Form **990-PF**

Department of the Treasury
Internal Revenue Service

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

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

OMB No 1545-0052

2010

For calendar year 2010, or tax year beginning , 2010, and ending , 20

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: SUTTON FAMILY FOUNDATION

A Employer identification number: 65-6238164

Number and street (or P O box number if mail is not delivered to street address): 2425 TAMIAMI TRAIL NORTH — Room/suite: 211

B Telephone number (see page 10 of the instructions): 239-436-1500

City or town, state, and ZIP code: NAPLES, FL 34103

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)* ▶ $ 1,830,324

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).)*

	Line	Description	(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)	293			
	2	Check ▶ ☑ if the foundation is not required to attach Sch. B				
	3	Interest on savings and temporary cash investments	545	545		
	4	Dividends and interest from securities	24,779	24,737		
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10	20,947			
	b	Gross sales price for all assets on line 6a 415,514				
	7	Capital gain net income (from Part IV, line 2)		38,505		
	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) (attach schedule)				
	11	Other income (attach schedule)				
	12	**Total.** Add lines 1 through 11	46,564	63,787		
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc.				
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16a	Legal fees (attach schedule)				
	b	Accounting fees (attach schedule)				
	c	Other professional fees (attach schedule)				
	17	Interest				
	18	Taxes (attach schedule) (see page 14 of the instructions)	551	258		
	19	Depreciation (attach schedule) and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (attach schedule)	13,665	13,665		
	24	**Total operating and administrative expenses.** Add lines 13 through 23	14,216	13,923		
	25	Contributions, gifts, grants paid	86,000			86,000
	26	**Total expenses and disbursements.** Add lines 24 and 25	100,216	13,923		86,000
	27	Subtract line 26 from line 12:				
	a	**Excess of revenue over expenses and disbursements**	-53,652			
	b	**Net investment income** (if negative, enter -0-)		49,864		
	c	**Adjusted net income** (if negative, enter -0-)				

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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 (a) Book Value	End of year (b) Book Value	End of year (c) Fair Market Value
Assets	1	Cash—non-interest-bearing	1,145		
	2	Savings and temporary cash investments	96,430	185,347	185,347
	3	Accounts receivable ▶ Less: allowance for doubtful accounts ▶			
	4	Pledges receivable ▶ Less: allowance for doubtful accounts ▶			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 15 of the instructions)			
	7	Other notes and loans receivable (attach schedule) ▶ 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 (attach schedule)			
	b	Investments—corporate stock (attach schedule)	1,451,545	1,310,121	1,644,977
	c	Investments—corporate bonds (attach schedule)			
	11	Investments—land, buildings, and equipment: basis ▶ Less: accumulated depreciation (attach schedule) ▶			
	12	Investments—mortgage loans			
	13	Investments—other (attach schedule)			
	14	Land, buildings, and equipment. basis ▶ Less: accumulated depreciation (attach schedule) ▶			
	15	Other assets (describe ▶)			
	16	**Total assets** (to be completed by all filers—see the instructions. Also, see page 1, item I)	1,549,120	1,495,468	1,830,324
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ▶)			
	23	**Total liabilities** (add lines 17 through 22)			
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ▶ ☐ and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, bldg., and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds	1,549,120	1,495,468	
	30	**Total net assets or fund balances** (see page 17 of the instructions)	1,549,120	1,495,468	
	31	**Total liabilities and net assets/fund balances** (see page 17 of the instructions)	1,549,120	1,495,468	

Part III Analysis of Changes in Net Assets or Fund Balances

1	Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	1,549,120
2	Enter amount from Part I, line 27a	2	-53,652
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	1,495,468
5	Decreases not included in line 2 (itemize) ▶	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	1,495,468

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 STATEMENT 3	P	VARIOUS	VARIOUS
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	367,303		328,798	38,505
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	38,505
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	

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	65,000	1,545,000	.0421
2008	120,353	2,096,416	.0574
2007	114,968	2,410,548	.0477
2006	117,078	2,298,952	.0509
2005	114,612	2,188,446	.0524

2	**Total** of line 1, column (d)	2	.2505
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	.0501
4	Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	1,733,222
5	Multiply line 4 by line 3	5	86,834
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	499
7	Add lines 5 and 6	7	87,333
8	Enter qualifying distributions from Part XII, line 4	8	86,000

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions 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	997
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	
3	Add lines 1 and 2	3	997
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	
5	**Tax based on investment income.** Subtract line 4 from line 3. If zero or less, enter -0-	5	997
6	Credits/Payments:		
a	2010 estimated tax payments and 2009 overpayment credited to 2010 — 6a		
b	Exempt foreign organizations—tax withheld at source — 6b		
c	Tax paid with application for extension of time to file (Form 8868) — 6c		
d	Backup withholding erroneously withheld — 6d		
7	Total credits and payments. Add lines 6a through 6d	7	0
8	Enter any **penalty** for underpayment of estimated tax. Check here ☐ if Form 2220 is attached	8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶	9	997
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) ▶ FLORIDA			
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)*

		Line	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 ▶ N/A

14 The books are in care of ▶ KERMIT S. SUTTON Telephone no. ▶ 239-436-1500

Located at ▶ 2425 TAMIAMI TRAIL NORTH, SUITE 211, NAPLES, FL ZIP+4 ▶ 34103

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

		Line	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.

			Line	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** No ✓

If "Yes" to 6b, file Form 8870.

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☑ 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
KERMIT S. SUTTON NAPLES, FL	TRUSTEE-MINIMAL	0	0	0
JENNY W. SUTTON NAPLES, FL	TRUSTEE-MINIMAL	0	0	0

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
NONE				

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
NONE		
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 NONE	
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	1,645,330
b	Average of monthly cash balances	1b	114,286
c	Fair market value of all other assets (see page 25 of the instructions)	1c	
d	**Total** (add lines 1a, b, and c)	1d	1,759,616
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) . . . 1e		
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	1,759,616
4	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see page 25 of the instructions)	4	26,394
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,733,222
6	**Minimum investment return.** Enter 5% of line 5	6	86,661

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	86,661
2a	Tax on investment income for 2010 from Part VI, line 5 . . . 2a 997		
b	Income tax for 2010. (This does not include the tax from Part VI.) . . . 2b		
c	Add lines 2a and 2b	2c	997
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	85,664
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	85,664
6	Deduction from distributable amount (see page 25 of the instructions)	6	
7	**Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	85,664

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	86,000
b	Program-related investments—total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	86,000
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see page 26 of the instructions)	5	
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	86,000

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					85,664
2 Undistributed income, if any, as of the end of 2010:					
a Enter amount for 2009 only				NONE	
b Total for prior years: 20___,20___,20___			NONE		
3 Excess distributions carryover, if any, to 2010:					
a From 2005					
b From 2006					
c From 2007					
d From 2008	488				
e From 2009					
f **Total** of lines 3a through e		488			
4 Qualifying distributions for 2010 from Part XII, line 4: ▶ $ 86,000					
a Applied to 2009, but not more than line 2a				NONE	
b Applied to undistributed income of prior years (Election required—see page 26 of the instructions)			NONE		
c Treated as distributions out of corpus (Election required—see page 26 of the instructions)		NONE			
d Applied to 2010 distributable amount					85,664
e Remaining amount distributed out of corpus		336			
5 Excess distributions carryover applied to 2010 *(If an amount appears in column (d), the same amount must be shown in column (a).)*		NONE			NONE
6 **Enter the net total of each column as indicated below:**					
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5		824			
b Prior years' undistributed income. Subtract line 4b from line 2b			NONE		
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			NONE		
d Subtract line 6c from line 6b. Taxable amount—see page 27 of the instructions			NONE		
e Undistributed income for 2009. Subtract line 4a from line 2a. Taxable amount—see page 27 of the instructions				NONE	
f Undistributed income for 2010. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2011					NONE
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)		NONE			
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see page 27 of the instructions)		NONE			
9 **Excess distributions carryover to 2011.** Subtract lines 7 and 8 from line 6a		824			
10 Analysis of line 9:					
a Excess from 2006					
b Excess from 2007					
c Excess from 2008	488				
d Excess from 2009					
e Excess from 2010	336				

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					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon:					
a "Assets" alternative test—enter:					
(1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test—enter:					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

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

JENNY W. SUTTON

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.

N/A

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:

JENNY W. OR KERMIT S. SUTTON, 2425 TAMIAMI TRAIL, SUITE 211, NAPLES, FL 34103

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

N/A

c Any submission deadlines:

N/A

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

N/A

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*				
STATEMENT 4	N/A	TAX-EX	CHARITABLE	86,000
Total . . . . ▶ 3a				86,000
b *Approved for future payment*				
Total . . . . ▶ 3b				

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income (a) Business code	(b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	(d) Amount	(e) Related or exempt function income (See page 28 of the instructions.)
1 Program service revenue:					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	545	
4 Dividends and interest from securities			14	24,779	
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)				25,324	

13 **Total.** Add line 12, columns (b), (d), and (e) 13 25,324

(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.)
	NOT APPLICABLE

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] | 5-11-2011 | TRUSTEE
Signature of officer or trustee | Date | Title

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☑ if self-employed	PTIN
GORDON A. McCOLLUM	[signature]	5/3/11		P00292883
Firm's name ► GORDON A McCOLLUM, CPA			Firm's EIN ►	42-1466795
Firm's address ► 4904 POMMEL PLACE, WEST DES MOINES, IA 50265			Phone no	515-327-0960

PART I, LINE 1 - CONTRIBUTIONS, GIFTS, GRANTS, ETC. RECEIVED

NAME & ADDRESS OF DONOR	DATE	BOOK VALUE	MKT VALUE
JENNY W. SUTTON NAPLES, FLORIDA. CASH	05/15/10	$ 293	$ 293
		$ 293	$ 293

OTHER PART I INFORMATION:	COLUMN (a)	COLUMN (b)
LINE 4, DIVIDENDS & INTEREST FROM SECURITIES -		
HUNTINGTON BANK - ORDINARY DIVIDENDS	$ 24,779	$ 24,737
HUNTINGTON BANK - CAPITAL GAIN DIVIDENDS		
HUNTINGTON BANK - U.S. INTEREST		
HUNTINGTON BANK - OTHER INTEREST		
HUNTINGTON BANK - TAX-EXEMPT INTEREST		
TOTALS	$ 24,779	$ 24,737
LINE 18 - TAXES		
TAX ON NET INVESTMENT INCOME ON 2009 990-PF	$ 293	$ -
FOREIGN TAX WITHHELD ON DIVIDENDS	258	258
TOTALS	$ 551	$ 258
LINE 23 - OTHER EXPENSES		
INVESTMENT MANAGEMENT FEES	$ 13,665	$ 13,665
TOTALS	$ 13,665	$ 13,665

PART II INFORMATION:	BOOK BEGINNING	BOOK ENDING	MARKET ENDING
PART II, LINE 10a - U.S. SECURITIES			
HUNTINGTON BANK	$ -	$ -	$ -
HUNTINGTON BANK - STATEMENT 2	-	-	-
TOTAL	$ -	$ -	$ -
PART II, LINE 10b - INVESTMENTS (COMMON STOCKS AND MUTUAL FUNDS)			
HUNTINGTON BANK	$ 1,451,545	$ -	$ -
HUNTINGTON BANK - STATEMENT 2	-	1,310,121	1,644,977
TOTAL	$ 1,451,545	$ 1,310,121	$ 1,644,977
PART II, LINE 10c - INVESTMENTS (CORPORATE BONDS)			
HUNTINGTON BANK	$ -	$ -	$ -
HUNTINGTON BANK - STATEMENT 2	-	-	-
TOTAL	$ -	$ -	$ -

Huntington

SUTTON FAMILY FOUNDATION
KERMIT & JENNY SUTTON TTEES
ACCOUNT NUMBER 2035022801

SCHEDULE OF PRINCIPAL ASSETS
AS OF DECEMBER 31, 2010

		COST VALUE	UNIT PRICE	MARKET VALUE	% MKT	EST INCOME	YIELD MKT
CASH MANAGEMENT FUNDS-TAXABLE							
	HUNTINGTON CONSERVATIVE DEPOSIT ACCOUNT	150,352.87		150,352.87	8.3	451	0.3
	TOTAL	150,352.87		150,352.87		451	0.3
CASH MANAGEMENT FUNDS-NON-TAXABLE							
	HUNTINGTON TAX-FREE MONEY MARKET FUND - INSTITUTIONAL SHARES	20,272.72		20,272.72	1.1	2	0.0
	TOTAL	20,272.72		20,272.72		2	0.0
EXCHANGE TRADED FUNDS - EQUITY							
1,000	SPDR S&P MIDCAP 400 ETF TRUST	83,807.50	164.68	164,680.00	9.1	1,503	0.9
	TOTAL	83,807.50 1		164,680.00 1		1,503	0.9
HUNTINGTON FUNDS-EQUITY							
2,481.389	HUNTINGTON SITUS FUND III	50,000.00	20.21	50,148.87	2.8	82	0.2
9,900.99	HUNTINGTON REAL STRATEGIES FUND III	100,000.00	7.99	79,108.91	4.4	0	

STATEMENT 2
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SUTTON FAMILY FOUNDATION
KERMIT & JENNY SUTTON TTEES
ACCOUNT NUMBER 2035022801

SCHEDULE OF PRINCIPAL ASSETS
AS OF DECEMBER 31, 2010

HUNTINGTON FUNDS-EQUITY

		COST VALUE	UNIT PRICE	MARKET VALUE	% MKT	EST INCOME	YIELD MKT
	TOTAL	150,000.00 1		129,257.78 1		82	0.1

COMMON STOCK

		COST VALUE	UNIT PRICE	MARKET VALUE	% MKT	EST INCOME	YIELD MKT
900	ANADARKO PETROLEUM CORP W/1 RT/SH	44,935.20	76.16	68,544.00	3.8	324	0.5
1,800	ARCHER-DANIELS-MIDLAND CO	54,816.48	30.08	54,144.00	3.0	1,080	2.0
3,000	CVS CAREMARK CORP	80,340.00	34.77	104,310.00	5.7	1,050	1.0
1,000	COLGATE PALMOLIVE	72,861.90	80.37	80,370.00	4.4	2,120	2.6
201	FREEPORT-MCMORAN C & G W/1 RT/SH	12,378.59	120.09	24,138.09	1.3	402	1.7
300	GOLDMAN SACHS GROUP INC	63,797.28	168.16	50,448.00	2.8	420	0.8
2,300	HEWLETT PACKARD CO	95,165.95	42.10	96,830.00	5.3	736	0.8
1,200	JP MORGAN CHASE & CO	29,603.88	42.42	50,904.00	2.8	240	0.5
800	JOHNSON & JOHNSON	46,958.16	61.85	49,480.00	2.7	1,728	3.5
1,800	JOHNSON CTLS INC	35,586.00	38.20	68,760.00	3.8	1,152	1.7
1,000	KOHLS CORP	52,014.10	54.34	54,340.00	3.0	0	
500	MCDONALDS CORP	27,112.00	76.76	38,380.00	2.1	1,220	3.2
400	MEDCO HEALTH SOLUTIONS NEW COMMON	22,542.70	61.27	24,508.00	1.3	0	
600	NEXTERA ENERGY INC	30,895.86	51.99	31,194.00	1.7	1,200	3.8
1,200	PEPSICO INC	59,553.46	65.33	78,396.00	4.3	2,304	2.9
600	PRAXAIR INC	45,556.14	95.47	57,282.00	3.2	1,080	1.9
1,200	PROCTER & GAMBLE CO	43,801.90	64.33	77,196.00	4.3	2,312	3.0

STATEMENT 2
PAGE 2 OF 4

Huntington

SUTTON FAMILY FOUNDATION
KERMIT & JENNY SUTTON TTEES
ACCOUNT NUMBER 2035022801

SCHEDULE OF PRINCIPAL ASSETS
AS OF DECEMBER 31, 2010

		COST VALUE	UNIT PRICE	MARKET VALUE	% MKT	EST INCOME	YIELD MKT
COMMON STOCK							
1,200	THERMO FISHER SCIENTIFIC INC	63,716.52	55.36	66,432.00	3.7	0	
1,000	UNITED TECHNOLOGIES CORP	36,265.28	78.72	78,720.00	4.3	1,700	2.2
700	WAL-MART STORES INC	34,286.70	53.93	37,751.00	2.1	847	2.2
	TOTAL	952,188.10 1		1,192,127.09 1		19,915	1.7
COMMON STOCK-FOREIGN							
800	CANADIAN NATL RAILWAY COM	28,623.20	66.47	53,176.00	2.9	844	1.6
1,400	SUNCOR ENERGY INC	44,164.96	38.29	53,606.00	3.0	554	1.0
1,000	TEVA PHARMACEUTICAL -SP ADR	51,337.80	52.13	52,130.00	2.9	667	1.3
	TOTAL	124,125.96 1		158,912.00 1		2,065	1.3
ASSETS		1,480,747.15		1,815,602.46	100.0	24,019	1.3
CASH		0.00		0.00		0	
TOTAL		1,480,747.15 2		1,815,602.46 2		24,019	

FORM 990-PF PART II
LINE 10(b) ≤ 1 = 1,310,121 1 COLUMN (b) 1,644,977 1 COLUMN (c)

STATEMENT 2
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Huntington

SUTTON FAMILY FOUNDATION
KERMIT & JENNY SUTTON TTEES
ACCOUNT NUMBER 2035022801

SCHEDULE OF INCOME ASSETS
AS OF DECEMBER 31, 2010

	COST VALUE	UNIT PRICE	MARKET VALUE	% MKT	EST INCOME	YIELD MKT
CASH MANAGEMENT FUNDS-TAXABLE						
HUNTINGTON CONSERVATIVE DEPOSIT ACCOUNT	14,721.28		14,721.28	100.0	44	0.3
TOTAL	14,721.28		14,721.28		44	0.3
ASSETS	14,721.28		14,721.28	100.0	44	0.3
CASH	0.00		0.00		0	
TOTAL	14,721.28 2		14,721.28 2		44	

TOTAL ASSETS - INCOME & PRINCIPAL
PART II, LINE 16 Σ 2 = 1,495,468 2 (COLUMN (b)) 1,830,324 2 (COLUMN (c))

STATEMENT 2
PAGE 4 OF 4

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

SHORT-TERM GAINS & LOSSES	DATE ACQ'D	DATE SOLD	SALES PRICE	COST	GAIN (LOSS)
VALERO ENERGY	05/06/09	03/17/10	41,942	46,480	(4,538)
CENTURYTEL, INC.	04/23/10	11/01/10	41,593	34,048	7,545
					-
					-
					-
					-
					-
					-
			83,535	80,528	3,007

LONG-TERM GAINS & LOSSES	DATE ACQ'D	DATE SOLD	SALES PRICE	COST	GAIN (LOSS)
HUNTINGTON INTL EQUITY FUND III	02/17/06	05/07/10	39,120	50,000	(10,880)
ISHARES MSCI EAFE INDEX FUND	10/16/03	05/20/10	57,144	50,348	6,796
GILEAD SCIENCES INC	04/30/09	07/30/10	26,616	37,616	(11,000)
FISERV INC	06/30/04	11/01/10	43,359	30,992	12,367
L3 COMMUNICATIONS HLDG	02/07/05	11/01/10	51,029	51,266	(237)
PACTIV CORP	03/27/09	11/17/10	66,500	28,048	38,452
					-
					-
					-
					-
					-
					-
					-
					-
			283,768	248,270	35,498
GRAND TOTALS			367,303	328,798	38,505

PART XV, ITEM 3a - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR

Drake University Attn: Ms Pam Pepper Alumni and Development Office 2507 University Avenue Des Moines, IA 50311	10,000
The Heritage Foundation Attn: Mr. Doug Stamps 214 Massachusetts Avenue NE Washington, DC 20002-4999	20,000
Neighborhood Health Clinic 120 Goodlette Road North Naples, FL 34102	2,500
Professional Givers Anonymous 1167 3rd Street South, #202 Naples, FL 34102	2,500
Sisters of the Humility of Mary Haiti Project 355 Ridge Drive Naples, FL 34108	1,000
St. Matthews House 2001 Airport Road South Naples, FL 34112	2,500
Community School Naples 13275 Livingston Rd Naples, FL 34109	1,500
The Salvation Army 3180 Estey Avenue P O Box 8209 Naples, FL 34101	2,500
Guadalupe Center Immokalee Soup Kitchen 211 South 9th Street Immokalee, FL 34142	2,500

PART XV, ITEM 3a - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR (CONT'D)

Food For The Poor 6401 Lyons Road Coconut Creek, FL 33073	2,500
Lynn University 3601 North Military Trail Boca Raton, FL 33431	1,500
National Outdoor Leadership School 284 Lincoln Street Lander, WY 82520	1,000
Outward Bound P.O. Box 62161 Baltimore, MD 21264	1,000
Trinity by the Cove 553 Galleon Drive Naples, FL 34102	5,000
The James Madison Institute Attn: Mr Francisco Gonzalez 2017 Delta Blvd., Suite 102 Tallahassee, FL 32303	2,500
Foundation for Economic Education 30 South Broadway Irvington-on-Hudson, NY 10533	2,500
Mackinac Center for Public Policy 140 West Main Street P.O. Box 568 Midland, MI 48640	1,000
Hillsdale College 33 East College Street Hillsdale, MI 49242	5,000
Humane Society of Naples 370 Airport Road North Naples, FL 34104	2,500
Shelter for Abused Women & Children P.O. Box 10102 Naples, FL 34101	2,500

PART XV, ITEM 3a - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR (CONT'D)

Collier Pregnancy Center, Inc. 940 Fifth Avenue North Naples, FL 34102	1,500
Naples Equestrian Challenge, Inc 206 Ridge Drive Naples, FL 34108	2,500
Marine Toys for Tots Foundation 18251 Quantico Gateway Drive Triangle, VA 22172	2,500
Wounded Warrior Project 7020 AC Skinner Parkway, Suite 100 Jacksonville, FL 32256	2,500
Special Operations Fund Attn: Mr. Laurence Rich 718 Buttonbush Lane Naples, FL 34108	2,500
Knights of Columbus Charities Attn: Mr. Bob Read 10137 SW 81st Court Ocala, FL 34481	2,500
	86,000