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

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

2011

Postmark Missing

For calendar year 2011 or tax year beginning		January 1	, 2011, and ending	December 31	, 2011
Name of foundation <b>Sprague Foundation Inc.</b>				A Employer identification number <b>04-2946393</b>	
Number and street (or P.O. box number if mail is not delivered to street address) <b>55 Bacon Street</b>		Room/suite		B Telephone number (see instructions) <b>508-653-7833</b>	
City or town, state, and ZIP code <b>Natick, MA 01760-2901</b>				C If exemption application is pending, check here ► <input type="checkbox"/>	
G Check all that apply: <input type="checkbox"/> Initial return <input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Final return <input type="checkbox"/> Amended return <input type="checkbox"/> Address change <input type="checkbox"/> Name change				D 1. Foreign organizations, check here ► <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation ► <input type="checkbox"/>	
H Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation				E If private foundation status was terminated under section 507(b)(1)(A), check here ► <input type="checkbox"/>	
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ► <b>\$ 2,543,997</b>		J Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____		F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ► <input type="checkbox"/>	
<b>Part I Analysis of Revenue and Expenses</b> (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see 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)	0	126	126	126
	2 Check ► <input type="checkbox"/> if the foundation is not required to attach Sch. B				
	3 Interest on savings and temporary cash investments	126	126	126	
	4 Dividends and interest from securities . . . . .	34,321	34,321	34,321	
	5a Gross rents . . . . .	0	0	0	
	b Net rental income or (loss) _____ 0				
	6a Net gain or (loss) from sale of assets not on line 10	14,267			
	b Gross sales price for all assets on line 6a _____				
	7 Capital gain net income (from Part IV, line 2) . . . . .		14,267		
	8 Net short-term capital gain . . . . .			0	
	9 Income modifications . . . . .			0	
	10a Gross sales less returns and allowances				
b Less: Cost of goods sold _____					
c Gross profit or (loss) (attach schedule) . . . . .	0		0		
11 Other income (attach schedule) . . . . .	0	0	0		
12 Total. Add lines 1 through 11	48,714	48,714	34,447		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc.	0	0	0	0
	14 Other employee salaries and wages . . . . .	0	0	0	0
	15 Pension plans, employee benefits	0	0	0	0
	16a Legal fees (attach schedule) . . . . .	0	0	0	0
	b Accounting fees (attach schedule) . . . . .	650	650	650	650
	c Other professional fees (attach schedule) . . . . .	14,104	14,104	14,104	14,104
	17 Interest . . . . .	0	0	0	0
	18 Taxes (attach schedule) (see instructions)	0	0	0	0
	19 Depreciation (attach schedule) and depletion . . . . .	0	0	0	0
	20 Occupancy . . . . .	0	0	0	0
	21 Travel, conferences, and meetings . . . . .	0	0	0	0
	22 Printing and publications . . . . .	0	0	0	0
	23 Other expenses (attach schedule) . . . . .	50	50	50	50
	24 Total operating and administrative expenses. Add lines 13 through 23 . . . . .	14,804	14,804	14,804	14,804
25 Contributions, gifts, grants paid . . . . .	131,970			131,970	
26 Total expenses and disbursements. Add lines 24 and 25	146,774	14,804	14,804	146,774	
27 Subtract line 26 from line 12: a Excess of revenue over expenses and disbursements b Net investment income (if negative, enter -0-) c Adjusted net income (if negative, enter -0-)	(98,060)			33,910	
				19,643	

2011

<b>Part II</b> <b>Balance Sheets</b>		Attached schedules and amounts in the description column should be for end-of-year amounts only. (See instructions.)	Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
<b>Assets</b>	1	Cash—non-interest-bearing . . . . .	362	0	0
	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 instructions) . . . . .			
	7	Other notes and loans receivable (attach schedule) ►			
		Less: allowance for doubtful accounts ►			
	8	Inventories for sale or use . . . . .			
	9	Prepaid expenses and deferred charges . . . . .			
	10a	Investments—U.S. and state government obligations (attach schedule) . . . . .	2,912,948	2,543,997	2,543,997
	b	Investments—corporate stock (attach schedule) . . . . .			
	c	Investments—corporate bonds (attach schedule) . . . . .			
<b>Liabilities</b>	11	Investments—land, buildings, and equipment: basis ►			
		Less: accumulated depreciation (attach schedule) ►			
	12	Investments—mortgage loans . . . . .			
	13	Investments—other (attach schedule) . . . . .			
	14	Land, buildings, and equipment: basis ►			
		Less accumulated depreciation (attach schedule) ►			
	15	Other assets (describe ► ) . . . . .			
	16	<b>Total assets</b> (to be completed by all filers—see the instructions. Also, see page 1, item I) . . . . .	2,913,310	2,543,997	2,543,997
	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	<b>Total liabilities</b> (add lines 17 through 22) . . . . .	0	0	
<b>Net Assets or Fund Balances</b>	<b>Foundations that follow SFAS 117, check here ► <input type="checkbox"/></b> and complete lines 24 through 26 and lines 30 and 31.				
	24	Unrestricted . . . . .			
	25	Temporarily restricted . . . . .			
	26	Permanently restricted . . . . .			
	<b>Foundations that do not follow SFAS 117, check here ► <input type="checkbox"/></b> and complete lines 27 through 31.				
	27	Capital stock, trust principal, or current funds . . . . .			
	28	Paid-in or capital surplus, or land, bldg., and equipment fund . . . . .			
	29	Retained earnings, accumulated income, endowment, or other funds . . . . .			
	30	<b>Total net assets or fund balances</b> (see instructions) . . . . .	2,913,310	2,543,997	
	31	<b>Total liabilities and net assets/fund balances</b> (see instructions) . . . . .	2,913,310	2,543,997	

**Part III** **Analysis of Changes in Net Assets or Fund Balances**

1	Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return) . . . . .	1	2,913,310
2	Enter amount from Part I, line 27a . . . . .	2	(98,060)
3	Other increases not included in line 2 (itemize) ► . . . . .	3	
4	Add lines 1, 2, and 3 . . . . .	4	
5	Decreases not included in line 2 (itemize) ► <b>Unrealized Losses</b> . . . . .	5	271,253
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30 . . . . .	6	2,543,997

**Part IV Capital Gains and Losses for Tax on Investment Income**

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co.)			(b) How acquired P—Purchase D—Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
<b>1a</b> See Sch D (\$99,560 gain and \$85,293 loss net gain \$14,267)					
<b>b</b>					
<b>c</b>					
<b>d</b>					
<b>e</b>					
(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)		
<b>a</b>					
<b>b</b>					
<b>c</b>					
<b>d</b>					
<b>e</b>					
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))		
(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			
<b>a</b>					
<b>b</b>					
<b>c</b>					
<b>d</b>					
<b>e</b>					
<b>2</b> Capital gain net income or (net capital loss)	{ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }		<b>2</b>	14,267	
<b>3</b> Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c) (see instructions). If (loss), enter -0- in Part I, line 8			<b>3</b>	0	

**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 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))
2010	138,670	2,659,555	0.052
2009	139,168	2,382,594	0.058
2008	130,202	2,677,728	0.049
2007	214,858	3,304,433	0.065
2006	213,792	3,103,758	0.069
<b>2</b> Total of line 1, column (d)			0.293
<b>3</b> Average distribution ratio for the 5-year base period—divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years			0.059
<b>4</b> Enter the net value of noncharitable-use assets for 2011 from Part X, line 5			2,645,181
<b>5</b> Multiply line 4 by line 3			156,065
<b>6</b> Enter 1% of net investment income (1% of Part I, line 27b)			339
<b>7</b> Add lines 5 and 6			156,404
<b>8</b> Enter qualifying distributions from Part XII, line 4			146,774
If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions.			

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ► <input type="checkbox"/> and enter "N/A" on line 1. Date of ruling or determination letter: _____ (attach copy of letter if necessary—see instructions)	1	678		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► <input type="checkbox"/> and enter 1% of Part I, line 27b				
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				
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)				
5	<b>Tax based on investment income.</b> Subtract line 4 from line 3. If zero or less, enter -0-	5	678		
6	<b>Credits/Payments:</b>				
a	2011 estimated tax payments and 2010 overpayment credited to 2011			6a	3,025
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	3,025		
8	Enter any <b>penalty</b> for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8	0		
9	<b>Tax due.</b> If the total of lines 5 and 8 is more than line 7, enter <b>amount owed</b> ►	9	0		
10	<b>Overpayment.</b> If line 7 is more than the total of lines 5 and 8, enter the <b>amount overpaid</b> ►	10	2,347		
11	Enter the amount of line 10 to be. Credited to 2012 estimated tax ►	2,347	Refunded ►	11	0

**Part VII-A Statements Regarding Activities**

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?	Yes	No
1a		✓	
1b	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>			
1c	Did the foundation file <b>Form 1120-POL</b> for this year?	✓	
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? <i>If "Yes," attach a detailed description of the activities.</i>	✓	
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>	✓	
4a	Did the foundation have unrelated business gross income of \$1,000 or more during the year?	✓	
b	If "Yes," has it filed a tax return on <b>Form 990-T</b> 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>	✓	
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?	✓	
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>	✓	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ► <b>Massachusetts</b>		
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>	✓	
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 2011 or the taxable year beginning in 2011 (see instructions for Part XIV)? <i>If "Yes," complete Part XIV</i>	✓	
10	Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses</i>	✓	

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

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11	✓
12	Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement (see instructions)	12	✓
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ►	13	✓
14	The books are in care of ► Henry Bratcher Located at ► 55 Bacon Street Natick MA	Telephone no. ► 508-653-7833 ZIP+4 ► 01760	
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	□
16	At any time during calendar year 2011, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country? See the instructions for exceptions and filing requirements for Form TD F 90-22.1. If "Yes," enter the name of the foreign country ►	16	Yes No ✓

**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? . . . . . (2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? . . . . . (3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? . . . . . (4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? . . . . . (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)? . . . . . (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 instructions)? . . . . . Organizations relying on a current notice regarding disaster assistance check here ►□	1b	✓
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2011? . . . . .	1c	✓
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)): a At the end of tax year 2011, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2011? . . . . . If "Yes," list the years ► 20____, 20____, 20____, 20____ b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement—see instructions.) . . . . . c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. ► 20____, 20____, 20____, 20____	2b	✓
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? . . . . . b If "Yes," did it have excess business holdings in 2011 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 2011.) . . . . .	3b	✓
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes? 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 2011?	4a 4b	✓ ✓

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

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

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

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

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

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see 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 instructions)? 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? If "Yes" to 6b, file Form 8870.  Yes  No

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?  Yes  No

5b

6b

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 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
Anne Schlufer, President	President	0	0	0
-----	-----	-----	-----	-----
-----	-----	-----	-----	-----
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**2 Compensation of five highest-paid employees (other than those included on line 1—see 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
-----	-----	-----	-----	-----
-----	-----	-----	-----	-----
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-----	-----	-----	-----	-----
-----	-----	-----	-----	-----

Total number of other employees paid over \$50,000 ► 0

**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 instructions). If none, enter "NONE."		
(a) Name and address of each person paid more than \$50,000	(b) Type of service	(c) Compensation
Fiduciary Trust International 600 Fifth Ave, NY, NY 10020	Financial Custodian	14,104
Henry Bratcher 55 Bacon St. Natick, MA 01760	Tax preparation	650
<b>Total number of others receiving over \$50,000 for professional services</b>		<b>0</b>

**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 instructions)**

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2		Amount
1		
2		
All other program-related investments. See instructions		
3		
<b>Total. Add lines 1 through 3</b>		<b>0</b>

**Part X Minimum Investment Return** (All domestic foundations must complete this part. Foreign foundations, see 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	2,685,463
b	Average of monthly cash balances	1b	0
c	Fair market value of all other assets (see instructions)	1c	
d	<b>Total</b> (add lines 1a, b, and c)	1d	2,685,463
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	0
2	Acquisition indebtedness applicable to line 1 assets	2	0
3	Subtract line 2 from line 1d	3	2,685,463
4	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see instructions)	4	40,282
5	<b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4	5	2,645,181
6	<b>Minimum investment return.</b> Enter 5% of line 5	6	132,259

**Part XI Distributable Amount** (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ►  and do not complete this part.)

1	Minimum investment return from Part X, line 6	1	132,259
2a	Tax on investment income for 2011 from Part VI, line 5	2a	678
b	Income tax for 2011. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	678
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	131,581
4	Recoveries of amounts treated as qualifying distributions	4	0
5	Add lines 3 and 4	5	131,581
6	Deduction from distributable amount (see instructions)	6	-
7	<b>Distributable amount</b> as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	131,581

**Part XII Qualifying Distributions** (see 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	146,774
b	Program-related investments—total from Part IX-B	1b	0
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	0
3	Amounts set aside for specific charitable projects that satisfy the:		
a	Suitability test (prior IRS approval required)	3a	0
b	Cash distribution test (attach the required schedule)	3b	0
4	<b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	146,774
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 instructions)	5	0
6	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4	6	146,774

**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 instructions)**

	(a) Corpus	(b) Years prior to 2010	(c) 2010	(d) 2011
1 Distnbutable amount for 2011 from Part XI, line 7 . . . . .				131,581
2 Undistributed income, if any, as of the end of 2011:				
a Enter amount for 2010 only . . . . .			0	
b Total for prior years: 20 ____,20 ____,20 ____		0		
3 Excess distributions carryover, if any, to 2011:				
a From 2006 . . . . .	0			
b From 2007 . . . . .	67,679			
c From 2008 . . . . .	130,202			
d From 2009 . . . . .	139,168			
e From 2010 . . . . .	138,670			
f Total of lines 3a through e . . . . .	475,719			
4 Qualifying distributions for 2011 from Part XII, line 4: ► \$ 146,774			0	
a Applied to 2010, but not more than line 2a . . . . .			0	
b Applied to undistributed income of prior years (Election required—see instructions) . . . . .		0		
c Treated as distributions out of corpus (Election required—see instructions) . . . . .	0			
d Applied to 2011 distributable amount . . . . .			0	
e Remaining amount distributed out of corpus	0			
5 Excess distributions carryover applied to 2011 (If an amount appears in column (d), the same amount must be shown in column (a).)	131,581			131,581
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	0			
b Prior years' undistributed income. Subtract line 4b from line 2b . . . . .		0		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed . . . . .		0		
d Subtract line 6c from line 6b. Taxable amount—see instructions . . . . .		0		
e Undistributed income for 2010. Subtract line 4a from line 2a. Taxable amount—see instructions . . . . .			0	
f Undistributed income for 2011. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2012 . . . . .				0
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions) .		0		
8 Excess distributions carryover from 2006 not applied on line 5 or line 7 (see instructions) .		0		
9 Excess distributions carryover to 2012. Subtract lines 7 and 8 from line 6a . . . . .	490,912			
10 Analysis of line 9:				
a Excess from 2007 . . . . .	0			
b Excess from 2008 . . . . .	66,300			
c Excess from 2009 . . . . .	139,168			
d Excess from 2010 . . . . .	138,670			
e Excess from 2011 . . . . .	146,774			

**Part XIV Private Operating Foundations (see 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 2011, enter the date of the ruling ►			
b	Check box to indicate whether the foundation is a private operating foundation described in section <input type="checkbox"/> 4942(j)(3) or <input type="checkbox"/> 4942(j)(5)			
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 $\frac{2}{3}$ 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)(ii)			
(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 instructions.)****1 Information Regarding Foundation Managers:**

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

NONE

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

NONE

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

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

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

Sprague Foundation 715 Dodds Lane, Gladwyne, PA 19035

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

NONE

c Any submission deadlines:

NONE

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

NONE

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

Recipient	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
Name and address (home or business)				
<i>a Paid during the year</i>				
SEE CONTRIBUTION LIST ATTACHED	NONE		For education and the the betterment of people in need	131,970
<b>Total . . . . .</b>			► 3a	<b>131,970</b>
<i>b Approved for future payment</i>				
<b>Total . . . . .</b>			► 3b	<b>0</b>

## 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 instructions.)
		(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
<b>1</b>	Program service revenue:					
a						
b						
c						
d						
e						
f						
<b>g</b>	Fees and contracts from government agencies					
<b>2</b>	Membership dues and assessments					
<b>3</b>	Interest on savings and temporary cash investments					
<b>4</b>	Dividends and interest from securities					
<b>5</b>	Net rental income or (loss) from real estate:					
a	Debt-financed property					
b	Not debt-financed property					
<b>6</b>	Net rental income or (loss) from personal property					
<b>7</b>	Other investment income					
<b>8</b>	Gain or (loss) from sales of assets other than inventory					
<b>9</b>	Net income or (loss) from special events					
<b>10</b>	Gross profit or (loss) from sales of inventory					
<b>11</b>	Other revenue. a					
b						
c						
d						
e						
<b>12</b>	Subtotal. Add columns (b), (d), and (e)					

**13 Total.** Add line 12, columns (b), (d), and (e).  
(See worksheet in line 13 instructions to verify calculations.)

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

**Part XVII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations**

		Yes	No
1' Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a Transfers from the reporting foundation to a noncharitable exempt organization of:			
(1) Cash	1a(1)	✓	
(2) Other assets	1a(2)	✓	
b Other transactions:			
(1) Sales of assets to a noncharitable exempt organization	1b(1)	✓	
(2) Purchases of assets from a noncharitable exempt organization	1b(2)	✓	
(3) Rental of facilities, equipment, or other assets	1b(3)	✓	
(4) Reimbursement arrangements	1b(4)	✓	
(5) Loans or loan guarantees	1b(5)	✓	
(6) Performance of services or membership or fundraising solicitations	1b(6)	✓	
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c	✓	
d If the answer to any of the above is "Yes," complete the following schedule. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation. If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received.			

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

<b>Sign Here</b>	<p>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) is based on all information of which preparer has any knowledge.</p> <p> 130 Main St President</p>		
	Signature of officer or trustee	Date	Title

<b>Paid Preparer Use Only</b>	Print/Type preparer's name	Preparer's signature	Date	Check <input checked="" type="checkbox"/> if self-employed	PTIN
	Henry E. Bratcher III		5/10/2012		020365982
	Firm's name ► Henry E. Bratcher III		Firm's EIN ►	See above	
Firm's address ► 55 Bacon St. Natick MA 01760		Phone no.	508-653-7833		

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Description	Date Acquired	Date Sold	Gross Sales Price	Cost or Other Basis	Long-term Gain/Loss
<b>154 RATE CAPITAL GAINS (LOSSES)</b>					
2500 . BOARDWALK PIPELINES PARTNERS LP	08/18/2009	08/26/2011	59,423.86	57,407.00	2,016.86
1000 . CELENE CORP	06/08/2007	09/23/2011	63,344.89	58,870.00	4,474.89
1088 . CURTISS WRIGHT CORP	08/08/2000	03/24/2011	37,135.67	8,602.41	28,533.26
1038 576 FRANKLIN CUSTODIAN FDS US GOVT ADV CL	03/09/2009	03/31/2011	7,000.00	6,875.37	124.63
1479 29 FRANKLIN CUSTODIAN FDS US GOVT ADV CL	03/09/2009	04/21/2011	10,000.00	9,792.90	207.10
1691 176 FRANKLIN CUSTODIAN FDS US GOVT ADV CL	03/09/2009	05/05/2011	11,500.00	11,195.59	304.41
1700 . HONEYWELL INT'L INC	08/08/2000	03/24/2011	97,526.28	61,319.00	36,207.28
500 . PRECISION CASTPARTS CORP	11/23/2009	05/20/2011	76,869.57	44,451.00	32,418.57
1500 . VODAFONE GROUP PLC SPONSORED ADR	06/08/2007	03/24/2011	42,602.93	47,329.95	-4,727.02
<b>TOTAL 154 RATE CAPITAL GAINS (LOSSES)</b>			<b>405,403.00</b>	<b>305,843.00</b>	<b>99,560.00</b>

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Sch D P2 Sprague Foundation  
04-2946393

SPRAGUE FOUNDATION INC 140669508  
Schedule D Detail of Short-term Capital Gains and Losses

Description	Date Acquired	Date Sold	Gross Sales Price	Cost or Other Basis	Short-term Gain/Loss
700. CITRIX SYS INC.	12/07/2010	08/11/2011	43,186.51	49,588.98	-6,402.47
100. GOOGLE INC	03/24/2011	09/23/2011	51,654.26	58,663.75	-7,009.49
4400. HUDSON CITY BANCORP INC	09/08/2010	03/07/2011	42,944.93	52,732.24	-9,787.31
1400. LAZARD LTD	03/24/2011	09/23/2011	31,799.41	59,647.56	-27,848.15
2800. WEATHERFORD INTL LTD	03/24/2011	09/23/2011	36,532.86	58,400.44	-21,867.58
3000. INDUSTRIVARDEN AB SER C FR (SEK)	12/08/2010	08/12/2011	36,890.64	49,268.75	-12,378.11
<b>Totals</b>			<b>243,009.00</b>	<b>328,302.00</b>	<b>-85,293.00</b>

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**Sprague Fdn 2011 - Last year**  
1/1/2011 through 12/31/2011

prague Fdn 2011 - Last year  
1/1/2011 through 12/31/2011

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Date	Account	Num	Description	Memo	Category	Amount
3/26/2012						
<b>EXPENSES</b>						
<b>Donation</b>						
1/22/2011	Fdn chkg	2558	People's Light&T Co (Annual Fund)	39 Conestoga Rd Malvern PA19355-1798	Donation	c -1,500.00
3/5/2011	Fdn chkg	2571	Kantas Foundation	1275 Rose Lane, Bwynn PA 19312	Donation	c -3,000.00
3/7/2011	Fdn chkg	2567	Friends Central School	1101 City Avenue, Wynnewood, PA 19096	Donation	c -1,000.00
3/11/2011	Fdn chkg	2572	Brdlewild Association	PO Box 368, Gladwyne, PA 19035	Donation	c -250.00
4/4/2011	Fdn chkg	2573	Riverbend	1950 Spring Mill Road, Gladwyne, PA 19035	Donation	c -1,000.00
4/20/2011	Fdn chkg	2575	Gladwyne Free Library	362 Righters Mill Road, Gladwyne, PA 190	Donation	c -1,000.00
4/25/2011	Fdn chkg	2580	Pennsylvania Horticultural Society- Green Cit	100 N 20th St, Phila, PA 19103	Donation	c -1,500.00
4/26/2011	Fdn chkg	2583	Fnends Central School	1101 City Avenue, Wynnewood, PA 19096	Donation	c -5,000.00
4/26/2011	Fdn chkg	2584	Fnends Central School	1101 City Avenue, Wynnewood, PA 19096	Donation	c -5,000.00
5/10/2011	Fdn chkg	2585	Gladwyne Fire Company	Conshohocken State Rd, Gladwyne, PA 1	Donation	c -1,000.00
5/19/2011	Fdn chkg	2581	Ventfort Hall Association, Inc	104 Walker St, Lenox, MA 01240	Donation	c -30,000.00
5/31/2011	Fdn chkg	2582	Bryn Mawr College	101 N Merion Ave, Bryn Mawr, PA 19010	Donation	c -2,500.00
6/3/2011	Fdn chkg	2587	Gladwyne Library League	362 Righters Mill Road, Gladwyne, PA 190	Donation	c -500.00
6/3/2011	Fdn chkg	2586	Lower Merion Conservancy	1301 Rose Glen Road Gladwyne, PA 19035	Donation	c -1,000.00
6/25/2011	Fdn chkg	2590	Bard College at Simon's Rock (General Fund)	4 Alford Rd Gt Barrington MA 01230	Donation	c -20,000.00
6/25/2011	Fdn chkg	2589	Bryn Mawr College - GHCO	101 N Merion Ave, Bryn Mawr, PA 19010	Donation	c -11,000.00
7/7/2011	Fdn chkg	2591	Institute for Clinical Social Work	200 N Michigan Av, # 407, Chicago, IL 60	Donation	c -1,000.00
7/9/2011	Fdn chkg	2588	Brdlewild Association	PO Box 368, Gladwyne, PA 19035	Donation	c -1,000.00
7/22/2011	Fdn chkg	2592	Psychoanalytic Center Foundation	Mt Pleasant Dr Philadelphia, PA	Donation	c -3,500.00
8/8/2011	Fdn chkg	2593	WRTI - Temple University	1509 Cecel B Moore Ave, Phila, PA 19121	Donation	c -250.00
8/23/2011	Fdn chkg	2595	Pennsylvania Hospital	800 Spruce Street, Phila, PA 19107	Donation	c -1,000.00
9/8/2011	Fdn chkg	2594	Riverbend	1950 Spring Mill Road, Gladwyne, PA 19035	Donation	c -370.00
9/28/2011	Fdn chkg	2596	Choate Rosemary Hall	333 Christian St, Wallingford, CT 06492	Donation	c -100.00
9/28/2011	Fdn chkg	2597	Shore Line Trolley Museum	17 River St, East Haven, CT 06512	Donation	c -10,000.00
9/28/2011	Fdn chkg	2598	Pennsylvania Horticultural Society	100 N 20th St, Phila, PA 19103	Donation	c -500.00
11/8/2011	Fdn chkg	2599	The Franklin Institute	222 N 20th St, Philadelphia, PA 19103	Donation	c -1,500.00
11/8/2011	Fdn chkg	2600	Family Service of Chester County	310 North Matlack St, West Chester, PA	Donation	c -10,000.00
11/8/2011	Fdn chkg	2601	Musicopia	2001 Market St, Suite 3100, Phila, PA 191	Donation	c -500.00
11/8/2011	Fdn chkg	2602	Academy Of Natural Science	1900 Ben Franklin Pkwy, Phila, PA 19103	Donation	c -1,000.00
11/8/2011	Fdn chkg	2603	People's Light&T Co (Annual Fund)	39 Conestoga Rd Malvern PA19355-1798	Donation	c -10,000.00
11/8/2011	Fdn chkg	2604	School in Rose Valley Annual Fund	20 School Lane, Rose Valley, PA 19063	Donation	c -500.00
11/8/2011	Fdn chkg	2605	Philly Cure HD	PO Box 4054, Philadelphia, PA 19118	Donation	c -5,000.00
11/8/2011	Fdn chkg	2606	Pine Cobble School	163 Gale Road, Williamstown MA 01267-	Donation	c -500.00

Sprague Fdn 2011 - Last year  
1/1/2011 through 12/31/2011

	3/26/2012	Date	Account	Num	Description	Memo	Category	Amount
<b>Filing fee</b>								<b>-50.00</b>
<b>Other Tax:Filing fee</b>								<b>-50.00</b>
4/25/2011		Fdn chkg	2577	Commonwealth of Massachusetts	TaxID 04-2946393 11/1/11 AnRept	Tax Filing fee c		-15.00
4/25/2011		Fdn chkg	2578	Commonwealth of Massachusetts	December 31, 2010 AttyGenAcct#022046	Tax Filing fee c		-35.00
4/25/2011		Fdn chkg ...	2579	**VOID**Commonwealth of Massachusetts	December 31, 2010 AttyGenAcct#022046	Tax Filing fee c		0.00
<b>Tax prep</b>								<b>-650.00</b>
<b>Other Tax prep</b>								<b>-650.00</b>
4/25/2011		Fdn chkg	2576	Henry Bratcher, Esq	2010 Fdn Tax Returns & annual corporate	Tax prep c		
					<b>OVERALL TOTAL</b>			<b>-132,670.00</b>

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