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Form **990-PF**

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

OMB No. 1545-0052

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.

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 Bill and Gigi Clements Foundation		A Employer identification number 73-1645124
Number and street (or P.O. box number if mail is not delivered to street address) 404 Hamvasy Lane	Room/suite	B Telephone number (see page 10 of the instructions) 214 720 1488
City or town, state, and ZIP code Tyler, TX 75701-5323		C If exemption application is pending, check here <input type="checkbox"/>
H Check type of organization: <input 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) ▶ \$ 12,399,992.62	J Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ (Part I, column (d) must be on cash basis.)	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) (see page 11 of the instructions).)

	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received (attach schedule)	11,537,693.33			
2 Check <input type="checkbox"/> if the foundation is not required to attach Sch. B				
3 Interest on savings and temporary cash investments	351.05	351.05		
4 Dividends and interest from securities	15,788.45	15,788.45		
5a Gross rents				
b Net rental income or (loss)				
6a Net gain or (loss) from sale of assets not on line 10	2,263.00			
b Gross sales price for all assets on line 6a				
7 Capital gain net income (from Part IV, line 2)		2,263.00		
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)	0.00			
11 Other income (attach schedule)	3,071.00	3,071.00		
12 Total. Add lines 1 through 11	11,559,166.83	21,473.50	0.00	
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)	500.00	500.00		
c Other professional fees (attach schedule)				
17 Interest				
18 Taxes (attach schedule) (see page 14 of the instructions)	2,681.86	2,681.86		
19 Depreciation (attach schedule) and depletion				
20 Occupancy				
21 Travel, conferences, and meetings				
22 Printing and publications				
23 Other expenses (attach schedule)	529.11	529.11		
24 Total operating and administrative expenses. Add lines 13 through 23	3,710.97	3,710.97	0.00	0.00
25 Contributions, gifts, grants paid	91,386.00			91,386.00
26 Total expenses and disbursements. Add lines 24 and 25	95,096.97	3,710.97	0.00	91,386.00
27 Subtract line 26 from line 12:				
a Excess of revenue over expenses and disbursements	11,464,069.86			
b Net investment income (if negative, enter -0-)		17,762.53		
c Adjusted net income (if negative, enter -0-)			0.00	

For Paperwork Reduction Act Notice, see page 30 of the instructions.

Form **990-PF** (2010)SCANNED JUN 01 2011
Revenue

Operating and Administrative Expenses

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Part II Balance Sheets		Beginning of year	End of year	
			(a) Book Value	(b) Book Value
Assets	1 Cash—non-interest-bearing	436,815.47	587,739.70	587,739.70
	2 Savings and temporary cash investments			
	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 ▶		6,893,464.74	9,285,714.00
	8 Note Principal and Accrued Interest Paid in Full 1/12/11 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)	401,825.40	418,416.33	774,118.72
	c Investments—corporate bonds (attach schedule)			
	11 Investments—land, buildings, and equipment: basis ▶ Less: accumulated depreciation (attach schedule) ▶			
	12 Investments—mortgage loans		18,701.00	770,400.00
	13 Investments—other (attach schedule)			
Liabilities	14 Land, buildings, and equipment: basis ▶ 55,716.00 Less: accumulated depreciation (attach schedule) ▶		55,716.00	793,361.00
	15 Other assets (describe ▶ <u>1360 Shs Streettracks Gold Trust</u>)	105,004.40	104,507.94	188,659.20
	16 Total assets (to be completed by all filers—see the instructions. Also, see page 1, item I)	943,645.27	8,078,545.71	12,399,992.62
	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)	0.00	0.00	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ <input type="checkbox"/> 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 ▶ <input type="checkbox"/> and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	943,645.27	8,078,545.71	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds			
Net Assets or Fund Balances	30 Total net assets or fund balances (see page 17 of the instructions)	943,645.27	8,078,545.71	
	31 Total liabilities and net assets/fund balances (see page 17 of the instructions)	943,645.27	8,078,545.71	

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	943,645.27
2 Enter amount from Part I, line 27a	2	11,464,069.86
3 Other increases not included in line 2 (itemize) ▶ <u>See Supplement Part III</u>	3	39.00
4 Add lines 1, 2, and 3	4	12,407,754.13
5 Decreases not included in line 2 (itemize) ▶ <u>See Supplement Part III</u>	5	4,329,208.42
6 Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	8,078,545.71

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 From PAG Investments, Ltd. K-1	D		
b From PAG Investments, Ltd. K-1	D		
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			(499.00)
b			2,762.00
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	2,263.00
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	(499.00)

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.

(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	24,900.00	805,123.24	0.0309
2008	65,069.29	1,021,950.30	0.0637
2007	28,359.72	560,193.14	0.0506
2006	27,144.55	516,814.72	0.0525
2005	26,026.73	542,039.59	0.0480

2 Total of line 1, column (d)	2	0.2457
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	.04914
4 Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	1,791,658.13
5 Multiply line 4 by line 3	5	88,042.08
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	177.63
7 Add lines 5 and 6	7	88,219.71
8 Enter qualifying distributions from Part XII, line 4 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.	8	91,386.00

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 <input type="checkbox"/> 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 <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b	1	177	63
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	177	63
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	177	63
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	00
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> 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	177	63
10	Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	0	00
11	Enter the amount of line 10 to be: Credited to 2011 estimated tax Refunded	11	0	00

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 page 19 of the instructions for definition)? <i>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.</i>		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. ► \$ <u>None</u> (2) On foundation managers. ► \$ <u>None</u>		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ► \$ <u>None</u>		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? <i>If "Yes," attach a detailed description of the activities.</i>		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? <i>If "Yes," attach a conformed copy of the changes</i>		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?		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? <i>If "Yes," attach the statement required by General Instruction T.</i>		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? <i>If "Yes," complete Part II, col. (c), and Part XV</i>	X	
8a Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ► <u>Texas</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 <i>General Instruction G</i> ? <i>If "No," attach explanation</i>	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 on page 27)? <i>If "Yes," complete Part XIV</i>		X
10 Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses</i>	X	

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 page 20 of the instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13		X
14	The books are in care of <u>William P. Clements, III</u> Telephone no. <u>903 530 0658</u> Located at <u>404 Hamvas Lane, Tyler, Texas</u> ZIP+4 <u>75701-5323</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 —Check here. <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year <u>15</u>			
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	Yes	No
	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			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)?	1b	
Organizations relying on a current notice regarding disaster assistance check here <input type="checkbox"/>		
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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
If "Yes," list the years <u>20</u> , <u>20</u> , <u>20</u> , <u>20</u>		
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. <u>20</u> , <u>20</u> , <u>20</u> , <u>20</u>		
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.)	3b	
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2010?	4b	X

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required (continued)**5a** During the year did the foundation pay or incur any amount to:(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see 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)? Organizations relying on a current notice regarding disaster assistance check here ☐ **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? ☐ Yes ☐ No

If "Yes," attach the statement required by Regulations section 53.4945–5(d).

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

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

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No**b** If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? **7b****Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors****1** List all officers, directors, trustees, foundation managers and their compensation (see page 22 of the instructions).

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
Georgia M. Clements 404 Hamvas Lane, Tyler 75701	Vice President/Secretary/Trustee 1 hr/wk	0	0	0
William P. Clements, III 404 Hamvas Lane, Tyler 75701	President/Treasurer/Trustee 1 hr/wk	0	0	0
B. Gill Clements (deceased 10/23/10) 1901 N. Akard, Dallas, TX 75201	Trustee None	0	0	0
Lorin Runnels McAllen, Texas	Trustee None	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
				None
				None
				None
				None
Total number of other employees paid over \$50,000				None

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors *(continued)***3 Five highest-paid independent contractors for professional services** (see 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
		None
		None
		None
		None
		None
Total number of others receiving over \$50,000 for professional services		None

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.	Expenses
1	None
2	None
3	None
4	None

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	None
All other program-related investments. See page 24 of the instructions	
3	None
Total. Add lines 1 through 3	0.00

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	476,751.00
b	Average of monthly cash balances	1b	420,729.00
c	Fair market value of all other assets (see page 25 of the instructions)	1c	921,462.26
d	Total (add lines 1a, b, and c)	1d	1,818,942.26
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	1,818,942.26
4	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see page 25 of the instructions)	4	27,284.13
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	1,791,658.13
6	Minimum investment return. Enter 5% of line 5	6	89,582.91

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	89,582.91
2a	Tax on investment income for 2010 from Part VI, line 5	2a	177.63
b	Income tax for 2010. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	177.63
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	89,405.28
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	89,405.28
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	89,405.28

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	91,386.00
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	91,386.00
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	177.63
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	91,208.37

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				89,405.28
2 Undistributed income, if any, as of the end of 2010:				
a Enter amount for 2009 only			24,792.87	
b Total for prior years: 20____, 20____, 20____				
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	0.00			
4 Qualifying distributions for 2010 from Part XII, line 4: ► \$ 91,386.00				
a Applied to 2009, but not more than line 2a			24,792.87	
b Applied to undistributed income of prior years (Election required—see page 26 of the instructions)				
c Treated as distributions out of corpus (Election required—see page 26 of the instructions)				
d Applied to 2010 distributable amount				66,593.13
e Remaining amount distributed out of corpus				
5 Excess distributions carryover applied to 2010 (If an amount appears in column (d), the same amount must be shown in column (a).)				
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	0.00			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.00		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d Subtract line 6c from line 6b. Taxable amount—see page 27 of the instructions		0.00		
e Undistributed income for 2009. Subtract line 4a from line 2a. Taxable amount—see page 27 of the instructions			0.00	
f Undistributed income for 2010. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2011				22,812.15
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)				
8 Excess distributions carryover from 2005 not applied on line 5 or line 7 (see page 27 of the instructions)				
9 Excess distributions carryover to 2011. Subtract lines 7 and 8 from line 6a	0.00			
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 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 **Not Applicable**

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	
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					0.00
b 85% of line 2a	0.00	0.00	0.00	0.00	0.00
c Qualifying distributions from Part XII, line 4 for each year listed					0.00
d Amounts included in line 2c not used directly for active conduct of exempt activities					0.00
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c	0.00	0.00	0.00	0.00	0.00
3 Complete 3a, b, or c for the alternative test relied upon:					
a "Assets" alternative test—enter:					
(1) Value of all assets					0.00
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					0.00
b "Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					0.00
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)					0.00
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					0.00
(3) Largest amount of support from an exempt organization					0.00
(4) Gross investment income					0.00

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).)
- 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.
- 2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:**
- Check here ☒ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc. (see page 28 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d.
- a** The name, address, and telephone number of the person to whom applications should be addressed:
- b** The form in which applications should be submitted and information and materials they should include:
- c** Any submission deadlines:
- d** Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors:

Part XV **Supplementary Information** (continued)**3 Grants and Contributions Paid During the Year or Approved for Future Payment**

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a Paid during the year				
Cystic Fibrosis Foundation				
6931 Arlington Road, 2nd floor				
Bethesda, Maryland 20814				1,038.00
Samaritan's Purse				
P.O. Box 3000				
Boone, NC 28607				28.00
East Texas Regional Order of Fraternal Police				
PO Box 6128				
Tyler, TX 75711				70.00
Total				3a 1,136.00
b Approved for future payment				
Total				3b

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				
All Saints Episcopal School 2695 S. Southwest Loop 323 Tyler, TX 75701	Not Applicable	Public	General Fund	42,500.00
Christ Episcopal Church 118 S. Bois D'Arc Tyler, TX 75701	Not Applicable	Public	General Fund	11,300.00
Texas Highway Patrol 216 West Erwin St., #100 Tyler, TX 75702	Not Applicable	Public	General Fund	100.00
Boys and Girls Clubs of East Texas PO Box 130153 Tyler, TX 75713	Not Applicable	Public	General Fund	30,000.00
American Heart Association 7272 Greenville Avenue Dallas, TX Path 402 West Front Street Tyler, TX 75702				200.00
Boy Scouts - East Texas Area 1331 East 5th St. Tyler, TX 75701-3427				5,000.00
Choir School of East Texas 118 South Bois D'Arc Tyler, TX 75702				150.00
				1,000.00
Total From Supplemental Page				1,136.00
Total				3a 91,386.00
b Approved for future payment				
Total				3b 0.00

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.

Enter gross amounts unless otherwise indicated.		Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See page 28 of the instructions)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount		
1 Program service revenue:						
a _____						
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						351.05
4 Dividends and interest from securities						15,788.45
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						2,263.00
9 Net income or (loss) from special events						
10 Gross profit or (loss) from sales of inventory						
11 Other revenue: a From Sch. K-1						3,071.00
b _____						
c _____						
d _____						
e _____						
12 Subtotal. Add columns (b), (d), and (e)		0.00		0.00		21,473.50
13 Total. Add line 12, columns (b), (d), and (e)					13	21,473.50

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

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

[illegible]

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?

(1) Cash

(2) Other assets

- (1) Sales of assets to a noncharitable exempt organization
- (2) Purchases of assets from a noncharitable exempt organization
- (3) Rental of facilities, equipment, or other assets
- (4) Reimbursement arrangements
- (5) Loans or loan guarantees
- (6) Performance of services or membership or fundraising solicitations

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.

[illegible]

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

(a) Name of organization	(b) Type of organization	(c) Description of relationship

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

Signature of officer or trustee _____ Date 5-16-11 Title President

Print/Type preparer's name	Preparer's signature	Date	Check <input checked="" type="checkbox"/> if self-employed	PTIN
Mary E. Edmiston	<i>Mary E. Edmiston</i>	4/21/11		499-56-5133
Firm's name ▶ Mary E. Edmiston, Attorney	Firm's EIN ▶			
Firm's address ▶ 1901 N. Akard, Dallas, TX 75201-2305	Phone no 214 720 1488			

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

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

OMB No. 1545-0047

2010

Name of the organization

Employer identification number

Bill and Gigi Clements Foundation

73-1645124

Organization type (check one):

Filers of:

Section:

Form 990 or 990-EZ

☐ 501(c)() (enter number) organization☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation☐ 527 political organization

Form 990-PF

☐ 501(c)(3) exempt private foundation☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation☒ 501(c)(3) taxable private foundationCheck if your organization is covered by the **General Rule** or a **Special Rule**.**Note.** Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.**General Rule**

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

Special Rules

- ☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 $\frac{1}{3}$ % support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II.
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, aggregate contributions of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III.
- ☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not aggregate to more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of \$5,000 or more during the year ▶ \$

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

Name of organization

Bill and GiGi Clements Foundation

Employer identification number

73-1645124

Part I Contributors (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	Pauline Gill Sullivan Trust 1901 N. Akard St. Dallas, TX 75201-2305	\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input checked="" type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
		\$	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

Name of organization Bill and GiGi Clements Foundation	Employer identification number 73-1645124
---	--

Part I Contributors (see instructions)

(a) No.	(b) Name, address, and ZIP + 4	(c) Aggregate contributions	(d) Type of contribution
1	Pauline G. Sullivan Trust 1901 N. Akard St. Dallas, TX 75201-2305	\$ 11,537,693.33	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input checked="" type="checkbox"/> (Complete Part II if there is a noncash contribution.)
-----	----- ----- -----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)
-----	----- ----- -----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
-----	----- ----- -----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
-----	----- ----- -----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
-----	----- ----- -----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution)
-----	----- ----- -----	\$ -----	Person <input type="checkbox"/> Payroll <input type="checkbox"/> Noncash <input type="checkbox"/> (Complete Part II if there is a noncash contribution.)

Employer identification number

73-1645124

Part II **Noncash Property** (see instructions)[illegible]

Bill and Gigi Clements Foundation
Supplement to Part I, Line 11
EIN 73-1645124
Tax Year 2010

From PAG Investments, Ltd. Schedule K-1:

Ordinary Business Income
Interest Income
Ordinary Dividends
Royalties
Other Deductions-Tax Expense
Portfolio Management Fees
Professional Fees
Other Income

(4.00)
632.00
2,171.00
547.00
(93.00)
(180.00)
(2.00)
<u>3,071.00</u>

Bill and GiGi Clements Foundation
Supplement to Part I, Line 18
EIN 73-1645124
Tax Year 2010

Foreign Taxes Paid PAG Investments, Ltd. K-1
Foreign Taxes Paid [Smith Barney Acct.]
Excise Taxes From Form 990PF
Taxes

39.00
2,368.57
274.29
<u>2,681.86</u>

Bill and GiGi Clements Foundation

Supplement to Part II, Line 7

EIN 73-1645124

Tax Year 2010

Adjusted Basis of Note Receivable

Adjusted Basis of the Note:

Outside Basis of the Trust Partnership Interest
Percentage Interest Assigned to Foundations
Outside Basis Transferred to Foundations
Outside Basis Transferred to Each Foundation

161,624,161.00
30.25%
48,891,308.70
6,984,472.67

Total Basis Transferred Before Adjustment

Medco 16,590.93
ANB 18,701.00
Note 9,285,714.00
55,716.00

Akard Real Property

Adjustment to Basis of Note
Basis of Note at Fair Market Value
Adjusted Basis of Note

9,376,721.93
(2,392,249.26)
9,285,714.00
6,893,464.74

Bill and GiGi Clements Foundation

Supplement to Part II, Line 7

EIN 73-1645124

Tax Year 2010

Note Receivable

Borrower's Name:

Pauline G. Sullivan Trust

Balance Due to Foundation

\$ 9,285,714.00

Date of Note

4/16/2009

Maturity Date

4/15/2018

Repayment Terms

Principal Due at the End of the Term

Interest Rate

2.14%

Security Provided by Borrower

None

Consideration Furnished by the Lender

Cash

THE NOTE AND ACCRUED INTEREST WERE PAID IN FULL BY THE BORROWER ON JANUARY 12, 2011.

Bill and GiGi Clements Foundation
 Supplement to Part II, Line10b
 EIN 73-1645124
 Tax Year 2010

7,202.63 Medco Health Solutions
 3400 Canadian Oil Sands Trust
 5500 Penn West Energy Tr-CAD
 2900 Suncor Energy Inc
 Total

Adjusted Basis
16,590.93
104,115.60
151,585.00
146,124.80
<u>418,416.33</u>

FMV
441,308.92
90,208.80
131,560.00
111,041.00
<u>774,118.72</u>

Bill and Gigi Clements Foundation
Supplement to Part II, Line 13
EIN 73-1645124
Tax Year 2010
Securities - Closely Held

1,284 ANB Corporation

Adjusted
Basis
18,701.00

FMV
770,400.00

Bill and GiGi Clements Foundation
Supplement to Part II, Line 14
EIN 73-1645124
Tax Year 2010
Land and Buildings

	Adjusted Basis	FMV
One-Fourteenth Undivided Interest in 638.27 acres Denton County, Texas		133,929.00
Royalty Interest in Denton County Minerals (Devon Energy Production Co, LP, Operator)	-	514,286.00
One-Fourteenth Undivided Interest in Commercial Real Property, 1901 N. Akard St., Dallas, TX	55,716.00	145,146.00
		<u>793,361.00</u>

Bill and Gigi Clements Foundation
Supplement to Part II, Line 15
EIN 73-1645124
Tax Year 2010
Other Assets

Adjusted
Basis
104,507.94

FMV
188,659.20

1360 Streetracks Gold Trust

Bill and Gigi Clements Foundation
Supplement to Part III, Line 3 and 5
EIN 73-1645124
Tax Year 2010

Line 3 Other Increases
Foreign Tax Credit from Partnership K-1

39.00

Line 5 Other Decreases
Difference Between FMV of Limited Partnership Interest Contributed
and Adjusted Basis of Assets Received by Foundations on Liquidation of
Partnership Interest
Adjustment of Basis of 1360 shares of Streettracks Gold Trust
Capital Gain Net Income from Partnerships
Other Income from Partnerships

4,323,377.96

496.46

2,263.00

3,071.00

4,329,208.42

Bill and GIGI Clements Foundation
 Supplement to Part III, Line 5
 EIN 73-1645124
 Tax Year 2010

	FMV	Adj. Basis	Difference
Marketable Securities:			
7,202.69 Medco Health Solutions	458,375.63	16,590.93	441,784.70
NonMarketable Securities:			
1,284 ANB Corporation [valuation based on ESOP appraisal for 2010]	770,400.00	18,701.00	751,699.00
Note Receivable-Face Value \$63,000,000 [1/7th interest]	9,285,714.00	6,893,464.74	2,392,249.26
Undivided 1/14th Interest in Undeveloped Land			
638.27 acres in the Stephen Westbrook Survey, AB 1337	133,929.00	-	133,929.00
Mineral Interest therein	514,286.00	-	514,286.00
Undivided 1/14th Interest Commercial Real Estate [1901 N.Akard St., Dallas, TX]	145,146.00	55,716.00	89,430.00
Fair Market Value and Adjusted Basis of Assets Received on Liquidation of Partnership Interest	<u>11,307,850.63</u>		<u>4,323,377.96</u>

Bill and Gigi Clements Foundation
Supplement to Part IV, Line 1a and b
EIN 73-1645124
Tax Year 2010

From PAG Investments, Ltd. Schedule K-1:
Net Short Term Gain (Loss)
Net Long Term Gain (Loss)
Capital Gain Net Income

(499.00)
<u>2,762.00</u>
<u>2,263.00</u>

Bill and GiGi Clememts Foundation
Supplement to Part VII-A
Line 10
Tax Year 2010

Substantial Contributors:

Pauline G. Sullivan Trust
1901 N. Akard Street
Dallas, TX 75201-2305

Supplement to Part X, Line 1a

EIN 73-1645124

Tax Year 2010

SSB 609-10902-14 520

AVERAGE FAIR MARKET VALUE OF SECURITIES

	BEGIN	END	AVERAGE
JANUARY	295,745	270,268	283,007
FEBRUARY	270,268	286,556	278,412
MARCH	286,556	312,502	299,529
APRIL	312,502	312,185	312,344
MAY	312,185	284,768	298,477
JUNE	284,768	276,200	287,995
JULY	276,200	291,222	273,606
AUGUST	291,222	271,012	290,190
SEPTEMBER	271,012	289,158	287,319
OCTOBER	289,158	303,627	299,012
NOVEMBER	303,627	308,867	306,247
DECEMBER	308,867	774,118	541,493
			<u>3,757,630</u>
AVERAGE FAIR MARKET VALUE OF SECURITIES			<u>313,136</u>

SSB 609-10902-14 520

AVERAGE FAIR MARKET VALUE OF EXCHANGE TRADED FUNDS

	BEGIN	END	AVERAGE
JANUARY	145,942	144,106	145,024
FEBRUARY	144,106	148,825	146,465
MARCH	148,825	148,172	148,498
APRIL	148,172	156,890	152,531
MAY	156,890	161,678	159,284
JUNE	161,678	165,485	159,372
JULY	165,485	157,066	165,757
AUGUST	157,066	166,029	165,512
SEPTEMBER	166,029	173,958	173,196
OCTOBER	173,958	180,363	179,064
NOVEMBER	180,363	184,171	182,267
DECEMBER	184,171	188,659	186,415
			<u>1,963,386</u>
AVERAGE FAIR MARKET VALUE OF EXCHANGE TRADED FUNDS			<u>163,615</u>
AVERAGE FAIR MARKET VALUE OF PUBLICLY TRADED SECURITIES			<u>476,751</u>

Bill and GiGi Clements Foundation
Supplement to Part X, Line 1b
EIN 73-1645124
Tax Year 2010

SSB 609-10902-14 520

AVERAGE FAIR MARKET VALUE OF CASH

	BEGIN	END	AVERAGE
JANUARY	436,815	437,456	437,136
FEBRUARY	437,456	439,078	438,267
MARCH	439,078	392,360	415,719
APRIL	392,360	392,865	392,612
MAY	392,865	389,550	391,207
JUNE	389,550	390,809	390,129
JULY	390,809	390,708	388,783
AUGUST	390,708	386,757	378,199
SEPTEMBER	386,757	365,691	422,617
OCTOBER	365,691	458,477	412,221
NOVEMBER	458,477	458,751	458,614
DECEMBER	458,751	587,740	523,245
			<u>5,048,749</u>
AVERAGE FAIR MARKET VALUE OF CASH			<u><u>420,729</u></u>

Bill and GiGi Clements Foundation
Supplement to Part X, Line 1c
EIN 73-1645124
Tax Year 2010

NonMarketable Securities:	
1,284 ANB Corporation [valuation based on ESOP appraisal for 2010]	770,400.00
Note Receivable-Face Value \$63,000,000 [1/7th interest]	9,285,714.00
Undivided 1/14th Interest in Undeveloped Land	
[based on current Jackson Claborne Appraisal dated 12/2/10]	
638.27 acres in the Stephen Westbrook Survey, AB 1337	133,929.00
Mineral Interest therein [based on multiple unsolicited offers]	514,286.00
Undivided 1/14th Interest Commercial Real Estate [1901 N.Akard St., Dallas, TX]	
[based on Dallas Central Appraisal District valuation]	<u>145,146.00</u>
Fair Market Value of Assets Received on Liquidation of Partnership Interest	
Contributed to the Foundation	10,849,475.00
Average Value [31 days owned divided by 365 days in year times FMV]	921,462.26

Bill and GiGi Clements Foundation
Supplement to Schedule B, Part II (a)(1)
EIN 73-1645124
Tax Year 2010

Marketable Securities:	
7,202.69 Medco Health Solutions	458,375.63
NonMarketable Securities:	
1,284 ANB Corporation [valuation based on ESOP appraisal for 2010]	770,400.00
Note Receivable-Face Value \$63,000,000 [1/7th interest]	9,285,714.00
Undivided 1/14th Interest in Undeveloped Land	
638.27 acres in the Stephen Westbrook Survey, AB 1337	133,929.00
Mineral Interest therein	514,286.00
	<hr/>
Undivided 1/14th Interest Commercial Real Estate [1901 N.Akard St., Dallas, TX]	145,146.00
Fair Market Value of Assets Received on Liquidation of Partnership Interest	
Contributed to the Foundation	11,307,850.63