FED

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
GALLAGHER WESTERN MONTANA CHARITABLE
FOUNDATION INC 50400930

A Employer identification number
91-2138399

Number and street (or P O box number if mail is not delivered to street address) | Room/suite
P O BOX 4787

B Telephone number (see page 10 of the instructions)
(503) 275-4327

City or town, state, and ZIP code
MISSOULA, MT 59806

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: [X] 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)* ▶ $ 5,910,028.

J Accounting method: [X] Cash [ ] Accrual
[ ] Other (specify)
(Part I, column (d) must be on cash basis.)

ENVELOPE POSTMARK DATE MAY 3 2011

Part I **Analysis of Revenue and Expenses** *(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 11 of the instructions).)*

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc , received (attach schedule)				
	2 Check ▶ [X] if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	136,526.	136,526.		
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	18,317.			
	b Gross sales price for all assets on line 6a 1,556,183.				
	7 Capital gain net income (from Part IV, line 2)		18,317.		
	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)	29.	29.		STMT 1
	12 **Total.** Add lines 1 through 11	154,872.	154,872.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	22,374.	20,137.		2,237.
	14 Other employee salaries and wages		NONE	NONE	
	15 Pension plans, employee benefits		NONE	NONE	
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule) STMT 2	1,500.	NONE	NONE	1,500.
	c Other professional fees (attach schedule) STMT 3	27,930.			27,930.
	17 Interest				
	18 Taxes (attach schedule) (see page 14 of the instructions) STMT 4	992.			
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings	127.	NONE	NONE	127.
	22 Printing and publications		NONE	NONE	
	23 Other expenses (attach schedule) STMT 5	3,174.			3,174.
	24 **Total operating and administrative expenses.** Add lines 13 through 23	56,097.	20,137.	NONE	34,968.
	25 Contributions, gifts, grants paid	254,500.			254,500.
	26 **Total expenses and disbursements** Add lines 24 and 25	310,597.	20,137.	NONE	289,468.
	27 Subtract line 26 from line 12:				
	a **Excess of revenue over expenses and disbursements**	-155,725.			
	b **Net investment income** (if negative, enter -0-)		134,735.		
	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			
2	Savings and temporary cash investments	28,727.	43,882.	43,882.
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 ▶ NONE			
8	Inventories for sale or use			
9	Prepaid expenses and deferred charges			
10 a	Investments - U S and state government obligations (attach schedule) STMT 6	1,049,376.	621,813.	637,375.
b	Investments - corporate stock (attach schedule) STMT 7	3,697,804.	3,899,923.	4,158,652.
c	Investments - corporate bonds (attach schedule) STMT 10	920,831.	974,912.	1,030,407.
11	Investments - land, buildings, and equipment basis ▶			
	Less accumulated depreciation (attach schedule) ▶			
12	Investments - mortgage loans			
13	Investments - other (attach schedule) STMT 11	39,683.	39,712.	39,712.
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)	5,736,421.	5,580,242.	5,910,028.
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	5,736,421.	5,580,242.	
28	Paid-in or capital surplus, or land, bldg, and equipment fund			
29	Retained earnings, accumulated income, endowment, or other funds			
30	**Total net assets or fund balances** (see page 17 of the instructions)	5,736,421.	5,580,242.	
31	**Total liabilities and net assets/fund balances** (see page 17 of the instructions)	5,736,421.	5,580,242.	

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	5,736,421.
2	Enter amount from Part I, line 27a	2	-155,725.
3	Other increases not included in line 2 (itemize) ▶ SEE STATEMENT 12	3	1,965.
4	Add lines 1, 2, and 3	4	5,582,661.
5	Decreases not included in line 2 (itemize) ▶ SEE STATEMENT 13	5	2,419.
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	5,580,242.

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 PART IV DETAIL			
b			
c			
d			
e			

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

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

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

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 / If (loss), enter -0- in Part I, line 7 } **2** 18,317.

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	318,165.	5,089,098.	0.06251893754
2008	383,650.	5,963,233.	0.06433590638
2007	463,537.	6,994,895.	0.06626789966
2006	355,552.	6,644,286.	0.05351244663
2005	246,766.	5,514,782.	0.04474628372

2	**Total** of line 1, column (d)	2	0.29138147393
3	Average distribution ratio for the 5-year base period - divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0.05827629479
4	Enter the net value of noncharitable-use assets for 2010 from Part X, line 5	4	5,435,551.
5	Multiply line 4 by line 3	5	316,764.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	1,347.
7	Add lines 5 and 6	7	318,111.
8	Enter qualifying distributions from Part XII, line 4	8	289,468.

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 ruling 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	2,695.
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	2,695.
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	4	NONE
5	**Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-	5	2,695.
6	Credits/Payments:		
a	2010 estimated tax payments and 2009 overpayment credited to 2010 — 6a: 1,309.		
b	Exempt foreign organizations-tax withheld at source — 6b: NONE		
c	Tax paid with application for extension of time to file (Form 8868) — 6c: NONE		
d	Backup withholding erroneously withheld — 6d:		
7	Total credits and payments. Add lines 6a through 6d	7	1,309.
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	1,386.
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		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)?	1b		X
	If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities.			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation ▶$ ________ (2) On foundation managers ▶ $ ________			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ $ ________			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T.*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col. (c), and Part XV*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ▶ STMT 14			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation*	8b	X	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2010 or the taxable year beginning in 2010 (see instructions for Part XIV on page 27)? *If "Yes," complete Part XIV*	9		X
10	Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10		X

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

			Yes	No
11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see 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	

Website address ▶ N/A

14 The books are in care of ▶ US BANK Telephone no ▶ (503)275-4327

Located at ▶ 555 SW OAK, PORTLAND, OR ZIP + 4 ▶ 97204

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

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

			Yes	No
16	At any time during calendar year 2010, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country?	16		X
	See page 20 of the instructions for exceptions and filing requirements for Form TD F 90-22.1 If "Yes," enter the name of the foreign country ▶			

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

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

			Yes	No
1a	During the year did the foundation (either directly or indirectly)			
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☒ Yes ☐ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☒ No			
	(6) Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) ☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53.4941(d)-3 or in a current notice regarding disaster assistance (see page 22 of the instructions)?	1b		X
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2010?	1c		X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)):			
a	At the end of tax year 2010, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2010? ☐ Yes ☒ No			
	If "Yes," list the years ▶ ____, ____, ____, ____			
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		X
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here. ▶ ____, ____, ____, ____			
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		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)*

		Yes	No
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		X
If "Yes" to 6b, file Form 8870.			
7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?		☐ Yes	☒ No
b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?	7b		

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

1 List all officers, directors, trustees, foundation managers and their compensation (see page 22 of the instructions).

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE STATEMENT 15		51,804.	-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

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
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	
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 NONE	
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	5,429,130.
b	Average of monthly cash balances	1b	89,196.
c	Fair market value of all other assets (see page 25 of the instructions)	1c	39,685.
d	**Total** (add lines 1a, b, and c)	1d	5,558,011.
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	NONE
3	Subtract line 2 from line 1d	3	5,558,011.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see page 25 of the instructions)	4	83,370.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	5,474,641.
6	**Minimum investment return.** Enter 5% of line 5	6	273,732.

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	273,732.
2a	Tax on investment income for 2010 from Part VI, line 5	2a	2,695.		
b	Income tax for 2010. (This does not include the tax from Part VI.)	2b			
c	Add lines 2a and 2b			2c	2,695.
3	Distributable amount before adjustments. Subtract line 2c from line 1			3	271,037.
4	Recoveries of amounts treated as qualifying distributions			4	NONE
5	Add lines 3 and 4			5	271,037.
6	Deduction from distributable amount (see page 25 of the instructions)			6	NONE
7	**Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1			7	271,037.

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	289,468.
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	NONE
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	NONE
b	Cash distribution test (attach the required schedule)	3b	NONE
4	**Qualifying distributions.** Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	289,468.
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	N/A
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	289,468.

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.

91-2138399

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				271,037.
2	Undistributed income, if any, as of the end of 2010				
a	Enter amount for 2009 only			NONE	
b	Total for prior years 20 08 ,20____,20____		NONE		
3	Excess distributions carryover, if any, to 2010				
a	From 2005 ..... NONE				
b	From 2006 ..... 31,200.				
c	From 2007 ..... 127,306.				
d	From 2008 ..... 88,734.				
e	From 2009 ..... 66,324.				
f	**Total** of lines 3a through e	313,564.			
4	Qualifying distributions for 2010 from Part XII, line 4. ▶ $ 289,468.				
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				271,037.
e	Remaining amount distributed out of corpus	18,431.			
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	331,995.			
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	331,995.			
10	Analysis of line 9:				
a	Excess from 2006 ... 31,200.				
b	Excess from 2007 ... 127,306.				
c	Excess from 2008 ... 88,734.				
d	Excess from 2009 ... 66,324.				
e	Excess from 2010 ... 18,431.				

Part XIV Private Operating Foundations (see page 27 of the instructions and Part VII-A, question 9) NOT APPLICABLE

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).)

SEE ATTACHED DETAIL

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.

SEE ATTACHED DETAIL

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:
SEE STATEMENT 17

b The form in which applications should be submitted and information and materials they should include:
SEE ATTACHED STATEMENT FOR LINE 2

c Any submission deadlines:
SEE ATTACHED STATEMENT FOR LINE 2

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

SEE ATTACHED STATEMENT FOR LINE 2

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
SEE STATEMENT 25				
Total . . . . . . ▶ **3a**				254,500.
b *Approved for future payment*				
Total . . . . . . ▶ **3b**				

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See 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					
4 Dividends and interest from securities			14	136,526.	
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			18	18,317.	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue: a					
b GRANDVIEW PLAZA LP			14	29.	
c					
d					
e					
12 Subtotal. Add columns (b), (d), and (e)				154,872.	

13 **Total.** Add line 12, columns (b), (d), and (e) . . . 13 154,872.

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

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

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

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ☐ Yes ☒ No

b If "Yes," complete the following schedule

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

Sign Here

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

Faye H Warren Secretary | 04/05/2011 | SECRETARY

Signature of officer or trustee FAYE HANSON WARREN | Date | Title

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
BECKY NORLANDER	Becky A Norlander	04/05/2011		P01367638

Firm's name ▶ U S BANK — Firm's EIN ▶ 31-0841368

Firm's address ▶ P O BOX 3168 PORTLAND, OR 97208 — Phone no. 503-275-4327

FORM 990-PF - PART IV
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME

Kind of Property		Description				P or D	Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/ allowable	Cost or other basis	FMV as of 12/31/69	Adj. basis as of 12/31/69	Excess of FMV over adj basis		Gain or (loss)	
		TOTAL SHORT-TERM CAPITAL GAIN DIVIDENDS					2,447.	
		TOTAL LONG-TERM CAPITAL GAIN DIVIDENDS					2,775.	
		. AMERICAN INTERNATIONAL GROUP INC PROPERTY TYPE: SECURITIES						09/24/2010
57.00							57.00	
		50000. BEAR STEARNS CO 4.500% 10/28 PROPERTY TYPE: SECURITIES					10/29/2003	10/28/2010
50,000.00		50,298.00					-298.00	
		250. COMCAST CORP CL A PROPERTY TYPE: SECURITIES					06/29/2009	03/19/2010
4,342.00		3,615.00					727.00	
		1500. COMCAST CORP CL A PROPERTY TYPE: SECURITIES					10/31/2008	03/19/2010
26,055.00		34,567.00					-8,512.00	
		100000. COMERICA BANK TX C D 4.050% 4/1 PROPERTY TYPE: SECURITIES					10/07/2008	04/15/2010
100,000.00		100,000.00						
		280. CONOCOPHILLIPS PROPERTY TYPE: SECURITIES					01/04/2005	03/19/2010
14,574.00		11,806.00					2,768.00	
		100000. DISCOVER BK C D 4.300% 8/3 PROPERTY TYPE: SECURITIES					08/19/2008	08/30/2010
100,000.00		100,000.00						
		100000. F F C B DEB 4.125% 5/2 PROPERTY TYPE: SECURITIES					05/12/2009	06/30/2010
100,000.00		100,000.00						
		20000. F F C B DEB 4.450% 8/27 PROPERTY TYPE: SECURITIES					10/29/2003	08/27/2010
20,000.00		20,402.00					-402.00	
		50000. F H L B DEB 4.125% 8/13 PROPERTY TYPE: SECURITIES					04/12/2004	08/13/2010
50,000.00		50,414.00					-414.00	

FORM 990-PF - PART IV
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME

Kind of Property		Description				P or D	Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/ allowable	Cost or other basis	FMV as of 12/31/69	Adj basis as of 12/31/69	Excess of FMV over adj basis		Gain or (loss)	
		200000. F H L B DEB 4.000% 9/1 PROPERTY TYPE: SECURITIES					02/22/2008	03/18/2010
200,000.00		200,000.00						
		100000. F H L B DEB 4.700% 2/2 PROPERTY TYPE: SECURITIES					02/06/2009	02/25/2010
100,000.00		100,000.00						
		200000. F H L B DEB 3.250% 4/0 PROPERTY TYPE: SECURITIES					03/18/2009	04/01/2010
200,000.00		200,000.00						
		150000. F N M A DEB 4.500% 11/0 PROPERTY TYPE: SECURITIES					10/19/2009	08/05/2010
150,000.00		150,000.00						
		.0656 FRONTIER COMMUNICATIONS CORP PROPERTY TYPE: SECURITIES					02/27/2003	07/13/2010
		1.00					-1.00	
		48.0079 FRONTIER COMMUNICATIONS CORP PROPERTY TYPE: SECURITIES					09/25/2009	08/12/2010
362.00		368.00					-6.00	
		347.9921 FRONTIER COMMUNICATIONS CORP PROPERTY TYPE: SECURITIES					05/12/2009	08/12/2010
2,627.00		2,800.00					-173.00	
		100000. MERRICK BK CORP C D 4.150% 10/1 PROPERTY TYPE: SECURITIES					10/07/2008	10/15/2010
100,000.00		100,000.00						
		50000. MERRILL LYNCH CO 4.500% 11/04 PROPERTY TYPE: SECURITIES					04/12/2004	11/04/2010
50,000.00		50,700.00					-700.00	
		690. MICROSOFT CORP PROPERTY TYPE: SECURITIES					02/12/2007	01/26/2010
20,403.00		18,865.00					1,538.00	
		100. PROCTER & GAMBLE CO PROPERTY TYPE: SECURITIES					11/05/2009	03/19/2010
6,374.00		6,047.00					327.00	

FORM 990-PF - PART IV
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME

Kind of Property		Description				P or D	Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/ allowable	Cost or other basis	FMV as of 12/31/69	Adj. basis as of 12/31/69	Excess of FMV over adj basis		Gain or (loss)	
		1750. STAPLES INC COMMON STOCK PROPERTY TYPE: SECURITIES					03/09/2006	02/10/2010
41,380.00		39,259.00					2,121.00	
		275. UNITED PARCEL SERVICE INC CL B PROPERTY TYPE: SECURITIES					06/20/2005	03/19/2010
17,633.00		20,081.00					-2,448.00	
		75000. U S TREASURY NT 4.750% 8/15 PROPERTY TYPE: SECURITIES					10/02/2007	05/06/2010
84,548.00		76,406.00					8,142.00	
		50000. U S TREASURY NT 1.875% 6/30 PROPERTY TYPE: SECURITIES					06/30/2010	11/29/2010
51,150.00		50,147.00					1,003.00	
		380. WAL MART STORES INC PROPERTY TYPE: SECURITIES					01/18/2007	02/10/2010
20,285.00		19,124.00					1,161.00	
		745. WAL MART STORES INC PROPERTY TYPE: SECURITIES					11/29/2006	03/19/2010
41,146.00		32,966.00					8,180.00	
		. CLASS ACTION PROCEEDS PROPERTY TYPE: SECURITIES						04/12/2010
23.00							23.00	
TOTAL GAIN(LOSS)		....					18,317.	

FORM 990PF, PART I - OTHER INCOME

DESCRIPTION		REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
GRANDVIEW PLAZA LP		29.	29.
	TOTALS	29.	29.

FORM 990PF, PART I - ACCOUNTING FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	ADJUSTED NET INCOME	CHARITABLE PURPOSES
TAX PREP FEE	1,500.			1,500.
TOTALS	1,500.	NONE	NONE	1,500.

FORM 990PF, PART I - OTHER PROFESSIONAL FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	CHARITABLE PURPOSES
PROFESSIONAL SERVICES	27,930.	27,930.
TOTALS	27,930.	27,930.

FORM 990PF, PART I - TAXES

DESCRIPTION		REVENUE AND EXPENSES PER BOOKS
FED EXCISE ESTIMATES		992.
	TOTALS	992.

STATEMENT 4

FORM 990PF, PART I - OTHER EXPENSES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	CHARITABLE PURPOSES
POSTAGE	220.	220.
CORPORATION FEE	278.	278.
SILVER FOUNDATION	1,432.	1,432.
LIABILITY INSURANCE	1,244.	1,244.
TOTALS	3,174.	3,174.

FORM 990PF, PART II - U.S. AND STATE OBLIGATIONS

DESCRIPTION	BEGINNING BOOK VALUE	ENDING BOOK VALUE	ENDING FMV
FEDERAL HOME LOAN BKS 4.125	50,414.		
FEDERAL FARM CREDIT BKS 4.450	20,402.		
US TREASURY NOTE 3.375	102,133.	102,133.	105,398.
FEDERAL HOME LOAN BKS 4.000	200,000.		
FEDERAL FARM CREDIT BKS 4.125	100,000.		
FNMA MTN 4.625	50,021.	50,021.	55,611.
US TREASURY NOTE 4.750	76,406.		
FEDERAL HOME LOAN BKS	200,000.		
FEDERAL HOME LOAN BKS	100,000.		
FNMA DEB 4.500	150,000.		
FEDERAL FARM CR BKS 2.5		100,000.	100,559.
US TREASURY NOTE 2.25 5/31/14		24,890.	25,861.
US TREASURY NOTE 2.25 1/31/15		59,859.	61,594.
US TREASURY NOTE 2.375 2/28/15		49,910.	51,531.
F N M A M T N 2.375 7/21/15		35,000.	35,036.
F N M A M T N 1.85 9/2/15		100,000.	98,526.
FEDERAL HOME LOAN BKS 3.6 4/19		100,000.	103,259.
TOTALS	1,049,376.	621,813.	637,375.

FORM 990PF, PART II - CORPORATE STOCK

DESCRIPTION	BEGINNING BOOK VALUE	ENDING BOOK VALUE	ENDING FMV
ABBOTT LABS	31,129.	31,129.	28,746.
ALLSTATE CORP	46,444.	46,444.	31,880.
AMGEN INC	50,743.	50,743.	48,312.
APACHE CORP	18,482.	18,482.	58,423.
APPLE INC	18,202.	18,202.	101,606.
BANK OF AMERICA		19,908.	16,675.
CISCO SYS	26,897.	26,897.	25,287.
COMCAST CORP	45,308.	7,126.	10,985.
CONOCOPHILLIPS	37,765.	25,959.	35,412.
DISNEY WALT CO		16,517.	21,006.
ECOLAB INC	21,038.	21,038.	38,823.
EXELON CORPORATION	48,187.	48,187.	41,640.
EXXON MOBIL CORP	39,917.	39,917.	80,432.
GENERAL ELEC CO	74,346.	74,346.	59,442.
GOOGLE INC	22,511.	22,511.	36,826.
ILLINOIS TOOL WKS	28,655.	28,655.	34,710.
INTEL CORP	50,024.	50,024.	48,369.
JP MORGAN CHASE & CO	50,727.	50,727.	53,661.
JOHNSON & JOHNSON	49,397.	49,397.	52,573.
MEDTRONIC INC	46,279.	46,279.	35,235.
MICROSOFT CORP	59,052.	40,187.	56,099.
ORACLE CORPORATION	35,771.	35,771.	61,348.
PEPSICO INC	51,276.	51,277.	65,330.
PFIZER INC	61,583.	61,583.	37,647.
PRAXAIR INC	20,042.	20,042.	42,962.
PROCTER & GAMBLE CO	61,398.	55,351.	64,330.
QUALCOMM	20,743.	20,743.	42,067.
STAPLES INC	39,259.		
STATE STR CORP	30,310.	30,310.	34,292.

FORM 990PF, PART II - CORPORATE STOCK

DESCRIPTION	BEGINNING BOOK VALUE	ENDING BOOK VALUE	ENDING FMV
TARGET CORPORATION	39,115.	39,115.	45,098.
UNITED PARCEL SERVICE	40,804.	20,722.	23,589.
UNITED TECHNOLOGIES	32,031.	32,031.	55,497.
VERIZON COMMUNICATIONS	51,514.	48,345.	59,037.
WAL MART STORES	53,308.	1,217.	1,348.
WELLS FARGO & CO	56,314.	56,314.	61,980.
3M CO	37,162.	37,162.	43,150.
SCHLUMBERGER LTD	17,668.	17,668.	41,750.
AMER CENT NEW OPPORTU II	80,000.	80,000.	74,859.
BARCLAYS IPATH DJ AIG COMMODIT	275,173.		
FIDELITY AD INTL DISCOVERY	500,000.	500,000.	430,312.
FAM REAL ESTATE	149,216.	149,216.	189,838.
LAUDUS INTL MRKTBASTERS	565,000.	565,000.	461,812.
MIDCAP SPDR TRUST SER I	475,020.	475,020.	526,976.
T ROWE PRICE SMALL CAP VALUE	80,000.	80,000.	69,917.
COACH	14,076.	14,076.	21,294.
GOLDMAN SACHS GROUP	8,304.	17,523.	18,498.
MASTERCARD INC	16,887.	16,887.	16,584.
MCDONALDS CORP	34,245.	34,245.	46,056.
SCHWAB CHARLES CORP	24,992.	24,993.	23,013.
ISHARES S&P PREF STK	61,490.	139,982.	145,500.
WMS INDS INC		14,895.	16,513.
ABERCROMBIE & FITCH CO		15,011.	19,594.
BERKSHIRE HATHAWAY ICN CL B		17,075.	17,224.
BEST BUY CO INC		16,611.	15,945.
BRUNSWICK CORP		15,025.	17,522.
CLIFFS NATURAL RESOURCES INC		18,194.	22,233.
E BAY INC		15,054.	15,306.
FREEPORT MCMORAN COPPER GOLD		16,326.	26,660.

FORM 990PF, PART II - CORPORATE STOCK

DESCRIPTION	BEGINNING BOOK VALUE	ENDING BOOK VALUE	ENDING FMV
GENERAL MILLS INC		20,802.	21,354.
HEWLETT PACKARD CO		17,026.	14,314.
OFFICE DEPOT INC		14,689.	9,990.
STARBUCKS CORP		19,252.	22,491.
IPATH DOW JONES UBS COMMODITY		342,695.	319,280.
TOTALS	3,697,804.	3,899,923.	4,158,652.

FORM 990PF, PART II - CORPORATE BONDS

DESCRIPTION	BEGINNING BOOK VALUE	ENDING BOOK VALUE	ENDING FMV
COAMERICA BANK TX 4.050	100,000.		
DISCOVER BK 4.300	100,000.		
MERRICK BK CORP STH JORDAN UT	100,000.		
BEAR STEARNS CO 4.500	50,298.		
MERRILL LYNCH 4.500	50,700.		
CINGULAR WIRELESS 6.500	49,636.	49,636.	52,765.
TARGET CORP 4.000	47,040.	47,040.	53,400.
DUPONT EI NEMOUR 5.000	49,259.	49,259.	54,689.
HSBC FIN CORP 5.250	50,074.	50,074.	53,670.
METLIFE INC 5.500	75,143.	75,143.	81,777.
PRUDENTIAL FINL INC 5.100	73,922.	73,922.	80,563.
SUNTRUST BK 5.000	48,717.	48,717.	52,252.
BARCLAYS BANK PLC 5.450	76,042.	76,042.	80,375.
BARCLAYS 24MON SPX	50,000.	50,000.	66,515.
CISCO SYSTEMS INC 2.900		50,846.	51,864.
BERKSHIRE HATHAWAY INC 3.200		50,892.	51,594.
BB T CORPORATION MED TERM 3.95		104,838.	103,214.
OCCIDENTAL PETROLEUM COR 4.125		52,551.	53,929.
WALMART STORES INC 3.25		49,961.	46,991.
NORTHERN TRUST CORP 3.45		35,342.	33,502.
BARCLAYS BANK PLC 6/10/13		10,000.	12,164.
BARCLAYS BANK PLC 4/10/15		50,000.	50,890.
WESTPAC BANKING CORP 3.000		50,649.	50,253.
TOTALS	920,831.	974,912.	1,030,407.

GALLAGHER WESTERN MONTANA CHARITABLE 91-2138399

FORM 990PF, PART II - OTHER INVESTMENTS

DESCRIPTION	COST/ FMV C OR F	BEGINNING BOOK VALUE
GRANDVIEW PLAZA LP	C	39,683.
TOTALS		39,683.

FORM 990PF, PART III - OTHER INCREASES IN NET WORTH OR FUND BALANCES

DESCRIPTION	AMOUNT
REC'D VS PRTED SECURITIES PY	1,965.
TOTAL	1,965.

FORM 990PF, PART III - OTHER DECREASES IN NET WORTH OR FUND BALANCES

DESCRIPTION		AMOUNT
REC'D VS RPTED SECURITIES		2,276.
ACCRUED INTEREST PAID		143.
	TOTAL	2,419.

STATE(S) WHERE THE FOUNDATION IS REGISTERED
MT

FORM 990PF, PART VIII - LIST OF OFFICERS, DIRECTORS, AND TRUSTEES

OFFICER NAME:
US BANK
ADDRESS:
PO BOX 3168
PORTLAND, OR 97208
TITLE:
AGENT
AVERAGE HOURS PER WEEK DEVOTED TO POSITION: 1
COMPENSATION .... 23,874.

OFFICER NAME:
CAROLYN MONTGOMERY
ADDRESS:
PO BOX 3387
MISSOULA, MT 89806
TITLE:
DIRECTOR
AVERAGE HOURS PER WEEK DEVOTED TO POSITION: 1
COMPENSATION .... 27,930.

TOTAL COMPENSATION: 51,804.

AVERAGE MONTHLY FMV - 990PF, PART X, LINES 1a-1c

MONTH	LINE 1a-FMV SECURITIES	LINE 1b-FMV CASH BALANCES	LINE 1c-FMV OTHER ASSETS
JANUARY	5,370,240.	28,187.	39,683.
FEBRUARY	5,412,123.	64,755.	39,683.
MARCH	5,541,912.	143,701.	39,683.
APRIL	5,691,172.	74,236.	39,683.
MAY	5,277,090.	18,556.	39,683.
JUNE	5,032,332.	118,670.	39,683.
JULY	5,388,023.	21,430.	39,683.
AUGUST	4,962,449.	301,405.	39,683.
SEPTEMBER	5,522,305.	19,805.	39,683.
OCTOBER	5,536,998.	159,343.	39,683.
NOVEMBER	5,588,476.	76,384.	39,683.
DECEMBER	5,826,434.	43,882.	39,712.
TOTAL	65,149,554.	1,070,354.	476,225.
AVERAGE FMV	5,429,130.	89,196.	39,685.

FORM 990PF, PART XV - LINES 2a - 2d
===================================

RECIPIENT NAME:
  CAROLYN MONTGOMERY
ADDRESS:
  PO BOX 3387
  MISSOULA, MT 59806
RECIPIENT'S PHONE NUMBER: 406-829-8228
FORM, INFORMATION AND MATERIALS:
  CONTACT ABOVE
SUBMISSION DEADLINES:
  CONTACT ABOVE
RESTRICTIONS OR LIMITATIONS ON AWARDS:
  CHARITIES IN THE STATE OF MONTANA

RECIPIENT NAME:
ART MOBILE OF MONTANA
C/O SOUTHWEST MT ACCOUNTANCY GROUP
ADDRESS:
610 N MONTANA
DILLON, MT 59725
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
TRAVEL EDUCATION PROGRAM
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 2,500.

RECIPIENT NAME:
BOYS & GIRLS CLUB OF
MISSOULA COUNTY
ADDRESS:
617 S HIGGINS
MISSOULA, MT 59801
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
AFTER SCHOOL PROGRAMS
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 5,000.

RECIPIENT NAME:
CASA-MSLA
ADDRESS:
PO BOX 7433
MISSOULA, MT 59807
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
GRANT FOR VOLUNTEER COORDINATOR
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 5,000.

FORM 990PF, PART XV, LINE 3 - CONTRIBUTIONS, GIFTS, GRANTS PAID

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RECIPIENT NAME:
CHILD & FAMILY RESOURCE COUNCIL
DBA PARENTING PLACE
ADDRESS:
PO BOX 3805
MISSOULA, MT 59806
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
PARENTING PROGRAM
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 5,000.

RECIPIENT NAME:
CITY LIFE COMMUNITY CENTER
ADDRESS:
1515 FAIRVIEW AVE
MISSOULA, MT 59801
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
MEMBERSHIP PROGRAM
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 10,000.

RECIPIENT NAME:
FRIENDS TO YOUTH
ADDRESS:
2801 SOUTH RUSSELL STE 32
MISSOULA, MT 59801
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
OUTPATIENT COUNSELING
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 7,500.

FORM 990PF, PART XV, LINE 3 - CONTRIBUTIONS, GIFTS, GRANTS PAID

RECIPIENT NAME:
HOMEWORD
ADDRESS:
127 N HIGGINS AVE, STE 307
MISSOULA, MT 59802
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
FINANCIAL EDUCATION & COUNSEL
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 5,000.

RECIPIENT NAME:
MAIN STREET UPTOWN BUTTE
ADDRESS:
PO BOX 696
BUTTE, MT 59703
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
NATIONAL FOLK FESTIVAL
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 7,500.

RECIPIENT NAME:
MISSOULA CHILDREN'S
THEATRE, INC
ADDRESS:
200 NORTH ADAMS
MISSOULA, MT 59802
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
TOURS IN RURAL MONTANA
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 10,000.

FORM 990PF, PART XV, LINE 3 - CONTRIBUTIONS, GIFTS, GRANTS PAID
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RECIPIENT NAME:
MISSOULA FOOD BANK
ADDRESS:
219 SOUTH 3RD ST
MISSOULA, MT 59801
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
GRANT FOR FREEZER
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 8,500.

RECIPIENT NAME:
MISSOULA WRITING COLLABORATIVE
ADDRESS:
PO BOX 9237
MISSOULA, MT 59802
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
SCHOOL PROGRAMS
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 12,000.

RECIPIENT NAME:
MONTANA FOOD BANK
ADDRESS:
5625 EXPRESSWAY
MISSOULA, MT 59808
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
GENERAL OPERATING
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 10,000.

RECIPIENT NAME:
MSLA COMMUNITY FOUNDATION
MSLA YOUTH PHILANTHROPY
ADDRESS:
PO BOX 1968
MISSOULA, MT 59806
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
CLUB GENERAL SUPPORT
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 2,000.

RECIPIENT NAME:
MSLA CULTURAL COUNCIL
ADDRESS:
1121 E BROADWAY, SUITE 106
MISSOULA, MT 59807
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
FOR FIRST NIGHT EVENTS
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 3,000.

RECIPIENT NAME:
PARTNERSHIP HEALTH CENTER
ADDRESS:
323 W. ALDER ST
MISSOULA, MT 59802
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
CAPITAL CAMPAIGN
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 25,000.

FORM 990PF, PART XV, LINE 3 - CONTRIBUTIONS, GIFTS, GRANTS PAID
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RECIPIENT NAME:
PARTNERSHIP FOR CHILDREN
ADDRESS:
PO BOX 8134
MISSOULA, MT 59807
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
STAFF THERAPIST
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 25,000.

RECIPIENT NAME:
RIALTO COMMUNITY THEATRE
ADDRESS:
PO BOX 874
DEER LODGE, MT 59722
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
CAPITAL CAMPAIGN
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 10,000.

RECIPIENT NAME:
TAMARACK GRIEF RESOURCE
ADDRESS:
516 ORANGE ST
MISSOULA, MT 59801
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
CURRICULUM & GRIEF INSTITUTE
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 5,000.

RECIPIENT NAME:
TEEN CHALLENGE
ADDRESS:
3815 S. 7TH AVE
MISSOULA, MT 59804
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
FIRE SAFETY SYSTEM
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 8,000.

RECIPIENT NAME:
UNIVERSITY OF MONTANA
FOUNDATION
ADDRESS:
PO BOX 7159
MISSOULA, MT 59807
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
PHYSTHERAPIST/CLINICAL FACILITY
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 3,500.

RECIPIENT NAME:
UNITED WAY OF MISSOULA CO
ADDRESS:
534 NORTH HIGGINS AVE
MISSOULA, MT 59807
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
ANNUAL CAMPAIGN KICKOFF
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 50,000.

FORM 990PF, PART XV, LINE 3 - CONTRIBUTIONS, GIFTS, GRANTS PAID

RECIPIENT NAME:
YWCA OF MISSOULA
ADDRESS:
3000 S RUSSELL STREET
MISSOULA, MT 59801
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
FINANCIAL MEMBERSHIP ASSISSTANCE
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 10,000.

RECIPIENT NAME:
YMCA OF MISSOULA MT
ADDRESS:
1130 W BROADWAY
MISSOULA, MT 59802
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
EMERGENCY SHELTER/GATEWAY PRGM
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 5,000.

RECIPIENT NAME:
YOUTH HOMES INC
ADDRESS:
PO BOX 7616
MISSOULA, MT 59807
RELATIONSHIP:
NONE
PURPOSE OF GRANT:
GRANT FOR PROGRAMS
FOUNDATION STATUS OF RECIPIENT:
PUBLIC
AMOUNT OF GRANT PAID .... 20,000.

TOTAL GRANTS PAID: 254,500.

SCHEDULE D (Form 1041)

Department of the Treasury Internal Revenue Service

Capital Gains and Losses

▶ Attach to Form 1041, Form 5227, or Form 990-T. See the Instructions for Schedule D (Form 1041) (also for Form 5227 or Form 990-T, if applicable).

OMB No 1545-0092

2010

Name of estate or trust: GALLAGHER WESTERN MONTANA CHARITABLE

Employer identification number: 91-2138399

Note: *Form 5227 filers need to complete only Parts I and II.*

Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less

(a) Description of property (Example 100 shares 7% preferred of "Z" Co)	(b) Date acquired (mo , day, yr)	(c) Date sold (mo , day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) for the entire year Subtract (e) from (d)
1a SHORT-TERM CAPITAL GAIN DIVIDENDS		STMT 1			2,447.

b Enter the short-term gain or (loss), if any, from Schedule D-1, line 1b	1b	2,051.
2 Short-term capital gain or (loss) from Forms 4684, 6252, 6781, and 8824	2	
3 Net short-term gain or (loss) from partnerships, S corporations, and other estates or trusts	3	
4 Short-term capital loss carryover. Enter the amount, if any, from line 9 of the 2009 Capital Loss Carryover Worksheet	4	( )
5 **Net short-term gain or (loss).** Combine lines 1a through 4 in column (f). Enter here and on line 13, column (3) on the back ▶	5	4,498.

Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year

(a) Description of property (Example. 100 shares 7% preferred of "Z" Co)	(b) Date acquired (mo , day, yr)	(c) Date sold (mo , day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) for the entire year Subtract (e) from (d)
6a LONG-TERM CAPITAL GAIN DIVIDENDS		STMT 1			2,775.

b Enter the long-term gain or (loss), if any, from Schedule D-1, line 6b	6b	11,042.
7 Long-term capital gain or (loss) from Forms 2439, 4684, 6252, 6781, and 8824	7	
8 Net long-term gain or (loss) from partnerships, S corporations, and other estates or trusts	8	
9 Capital gain distributions	9	2.
10 Gain from Form 4797, Part I	10	
11 Long-term capital loss carryover. Enter the amount, if any, from line 14 of the 2009 Capital Loss Carryover Worksheet	11	( )
12 **Net long-term gain or (loss).** Combine lines 6a through 11 in column (f). Enter here and on line 14a, column (3) on the back ▶	12	13,819.

Part III Summary of Parts I and II

Caution: *Read the instructions* **before** *completing this part.*

			(1) Beneficiaries' (see instr.)	(2) Estate's or trust's	(3) Total
13	**Net short-term gain or (loss)**	13			4,498.
14	**Net long-term gain or (loss):**				
a	Total for year	14a			13,819.
b	Unrecaptured section 1250 gain (see line 18 of the wrksht)	14b			2.
c	28% rate gain	14c			
15	**Total net gain or (loss).** Combine lines 13 and 14a ▶	15			18,317.

Note: *If line 15, column (3), is a net gain, enter the gain on Form 1041, line 4 (or Form 990-T, Part I, line 4a) If lines 14a and 15, column (2), are net gains, go to Part V, and* **do not** *complete Part IV If line 15, column (3), is a net loss, complete Part IV and the* **Capital Loss Carryover Worksheet**, *as necessary*

Part IV Capital Loss Limitation

16 Enter here and enter as a (loss) on Form 1041, line 4 (or Form 990-T, Part I, line 4c, if a trust), the **smaller** of:

a The loss on line 15, column (3) **or** b $3,000 ..... 16 ( )

Note: *If the loss on line 15, column (3), is more than $3,000,* **or** *if Form 1041, page 1, line 22 (or Form 990-T, line 34), is a loss, complete the* **Capital Loss Carryover Worksheet** *on page 7 of the instructions to figure your capital loss carryover*

Part V Tax Computation Using Maximum Capital Gains Rates

Form 1041 filers. Complete this part **only** if both lines 14a and 15 in column (2) are gains, or an amount is entered in Part I or Part II and there is an entry on Form 1041, line 2b(2), **and** Form 1041, line 22, is more than zero.

Caution: *Skip this part and complete the worksheet on page 8 of the instructions if:*

- *Either line 14b, col. (2) or line 14c, col. (2) is more than zero, or*
- *Both Form 1041, line 2b(1), and Form 4952, line 4g are more than zero.*

Form 990-T trusts. Complete this part **only** if both lines 14a and 15 are gains, or qualified dividends are included in income in Part I of Form 990-T, **and** Form 990-T, line 34, is more than zero. Skip this part and complete the worksheet on page 8 of the instructions if either line 14b, col. (2) or line 14c, col. (2) is more than zero.

17	Enter taxable income from Form 1041, line 22 (or Form 990-T, line 34)			17			
18	Enter the **smaller** of line 14a or 15 in column (2) but not less than zero	18					
19	Enter the estate's or trust's qualified dividends from Form 1041, line 2b(2) (or enter the qualified dividends included in income in Part I of Form 990-T)	19					
20	Add lines 18 and 19	20					
21	If the estate or trust is filing Form 4952, enter the amount from line 4g; otherwise, enter -0- ▶	21					
22	Subtract line 21 from line 20. If zero or less, enter -0-			22			
23	Subtract line 22 from line 17. If zero or less, enter -0-			23			
24	Enter the **smaller** of the amount on line 17 or $2,300			24			
25	Is the amount on line 23 equal to or more than the amount on line 24? ☐ **Yes.** Skip lines 25 and 26; go to line 27 and check the "No" box. ☐ **No.** Enter the amount from line 23			25			
26	Subtract line 25 from line 24			26			
27	Are the amounts on lines 22 and 26 the same? ☐ **Yes.** Skip lines 27 thru 30, go to line 31 ☐ **No.** Enter the smaller of line 17 or line 22			27			
28	Enter the amount from line 26 (If line 26 is blank, enter -0-)			28			
29	Subtract line 28 from line 27			29			
30	Multiply line 29 by 15% (15)					30	
31	Figure the tax on the amount on line 23. Use the 2010 Tax Rate Schedule for Estates and Trusts (see the Schedule G instructions in the instructions for Form 1041)					31	
32	Add lines 30 and 31					32	
33	Figure the tax on the amount on line 17. Use the 2010 Tax Rate Schedule for Estates and Trusts (see the Schedule G instructions in the instructions for Form 1041)					33	
34	**Tax on all taxable income.** Enter the **smaller** of line 32 or line 33 here and on Form 1041, Schedule G, line 1a (or Form 990-T, line 36)					34	

SCHEDULE D-1 (Form 1041)

Department of the Treasury Internal Revenue Service

Continuation Sheet for Schedule D (Form 1041)

▶ See instructions for Schedule D (Form 1041).
▶ Attach to Schedule D to list additional transactions for lines 1a and 6a.

OMB No 1545-0092

2010

Name of estate or trust: GALLAGHER WESTERN MONTANA CHARITABLE

Employer identification number: 91-2138399

Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less

(a) Description of property (Example 100 sh. 7% preferred of "Z" Co)	(b) Date acquired (mo , day, yr)	(c) Date sold (mo , day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) Subtract (e) from (d)
1a 250. COMCAST CORP CL A	06/29/2009	03/19/2010	4,342.00	3,615.00	727.00
150000. F N M A DEB 4.500% 11/05/19	10/19/2009	08/05/2010	150,000.00	150,000.00	
48.0079 FRONTIER COMMUNICATIONS CORP	09/25/2009	08/12/2010	362.00	368.00	-6.00
100. PROCTER & GAMBLE CO	11/05/2009	03/19/2010	6,374.00	6,047.00	327.00
50000. U S TREASURY NT 1.875% 6/30/15	06/30/2010	11/29/2010	51,150.00	50,147.00	1,003.00

1b Total. Combine the amounts in column (f). Enter here and on Schedule D, line 1b 2,051.00

Name of estate or trust as shown on Form 1041 Do not enter name and employer identification number if shown on the other side	Employer identification number
GALLAGHER WESTERN MONTANA CHARITABLE	91-2138399

Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year

(a) Description of property (Example: 100 sh 7% preferred of "Z" Co)	(b) Date acquired (mo, day, yr)	(c) Date sold (mo, day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) Subtract (e) from (d)
6a . AMERICAN INTERNATIONAL GROUP INC		09/24/2010	57.00		57.00
50000. BEAR STEARNS CO 4.500% 10/28/10	10/29/2003	10/28/2010	50,000.00	50,298.00	-298.00
1500. COMCAST CORP CL A	10/31/2008	03/19/2010	26,055.00	34,567.00	-8,512.00
100000. COMERICA BANK TX C D 4.050% 4/15/10	10/07/2008	04/15/2010	100,000.00	100,000.00	
280. CONOCOPHILLIPS	01/04/2005	03/19/2010	14,574.00	11,806.00	2,768.00
100000. DISCOVER BK C D 4.300% 8/30/10	08/19/2008	08/30/2010	100,000.00	100,000.00	
100000. F F C B DEB 4.125% 5/20/19	05/12/2009	06/30/2010	100,000.00	100,000.00	
20000. F F C B DEB 4.450% 8/27/10	10/29/2003	08/27/2010	20,000.00	20,402.00	-402.00
50000. F H L B DEB 4.125% 8/13/10	04/12/2004	08/13/2010	50,000.00	50,414.00	-414.00
200000. F H L B DEB 4.000% 9/18/13	02/22/2008	03/18/2010	200,000.00	200,000.00	
100000. F H L B DEB 4.700% 2/25/19	02/06/2009	02/25/2010	100,000.00	100,000.00	
200000. F H L B DEB 3.250% 4/01/14	03/18/2009	04/01/2010	200,000.00	200,000.00	
.0656 FRONTIER COMMUNICATIONS CORP	02/27/2003	07/13/2010		1.00	-1.00
347.9921 FRONTIER COMMUNICATIONS CORP	05/12/2009	08/12/2010	2,627.00	2,800.00	-173.00
100000. MERRICK BK CORP C D 4.150% 10/15/10	10/07/2008	10/15/2010	100,000.00	100,000.00	
50000. MERRILL LYNCH CO 4.500% 11/04/10	04/12/2004	11/04/2010	50,000.00	50,700.00	-700.00
690. MICROSOFT CORP	02/12/2007	01/26/2010	20,403.00	18,865.00	1,538.00
1750. STAPLES INC COMMON STOCK	03/09/2006	02/10/2010	41,380.00	39,259.00	2,121.00
275. UNITED PARCEL SERVICE INC CL B	06/20/2005	03/19/2010	17,633.00	20,081.00	-2,448.00
75000. U S TREASURY NT 4.750% 8/15/17	10/02/2007	05/06/2010	84,548.00	76,406.00	8,142.00
380. WAL MART STORES INC	01/18/2007	02/10/2010	20,285.00	19,124.00	1,161.00
745. WAL MART STORES INC	11/29/2006	03/19/2010	41,146.00	32,966.00	8,180.00
. CLASS ACTION PROCEEDS		04/12/2010	23.00		23.00

6b Total. Combine the amounts in column (f). Enter here and on Schedule D, line 6b	11,042.00

FEDERAL CAPITAL GAIN DIVIDENDS

SHORT-TERM CAPITAL GAIN DIVIDENDS

FIDELITY AD INTL DISCOVERY CL A	658.00	
FIDELITY AD INTL DISCOVERY CL A	1,372.00	
NUVEEN REAL ESTATE SECS FD CL Y	241.00	
T ROWE PRICE SM CAP VAL ADV	161.00	
T ROWE PRICE SM CAP VAL ADV	14.00	
TOTAL SHORT-TERM CAPITAL GAIN DIVIDENDS		2,447.00

LONG-TERM CAPITAL GAIN DIVIDENDS

15% RATE CAPITAL GAIN DIVIDENDS

NUVEEN REAL ESTATE SECS FD CL Y	1,940.00	
T ROWE PRICE SM CAP VAL ADV	835.00	
TOTAL 15% RATE CAPITAL GAIN DIVIDENDS		2,775.00
TOTAL LONG-TERM CAPITAL GAIN DIVIDENDS		2,775.00