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 JANUARY 1 **, 2010, and ending** DECEMBER 31 **, 20** 10

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 DESANA EDUCATIONAL FUND INC.	**A Employer identification number** 58-2353946
Number and street (or P O box number if mail is not delivered to street address) 320 DAHLONEGA STREET — Room/suite	**B** Telephone number (see page 10 of the instructions) 770-889-4050
City or town, state, and ZIP code CUMMING, GA 30040	**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, col. (c), line 16)* ▶ $ 239,311

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 page 11 of the instructions).)*

			(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1	Contributions, gifts, grants, etc., received (attach schedule)	241			
	2	Check ▶ ☐ if the foundation is **not** required to attach Sch. B				
	3	Interest on savings and temporary cash investments	-0-	-0-	-0-	
	4	Dividends and interest from securities	4477	4477	4477	
	5a	Gross rents	-0-	-0-	-0-	
	b	Net rental income or (loss) -0-				
	6a	Net gain or (loss) from sale of assets not on line 10	5993			
	b	Gross sales price for all assets on line 6a 94143				
	7	Capital gain net income (from Part IV, line 2)		5993		
	8	Net short-term capital gain			555	
	9	Income modifications			-0-	
	10a	Gross sales less returns and allowances -0-				
	b	Less: Cost of goods sold -0-				
	c	Gross profit or (loss) (attach schedule)	-0-		-0-	
	11	Other income (attach schedule)	-0-	-0-	-0-	
	12	**Total.** Add lines 1 through 11	10711	10470	5032	
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc.	-0-	-0-	-0-	-0-
	14	Other employee salaries and wages	-0-	-0-	-0-	-0-
	15	Pension plans, employee benefits	-0-	-0-	-0-	-0-
	16a	Legal fees (attach schedule)	20	20	20	20
	b	Accounting fees (attach schedule)	-0-	-0-	-0-	-0-
	c	Other professional fees (attach schedule)	-0-	-0-	-0-	-0-
	17	Interest	-0-	-0-	-0-	-0-
	18	Taxes (attach schedule) (see page 14 of the instructions)	15	15	15	15
	19	Depreciation (attach schedule) and depletion	-0-	-0-	-0-	
	20	Occupancy	-0-	-0-	-0-	-0-
	21	Travel, conferences, and meetings	-0-	-0-	-0-	-0-
	22	Printing and publications	-0-	-0-	-0-	-0-
	23	Other expenses (attach schedule)	2304	2304	2304	2304
	24	**Total operating and administrative expenses.** Add lines 13 through 23	2339	2339	2339	2339
	25	Contributions, gifts, grants paid	16000			16000
	26	**Total expenses and disbursements.** Add lines 24 and 25	18339	2339	2339	18339
	27	Subtract line 26 from line 12:				
	a	**Excess of revenue over expenses and disbursements**	-7628			
	b	**Net investment income** (if negative, enter -0-)		8131		
	c	**Adjusted net income** (if negative, enter -0-)			2693	

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Part II Balance Sheets

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

			Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1	Cash—non-interest-bearing	154	346	346
	2	Savings and temporary cash investments	-0-	-0-	-0-
	3	Accounts receivable ▶			
		Less: allowance for doubtful accounts ▶	-0-	-0-	-0-
	4	Pledges receivable ▶			
		Less: allowance for doubtful accounts ▶	-0-	-0-	-0-
	5	Grants receivable	-0-	-0-	-0-
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 15 of the instructions)	-0-	-0-	-0-
	7	Other notes and loans receivable (attach schedule) ▶ -0-			
		Less: allowance for doubtful accounts ▶	-0-	-0-	-0-
	8	Inventories for sale or use	-0-	-0-	-0-
	9	Prepaid expenses and deferred charges	-0-	-0-	-0-
	10a	Investments—U.S. and state government obligations (attach schedule)	5791	3566	3566
	b	Investments—corporate stock (attach schedule)	184455	209203	224780
	c	Investments—corporate bonds (attach schedule)	33973	10103	10965
	11	Investments—land, buildings, and equipment: basis ▶ -0-			
		Less: accumulated depreciation (attach schedule) ▶	-0-	-0-	-0-
	12	Investments—mortgage loans	-0-	-0-	-0-
	13	Investments—other (attach schedule)	-0-	-0-	-0-
	14	Land, buildings, and equipment: basis ▶ -0-			
		Less: accumulated depreciation (attach schedule) ▶	-0-	-0-	-0-
	15	Other assets (describe ▶)	-0-	-0-	-0-
	16	**Total assets** (to be completed by all filers—see the instructions. Also, see page 1, item I)	224373	223218	239657
Liabilities	17	Accounts payable and accrued expenses	-0-	-0-	
	18	Grants payable	-0-	-0-	
	19	Deferred revenue	-0-	-0-	
	20	Loans from officers, directors, trustees, and other disqualified persons	-0-	-0-	
	21	Mortgages and other notes payable (attach schedule)	-0-	-0-	
	22	Other liabilities (describe ▶)	-0-	-0-	
	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	279775	246393	
	28	Paid-in or capital surplus, or land, bldg., and equipment fund	-0-	-0-	
	29	Retained earnings, accumulated income, endowment, or other funds	-55402	-6736	
	30	**Total net assets or fund balances** (see page 17 of the instructions)	224373	239657	
	31	**Total liabilities and net assets/fund balances** (see page 17 of the instructions)	224373	239657	

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	224373
2	Enter amount from Part I, line 27a	2	-7628
3	Other increases not included in line 2 (itemize) ▶ INVESTMENT ACCOUNT ADJUSTMENTS	3	22912
4	Add lines 1, 2, and 3	4	239657
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	239657

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	SEE ATTACHED LIST			
b				
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a				
b				
c				
d				
e				

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

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

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7; If (loss), enter -0- in Part I, line 7 } 2 5993

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6):
If gain, also enter in Part I, line 8, column (c) (see pages 13 and 17 of the instructions).
If (loss), enter -0- in Part I, line 8 . . . . 3 555

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☑ No
If "Yes," the foundation does not qualify under section 4940(e). Do not complete this part.

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

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2009	11218		-0-
2008	17374		-0-
2007	15160		-0-
2006	17822		-0-
2005	3334		-0-

2	**Total** of line 1, column (d)	2	-0-
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-
4	Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	223245
5	Multiply line 4 by line 3	5	-0-
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	81
7	Add lines 5 and 6	7	81
8	Enter qualifying distributions from Part XII, line 4	8	18339

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions on page 18.

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see page 18 of the instructions)

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1. Date of ruling or determination letter: ________ **(attach copy of letter if necessary—see instructions)**					
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☑ and enter 1% of Part I, line 27b			1	81	00
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	81	00
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	81	00
6	Credits/Payments:					
a	2010 estimated tax payments and 2009 overpayment credited to 2010	6a	-0-			
b	Exempt foreign organizations—tax withheld at source	6b	-0-			
c	Tax paid with application for extension of time to file (Form 8868)	6c	-0-			
d	Backup withholding erroneously withheld	6d	-0-			
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		-0-
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶			9	81	00
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		✓
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)?	1b		✓
	*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		✓
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		✓
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		✓
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		✓
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		✓
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		✓
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	✓	
8a	Enter the states to which the foundation reports or with which it is registered (see page 19 of 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	✓	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2010 or the taxable year beginning in 2010 (see instructions for Part XIV on page 27)? *If "Yes," complete Part XIV*	9	✓	
10	Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10		✓

Part VII-A Statements Regarding Activities *(continued)*

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

Website address ▶

14 The books are in care of ▶ MATRIXTBSC,INC. Telephone no. ▶ 770-889-4050

Located at ▶ 320 DAHLONEGA ST., CUMMING, GA ZIP+4 ▶ 30040

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		✓
	See page 20 of the instructions for exceptions and filing requirements for Form TD F 90-22.1. If "Yes," enter the name of the foreign country ▶			

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

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies.

			Yes	No
1a	During the year did the foundation (either directly or indirectly):			
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ Yes ☑ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☑ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☑ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☑ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☑ No			
	(6) Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days.) ☐ Yes ☑ No			
b	If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 22 of the instructions)?	1b		
	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		✓
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)):			
a	At the end of tax year 2010, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2010? ☐ Yes ☑ No If "Yes," list the years ▶ 20 , 20 , 20 , 20			
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement—see page 22 of the instructions.)	2b		
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here. ▶ 20 , 20 , 20 , 20			
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ Yes ☑ No			
b	If "Yes," did it have excess business holdings in 2010 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969; **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2010.)*	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		✓
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		✓

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

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

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

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

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

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see page 22 of the instructions) . . ☐ Yes ☑ No

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

b If any answer is "Yes" to 5a(1)–(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see page 22 of the instructions)? **5b**

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**

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 page 22 of the instructions).

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation **(If not paid, enter -0-)**	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE ATTACHED LIST				

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

(a) Name and address of each employee paid more than $50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
N/A				

Total number of other employees paid over $50,000 . . . . ▶

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

3 Five highest-paid independent contractors for professional services (see page 23 of the instructions). If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
N/A		
Total number of others receiving over $50,000 for professional services . . . . ▶		

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 PROVIDING SCHOLARSHIPS FOR STUDENTS GRADUATING FROM FORSYTH COUNTY HIGH SCHOOLS TO HELP FURTHER THEIR EDUCATION IN EITHER AN ACCREDITED COLLEGE OR VOCATIONAL SCHOOL.	16000
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see page 24 of the instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 NONE	
2	
All other program-related investments See page 24 of the instructions 3	
Total. Add lines 1 through 3 . . . . ▶	

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see page 24 of the instructions.)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a	Average monthly fair market value of securities	1a	225305
b	Average of monthly cash balances	1b	1340
c	Fair market value of all other assets (see page 25 of the instructions)	1c	-0-
d	**Total** (add lines 1a, b, and c)	1d	226645
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	-0-
3	Subtract line 2 from line 1d	3	226645
4	Cash deemed held for charitable activities. Enter 1 ½ % of line 3 (for greater amount, see page 25 of the instructions)	4	3400
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	223245
6	**Minimum investment return.** Enter 5% of line 5	6	11162

Part XI Distributable Amount (see page 25 of the instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ▶ ☐ and do not complete this part.)

1	Minimum investment return from Part X, line 6			1	11162
2a	Tax on investment income for 2010 from Part VI, line 5	2a	81		
b	Income tax for 2010. (This does not include the tax from Part VI.)	2b			
c	Add lines 2a and 2b			2c	81
3	Distributable amount before adjustments. Subtract line 2c from line 1			3	11081
4	Recoveries of amounts treated as qualifying distributions			4	-0-
5	Add lines 3 and 4			5	11081
6	Deduction from distributable amount (see page 25 of the instructions)			6	-0-
7	**Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1			7	11081

Part XII Qualifying Distributions (see page 25 of the instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
a	Expenses, contributions, gifts, etc.—total from Part I, column (d), line 26	1a	18339
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	-0-
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	-0-
b	Cash distribution test (attach the required schedule)	3b	-0-
4	**Qualifying distributions.** Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	18339
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see page 26 of the instructions)	5	81
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	18258

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

Part XIII Undistributed Income (see page 26 of the instructions)

				(a) Corpus	(b) Years prior to 2009	(c) 2009	(d) 2010
1		Distributable amount for 2010 from Part XI, line 7					-0-
2		Undistributed income, if any, as of the end of 2010:					
	a	Enter amount for 2009 only				-0-	
	b	Total for prior years: 20____,20____,20____			-0-		
3		Excess distributions carryover, if any, to 2010:					
	a	From 2005					
	b	From 2006					
	c	From 2007					
	d	From 2008					
	e	From 2009					
	f	**Total** of lines 3a through e		-0-			
4		Qualifying distributions for 2010 from Part XII, line 4: ▶ $ 18339					
	a	Applied to 2009, but not more than line 2a .				-0-	
	b	Applied to undistributed income of prior years (Election required—see page 26 of the instructions)			-0-		
	c	Treated as distributions out of corpus (Election required—see page 26 of the instructions) .		-0-			
	d	Applied to 2010 distributable amount . .					7747
	e	Remaining amount distributed out of corpus		10592			
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		10592			
	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 page 27 of the instructions .			-0-		
	e	Undistributed income for 2009. Subtract line 4a from line 2a. Taxable amount—see page 27 of the 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 page 27 of the instructions)		-0-			
8		Excess distributions carryover from 2005 not applied on line 5 or line 7 (see page 27 of the instructions)		-0-			
9		**Excess distributions carryover to 2011.** Subtract lines 7 and 8 from line 6a . . .		10592			
10		Analysis of line 9:					
	a	Excess from 2006	310				
	b	Excess from 2007	6040				
	c	Excess from 2008	3471				
	d	Excess from 2009	7747				
	e	Excess from 2010	10592				

Part XIV Private Operating Foundations (see page 27 of the instructions and Part VII-A, question 9)

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

b Check box to indicate whether the foundation is a private operating foundation described in section ☑ 4942(j)(3) or ☐ 4942(j)(5)

	Tax year	Prior 3 years			
	(a) 2010	**(b)** 2009	**(c)** 2008	**(d)** 2007	**(e) Total**
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed	2693	3786	-0-	-0-	6479
b 85% of line 2a	2289	3218	-0-	-0-	5507
c Qualifying distributions from Part XII, line 4 for each year listed	18339	11218	17550	15160	62267
d Amounts included in line 2c not used directly for active conduct of exempt activities . .	-0-	-0-	-0-	-0-	-0-
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c . . .	18339	11218	17550	15160	62267
3 Complete 3a, b, or c for the alternative test relied upon:					
a "Assets" alternative test—enter:					
(1) Value of all assets	239657	231662	196890	196887	865096
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)	239657	231662	196890	196887	865096
b "Endowment" alternative test—enter ⅔ of minimum investment return shown in Part X, line 6 for each year listed . . .	7478	-0-	4982	4795	17225
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)	241	430	12415	5712	18798
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)	241	430	12415	5712	18798
(3) Largest amount of support from an exempt organization . . .	-0-	-0-	-0-	-0-	-0-
(4) Gross investment income . . .	10585	-0-	1448	23435	

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

1 **Information Regarding Foundation Managers:**

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

NONE

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

NONE

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

Check here ▶ ☐ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc. (see page 28 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d.

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

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 ATTACHED LIST				
Total . . . . ▶ 3a				16000
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		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See page 28 of the instructions)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1 Program service revenue:					
a CONTRIBUTIONS			14	241	SCHOLARSHIP
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments					
4 Dividends and interest from securities			14	4477	SCHOLARSHIP
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)				4718	

13 **Total.** Add line 12, columns (b), (d), and (e) 13 4718

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

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

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes). (See page 29 of the instructions.)
ALL	DESANA EDUCATIONAL FUND, INC. IS PRIMARILY SUPPORTED BY INCOME FROM DONATIONS. THE INCOME FROM
	INTEREST, DIVIDENDS, CAPITAL GAIN DISTRIBUTIONS AND CAPITAL GAINS SUPPLEMENT THE DONATIONS ALLOWING
	THE AWARDING OF EDUCATIONAL SCHOLARSHIPS.

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

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 | 5/13/11 Date | ▶ CEO Title

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
ANN K. CROW	Ann K. Crow	5/13/11		P00450591
Firm's name ▶ MATRIXTBSC, INC.			Firm's EIN ▶	58-1702749
Firm's address ▶ 320 DAHLONEGA STREET, CUMMING, GA 30040			Phone no	770-889-4050

58-2353946

DeSana Educational Fund, Inc.
2010

Part I Line L (990-PF)					
List of Contributions					
Name		**Aggregate**		**Type**	
Various		$241			
Total		**$241**			

Part I Line 18 (990-PF)					
Taxes Paid					
Foreign Tax		$15			
Total		**$15**			

Part I Line 23 (990-PF)					
Other Expenses		**Revenues and expense per books**	**Net Investment Income**	**Adjusted net Income**	**Disbursements for charitable purposes**
License		30		30	30
Investment Expense		2274		2274	2274
TOTAL		**2304**	**0**	**2304**	**2304**

58-2353946 DeSana Educational Fund, Inc.

2010

Part II, Line 10A (990-PF)					
Investments - Government					
		Quantity	**Price/Unit**		**Value**
Fidelity Municipal MM		3566	1		3566
Total		**3566**			**3566**
Part II Line 10B (990-PF)					
Investments - Corporate Stock					
Stock	**Book Valu**	**Book Value**	**No. of Share**	**FMV**	**FMV**
	beg.of yea	**end of year**	**face value**	**beg. Of yea**	**end of yea**
Fidelity Capital & Income	0	10601	1230/9	0	11600
Fidelty Contrafund	22149	19725	310/68	20298	21001
Direxion Commodity Trends	22834	20691	705/28	21914	19716
Eagle Growth and Inc Fund	18986	18013	1515/13	19291	20335
Eaton Vance Floating Rate	12729	6947	729/9	11376	6524
Eaton Vance Global Macro	0	15872	1533/10	0	15765
Ivy Mid Cap Growth	0	7832	568/17	0	9948
Janus Overseas Fund Cl T	21924	19008	381/51	18713	19326
JPMorgan Mortgaged Sec	0	10548	907/11	0	10421
Manning & Napier World	18877	18002	2235/9	18946	19240
Parnassus Small Cap	0	8104	429/24	0	10277
Ridgeworth Mid Cap	0	9112	804/12	0	9547
Focus Dividen Strat Port	0	18042	1805/11	0	19879
TCW Small Cap Growth	7788	7297	354/28	8762	10013
Wells Fargo Growth Fund	0	19409	661/32	0	21188
TOTAL	**125287**	**209203**		**119300**	**224780**
Part II Line 10C (990-PF)					
Investments - Corporate Bonds					
Loomis Sayles Bond Shares	11289	10103	771/14	11487	10965
Total	**11289**	**10103**		**11487**	**10965**
				Total	**239311**

58-2353946

DeSana Educational Fund, Inc.
2010

Part IV (990-PF)

Capital Gains and Losses

Common Stock	**How Acquire**	**Date Acquir**	**Date Sold**	**Proceeds**	**Basis**	**Gain/Loss**
Artisan Mid Cap	Purchase	Various	10/27/2010	1652	1495	157
Direxion Commodity Trends	Purchase	10/7/2009	8/12/2010	1642	2144	-502
Eagle Growth and Inc Fund	Purchase	10/7/2009	6/30/2010	700	738	-38
Eagle Growth and Inc Fund	Purchase	10/7/2009	8/12/2010	572	573	-1
Fidelity Capital & Income	Purchase	2/23/2010	6/30/2010	1450	1460	-10
Fidelity Capital & Income	Purchase	2/23/2010	8/12/2010	317	311	6
Fidelity Leverage Company	Purchase	Various	8/12/2010	8	11	-3
American Growth Fund	Purchase	12/22/2009	10/27/2010	173	164	9
ING GNMA Income	Purchase	Various	10/27/2010	447	417	30
Loomis Sayles Bond	Purchase	10/7/2009	6/30/2010	1600	1558	42
Loomis Sayles Bond	Purchase	10/7/2009	8/12/2010	289	273	16
Manning & Napier World	Purchase	11/18/2009	6/30/2010	500	560	-60
Manning & Napier World	Purchase	11/18/2009	8/12/2010	722	759	-37
Vaughan Nelson Small Cap	Purchase	Various	8/12/2010	3449	2875	574
Principal High Yield	Purchase	Various	2/22/2010	1153	1180	-27
Wasatch 1st Source Income	Purchase	Various	8/12/2010	2520	2121	399
Total Short Term Gain				17194	16639	**555**
Artisan Mid Cap	Purchase	4/25/2005	6/30/2010	850	875	-25
Artisan Mid Cap	Purchase	various	10/27/2010	6887	6233	654
Blackrock US Opport	Purchase	4/13/2009	6/30/2010	750	586	164
Blackrock US Opport	Purchase	various	8/12/2010	8007	5959	2049
Eaton Vance Floating	Purchase	various	6/30/2010	1450	1595	-145
Eaton Vance Floating	Purchase	various	8/12/2010	4272	4671	-399
Fidelity Contrafund	Purchase	9/12/2005	1/11/2010	250	261	-11
Fidelity Contrafund	Purchase	9/12/2005	6/30/2010	1700	1952	-252
Fidelity Contrafund	Purchase	9/12/2005	8/12/2010	302	335	-33
Fidelity Leveraged Co	Purchase	various	8/12/2010	1582	2201	-619
American Growth Fund	Purchase	11/15/2004	1/11/2010	250	243	7
American Growth Fund	Purchase	11/15/2004	6/30/2010	900	975	-75
American Growth Fund	Purchase	11/15/2004	8/12/2010	471	488	-17
American Growth Fund	Purchase	various	10/27/2010	19235	18170	1066
ING GNMA Income	Purchase	4/25/2005	6/30/2010	1350	1262	88
ING GNMA Income	Purchase	various	10/27/2010	10060	9377	682
Janus Overseas Fund	Purchase	4/25/2007	1/11/2010	500	544	-44
Janus Overseas Fund	Purchase	4/25/2007	6/30/2010	1150	1396	-246
Janus Overseas Fund	Purchase	4/25/2007	8/12/2010	873	996	-123
Vaughan Nelson Small Cap	Purchase	4/13/2009	0630/10	950	815	135
Vaughan Nelson Small Cap	Purchase	4/13/2009	8/12/2010	4398	3667	731
Principal Investors High Yield	Purchase	various	2/22/2010	10539	10786	-247
TCW Small Cap	Purchase	9/25/2008	6/30/2010	750	696	53
Wasatch 1st Source Income	Purchase	4/13/2009	6/30/2010	900	797	103
Wasatch 1st Source Income	Purchase	various	8/12/2010	15767	13270	2497
Total Long Term Gain				**94143**	**88150**	**5993**

58-2353946 DeSana Educational Fund, Inc.

2010

Part VIII Section 1 (990-PF)					
Information about officers, Inc					
Name	**Type**	**Title**	**Average**	**Compensation**	**Expenses**
			Hrs.Devoted		
Roger L. Crow					
320 Dahlonega St.,Ste. 100	Person	Director	2 Wk	0	0
Cumming, GA 30040					
Kenneth E. Shugart	Person	Director	1 Wk	0	0
P O Box 2820					
Cumming, GA 30028					
T. Russell McClelland	Person	Director	1 Wk	0	0
6040 Audobon Trace					
Cumming, GA 30040					
Kathryn Abraham	Person	Director	1 Wk	0	0
105 Briarwood Lane					
Cumming, GA 30040					

58-2353946 DeSana Educational Fund, Inc.
2010

Part XV (990-PF)

Grants and Contributions Paid During the Year

Recipient	Relationship	Status	Purpose	
Austin Redd 701 Pine Lake Dr. Cumming, GA 30040	None	Awarded	Education Scholarship	$2,000
Chelsea Wood 4005 Seminole Tr. Cumming, GA 30028	None	Awarded	Education Scholarship	$2,000
Taylor Godfrey 2695 Middlecreek Way Cumming, GA 30041	None	Awarded	Education Scholarship	$2,000
Paige Barlow 3175 Abbots Pointe Dr. Duluth, GA 30097	None	Awarded	Education Scholarship	$2,000
Elvira Malikic 300 Mountain Brook Dr. Cumming, GA 30040	None	Awarded	Education Scholarship	$1,000
Amanda Byard 7010 Valley Forest Dr. Cumming, GA 30041	None	Awarded	Education Scholarship	$1,000
Chasen Failla 5030 Woodlong Lane Cuming, GA 30040	None	Awarded	Education Scholarship	$1,000
Andrew Fredericks 2405 Highland Pass Alpharetta, GA 30004	None	Awarded	Education Scholarship	$1,000
Jack McCulloch 1835 Rising Mist Lane Cumming, GA 30041	None	Awarded	Education Scholarship	$1,000
Blake Buchanan 4250 River Club Dr. Cumming, GA 30041	None	Awarded	Education Scholarship	$1,000
Andrew Hollar 6740 Eastleigh Cir. Suwanee, GA 30024	None	Awarded	Education Scholarship	$1,000

Part XV (990-PF)

Grants and Contributions Paid During the Year

Recipient	**Relationship**	**Status**	**Purpose**	**Amount**
Lauren Sullivan 6920 Valley Forest Dr. Cumming, GA 30041	None	Awarded	Education Scholarship	$1,000
			Total	$16,000