efile GRAPHIC print - DO NOT PROCESS | As Filed Data - | DLN: 93491233004032

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

2011

For calendar year 2011, or tax year beginning 01-01-2011 , and ending 12-31-2011

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
H ARTHUR SMITH CHARITABLE FOUNDATION

A Employer identification number
04-3391489

Number and street (or P O box number if mail is not delivered to street address) | Room/suite
30221 33RD AVE SW

B Telephone number (see page 10 of the instructions)
(253) 874-6199

City or town, state, and ZIP code
FEDERAL WAY, WA 980232322

C If exemption application is pending, check here ▶ ☐
D 1. Foreign organizations, check here ▶ ☐
2. Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐
E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐
F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ ☐

H Check type of organization ☑ Section 501(c)(3) exempt private foundation
☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

I Fair market value of all assets at end of year *(from Part II, col. (c), line 16)* ▶$ 1,755,859

J Accounting method ☑ Cash ☐ Accrual
☐ Other (specify) _
(Part I, column (d) must be on cash basis.)

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

			(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 ▶ ☑ if the foundation is **not** required to attach Sch B				
	3	Interest on savings and temporary cash investments	19,350	19,350		
	4	Dividends and interest from securities.	70,196	70,196		
	5a	Gross rents				
	b	Net rental income or (loss) ________				
	6a	Net gain or (loss) from sale of assets not on line 10	24,767			
	b	Gross sales price for all assets on line 6a 260,776				
	7	Capital gain net income (from Part IV, line 2) . . .		24,767		
	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)	1,479	0		
	12	**Total.** Add lines 1 through 11	115,792	114,313		
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc	3,200	1,680		1,520
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16a	Legal fees (attach schedule).				
	b	Accounting fees (attach schedule).	5,503	2,751		2,752
	c	Other professional fees (attach schedule)	18,789	18,789		0
	17	Interest				
	18	Taxes (attach schedule) (see page 14 of the instructions)	3,715	1,595		2,120
	19	Depreciation (attach schedule) and depletion . . .				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (attach schedule)	465	0		465
	24	**Total operating and administrative expenses.** Add lines 13 through 23	31,672	24,815		6,857
	25	Contributions, gifts, grants paid	110,000			110,000
	26	**Total expenses and disbursements.** Add lines 24 and 25	141,672	24,815		116,857
	27	Subtract line 26 from line 12				
	a	**Excess of revenue over expenses and disbursements**	-25,880			
	b	**Net investment income** (if negative, enter -0-)		89,498		
	c	**Adjusted net income** (if negative, enter -0-) . . .				

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	(c) Fair Market Value
Assets	1	Cash—non-interest-bearing	237,185	86,506	86,506
	2	Savings and temporary cash investments			
	3	Accounts receivable ▶ Less allowance for doubtful accounts ▶			
	4	Pledges receivable ▶ Less allowance for doubtful accounts ▶			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 15 of the instructions)			
	7	Other notes and loans receivable (attach schedule) ▶ Less allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges		1,385	1,385
	10a	Investments—U S and state government obligations (attach schedule)	31,806	31,806	33,104
	b	Investments—corporate stock (attach schedule)	493,286	543,864	595,232
	c	Investments—corporate bonds (attach schedule)	288,753	289,477	296,173
	11	Investments—land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶			
	12	Investments—mortgage loans			
	13	Investments—other (attach schedule)	696,319	769,848	739,295
	14	Land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶			
	15	Other assets (describe ▶)	5,581	4,164	4,164
	16	**Total assets** (to be completed by all filers—see the instructions Also, see page 1, item I)	1,752,930	1,727,050	1,755,859
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)	0	0	
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	1,752,930	1,727,050	
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ▶ ☐ **and complete lines 27 through 31.**			
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, bldg , and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds			
	30	**Total net assets or fund balances** (see page 17 of the instructions)	1,752,930	1,727,050	
	31	**Total liabilities and net assets/fund balances** (see page 17 of the instructions)	1,752,930	1,727,050	

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

1	Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	1,752,930
2	Enter amount from Part I, line 27a	2	-25,880
3	Other increases not included in line 2 (itemize) ▶	3	0
4	Add lines 1, 2, and 3	4	1,727,050
5	Decreases not included in line 2 (itemize) ▶	5	0
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	1,727,050

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 Additional Data Table			
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	See Additional Data Table			
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	See Additional Data Table			
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	24,767
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))
2010	91,455	1,590,988	0 057483
2009	95,258	1,931,940	0 049307
2008	107,371	2,496,960	0 043001
2007	184,996	2,979,629	0 062087
2006	211,281	2,957,777	0 071432

2	**Total** of line 1, column (d).	2	0 283310
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 056662
4	Enter the net value of noncharitable-use assets for 2011 from Part X, line 5.	4	1,837,121
5	Multiply line 4 by line 3.	5	104,095
6	Enter 1% of net investment income (1% of Part I, line 27b).	6	895
7	Add lines 5 and 6.	7	104,990
8	Enter qualifying distributions from Part XII, line 4.	8	116,857

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate See the Part VI instructions on page 18

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see page 18 of the instructions)

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1 Date of ruling or determination letter ____________ **(attach copy of letter if necessary–see instructions)**				
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☑ and enter 1% of Part I, line 27b			1	895
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	0
3	Add lines 1 and 2			3	895
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)			4	0
5	**Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-			5	895
6	Credits/Payments				
a	2011 estimated tax payments and 2010 overpayment credited to 2011	6a	2,280		
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	2,280
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	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶			10	1,385
11	Enter the amount of line 10 to be **Credited to 2012 estimated tax** ▶ 1,385	**Refunded** ▶		11	0

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		No
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		No
	*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		No
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year **(1)** On the foundation ▶ $ 0 **(2)** On foundation managers ▶ $ 0			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ 0			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities.*	2		No
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		No
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		No
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		No
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	Yes	
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	Yes	
8a	Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ▶MA			
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	Yes	
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 on page 27)? *If "Yes," complete Part XIV*	9		No
10	Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10		No

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		No
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		No
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	Yes	

Website address ▶N/A

14 The books are in care of ▶PAMELA MARTIN Telephone no ▶(253) 874-6199

Located at ▶30221 33RD AVE SW FEDERAL WAY WA ZIP+4 ▶980232322

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 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?	16		No

See 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 20 of the instructions)?	1b		No
	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 2011?	1c		No
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? ☐ Yes ☑ No			
	If "Yes," list the years ▶ 20____, 20____, 20____, 20____			
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement—see page 20 of the instructions)	2b		
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ▶ 20____, 20____, 20____, 20____			
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ Yes ☑ No			
b	If "Yes," did it have excess business holdings in 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?	4a		No
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?	4b		No

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

5a	During the year did the foundation pay or incur any amount to			
	(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☑ No			
	(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☑ No			
	(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☑ No			
	(4) Provide a grant to an organization other than a charitable, etc , organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see page 22 of the instructions) ☐ Yes ☑ No			
	(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☑ No			
b	If any answer is "Yes" to 5a(1)–(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see page 22 of the instructions)?	**5b**		
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
c	If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☐ No			
	If "Yes," attach the statement required by Regulations section 53.4945–5(d).			
6a	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☑ No			
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	**6b**		No
	If "Yes" to 6b, file Form 8870.			
7a	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☑ No			
b	If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?	**7b**		

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

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

(a) Name and address	**(b)** Title, and average hours per week devoted to position	**(c)** Compensation **(If not paid, enter -0-)**	**(d)** Contributions to employee benefit plans and deferred compensation	**(e)** Expense account, other allowances
JANICE MARTIN PO BOX 182 BOW, WA 98232	TRUSTEE 1 00	1,600	0	0
PAMELA MARTIN 30221 33RD AVE SW FEDERAL WAY, WA 980232322	TRUSTEE 2 00	1,600	0	0

2 Compensation of five highest-paid employees (other than those included on line 1—see page 23 of the instructions). If none, enter "NONE."

(a) Name and address of each employee paid more than $50,000	**(b)** Title, and average hours per week devoted to position	**(c)** Compensation	**(d)** Contributions to employee benefit plans and deferred compensation	**(e)** Expense account, other allowances
NONE				
Total number of other employees paid over $50,000 ▶				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 page 23 of the instructions). If none, enter "NONE".

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

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

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

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1	
2	
3	
4	

Part IX-B **Summary of Program-Related Investments** (see page 23 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	
2	
All other program-related investments See page 24 of the instructions 3	
Total. Add lines 1 through 3. . . . . ▶	0

Part X **Minimum Investment Return** (All domestic foundations must complete this part. Foreign foundations, see page 24 of the instructions.)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes		
a	Average monthly fair market value of securities	1a	1,775,088
b	Average of monthly cash balances	1b	90,009
c	Fair market value of all other assets (see page 24 of the instructions)	1c	0
d	**Total** (add lines 1a, b, and c)	1d	1,865,097
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	1,865,097
4	Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see page 25 of the instructions)	4	27,976
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	1,837,121
6	**Minimum investment return.** Enter 5% of line 5	6	91,856

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	91,856
2a	Tax on investment income for 2011 from Part VI, line 5 — 2a: 895		
b	Income tax for 2011 (This does not include the tax from Part VI) — 2b:		
c	Add lines 2a and 2b	2c	895
3	Distributable amount before adjustments Subtract line 2c from line 1	3	90,961
4	Recoveries of amounts treated as qualifying distributions	4	0
5	Add lines 3 and 4	5	90,961
6	Deduction from distributable amount (see page 25 of the instructions)	6	0
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	90,961

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	116,857
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	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	116,857
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	895
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	115,962

Note: The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years

Part XIII Undistributed Income (see page 26 of the instructions)

	(a) Corpus	(b) Years prior to 2010	(c) 2010	(d) 2011
1 Distributable amount for 2011 from Part XI, line 7				90,961
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. 67,165				
b From 2007. 38,957				
c From 2008.				
d From 2009.				
e From 2010. 14,172				
f **Total** of lines 3a through e.	120,294			
4 Qualifying distributions for 2011 from Part XII, line 4 ▶ $ 116,857				
a Applied to 2010, but not more than line 2a			0	
b Applied to undistributed income of prior years (Election required—see page 26 of the instructions)		0		
c Treated as distributions out of corpus (Election required—see page 26 of the instructions). . .	0			
d Applied to 2011 distributable amount.				90,961
e Remaining amount distributed out of corpus	25,896			
5 Excess distributions carryover applied to 2011 *(If an amount appears in column (d), the same amount must be shown in column (a).)*	0			0
6 **Enter the net total of each column as indicated below:**				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	146,190			
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 page 27 of the instructions . . .		0		
e Undistributed income for 2010 Subtract line 4a from line 2a Taxable amount—see page 27 of the instructions			0	
f Undistributed income for 2011 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2011				0
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)	0			
8 Excess distributions carryover from 2006 not applied on line 5 or line 7 (see page 27 of the instructions)	67,165			
9 **Excess distributions carryover to 2012.** Subtract lines 7 and 8 from line 6a	79,025			
10 Analysis of line 9				
a Excess from 2007. . . . 38,957				
b Excess from 2008. . . .				
c Excess from 2009. . . .				
d Excess from 2010. . . . 14,172				
e Excess from 2011. . . . 25,896				

Part XIV Private Operating Foundations (see page 27 of the instructions and Part VII-A, question 9)

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2011, enter the date of the ruling . . . . . . ▶

b Check box to indicate whether the organization is a private operating foundation described in section ☐ 4942(j)(3) or ☐ 4942(j)(5)

	Tax year	Prior 3 years			
	(a) 2011	**(b)** 2010	**(c)** 2009	**(d)** 2008	**(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 organization had $5,000 or more in assets at any time during the year—see page 27 of the instructions.)

1 Information Regarding Foundation Managers:

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

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

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

Check here ▶ ☑ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds If the foundation makes gifts, grants, etc (see page 28 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

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

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

c Any submission deadlines

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

Part XV Supplementary Information (continued)

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
UNIVERSITY OF MASSACHUSETTS MEMORIAL FOUNDATION 333 SOUTH STREET SHREWSBURY, MA 01545		509(A)(3)	PREVENTIVE AND BEHAVIORAL MEDICINE	50,000
UNIVERSITY OF MASSACHUSETTS MEMORIAL FOUNDATION 333 SOUTH STREET SHREWSBURY, MA 01545		509(A)(3)	ONCOLOGY	50,000
DARROW SCHOOL 110 DARROW RD NEW LEBANON, NY 12125		509(A)(1)	EDUCATION, ENVIRONMENTAL SUSTAINABILITY	10,000
Total . . . . ▶ **3a**				110,000
b *Approved for future payment*				
DARROW SCHOOL 110 DARROW RD NEW LEBANON, NY 12125		509(A)(1)	EDUCATION, ENVIRONMENTAL SUSTAINABILITY	10,000
Total . . . . ▶ **3b**				10,000

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)
1 Program service revenue	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments. . . .					
3 Interest on savings and temporary cash investments			14	19,350	
4 Dividends and interest from securities. . . .			14	70,196	
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.			14	1,479	
8 Gain or (loss) from sales of assets other than inventory			18	24,767	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory. .					
11 Other revenue a					
b					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e). .		0		115,792	0

13 Total. Add line 12, columns (b), (d), and (e). **13** 115,792

(See worksheet in line 13 instructions on page 28 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 organization's exempt purposes (other than by providing funds for such purposes) (See page 28 of the instructions)

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)		No
	(2) Other assets	1a(2)		No
b	Other transactions			
	(1) Sales of assets to a noncharitable exempt organization	1b(1)		No
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)		No
	(3) Rental of facilities, equipment, or other assets	1b(3)		No
	(4) Reimbursement arrangements	1b(4)		No
	(5) Loans or loan guarantees	1b(5)		No
	(6) Performance of services or membership or fundraising solicitations	1b(6)		No
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		No

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

******	2012-08-16	******
Signature of officer or trustee	Date	Title

Paid Preparer's Use Only

Preparer's Signature HOWARD DONKIN CPA	Date 2012-08-14	Check if self-employed ☐	PTIN P00147726
Firm's name ▶ JACOBSON JARVIS & CO PLLC		Firm's EIN ▶ 91-2011386	
Firm's address ▶ 600 STEWART STREET SUITE 1900 SEATTLE, WA 981011219		Phone no (206) 628-8990	

May the IRS discuss this return with the preparer shown above? See instructions ▶ ☐ Yes ☐ No

Additional Data

Software ID:	
Software Version:	
EIN:	04-3391489
Name:	H ARTHUR SMITH CHARITABLE FOUNDATION

Form 990PF - Special Condition Description:

Special Condition Description

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns a - d

(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)
175SH CVS CAREMARK CORP	P	2010-02-19	2011-01-28
50SH EXXON MOBIL CORP	P	2010-03-26	2011-03-01
75SH INTL BUSINESS MACHINES	P	2010-03-01	2011-01-21
1200SH ISHARES MSCI SWEDEN IDX	P	2010-08-03	2011-03-11
115SH ISHARES MSCI SWEDEN IDX	P	2010-12-30	2011-03-11
125SH ISHARES TR RUSSELL 2000	P	2010-12-30	2011-03-29
L-3 COMMUNI 5 875XXX CALLED	P	2010-05-11	2011-03-09
150SH MARATHON OIL CORP	P	2010-03-26	2011-03-01
MARATHON OIL CORP 6 5XXX CALLED	P	2010-03-11	2011-02-10
100SH MURPHY OIL CORP HKDG	P	2011-03-01	2011-11-10
350SH NEW YORK CMNTY BANCORP	P	2010-09-23	2011-08-10
65SH NEW YORK CMNTY BANCORP	P	2010-12-30	2011-08-10
NRG ENERGY INC 7 375XXX CALLED	P	2011-03-17	2011-05-24
200SH AKAMAI TECHNOLOGIES	P	2010-02-19	2011-08-10
H COLGATE PALMOLIVE CO	P	2010-03-26	2011-12-08
250SH FEDERATED INVS PA CL B	P	2010-03-26	2011-09-13
400SH GENERAL ELECTRIC CO	P	2010-02-19	2011-09-28
250SH GENERAL ELECTRIC CO	P	2010-04-15	2011-09-28
150SH GENUINE PARTS CO	P	2010-02-19	2011-06-09
50SH INTL BUSINESS MACHINES	P	2010-03-01	2011-12-08
450SH ISHARES TR RUSSELL	P	2010-03-01	2011-03-29
150SH NOBLE CORP	P	2010-03-01	2011-12-08
75SH NOBLE CORP	P	2010-06-10	2011-12-08
NRG ENERGY INC 7 375XXX CALLED	P	2010-05-12	2011-05-24
275SH PFIZER INCORPORATED	P	2010-02-19	2011-09-28
200SH PRIDE INTL INC	P	2010-02-19	2011-03-11
300SH QUEST SOFTWARE INC	P	2010-07-19	2011-11-10
225SH TRAVELERS COMPANIES INC	P	2010-02-19	2011-09-28
100SH VF CORPORATION	P	2010-03-01	2011-10-26
CAPITAL GAINS DIVIDENDS	P		

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns e - h

(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)
6,134		5,999	135
4,269		3,329	940
11,651		9,638	2,013
37,423		32,695	4,728
3,586		3,590	-4
10,327		9,891	436
10,196		10,015	181
7,626		4,633	2,993
11,364		11,242	122
5,456		7,319	-1,863
4,241		5,708	-1,467
788		1,246	-458
5,194		5,193	1
4,339		5,197	-858
6,801		6,324	477
4,152		6,576	-2,424
6,281		6,505	-224
3,926		4,903	-977
7,585		6,123	1,462
9,603		6,425	3,178
37,176		28,829	8,347
4,847		6,498	-1,651
2,423		2,168	255
10,387		9,840	547
4,865		4,981	-116
8,360		5,830	2,530
5,679		5,605	74
10,986		11,920	-934
13,484		7,787	5,697
1,627			1,627

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns i - l

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			**(l)** 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	
			135
			940
			2,013
			4,728
			-4
			436
			181
			2,993
			122
			-1,863
			-1,467
			-458
			1
			-858
			477
			-2,424
			-224
			-977
			1,462
			3,178
			8,347
			-1,651
			255
			547
			-116
			2,530
			74
			-934
			5,697
			1,627

TY 2011 Accounting Fees Schedule

Name: H ARTHUR SMITH CHARITABLE FOUNDATION

EIN: 04-3391489

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
ACCOUNTING	5,503	2,751		2,752

efile GRAPHIC print - DO NOT PROCESS	As Filed Data -	DLN: 93491233004032

TY 2011 Investments Corporate Bonds Schedule

Name: H ARTHUR SMITH CHARITABLE FOUNDATION

EIN: 04-3391489

Name of Bond	End of Year Book Value	End of Year Fair Market Value
AT&T INC 5.625%	11,011	11,572
BANK OF AMERICA 7.375%	11,288	10,354
BOSTON PROP 5.875%	10,515	11,272
CHESAPEAKE ENRGY 6.5%	15,317	15,919
CONSTELLATN BRND	9,990	10,950
DOW CHEMICAL CO 7.6%	11,483	11,276
EL PASO CORP 7%	15,428	16,425
EXELON GENERATIN 6.2%	11,040	11,500
FREEPORT MCMOR 8.375%	10,890	10,587
FRONTIER COM 8.25%	10,640	10,400
GEN ELEC CAP CORP 5.5%	15,488	16,445
GOLDMAN SACHS 6%	11,007	10,451
HANESBRANDS INC 8%	10,440	10,875
HOME DEPOT 5.4%	10,802	11,575
INTERNATIONAL L 5.875	10,245	9,875
KRAFT FOODS 5.25%	10,879	10,671
L-3 COMMUNI 5.875%	0	0
MARATHON OIL CORP 6.5%	0	0
MORGAN STANLEY 5.3%	15,987	15,184
NEWELL RUBBERMAID 4.7%	9,888	10,596
NRG ENERGY INC 7.375%	0	0
QWEST COMMUNS 7.5%	9,990	10,038
REGIONS BANK 7.5%	9,865	9,900
SBC COMMUNS 5.625%	0	0
STARWOODS HOTELS 6.75%	15,315	16,950
TESORO 6.625%	14,565	15,262
VALERO ENERGY 6.125%	11,135	11,177
XEROX CORP 6.35%	16,269	16,919

TY 2011 Investments Corporate Stock Schedule

Name: H ARTHUR SMITH CHARITABLE FOUNDATION

EIN: 04-3391489

Name of Stock	End of Year Book Value	End of Year Fair Market Value
200SH T	5,049	6,048
250SH ABT	13,223	14,057
2,300SH FAX	14,706	16,859
200SH ACE	11,086	14,024
200SH AKAM	0	0
100SH APA	10,354	9,058
910SH ARCC	13,376	14,059
90SH BDX	7,124	6,725
250SH BBY	8,338	5,842
40SH BLACKROCK INC	6,084	7,130
325SH EAT	5,708	8,697
450SH BMY	11,250	15,858
150SH BRCM	4,998	4,404
600SH BR	12,980	13,530
175SH CVS	0	0
175SH CM	13,737	12,665
125SH CVX	9,273	13,300
325SH CSCO	7,906	5,876
100SH CTXS	6,023	6,072
75SH CL	0	0
475SH CWHC	10,459	11,600
100SH COP	4,918	7,287
200SH DHR	7,673	9,408
300SH DRI	14,461	13,674
180SH DRC	6,942	8,984
300SH DD	13,076	13,734
325SH DUK	5,372	7,150
50SH XOM	3,329	4,238
250SH FII	0	0
200SH GD	13,733	13,282

Name of Stock	End of Year Book Value	End of Year Fair Market Value
25SH GOOG	14,609	16,147
100SH GEF	6,533	4,555
650SH GE	0	0
150SH GPC	0	0
125SH HAE	7,113	7,653
475SH HD	16,011	19,969
125SH IBM	0	0
100SH SJM	6,198	7,817
100SH JNJ	6,444	6,558
550SH KIMG	13,951	14,163
275SH KFT	8,402	10,274
150SH MRO	0	0
175SH LMT	13,352	14,157
75SH MTB	6,523	5,725
35SH MA	7,834	13,049
115SH MCK	7,112	8,960
250SH MCHP	7,032	9,158
450SH MSFT	13,022	11,682
175SH MSCI	5,033	5,763
350SH NYB	0	0
225SH NE	0	0
100SH PEP	6,550	6,635
200SH PBRA	7,049	4,698
275SH PFE	0	0
200SH PDE	0	0
175SH PG	11,111	11,674
250SH RSG	6,480	6,887
300SH QFST	0	0
425SH SDRL	13,662	14,102
240SH TGT	12,638	12,293

Name of Stock	End of Year Book Value	End of Year Fair Market Value
275SH TEF	7,155	4,727
1,550SH GIM	15,354	14,647
175SH SO	5,663	8,101
225SH TRV	0	0
200SH UTX	14,727	14,618
400SH UNH	14,665	20,272
75SH VFC	5,840	9,524
450SH VZ	13,156	18,054
150SH WMT	8,013	8,964
200SH WM	7,375	6,542
175SH MMM	14,079	14,303

TY 2011 Investments Government Obligations Schedule

Name:	H ARTHUR SMITH CHARITABLE FOUNDATION
EIN:	04-3391489
US Government Securities - End of Year Book Value:	31,806
US Government Securities - End of Year Fair Market Value:	33,104
State & Local Government Securities - End of Year Book Value:	0
State & Local Government Securities - End of Year Fair Market Value:	0

TY 2011 Investments - Other Schedule

Name: H ARTHUR SMITH CHARITABLE FOUNDATION

EIN: 04-3391489

Category/ Item	Listed at Cost or FMV	Book Value	End of Year Fair Market Value
14118SH PCRIX	AT COST	115,500	92,332
450SH CCW 7%	AT COST	11,583	11,515
835SH FXI	AT COST	35,024	29,116
125SH LQD	AT COST	13,150	14,220
1940SH EWC	AT COST	52,607	51,604
2475SH EWG	AT COST	53,909	47,569
1,200SH EWD	AT COST	0	0
3625SH EWJ	AT COST	37,274	33,024
1,990SH EFA	AT COST	106,351	98,565
950SH IWM	AT COST	60,622	70,063
1125SH JNK	AT COST	43,752	43,256
3,300SH VWO	AT COST	134,228	126,093
1,725SH VNQ	AT COST	81,893	100,050
450SH ELD	AT COST	23,955	21,888

TY 2011 Other Assets Schedule

Name: H ARTHUR SMITH CHARITABLE FOUNDATION

EIN: 04-3391489

Description	Beginning of Year - Book Value	End of Year - Book Value	End of Year - Fair Market Value
ACCRUED INTEREST	5,581	4,164	4,164

TY 2011 Other Expenses Schedule

Name: H ARTHUR SMITH CHARITABLE FOUNDATION

EIN: 04-3391489

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
FILING FEES	35	0		35
FORMER TRUSTEE FEE	400	0		400
MISCELLANEOUS	30	0		30

TY 2011 Other Income Schedule

Name: H ARTHUR SMITH CHARITABLE FOUNDATION

EIN: 04-3391489

Description	Revenue And Expenses Per Books	Net Investment Income	Adjusted Net Income
NON DIVIDEND DISTRIBTION	1,479	0	1,479

TY 2011 Other Professional Fees Schedule

Name: H ARTHUR SMITH CHARITABLE FOUNDATION

EIN: 04-3391489

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
EMERSON INVESTMENT FEES	18,789	18,789		0

TY 2011 Taxes Schedule

Name: H ARTHUR SMITH CHARITABLE FOUNDATION

EIN: 04-3391489

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
FOREIGN TAX PAID	1,595	1,595		0
FEDERAL TAXES	2,120	0		2,120