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## Return of Private Foundation

OMB No 1545-0052

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

2010

Department of the Treasury  
Internal Revenue Service

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

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 <b>THE LOUIE R. AND GERTRUDE MORGAN FOUNDATION, INC.</b>		A Employer identification number <b>59-6142359</b>
Number and street (or P O box number if mail is not delivered to street address) <b>P.O. BOX 550</b>	Room/suite	B Telephone number <b>863-494-1551</b>
City or town, state, and ZIP code <b>ARCADIA, FL 34265-0550</b>		C If exemption application is pending, check here <input type="checkbox"/>
H Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col (c), line 16) <b>\$ 3,033,919.</b> (Part I, column (d) must be on cash basis)	J Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify)	E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
		F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

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)
1 Contributions, gifts, grants, etc., received				N/A	
2 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B					
3 Interest on savings and temporary cash investments		38,069.	38,069.		STATEMENT 1
4 Dividends and interest from securities		75,706.	75,706.		STATEMENT 2
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		32,594.			
b Gross sales price for all assets on line 6a		523,453.			
7 Capital gain net income (from Part IV, line 2)			32,594.		
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		-10,258.	-10,258.		STATEMENT 3
12 Total. Add lines 1 through 11		136,111.	136,111.		
13 Compensation of officers, directors, trustees, etc		0.	0.		0.
14 Other employee salaries and wages					
15 Pension plans, employee benefits					
16a Legal fees					
b Accounting fees STMT 4		2,540.	0.		2,540.
c Other professional fees STMT 5		18,646.	18,646.		0.
17 Interest					
18 Taxes STMT 6		2,030.	567.		0.
19 Depreciation and depletion					
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses STMT 7		1,680.	0.		1,436.
24 Total operating and administrative expenses. Add lines 13 through 23		24,896.	19,213.		3,976.
25 Contributions, gifts, grants paid		100,500.			100,500.
26 Total expenses and disbursements. Add lines 24 and 25		125,396.	19,213.		104,476.
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements		10,715.			
b Net investment income (if negative, enter -0-)			116,898.		
c Adjusted net income (if negative, enter -0-)				N/A	

**Part II Balance Sheets**

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

			Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
<b>Assets</b>	1	Cash - non-interest-bearing	26,063.	100,125.	100,125.
	2	Savings and temporary cash investments	486,321.	469,413.	469,413.
	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>STMT 8</b>	377,268.	176,984.	183,131.
	b	Investments - corporate stock <b>STMT 9</b>	966,696.	859,403.	1,252,762.
	c	Investments - corporate bonds <b>STMT 10</b>	198,502.	124,260.	129,407.
<b>Liabilities</b>	11	Investments - land, buildings, and equipment basis ▶			
		Less accumulated depreciation ▶			
	12	Investments - mortgage loans			
	13	Investments - other <b>STMT 11</b>	490,277.	825,657.	899,081.
	14	Land, buildings, and equipment: basis ▶			
		Less accumulated depreciation ▶			
	15	Other assets (describe ▶)			
	16	<b>Total assets (to be completed by all filers)</b>	2,545,127.	2,555,842.	3,033,919.
	17	Accounts payable and accrued expenses			
	18	Grants payable			
<b>Net Assets or Fund Balances</b>	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable			
	22	Other liabilities (describe ▶)			
	23	<b>Total liabilities (add lines 17 through 22)</b>	0.	0.	
<b>Net Assets or Fund Balances</b>		<b>Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31.</b> ▶ <input type="checkbox"/>			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		<b>Foundations that do not follow SFAS 117, check here and complete lines 27 through 31</b> ▶ <input checked="" type="checkbox"/>			
	27	Capital stock, trust principal, or current funds	0.	0.	
	28	Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29	Retained earnings, accumulated income, endowment, or other funds	2,545,127.	2,555,842.	
<b>Net Assets or Fund Balances</b>	30	<b>Total net assets or fund balances</b>	2,545,127.	2,555,842.	
	31	<b>Total liabilities and net assets/fund balances</b>	2,545,127.	2,555,842.	

**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	2,545,127.
2	Enter amount from Part I, line 27a	2	10,715.
3	Other increases not included in line 2 (itemize) ▶	3	0.
4	Add lines 1, 2, and 3	4	2,555,842.
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	2,555,842.

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**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.)
<b>1a</b>			
<b>b</b> SEE ATTACHED STATEMENT			
<b>c</b>			
<b>d</b>			
<b>e</b>			

(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)
<b>a</b>			
<b>b</b>			
<b>c</b>			
<b>d</b>			
<b>e</b> 523,453.		490,859.	32,594.

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))
<b>a</b>			
<b>b</b>			
<b>c</b>			
<b>d</b>			
<b>e</b>			32,594.

<b>2</b> 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	32,594.
<b>3</b> 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	113,846.	2,651,618.	.042935
2008	106,776.	2,816,745.	.037908
2007	139,151.	2,994,324.	.046472
2006	115,000.	2,882,048.	.039902
2005	149,095.	2,870,362.	.051943

<b>2</b> Total of line 1, column (d)	2	.219160
<b>3</b> 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	.043832
<b>4</b> Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	2,917,051.
<b>5</b> Multiply line 4 by line 3	5	127,860.
<b>6</b> Enter 1% of net investment income (1% of Part I, line 27b)	6	1,169.
<b>7</b> Add lines 5 and 6	7	129,029.
<b>8</b> Enter qualifying distributions from Part XII, line 4	8	104,476.

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 <input type="checkbox"/> and enter "N/A" on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary-see instructions)		1	2,338.
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here <input type="checkbox"/> and enter 1% of Part I, line 27b		2	0.
c All other domestic foundations enter 2% of line 27b. Exempt foreign organizations enter 4% of Part I, line 12, col. (b).		3	2,338.
2 Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		4	0.
3 Add lines 1 and 2		5	2,338.
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		6a	1,680.
5 Tax based on investment income Subtract line 4 from line 3. If zero or less, enter -0-		6b	
6 Credits/Payments:		6c	
a 2010 estimated tax payments and 2009 overpayment credited to 2010		6d	
b Exempt foreign organizations - tax withheld at source		7	1,680.
c Tax paid with application for extension of time to file (Form 8868)		8	1.
d Backup withholding erroneously withheld		9	659.
7 Total credits and payments. Add lines 6a through 6d		10	
8 Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached		11	
9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed			
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid			
11 Enter the amount of line 10 to be: Credited to 2011 estimated tax <input type="checkbox"/> Refunded <input type="checkbox"/>			

**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?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)? 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		X
c Did the foundation file Form 1120-POL for this year?		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		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		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?	X	
b If "Yes," has it filed a tax return on Form 990-T for this year?	X	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T		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?	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.	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) <u>FL</u>		
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	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		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

**THE LOUIE R. AND GERTRUDE  
MORGAN FOUNDATION, INC.**

59-6142359

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

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? Website address ► <u>N/A</u>	13	X	
14	The books are in care of ► <u>LORI ESKEW</u> Telephone no. ► <u>863-494-1551</u> Located at ► <u>P.O. BOX 550, ALCADIA, FL</u> ZIP+4 ► <u>34265</u>			
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			
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? 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 ►	16	Yes	No X

**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?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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.)	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)? Organizations relying on a current notice regarding disaster assistance check here	N/A	1b
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? If "Yes," list the years ►	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	
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?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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

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**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

▶ ☐**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
BOBBY C. MIXON	PRESIDENT			
P.O. BOX 550				
ARCADIA, FL 34265	1.00	0.	0.	0.
RICK WIERICHS	VICE PRESIDENT			
P.O. BOX 550				
ARCADIA, FL 34265	1.00	0.	0.	0.
PAM VOWELS	SECRETARY			
P.O. BOX 550				
ARCADIA, FL 34265	1.00	0.	0.	0.
LORI ESKEW	TREASURER			
P.O. BOX 550				
ARCADIA, FL 34265	1.00	0.	0.	0.

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

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

Total number of other employees paid over \$50,000

0

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

**3** Five highest-paid independent contractors for professional services. If none, enter "NONE."

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

Total number of others receiving over \$50,000 for professional services 0

**Part IX-A** Summary of Direct Charitable Activities

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

**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	
All other program-related investments. See instructions.	
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.)

<b>1</b>	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
<b>a</b>	Average monthly fair market value of securities	<b>1a</b>	2,407,624.
<b>b</b>	Average of monthly cash balances	<b>1b</b>	553,849.
<b>c</b>	Fair market value of all other assets	<b>1c</b>	
<b>d</b>	<b>Total</b> (add lines 1a, b, and c)	<b>1d</b>	2,961,473.
<b>e</b>	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	<b>1e</b>	0.
<b>2</b>	Acquisition indebtedness applicable to line 1 assets	<b>2</b>	0.
<b>3</b>	Subtract line 2 from line 1d	<b>3</b>	2,961,473.
<b>4</b>	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	<b>4</b>	44,422.
<b>5</b>	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4	<b>5</b>	2,917,051.
<b>6</b>	<b>Minimum investment return.</b> Enter 5% of line 5	<b>6</b>	145,853.

**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.)

<b>1</b>	Minimum investment return from Part X, line 6	<b>1</b>	145,853.
<b>2a</b>	Tax on investment income for 2010 from Part VI, line 5	<b>2a</b>	2,338.
<b>b</b>	Income tax for 2010. (This does not include the tax from Part VI.)	<b>2b</b>	
<b>c</b>	Add lines 2a and 2b	<b>2c</b>	2,338.
<b>3</b>	Distributable amount before adjustments. Subtract line 2c from line 1	<b>3</b>	143,515.
<b>4</b>	Recoveries of amounts treated as qualifying distributions	<b>4</b>	0.
<b>5</b>	Add lines 3 and 4	<b>5</b>	143,515.
<b>6</b>	Deduction from distributable amount (see instructions)	<b>6</b>	0.
<b>7</b>	<b>Distributable amount as adjusted.</b> Subtract line 6 from line 5. Enter here and on Part XIII, line 1	<b>7</b>	143,515.

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

<b>1</b>	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:		
<b>a</b>	Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26	<b>1a</b>	104,476.
<b>b</b>	Program-related investments - total from Part IX-B	<b>1b</b>	0.
<b>2</b>	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	<b>2</b>	
<b>3</b>	Amounts set aside for specific charitable projects that satisfy the:		
<b>a</b>	Suitability test (prior IRS approval required)	<b>3a</b>	
<b>b</b>	Cash distribution test (attach the required schedule)	<b>3b</b>	
<b>4</b>	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	<b>4</b>	104,476.
<b>5</b>	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	<b>5</b>	0.
<b>6</b>	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4	<b>6</b>	104,476.

**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.

Form 990-PF (2010)

**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				143,515.
2 Undistributed income, if any, as of the end of 2010				
a Enter amount for 2009 only			37,566.	
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: ▶ \$ 104,476.				
a Applied to 2009, but not more than line 2a			37,566.	
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				66,910.
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				76,605.
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			(e) Total
	(a) 2010	(b) 2009	(c) 2008	(d) 2007	
<b>2 a</b> Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
<b>b</b> 85% of line 2a					
<b>c</b> Qualifying distributions from Part XII, line 4 for each year listed					
<b>d</b> Amounts included in line 2c not used directly for active conduct of exempt activities					
<b>e</b> Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c					
<b>3</b> Complete 3a, b, or c for the alternative test relied upon:					
<b>a</b> "Assets" alternative test - enter:					
<b>(1)</b> Value of all assets					
<b>(2)</b> Value of assets qualifying under section 4942(j)(3)(B)(i)					
<b>b</b> "Endowment" alternative test - enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
<b>c</b> "Support" alternative test - enter:					
<b>(1)</b> Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
<b>(2)</b> Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
<b>(3)</b> Largest amount of support from an exempt organization					
<b>(4)</b> Gross investment income					

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

**1 Information Regarding Foundation Managers:**

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

**NONE**

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

**NONE**

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

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

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

**BOBBY C. MIXON**  
**P.O. BOX 550, ARCADIA, FL 342650550**

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

**WRITTEN DESCRIPTION**

**c** Any submission deadlines:

**NONE**

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

**NONE**

<div> <div>Part XV</div> <div>Supplementary Information (continued)</div> </div>				
<div>3 Grants and Contributions Paid During the Year or Approved for Future Payment</div>				
<div> <div>Recipient</div> <div>Name and address (home or business)</div> </div>	<div>                     If recipient is an individual, show any relationship to any foundation manager or substantial contributor                 </div>	<div>                     Foundation status of recipient                 </div>	<div>                     Purpose of grant or contribution                 </div>	<div>                     Amount                 </div>
<div>a Paid during the year</div>				
<div>SEE STATEMENT 12</div>				
<div>Total</div>			<div>▶ 3a</div>	<div>100,500.</div>
<div>b Approved for future payment</div>				
<div>NONE</div>				
<div>Total</div>			<div>▶ 3b</div>	<div>0.</div>





**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 3000 SHS ALLIANCE BERSTEIN		P	09/29/09	12/13/10
b 825 SHS CATERPILLAR		P	VARIOUS	04/18/10
c 100000 FED HOME LOAN 4.75%		P	VARIOUS	12/08/10
d 100000 FED HOME LOAN 4.375%		P	VARIOUS	03/17/10
e 1500 SHS FIRST TRUST MTG		P	12/03/08	12/13/10
f 204 SHS FRONTIER COMMUNICATIONS		P	02/19/09	07/09/10
g 2048 SHS GATEWAY FUND		P	VARIOUS	02/09/10
h 1000 SHS ING		P	11/05/08	02/09/10
i 450 SHS JOHNSON & JOHNSON		P	03/24/09	12/10/10
j 75000 SHS SBC COMMUNICATIONS		P	VARIOUS	11/15/10
k 600 SHS US OIL FUND		P	12/23/08	09/15/10
l 2000 SHS AMERICAN SELECT PORTFOLIO		P	09/29/09	01/13/10
m 41 SHS GATEWAY		P	VARIOUS	02/09/10
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 22,764.		24,845.	-2,081.
b 54,530.		30,473.	24,057.
c 100,000.		99,084.	916.
d 100,000.		101,200.	-1,200.
e 28,043.		25,165.	2,878.
f 1,483.		1,470.	13.
g 50,754.		50,302.	452.
h 19,146.		15,002.	4,144.
i 27,970.		23,869.	4,101.
j 75,000.		74,242.	758.
k 20,122.		21,651.	-1,529.
l 22,622.		22,546.	76.
m 1,019.		1,010.	9.
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			-2,081.
b			24,057.
c			916.
d			-1,200.
e			2,878.
f			13.
g			452.
h			4,144.
i			4,101.
j			758.
k			-1,529.
l			76.
m			9.
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	32,594.
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

The Louie R. and Gertrude  
Morgan Foundation, Inc  
FEIN: 59-6142359



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**EQUITIES 49.49%**

Description	Symbol/Cusip Account Type	Quantity	Price on 12/31/10	Current Market Value	Prior Market Value	Estimated Annual Income	Total Cost Basis	Unrealized Gain (Loss)
<b>Equity</b>								
ALTRIA GROUP INC Estimated Yield 6.17% Dividend Option Cash Capital Gain Option Cash Next Dividend Payable 01/10/11	MO CASH	1,500	\$24.62	\$36,930.00	\$36,000.00	\$2,280.00	\$25,900.00	\$11,030.00
BARCLAYS BANK PLC SPONSORED ADR REPSTG CALLABLE DOLLAR PREF SHS SER 3.7 10% PERPETUAL CALLABLE ON 12/15/2012 @ 25.0000 Estimated Yield 7.12%	BCSPRA CASH	1,000	\$24.93	\$24,930.00	\$24,150.00	\$1,775.00	\$16,005.00	\$8,925.00
ENERGY TRANSFER PARTNERS LP UT LTD PARTNERSHIP INT Estimated Yield 6.89%	ETP CASH	750	\$51.82	\$38,865.00	\$38,002.50	\$2,681.25	\$27,073.00	\$11,792.00
ENTERPRISE PRODUCTS PPTNS LP Estimated Yield 5.49%	EPD CASH	1,200	\$41.61	\$49,932.00	\$50,496.00	\$2,742.00	\$27,768.80	\$22,163.20
EXXON MOBIL CORP Estimated Yield 2.40% Dividend Option Cash Capital Gain Option Cash	XOM CASH	575	\$73.12	\$42,044.00	\$39,997.00	\$1,012.00	\$39,803.39	\$2,240.61
GENERAL ELECTRIC CO Estimated Yield 3.06% Dividend Option Cash Capital Gain Option Cash Next Dividend Payable 01/25/11	GE CASH	2,000	\$18.29	\$36,580.00	\$31,660.00	\$1,120.00	\$27,630.00	\$8,950.00
HSBC FIN CORP NT 6.875% 01/30/2033 CALLABLE ON 01/30/2008 @ 25.0000 Estimated Yield 6.77%	HTB CASH	1,000	\$25.38	\$25,380.00	\$25,140.00	\$1,718.75	\$21,130.00	\$4,250.00



The Louie R. and Gertrude  
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**EQUITIES 49.49%**

Description	Symbol/Cusip Account Type	Quantity	Price on 12/31/10	Current Market Value	Prior Market Value	Estimated Annual Income	Total Cost Basis	Unrealized Gain (Loss)
ISHARES TR S&P MIDCAP 400/GROWTH INDEX FUND Estimated Yield 0.56% Dividend Option Cash Capital Gain Option Cash	LJK CASH	500	\$100.72	\$50,360.00	\$47,815.00	\$285.11	\$25,205.00	\$25,154.00
ISHARES TR S&P MIDCAP 400/ VALUE INDEX FD Estimated Yield 1.55% Dividend Option Cash Capital Gain Option Cash	LJJ CASH	400	\$79.46	\$31,784.00	\$29,684.00	\$494.33	\$18,444.32	\$13,339.68
ISHARES TR S&P SMALLCAP 600/ VALUE INDEX FD Estimated Yield 1.14% Dividend Option Cash Capital Gain Option Cash	LJS CASH	400	\$71.89	\$28,756.00	\$26,512.00	\$328.98	\$17,544.64	\$11,211.36
ISHARES TR S&P SMALLCAP 600/ GROWTH INDEX FD Estimated Yield 0.86% Dividend Option Cash Capital Gain Option Cash	LJT CASH	400	\$72.59	\$29,036.00	\$27,372.00	\$251.65	\$16,451.72	\$12,584.28
ISHARES TR S&P U.S. PFD. STK INDEX FD Estimated Yield 7.32% Dividend Option Cash Capital Gain Option Cash Next Dividend Payable 01/04/11	PFF CASH	2,550	\$38.80	\$98,940.00	\$99,858.00	\$7,250.82	\$70,414.06	\$28,525.94
ISHARES TR S&P 500/ GROWTH INDEX FD ISHARES Estimated Yield 1.35% Dividend Option Cash Capital Gain Option Cash Next Dividend Payable 01/05/11	IVW CASH	2,600	\$65.65	\$170,690.00	\$162,604.00	\$2,305.36	\$110,087.76	\$60,602.24
ISHARES TR S&P 500/ VALUE INDEX FD Estimated Yield 2.08% Dividend Option Cash Capital Gain Option Cash	IWE CASH	2,000	\$59.59	\$119,180.00	\$110,760.00	\$2,482.38	\$86,827.60	\$32,352.40

The Louie R and Gertrude  
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**EQUITIES 49.49%**

Description	Symbol/Cusip Account Type	Quantity	Price on 12/31/10	Current Market Value	Prior Market Value	Estimated Annual Income	Total Cost Basis	Unrealized Gain (Loss)
JP MORGAN CHASE CAP X PFD 7% 02/15/2032 Estimated Yield 6.91%	JPMPLJ CASH	1,000	\$25.31	\$25,310.00	\$25,220.00	\$1,750.00	\$23,036.00	\$2,274.00
KINDER MORGAN ENERGY PARTNERS L P Estimated Yield 6.14%	KMP CASH	550	\$70.26	\$38,643.00	\$38,747.50	\$2,376.00	\$28,753.67	\$9,889.33
MAGELLAN MIDSTREAM PARTNERS LP COM UNIT REPSTG LTD PARTNER INT Estimated Yield 5.14%	MMP CASH	900	\$56.50	\$50,850.00	\$50,400.00	\$2,616.75	\$33,867.47	\$16,982.53
NEXTERA ENERGY INC COM N/C FROM 302571104 #REOR MD050540310001 Estimated Yield 3.84%	NEE CASH	500	\$51.99	\$25,995.00	\$25,310.00	\$1,000.00	\$25,552.00	\$443.00
Dividend Option Cash Capital Gain Option Cash NOVARTIS AG ADR ISIN #US66987V1098 Estimated Yield 3.30%	NVS CASH	700	\$58.95	\$41,265.00	\$37,387.00	\$1,363.85	\$28,565.09	\$12,699.91
Dividend Option Cash Capital Gain Option Cash PAYCHEX INC Estimated Yield 4.01%	PAYX CASH	1,250	\$30.91	\$38,637.50	unavailable	\$1,550.00	\$38,743.50	(\$106.00)
Dividend Option Cash Capital Gain Option Cash PEPSICO INC Estimated Yield 2.93%	PEP CASH	500	\$65.33	\$32,665.00	\$32,315.00	\$960.00	\$24,189.00	\$8,476.00
Dividend Option Cash Capital Gain Option Cash Next Dividend Payable 01/03/11 SOUTHERN CO Estimated Yield 4.76%	SO CASH	1,000	\$38.23	\$38,230.00	\$37,720.00	\$1,820.00	\$28,070.00	\$10,160.00
Dividend Option Cash Capital Gain Option Cash SPDR GOLD TR GOLD SHS Dividend Option Cash	GLD CASH	150	\$138.72	\$20,808.00	\$20,313.00		\$13,255.51	\$7,552.49
Capital Gain Option Cash VEOLIA ENVIRONNEMENT SPON ADR Estimated Yield 4.93%	VE CASH	1,000	\$29.36	\$29,360.00	\$28,560.00	\$1,447.77	\$25,346.23	\$4,013.77
Dividend Option Cash Capital Gain Option Cash								

The Louie R. and Gertrude  
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**EQUITIES 49.49%**

Description	Symbol/Cusip Account Type	Quantity	Price on 12/31/10	Current Market Value	Prior Market Value	Estimated Annual Income	Total Cost Basis	Unrealized Gain (Loss)
VERIZON COMMUNICATIONS	VZ	850	\$35.78	\$30,413.00	\$27,208.50	\$1,657.50	\$22,356.42	\$8,056.58
Estimated Yield 5.45%	CASH							
Dividend Option Cash								
Capital Gain Option Cash								
Next Dividend Payable 02/01/11								
WELLS FARGO CAP TR IV PFD 7.00%	WSF	2,000	\$25.294	\$50,588.00	\$50,400.00	\$3,500.00	\$46,385.00	\$4,203.00
9/1/2031	CASH							
Estimated Yield 6.91%								
WISDOMTREE TR TOTAL DIVID FD	DTD	1,000	\$46.59	\$46,590.00	\$44,240.00	\$1,338.16	\$30,015.60	\$16,574.40
Estimated Yield 2.87%	CASH							
Dividend Option Cash								
Capital Gain Option Cash								
<b>Total Equity</b>				<b>\$1,252,761.50</b>		<b>\$48,107.66</b>	<b>\$898,421.78</b>	<b>\$354,339.72</b>
<b>Total Equities</b>				<b>\$1,252,761.50</b>		<b>\$48,107.66</b>	<b>\$898,421.78</b>	<b>\$354,339.72</b>
					Less adjustments to PTP's		-39,019.00	
							859,402.78	

The Louie R and Gertrude  
Morgan Foundation, Inc.  
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**MUTUAL FUNDS 35.53%**

Description	Symbol/Cusip Account Type	Quantity	Price on 12/31/10	Current Market Value	Prior Market Value	Estimated Annual Income	Total Cost Basis	Unrealized Gain (Loss)
Equity FAIRHOLME FUND Estimated Yield 0.88% Dividend Option Reinvest Capital Gain Option Reinvest	FAIRX CASH	1,144.715	\$35.58	\$40,728.96	\$36,962.33	\$358.44	\$28,035.99	\$12,692.97

The Louie R and Gertrude  
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**MUTUAL FUNDS 35.53%**

Description	Symbol/Cusip Account Type	Quantity	Price on 12/31/19	Current Market Value	Prior Market Value	Estimated Annual Income	Total Cost Basis	Unrealized Gain (Loss)
THORNBURG INCOME BUILDER CL I	TIBX CASH	2,016.451	\$19.15	\$38,615.04	\$36,501.23	\$2,405.82	\$29,709.30	\$8,905.74
Estimated Yield 6.23%								
Dividend Option Reinvest								
Capital Gain Option Reinvest								
VANGUARD CONVERTIBLE SECURITIES	VCVSX CASH	3,238.656	\$13.42	\$43,462.76	\$41,439.27	\$1,771.54	\$35,598.91	\$7,863.85
Estimated Yield 4.07%								
Dividend Option Reinvest								
Capital Gain Option Reinvest								
VANGUARD WELLINGTON FUND	VWELX CASH	1,626.992	\$31.10	\$50,599.45	unavailable	\$1,384.57	\$50,374.41	\$225.04
Estimated Yield 2.73%								
Dividend Option Reinvest								
Capital Gain Option Reinvest								
<b>Total Equity</b>				<b>\$173,406.21</b>		<b>\$5,920.37</b>	<b>\$143,718.61</b>	<b>\$29,687.60</b>
<b>Fixed Income</b>								
AMERICAN CAPITAL INCOME BUILDER	CAIFX CASH	794.903	\$49.89	\$39,657.71	\$38,063.35	\$1,495.45	\$36,640.82	\$3,016.89
CL F2								
Estimated Yield 3.77%								
Dividend Option Reinvest								
Capital Gain Option Reinvest								
CALAMOS CONVERTIBLE FUND CL I	CICVX CASH	3,445.673	\$18.40	\$63,400.38	\$41,579.83		\$63,210.42	\$189.96
Dividend Option Reinvest								
Capital Gain Option Reinvest								
FIDELITY FLOATING RATE HIGH	FFRHX CASH	7,873.696	\$9.79	\$77,083.48	\$51,400.69	\$2,503.66	\$76,520.01	\$563.47
INCOME								
Estimated Yield 3.24%								
Dividend Option Reinvest								
Capital Gain Option Reinvest								
FIDELITY NEW MARKETS INCOME	FNMIK CASH	3,844.04	\$15.65	\$60,159.23	\$60,062.88	\$3,910.75	\$58,222.60	\$1,936.63
Estimated Yield 6.50%								
Dividend Option Reinvest								
Capital Gain Option Reinvest								
LOOMIS SAYLES BOND INSTL	LSBDX CASH	2,077.932	\$14.27	\$29,652.09	\$29,124.01	\$1,727.59	\$27,080.95	\$2,571.13
Estimated Yield 5.82%								
Dividend Option Reinvest								
Capital Gain Option Reinvest								

The Louie R. and Gertrude  
Morgan Foundation, Inc.  
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**MUTUAL FUNDS 35.53%**

Description	Symbol/Cusip Account Type	Quantity	Price on 12/31/10	Current Market Value	Prior Market Value	Estimated Annual Income	Total Cost Basis	Unrealized Gain (Loss)
METROPOLITAN WEST TOTAL RETURN CLASS I Estimated Yield 4.87% Dividend Option Reinvest Capital Gain Option Reinvest	MWTIX CASH	5,258.605	\$10.37	\$54,531.73	\$54,900.04	\$2,657.62	\$47,184.56	\$7,347.17
PIMCO EMERGING LOCAL BOND FD INST CL Estimated Yield 5.40% Dividend Option Reinvest Capital Gain Option Reinvest	PELBX CASH	4,135.152	\$10.65	\$44,039.37	\$24,225.16	\$2,378.75	\$45,066.07	( \$1,026.70 )
PIMCO REAL RETURN BOND INSTL CLASS Estimated Yield 2.21% Dividend Option Reinvest Capital Gain Option Reinvest	PRRIX CASH	2,347.626	\$11.36	\$26,669.03	\$27,168.98	\$589.66	\$25,530.54	\$1,138.49
PIMCO TOTAL RETURN INSTL CLASS Estimated Yield 3.24% Dividend Option Reinvest Capital Gain Option Reinvest	PTTRX CASH	4,739.681	\$10.85	\$51,425.54	\$51,719.41	\$1,670.23	\$49,032.11	\$2,393.43
PIMCO UNCONSTRAINED BD INSTL CLASS Estimated Yield 2.64% Dividend Option Reinvest Capital Gain Option Reinvest	PFJUX CASH	4,407.896	\$11.10	\$48,927.65	\$49,202.01	\$1,294.96	\$43,901.52	\$5,026.13
VANGUARD FIXED INC HIGH YIELD CORP Estimated Yield 7.48% Dividend Option Reinvest Capital Gain Option Reinvest	VWEHX CASH	13,652.554	\$5.70	\$77,819.56	\$76,814.91	\$5,827.95	\$60,849.79	\$16,969.77
VANGUARD GNMA CLASS Estimated Yield 3.26% Dividend Option Reinvest Capital Gain Option Reinvest	VFIX CASH	4,315.104	\$10.74	\$46,344.22	\$46,636.05	\$1,512.91	\$44,698.60	\$1,645.62

The Louie R. and Gertrude  
Morgan Foundation, Inc.  
FEIN: 59-6142359



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**MUTUAL FUNDS 35.53%**

Description	Symbol/Cusip Account Type	Quantity	Price on 12/31/10	Current Market Value	Prior Market Value	Estimated Annual Income	Total Cost Basis	Unrealized Gain (Loss)
VANGUARD SHORT TERM INVMT GRADE INVESTOR	VFTX CASH	9,838.907	\$10.77	\$105,965.03	\$106,224.59	\$3,579.45	\$104,000.29	\$1,964.74
Estimated Yield 3.37%								
Dividend Option Reinvest								
Capital Gain Option Reinvest								
<b>Total Fixed Income</b>				<b>\$725,675.02</b>		<b>\$29,148.98</b>	<b>\$681,938.29</b>	<b>\$43,736.73</b>
<b>Total Mutual Funds</b>				<b>\$899,081.23</b>		<b>\$35,069.35</b>	<b>\$825,856.90</b>	<b>\$73,424.33</b>
<b>Total Securities</b>				<b>\$2,464,379.98</b>		<b>\$97,708.26</b>	<b>\$1,724,078.68</b>	<b>\$427,764.05</b>
<b>TOTAL PORTFOLIO VALUE</b>				<b>\$2,530,827.51</b>		<b>\$97,708.26</b>	<b>\$1,724,078.68</b>	<b>\$427,764.05</b>

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**ACCOUNT ACTIVITY**

NFS provided estimated cost basis (including cost basis and short sale proceeds information provided to NFS by customers), realized gain and loss, and holding period information may not reflect all adjustments necessary for tax reporting purposes. Taxpayers should verify such information against their own records when calculating reportable gain or loss resulting from a sale, redemption, or exchange. NFS does not report such information to the IRS or other taxing authorities and is not responsible for the accuracy of such information. Taxpayers may be required to report to federal, state, and other taxing authorities. NFS makes no warranties with respect to, and specifically disclaims any liability arising out of a customer's use of, or any tax position taken in reliance upon, such information. Unless otherwise specified, NFS determines cost basis at the time of sale based on the average cost-single category (ACSC) method for open-end mutual funds and based on the first-in, first-out (FIFO) method for all other securities.

Amortization, accretion and similar adjustments to cost basis have been provided for many fixed income securities (and some bond-like equities), however, they are not provided for certain types, such as short-term instruments, Unit Investment Trusts, foreign fixed income securities, or those that are subject to early prepayment of principal (pay downs). Where current year premium or acquisition premium amortization is provided, the prior years' cumulative amortization is reflected in the adjusted cost basis, but we cannot provide a breakdown or the total of such prior amortization amounts.

Due to the large number of securities held, we are unable to track for each individual security position in an account. We estimate that we track for each individual security position in an account approximately 1500 securities or less.



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

SOURCE	AMOUNT
BANK OF AMERICA	17.
CNF/NFS	32,413.
FIRST STATE BANK	5,386.
FROM PARTNERSHIPS	127.
WACHOVIA BANK	1.
WACHOVIA CD	125.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	38,069.

## FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
CNF/NFS	75,653.	0.	75,653.
FROM PARTNERSHIPS	53.	0.	53.
TOTAL TO FM 990-PF, PART I, LN 4	75,706.	0.	75,706.

## FORM 990-PF OTHER INCOME STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
NET K-1 INCOME AND REFUNDS	-10,258.	-10,258.	
TOTAL TO FORM 990-PF, PART I, LINE 11	-10,258.	-10,258.	



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FORM 990-PF	ACCOUNTING FEES	STATEMENT	4
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DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
ACCOUNTING FEES	2,540.	0.		2,540.
TO FORM 990-PF, PG 1, LN 16B	2,540.	0.		2,540.

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FORM 990-PF	OTHER PROFESSIONAL FEES	STATEMENT	5
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DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
INVESTMENT MANAGEMENT	18,646.	18,646.		0.
TO FORM 990-PF, PG 1, LN 16C	18,646.	18,646.		0.

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FORM 990-PF	TAXES	STATEMENT	6
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DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
FEDERAL TAX	1,463.	0.		0.
FOREIGN TAX	567.	567.		0.
TO FORM 990-PF, PG 1, LN 18	2,030.	567.		0.

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FORM 990-PF	OTHER EXPENSES	STATEMENT	7
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DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
INSURANCE	1,375.	0.		1,375.
MISCELLANEOUS	305.	0.		61.
TO FORM 990-PF, PG 1, LN 23	1,680.	0.		1,436.

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FORM 990-PF	U.S. AND STATE/CITY GOVERNMENT OBLIGATIONS	STATEMENT	8
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DESCRIPTION	U.S. GOV'T	OTHER GOV'T	BOOK VALUE	FAIR MARKET VALUE
FHLB 4.375% 03/17/10	X		0.	0.
FHLM 4.75% 12/08/10	X		0.	0.
FNMA 5% 10/15/11	X		50,519.	51,805.
FHLB 5.375% 8/19/11	X		50,093.	51,562.
FNMA 4.375% 9/15/12	X		76,372.	79,764.
TOTAL U.S. GOVERNMENT OBLIGATIONS			176,984.	183,131.
TOTAL STATE AND MUNICIPAL GOVERNMENT OBLIGATIONS				
TOTAL TO FORM 990-PF, PART II, LINE 10A			176,984.	183,131.

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FORM 990-PF	CORPORATE STOCK	STATEMENT	9
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DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
COMMONWEALTH FINANCIAL NETWORK - SEE ATTACHED	859,403.	1,252,762.
TOTAL TO FORM 990-PF, PART II, LINE 10B	859,403.	1,252,762.

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FORM 990-PF	CORPORATE BONDS	STATEMENT	10
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DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
SBC COMMUNICATIONS 5.3% 11/15/10	0.	0.
GOLDMAN SACHS GROUP 5% 1/15/11	49,942.	50,055.
GOLDEN FINL CORP 4.75% 10/01/02	74,318.	79,352.
TOTAL TO FORM 990-PF, PART II, LINE 10C	124,260.	129,407.

FORM 990-PF OTHER INVESTMENTS STATEMENT 11

DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
COMMONWEALTH FINANCIAL NETWORK - SEE ATTACHED	COST	681,938.	725,675.
COMMONWEALTH FINANCIAL NETWORK - SEE ATTACHED	COST	143,719.	173,406.
TOTAL TO FORM 990-PF, PART II, LINE 13		825,657.	899,081.

FORM 990-PF GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR STATEMENT 12

RECIPIENT NAME AND ADDRESS	RECIPIENT RELATIONSHIP AND PURPOSE OF GRANT	RECIPIENT STATUS	AMOUNT
ARCADIA CHURCH OF GOD 1423 NE OAK ST. ARCADIA, FL 34266	NONE GENERAL FUND	509(A)(1)	5,000.
DIAMOND DAWGS BASEBALL 6539 MEANDERING WAY BRADENTON, FL 34202	NONE GENERAL FUND	509(A)(1)	5,000.
FIRST PRESBYTERIAN CHURCH 209 W. HICKORY STREET ARCADIA, FL 34266	NONE GENERAL FUND	509(A)(1)	5,000.
GRACE LUTHERAN CHURCH 1004 OAK ST. ARCADIA, FL 34266	NONE GENERAL FUND	509(A)(1)	5,000.
SARASOTA COUNTY YOUTH BASEBAL 12TH STREET & TUTTLE AVE. SARASOTA, FL 34236	NONE GENERAL FUND	509(A)(1)	6,500.

THE LOUIE R. AND GERTRUDE MORGAN FOUNDAT

59-6142359

SARASOTA BAPTIST CHURCH NONE  
7091 PROCTOR ROAD SARASOTA, FL GENERAL FUND  
34241

509(A)(1) 12,000.

SARASOTA HS BASEBALL BOOSTERS NONE  
1000 S. SCHOOL AVENUE SARASOTA, FL GENERAL FUND  
FL 34239

509(A)(1) 30,000.

TRINITY UNITED METHODIST CHURCH NONE  
304 W. OAK STREET ARCADIA, FL GENERAL FUND  
34266

509(A)(1) 5,000.

RBIS BASEBALL OF SARASOTA NONE  
26925 CROSBY ROAD MYAKKA CITY, FL GENERAL FUND  
FL 34251

509(A)(1) 10,000.

CAMPUS CRUSADE FOR LIFE NONE  
PO BOX 628222 ORLANDO, FL GENERAL FUND  
32862-8222

509(A)(1) 2,000.

PALM BEACH ATLANTIC UNIVERSITY NONE  
901 S. FLAGLER DRIVE WEST PALM BEACH, FL 33416 GENERAL FUND

509(A)(1) 15,000.

TOTAL TO FORM 990-PF, PART XV, LINE 3A

100,500.