itemize) ►	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5)– Part II, column (b), line 30	6	2,807,088.

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse; or common stock, 200 shares MLC Company)	**(b)** How acquired P — Purchase D — Donation	**(c)** Date acquired (month, day, year)	**(d)** Date sold (month, day, year)
1 a	525 ADOBE SYSTEMS INC DEL	P	09/28/06	07/02/10
b	450 BAXTER INTL INC	P	Various	06/25/10
c	600 CAMERON INTL CORP	P	10/30/08	06/01/10
d	700 DISNEY WALT COMPANY	P	Various	02/03/10
e	See Columns (a) thru (d)			

	(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	13,957.		20,108.	-6,151.
b	18,712.		22,424.	-3,712.
c	19,910.		14,342.	5,568.
d	21,443.		22,325.	-882.
e	See Columns (e) thru (h)		987,130.	17,914.

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

	(i) Fair Market Value as of 12/31/69	**(j)** Adjusted basis as of 12/31/69	**(k)** Excess of column (i) over column (j), if any	**(l)** Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
a				-6,151.
b				-3,712.
c				5,568.
d				-882.
e	See Columns (i) thru (l)			17,914.

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** 12,737.

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6):

If gain, also enter in Part I, line 8, column (c) (see the instructions) If (loss), enter -0- in Part I, line 8 — **3**

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

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

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

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

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

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

(a) Base period years Calendar year (or tax year beginning in)	**(b)** Adjusted qualifying distributions	**(c)** Net value of noncharitable-use assets	**(d)** Distribution ratio (column (b) divided by column (c))
2009	249,300.	3,062,335.	0.081408
2008	206,738.	3,549,766.	0.058240
2007	238,667.	4,018,258.	0.059396
2006	237,499.	3,981,071.	0.059657
2005	238,981.	4,055,358.	0.058930

2	**Total** of line 1, column (d)	2	0.317631
3	Average distribution ratio for the 5-year base period — divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0.063526
4	Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	3,198,860.
5	Multiply line 4 by line 3	5	203,211.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	875.
7	Add lines 5 and 6	7	204,086.
8	Enter qualifying distributions from Part XII, line 4	8	250,000.

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

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

1 a Exempt operating foundations described in section 4940(d)(2), check here ► ☐ and enter 'N/A' on line 1 Date of ruling or determination letter ________ **(attach copy of letter if necessary – see instr.)**				
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► ☒ and enter 1% of Part I, line 27b			1	875.
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, column (b)				
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)			2	0.
3 Add lines 1 and 2			3	875.
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	875.
6 Credits/Payments:				
a 2010 estimated tax pmts and 2009 overpayment credited to 2010	6a	700.		
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	700.
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	175.
10 **Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ►			10	0.
11 Enter the amount of line 10 to be. **Credited to 2011 estimated tax** ►	**Refunded** ►		11	

Part VII-A Statements Regarding Activities

		Yes	No
1 a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see the instructions for definition)?	1b		X
If the answer is 'Yes' to ***1a*** *or* ***1b,*** *attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities*			
c Did the foundation file **Form 1120-POL** for this year?	1c		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year **(1)** On the foundation ► $ ________ **(2)** On foundation managers ► $ ________			
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ► $ ________			
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? *If 'Yes,' attach a detailed description of the activities*	2		X
3 Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If 'Yes,' attach a conformed copy of the changes*	3		X
4a Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b If 'Yes,' has it filed a tax return on **Form 990-T** for this year?	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, column (c), and Part XV*	7	X	
8a Enter the states to which the foundation reports or with which it is registered (see the instructions) ► ________			
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 ► DONALD H. STURM, CPA Telephone no ► (262) 884-9480

Located at ► 6214 WASHINGTON AVENE, SUITE C-8 RACINE WI ZIP + 4 ► 53406-3986

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

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

		Yes	No
16 At any time during calendar year 2010, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country?	16		X
See the instructions for exceptions and filing requirements for Form TD F 90-22 1 If 'Yes,' enter the name of the foreign country ►			

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

File Form 4720 if any item is checked in the 'Yes' column, unless an exception applies.		Yes	No
1a During the year did the foundation (either directly or indirectly):			
(1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ **Yes** ☒ **No**			
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ **Yes** ☒ **No**			
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ **Yes** ☒ **No**			
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ **Yes** ☒ **No**			
(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ **Yes** ☒ **No**			
(6) Agree to pay money or property to a government official? (**Exception.** Check 'No' if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) ☐ **Yes** ☒ **No**			
b If any answer is 'Yes' to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see the instructions)?	1b		
Organizations relying on a current notice regarding disaster assistance check here ► ☐			
c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2010?	1c		X
2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))			
a At the end of tax year 2010, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2010? ☐ **Yes** ☒ **No**			
If 'Yes,' list the years ► 20__ , 20__ , 20__ , 20__ .			
b Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer 'No' and attach statement– see the instructions)	2b		X
c If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here ► 20__ , 20__ , 20__ , 20__ .			
3a Did the foundation hold more than 2% direct or indirect interest in any business enterprise at any time during the year? ☐ **Yes** ☒ **No**			
b If 'Yes,' did it have excess business holdings in 2010 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969, **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? (*Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2010*)	3b		
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2010?	4b		X

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

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

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

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

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

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

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No

b If any answer is 'Yes' to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see instructions)? **5b**

Organizations relying on a current notice regarding disaster assistance check here ► ☐

c If the answer is 'Yes' to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☐ No

If 'Yes,' attach the statement required by Regulations section 53 4945-5(d)

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? **6b** 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? **7b**

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

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

(a) Name and address	(b) Title and average hours per week devoted to position	(c) Compensation (**If not paid, enter -0-**)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
ROBERT F SIEGERT, MD 5048 CITATION DRIVE RACINE WI 53402	PRESIDENT 2.00	0.	0.	0.
JOHN G SCHULZ ONE MAIN STREET, STE 300 RACINE WI 53403	VICE-PRESIDENT 2.00	0.	0.	0.
KENNETH E RUSCH 7200 WASHINGTON AVE, STE 102 RACINE WI 53406	SEC-TREAS 2.00	0.	0.	0.
DONALD H STURM 6214 WASHINGTON AVE, STE C-8 RACINE WI 53406	ASST SECRETARY 2.00	0.	0.	0.

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

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

Total number of other employees paid over $50,000 ► None

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

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

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

Total number of others receiving over $50,000 for professional services ► None

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 THE FOUNDATION MAKES GRANTS TO 501(C)(3)ORGANIZATIONS WHICH PAY MEDICAL BILLS OF RESIDENTS OF RACINE COUNTY WISCONSIN RESIDING EAST OF INTERSTATE HIGHWAY 94.	0.
2	
3	
4	

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

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

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	3,247,574.
b	Average of monthly cash balances	1b	
c	Fair market value of all other assets (see instructions)	1c	
d	**Total** (add lines 1a, b, and c)	1d	3,247,574.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) 1e		
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	3,247,574.
4	Cash deemed held for charitable activities Enter 1-1/2% of line 3 (for greater amount, see instructions)	4	48,714.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	3,198,860.
6	**Minimum investment return.** Enter 5% of line 5	6	159,943.

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	159,943.
2a	Tax on investment income for 2010 from Part VI, line 5	2a	875.		
b	Income tax for 2010. (This does not include the tax from Part VI)	2b	0.		
c	Add lines 2a and 2b			2c	875.
3	Distributable amount before adjustments Subtract line 2c from line 1			3	159,068.
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	159,068.
6	Deduction from distributable amount (see instructions)			6	
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1			7	159,068.

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	250,000.
b	Program-related investments— total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc, purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	250,000.
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see instructions)	5	875.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	249,125.

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					159,068.
2 Undistributed income, if any, as of the end of 2010:					
a Enter amount for 2009 only				0.	
b Total for prior years: 20___, 20___, 20___					
3 Excess distributions carryover, if any, to 2010:					
a From 2005	0.				
b From 2006	0.				
c From 2007	0.				
d From 2008	0.				
e From 2009	70,732.				
f **Total** of lines 3a through e		70,732.			
4 Qualifying distributions for 2010 from Part XII, line 4. ► $ 250,000.					
a Applied to 2009, but not more than line 2a					
b Applied to undistributed income of prior years (Election required – see instructions)					
c Treated as distributions out of corpus (Election required – see instructions)					
d Applied to 2010 distributable amount					159,068.
e Remaining amount distributed out of corpus		90,932.			
5 Excess distributions carryover applied to 2010 *(If an amount appears in column (d), the same amount must be shown in column (a).)*					
6 **Enter the net total of each column as indicated below:**					
a Corpus Add lines 3f, 4c, and 4e Subtract line 5		161,664.			
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					
d Subtract line 6c from line 6b Taxable amount – see instructions			0.		
e Undistributed income for 2009 Subtract line 4a from line 2a Taxable amount – see instructions				0.	
f Undistributed income for 2010 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2011					0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)					
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see instructions)		0.			
9 **Excess distributions carryover to 2011.** Subtract lines 7 and 8 from line 6a		161,664.			
10 Analysis of line 9					
a Excess from 2006	0.				
b Excess from 2007	0.				
c Excess from 2008	0.				
d Excess from 2009	70,732.				
e Excess from 2010	90,932.				

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

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	74,766.	69,975.	76,150.	85,237.	306,128.
b 85% of line 2a	63,551.	59,479.	64,728.	72,451.	260,209.
c Qualifying distributions from Part XII, line 4 for each year listed	250,000.	250,000.	207,500.	240,000.	947,500.
d Amounts included in line 2c not used directly for active conduct of exempt activities	0.	0.	0.	0.	N/A
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c	250,000.	250,000.	207,500.	240,000.	947,500.
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	106,629.	102,078.	118,325.	133,942.	460,974.
c 'Support' alternative test – enter **(1)** Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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

1 Information Regarding Foundation Managers:

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

NONE

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest

NONE

2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc, Programs:

Check here ▶ ☒ 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*				
HEALTHCARE NETWORK INC 904 STATE STREET RACINE WI 53404	N/A	PUBLIC	PROVIDE INDIVIDUALS MEDICAL BENEFITS	110,000.
WHEATON FRANCISCAN HEALTH CARE FD INC 3801 SPRING STREET RACINE WI 53405	N/A	PUBLIC	PROVIDE INDIVIDUALS MEDICAL BENEFITS	125,000.
JANE CREMER FOUNDATION, INC. 1127 N SUNNYSLOPE DRIVE RACINE WI 53406	N/A	PUBLIC	WOMEN'S CANCER AWARENESS/EDUCATION	10,000.
FOCUS ON COMMUNITY, INC. 1220 MOUND AVENUE RACINE WI 53404	N/A	PUBLIC	PROVIDE INDIVIDUALS MEDICAL BENEFITS	5,000.
Total			► **3a**	250,000.
b *Approved for future payment*				
Total			► **3b**	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (see the instructions)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments .					
3 Interest on savings and temporary cash investments					
4 Dividends and interest from securities					
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					
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)					

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

(See worksheet in line 13 instructions to verify calculations.)

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

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

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

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

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

(a) Line no.	**(b)** Amount involved	**(c)** Name of noncharitable exempt organization	**(d)** Description of transfers, transactions, and sharing arrangements

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

Sign Here

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

Signature of officer or trustee — Date: 19 May 2011 — Title: Sec · Treas

Paid Preparer Use Only

Print/Type preparer's name DONALD H. STURM	Preparer's signature Donald H Sturm	Date 05/04/11	Check if ☒ if self-employed	PTIN P00184946
Firm's name ▶ DONALD H. STURM, CPA			Firm's EIN ▶ 39-1345261	
Firm's address ▶ 6214 WASHINGTON AVENUE, SUITE C-8 RACINE WI 53406-3986			Phone no (262) 884-9480	

Form 990-PF, Page 1, Part I, Line 23
Line 23 Stmt

Other expenses:	Rev/Exp Book	Net Inv Inc	Adj Net Inc	Charity Disb
INSURANCE	1,643.	1,643.	1,643.	
INVESTMENT FEES	19,146.	19,146.	19,146.	
Total	20,789.	20,789.	20,789.	

Form 990-PF, Part IV, Capital Gains and Losses for Tax on Investment Income
Columns (a) thru (d)

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse; or common stock, 200 shares MLC Company)	**(b)** How acquired P-Purchase D-Donation	**(c)** Date acquired (month, day, year)	**(d)** Date sold (month, day, year)
1150 INTEL CORP	P	01/23/09	08/11/10
100 JPMORGAN CHASE & CO	P	01/18/07	01/27/10
150 KOHLS CORP	P	05/17/06	01/13/10
125 NORTHERN TRUST CORP	P	04/01/09	04/30/10
275 PAYCHEX INC	P	02/27/06	06/25/10
10 RESEARCH IN MOTION LTD	P	03/11/08	04/28/10
100 SCHLUMBERGER LTD	P	09/28/06	03/05/10
700 SYSCO CORP	P	04/04/03	08/19/10
175 THERMO FISHER SCIENTIFIC	P	Various	06/25/10
875 WELLS FARGO & CO NEW	P	05/22/03	11/17/10
925 WESTERN UNION COMPANY	P	Various	06/25/10
100,000 GTE NORTH INC 6.375%	P	Various	02/16/10
100,000 MELLON FIN 6.375%	P	04/17/98	02/16/10
100,000 UST NOTE 4.375%	P	07/18/06	12/14/10
50,000 UST NOTE 4.75%	P	07/18/06	12/14/10
100,000 UST NOTE 4.625%	P	06/20/07	03/11/10
950 ABB LIMITED SPONS ADR	P	07/28/09	05/25/10
775 BOSTON SCIENTIFIC CORP	P	06/25/09	03/15/10
375 ESTEE LAUDER CO INC	P	Various	04/07/10
225 INTEL CORP	P	12/28/09	08/11/10
325 PAYCHEX INC	P	03/05/10	06/25/10
240 RESEARCH IN MOTION LTD	P	10/08/09	04/28/10
225 STRYKER CORP	P	12/22/09	07/21/10
250 VISA INC CL A	P	08/11/10	12/20/10
678.212 CGM FOCUS FUND	P	Various	07/06/10
1000 I SHARES MSCI EAFE INDEX	P	12/28/09	07/02/10
1375 I SHARES RUSSELL 1000 VALUE	P	12/28/09	10/18/10
1188.945 KEELEY SMALL CAP VALUE	P	Various	07/02/10
1000 MUNDER MIDCAP CORE GROWTH Y	P	12/28/09	12/14/10
1000 PIMCO COMMODITY RLRTRN STRAT	P	12/28/09	12/14/10
1600 POWERSHARES EMERGING MKTS	P	12/28/09	01/27/10
5848.491 TCW REL VAL LRG CAP CL I	P	Various	10/18/10

Form 990-PF, Part IV, Capital Gains and Losses for Tax on Investment Income
Columns (e) thru (h)

(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)
22,265.		15,111.	7,154.
3,844.		4,849.	-1,005.

Form 990-PF, Part IV, Capital Gains and Losses for Tax on Investment Income Continued
Columns (e) thru (h)

(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)
7,736.		8,564.	-828.
6,863.		7,877.	-1,014.
7,291.		10,652.	-3,361.
713.		964.	-251.
6,329.		6,091.	238.
19,794.		18,991.	803.
8,886.		9,150.	-264.
23,476.		20,720.	2,756.
14,499.		18,132.	-3,633.
100,000.		100,418.	-418.
100,000.		99,930.	70.
106,379.		96,250.	10,129.
55,816.		48,809.	7,007.
106,789.		98,289.	8,500.
15,503.		16,473.	-970.
5,106.		7,882.	-2,776.
23,718.		17,580.	6,138.
4,356.		4,642.	-286.
8,616.		10,166.	-1,550.
17,103.		16,526.	577.
10,503.		11,509.	-1,006.
16,881.		18,464.	-1,583.
16,576.		20,414.	-3,838.
46,849.		55,730.	-8,881.
83,243.		80,008.	3,235.
22,043.		24,183.	-2,140.
28,150.		23,090.	5,060.
8,970.		8,530.	440.
34,050.		36,971.	-2,921.
72,697.		70,165.	2,532.
Total		987,130.	17,914.

Form 990-PF, Part IV, Capital Gains and Losses for Tax on Investment Income
Columns (i) thru (l)

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			**(l)** Gains (column (h) gain minus column (k), but not less than -0-) **or** losses (from column (h))
(i) Fair Market Value as of 12/31/69	**(j)** Adjusted basis as of 12/31/69	**(k)** Excess of column (i) over column (j), if any	
			7,154.
			-1,005.
			-828.
			-1,014.
			-3,361.
			-251.
			238.
			803.
			-264.
			2,756.
			-3,633.

Form 990-PF, Part IV, Capital Gains and Losses for Tax on Investment Income Continued
Columns (i) thru (l)

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			**(l)** Gains (column (h) gain minus column (k), but not less than -0-) **or** losses (from column (h))
(i) Fair Market Value as of 12/31/69	**(j)** Adjusted basis as of 12/31/69	**(k)** Excess of column (i) over column (j), if any	
			-418.
			70.
			10,129.
			7,007.
			8,500.
			-970.
			-2,776.
			6,138.
			-286.
			-1,550.
			577.
			-1,006.
			-1,583.
			-3,838.
			-8,881.
			3,235.
			-2,140.
			5,060.
			440.
			-2,921.
			2,532.
Total			17,914.

Form 990-PF, Page 1, Part I
Line 16a - Legal Fees

Name of Provider	**Type of Service Provided**	**Amount Paid Per Books**	**Net Investment Income**	**Adjusted Net Income**	**Disbursements for Charitable Purposes**
DYE, FOLEY, KROHN &	LEGAL SERVICES IN REGA				
	OF FOUNDATION	2,670.			
Total		2,670.			

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

Name of Provider	**Type of Service Provided**	**Amount Paid Per Books**	**Net Investment Income**	**Adjusted Net Income**	**Disbursements for Charitable Purposes**
DONALD H STURM, CPA	ACCOUNTING SERVICES AN				
	OF FORM 990-PF	3,850.			
Total		3,850.			

Supporting Statement of:

Form 990-PF, p2/Line 9(a)

Description	Amount
PURCHASED INTEREST	1,500.
Total	1,500.

Supporting Statement of:

Form 990-PF, p2/Line 9(b)

Description	Amount
PURCHASED INTEREST	1,500.
Total	1,500.

Supporting Statement of:

Form 990-PF, p2/Line 9(c)

Description	Amount
PURCHASED INTEREST	1,500.
Total	1,500.

The J. Vernon Steinle & Elmyra K. Steinle Foundation, Inc.

2010 Form 990-PF

Part II, Line 10a - U.S. Government Obligations

			Cost	Fair Market Value
50,000	US Treasury Note 4.75%		$ 48,808	$ 55,848
200,000	US Treasury Note 4.50%		203,074	223,922
200,000	US Treasury Note 4.50%		202,922	223,954
			$ 454,804	$ 503,724

The J. Vernon Steinle & Elmyra K. Steinle Foundation, Inc.

2010 Form 990-PF

Part II, Line 10b - Corporate Stock

		Cost	Fair Market Value
525	AFLAC Inc	27,257	29,626
300	Abbott Laboratories	7,986	14,373
175	Allergan Inc	10,053	12,017
192	Amazon.com Inc	19,547	34,560
325	Apache Corp	22,056	38,750
50	Apple Inc	16,107	16,128
1250	Applied Materials Inc	12,763	17,562
350	C H Robinson Worldwide Inc New	15,968	28,066
400	Capital One Financial Corp	15,367	17,024
325	Chevron Corp	23,452	29,656
1200	Cisco Systems Inc	26,665	24,276
175	Cognizant Technology Solutions	11,477	12,826
350	ConocoPhillips	18,663	23,835
250	Costco Wholesale Corp	15,224	18,052
650	Danaher Corp	23,061	30,660
475	Ecolab Inc	20,045	23,949
1500	EMC Corp Mass	16,484	34,350
700	Emerson Electric Co	21,220	40,019
400	Express Scripts Inc	11,189	21,620
500	Exxon Mobil Corp	40,371	36,560
475	Fastenal Company	16,828	28,457
1725	General Electric Company	16,911	31,550
700	General Mills Inc	25,076	24,913
400	Gilead Sciences Inc	17,154	14,496
175	Goldman Sachs Group Inc	18,719	29,428
45	Google Inc Cl A	23,489	26,729
575	JPMorgan Chase & Company	23,103	24,391
300	Johnson & Johnson	20,137	18,555
1075	Johnson Controls Inc	15,972	41,065
450	Kohl's Corp	24,650	24,453
100	MasterCard Inc Class A	15,967	22,411

		Cost	Fair Market Value
375	Medco Health Solutions Inc	16,433	22,976
775	Microsoft Corp	24,855	21,630
98	Netflix Inc	11,453	17,219
300	Nextera Energy Inc	16,879	15,597
575	Oracle Corp	15,721	17,998
275	PepsiCo Inc	13,692	17,966
525	Philip Morris Intl Inc	22,626	30,728
225	PNC Financial Services Group Inc	10,861	13,662
275	Praxair Inc	11,010	26,254
225	Price T Rowe Group Inc	12,840	14,522
425	Procter & Gamble Co	13,157	27,340
500	Qualcomm Inc	23,303	24,745
115	Salesforce.com Inc	12,499	15,180
275	Schlumberger Ltd	16,749	22,963
825	Schwab Charles Corp New	13,892	14,116
525	Scripps Networks Interactive Inc	23,217	27,169
475	Southwestern Energy Co	14,484	17,779
950	Staples Inc	15,938	21,632
425	State Street Corp	24,276	19,695
200	Stericycle Inc	11,361	16,184
325	Thermo Fisher Scientific Inc	10,697	17,992
450	UnitedHealth Group Inc	14,611	16,250
400	Wal-Mart Stores Inc	20,125	21,572
		$ 963,640	$1,251,526

The J. Vernon Steinle & Elmyra K. Steinle Foundation, Inc.

2010 Form 990-PF

Part II, Line 10b - Stock Funds

		Cost	Fair Market Value
6,005.850	Blackrock Equity Dividend Fund Instl	$ 101,261	$ 105,403
4,600.501	Hussman Invt Tr Strat Growth Fund	62,199	56,540
2,747.928	Janus Invt Fund Overseas	122,431	139,155
725	I Shares Trust Russell 2000 Index Fund	45,928	56,724
1025	I Shares Trust Russell Midcap Index	85,922	104,294
3,632.790	Munder Ser Tr Midcap Core Growth	83,885	103,353
7,675.173	Oppenheimer Intl Growth Fund Class Y	193,972	214,137
3,255.800	Pimco Funds Pac Invt Mgm Commodity	27,515	30,246
1,276.485	Ivy Funds Inc Asset Strategy Fund Cl Y	28,483	31,210
		$ 751,596	$ 841,062

The J. Vernon Steinle & Elmyra K. Steinle Foundation, Inc.

2010 Form 990-PF

Part II, Line 10c - Corporate Bonds and Bond Funds

		Cost	Fair Market Value
100,000	Goldman Sachs Group Inc 5.625%	101,080	105,744
50,000	JPMorgan Chase & Co 6.300%	49,875	56,913
11,020.63	Price T Rowe High Yield	70,773	74,720
27,063.53	Pimco Total Return Instl	295,852	293,639
9,359.94	Pimco Mgmt Ser Real Return	101,805	106,329
		$ 619,385	$ 637,345