4/11/2012 12 54 52 PM - LAG - PGC - MCINERNEY AND FAFARD FDN

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 , and ending

Name of foundation: MCINERNEY AND FAFARD FDN	**A** Employer identification number: 06-1602836
Number and street (or P O box number if mail is not delivered to street address): P O Box 1501, NJ2-130-03-31 Room/suite:	**B** Telephone number (see instructions): 609-274-6834
City or town state, and ZIP code: PENNINGTON NJ 08534-1501	**C** If exemption application is pending, check here ▶ ☐
G Check all that apply ☐ Initial return ☐ Initial return of a former public charity ☐ Final return ☐ Amended return ☐ Address change ☐ Name change	**D** 1. Foreign organizations, check here ▶ ☐ 2. Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐
H Check type of organization ☒ Section 501(c)(3) exempt private foundation ☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation	**E** If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐
I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ $ 787,944 **J** Accounting method ☒ Cash ☐ Accrual ☐ Other (specify) (Part I, column (d) must be on cash basis)	**F** If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ ☐

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 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	0	0		
	4	Dividends and interest from securities	24,594	22,679		
	5 a	Gross rents		0		
	b	Net rental income or (loss) 0				
	6 a	Net gain or (loss) from sale of assets not on line 10	-1,294			
	b	Gross sales price for all assets on line 6a 79,436				
	7	Capital gain net income (from Part IV, line 2)		0		
	8	Net short-term capital gain			0	
	9	Income modifications				
	10 a	Gross sales less returns and allowances 0				
	b	Less Cost of goods sold 0				
	c	Gross profit or (loss) (attach schedule)	0			
	11	Other income (attach schedule)	0	0	0	
	12	**Total.** Add lines 1 through 11	23,300	22,679	0	
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc	0			
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16 a	Legal fees (attach schedule)	0	0	0	0
	b	Accounting fees (attach schedule)	1,500	0	0	1,500
	c	Other professional fees (attach schedule)	9,841	5,905	0	3,936
	17	Interest				
	18	Taxes (attach schedule) (see instructions)	1,382	298	0	0
	19	Depreciation (attach schedule) and depletion	0	0	0	
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (attach schedule)	150	150	0	0
	24	**Total operating and administrative expenses.** Add lines 13 through 23	12,873	6,353	0	5,436
	25	Contributions, gifts, grants paid	32,000			32,000
	26	Total expenses and disbursements Add lines 24 and 25	44,873	6,353	0	37,436
	27	Subtract line 26 from line 12				
	a	Excess of revenue over expenses and disbursements	-21,573			
	b	**Net investment income** (if negative, enter -0-)		16,326		
	c	**Adjusted net income** (if negative, enter -0-)			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	689	777	777
	2	Savings and temporary cash investments	7,411	25,983	25,983
	3	Accounts receivable ▶ 0			
		Less allowance for doubtful accounts ▶ 0	0	0	0
	4	Pledges receivable ▶ 0			
		Less allowance for doubtful accounts ▶ 0	0	0	0
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)	0	0	0
	7	Other notes and loans receivable (attach schedule) ▶ 0			
		Less allowance for doubtful accounts ▶ 0	0	0	0
	8	Inventories for sale or use	0	0	
	9	Prepaid expenses and deferred charges		0	
	10 a	Investments—U S and state government obligations (attach schedule)	0	0	0
	b	Investments—corporate stock (attach schedule)	63,278	62,720	81,085
	c	Investments—corporate bonds (attach schedule)	162,090	160,436	171,467
	11	Investments—land, buildings, and equipment basis ▶ 0			
		Less accumulated depreciation (attach schedule) ▶ 0	0	0	0
	12	Investments—mortgage loans			
	13	Investments—other (attach schedule)	526,310	486,800	508,632
	14	Land, buildings, and equipment basis ▶ 0			
		Less accumulated depreciation (attach schedule) ▶ 0	0	0	0
	15	Other assets (describe ▶)	0	0	0
	16	**Total assets** (to be completed by all filers—see the instructions Also, see page 1, item I)	759,778	736,716	787,944
Liabilities	17	Accounts payable and accrued expenses	0	0	
	18	Grants payable			
	19	Deferred revenue	0	0	
	20	Loans from officers directors trustees and other disqualified persons	0	0	
	21	Mortgages and other notes payable (attach schedule)	0	0	
	22	Other liabilities (describe ▶)	0	0	
	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			
	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	759,778	736,716	
	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 instructions)	759,778	736,716	
	31	**Total liabilities and net assets/fund balances** (see instructions)	759,778	736,716	

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	759,778
2	Enter amount from Part I, line 27a	2	-21,573
3	Other increases not included in line 2 (itemize) ▶ COST BASIS ADJUSTMENT	3	312
4	Add lines 1, 2, and 3	4	738,517
5	Decreases not included in line 2 (itemize) ▶ BOND AMORTIZATION	5	1,801
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	736,716

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 Attached Statement			
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	0	0	0	0
b	0	0	0	0
c	0	0	0	0
d	0	0	0	0
e	0	0	0	0

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	0	0	0	0
b	0	0	0	0
c	0	0	0	0
d	0	0	0	0
e	0	0	0	0

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	-1,294
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 instructions) If (loss), enter -0- in Part I, line 8	3	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	38,989	787,792	0 049491
2009	53,076	732,409	0 072468
2008	51,587	999,580	0 051609
2007	54,407	1,221,453	0 044543
2006	54,445	1,138,077	0 047839

2	**Total** of line 1, column (d)	2	0 265950
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 053190
4	Enter the net value of noncharitable-use assets for 2011 from Part X, line 5	4	823,479
5	Multiply line 4 by line 3	5	43,801
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	163
7	Add lines 5 and 6	7	43,964
8	Enter qualifying distributions from Part XII, line 4	8	37,436

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)

1 a 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 c All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)		1	327
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	327
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)		4	
5 **Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-		5	327
6 Credits/Payments			
a 2011 estimated tax payments and 2010 overpayment credited to 2011	6a 573		
b Exempt foreign organizations—tax withheld at source	6b		
c Tax paid with application for extension of time to file (Form 8868)	6c 0		
d Backup withholding erroneously withheld	6d		
7 Total credits and payments Add lines 6a through 6d		7	573
8 Enter any **penalty** for underpayment of estimated tax Check here ☐ if Form 2220 is attached		8	0
9 **Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶		9	0
10 **Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶		10	246
11 Enter the amount of line 10 to be **Credited to 2012 estimated tax** ▶ 246	**Refunded** ▶	11	0

Part VII-A Statements Regarding Activities

		Yes	No
1 a 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
4 a 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	N/A	
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	
8 a Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ CT			
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 2011 or the taxable year beginning in 2011 (see instructions for Part XIV)? *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 instructions)	11		X
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		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 ▶ MLTC, A DIVISION OF BANK OF AMERICA, N A Telephone no ▶ 609-274-6834

Located at ▶ 1300 MERRILL LYNCH DRIVE PENNINGTON NJ ZIP+4 ▶ 08534-1501

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 N/A

			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		X
	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 instructions)?	1b	N/A	
	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		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 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 instructions)	2b	N/A	
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	N/A	
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 2011?	4b		X

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

5a During the year did the foundation pay or incur any amount to				
(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?	☐ Yes ☒ No			
(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?	☐ Yes ☒ No			
(3) Provide a grant to an individual for travel, study, or other similar purposes?	☐ Yes ☒ No			
(4) Provide a grant to an organization other than a charitable, etc , organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see 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)?		**5b**	N/A	
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? N/A	☐ 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*		**6b**		X
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**	N/A	

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
JAMES J MCINERNEY 24 LAKE ROAD MEWTON CT 06470	PRESIDENT 2 00	0	0	0
	00	0	0	0
	00	0	0	0
	00	0	0	0

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
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 instructions). If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
NONE		0
		0
		0
		0
		0
Total number of others receiving over $50,000 for professional services ►		

Part IX-A Summary of Direct Charitable Activities

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

Part IX-B Summary of Program-Related Investments (see 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 instructions 3 NONE	0
Total. Add lines 1 through 3 ►	0

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	809,717
b	Average of monthly cash balances		1b	26,302
c	Fair market value of all other assets (see instructions)		1c	
d	**Total** (add lines 1a, b, and c)		1d	836,019
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e		
2	Acquisition indebtedness applicable to line 1 assets		2	
3	Subtract line 2 from line 1d		3	836,019
4	Cash deemed held for charitable activities Enter 1 ½ % of line 3 (for greater amount, see instructions)		4	12,540
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4		5	823,479
6	**Minimum investment return.** Enter 5% of line 5		6	41,174

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	41,174
2a	Tax on investment income for 2011 from Part VI, line 5	2a	327		
b	Income tax for 2011 (This does not include the tax from Part VI)	2b	0		
c	Add lines 2a and 2b			2c	327
3	Distributable amount before adjustments Subtract line 2c from line 1			3	40,847
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	40,847
6	Deduction from distributable amount (see instructions)			6	
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1			7	40,847

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	37,436
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	0
4	**Qualifying distributions** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	37,436
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	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	37,436

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 Distributable amount for 2011 from Part XI, line 7					40,847
2 Undistributed income, if any, as of the end of 2011					
a Enter amount for 2010 only				31,350	
b Total for prior years 20____, 20____, 20____			0		
3 Excess distributions carryover, if any, to 2011					
a From 2006	NONE				
b From 2007	NONE				
c From 2008	NONE				
d From 2009	NONE				
e From 2010	NONE				
f Total of lines 3a through e		0			
4 Qualifying distributions for 2011 from Part XII, line 4 ► $ 37,436					
a Applied to 2010, but not more than line 2a				31,350	
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					6,086
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).)*		0			0
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					
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					34,761
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)					
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		0			
10 Analysis of line 9					
a Excess from 2007	0				
b Excess from 2008	0				
c Excess from 2009	0				
d Excess from 2010	0				
e Excess from 2011	0				

Part XIV Private Operating Foundations (see instructions and Part VII-A, question 9) N/A

1 a 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 ☐ 4942(j)(3) or ☐ 4942(j)(5)

	Tax year	Prior 3 years			
	(a) 2011	(b) 2010	(c) 2009	(d) 2008	(e) Total
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed	0				0
b 85% of line 2a	0	0	0	0	0
c Qualifying distributions from Part XII, line 4 for each year listed	0				0
d Amounts included in line 2c not used directly for active conduct of exempt activities					0
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c	0	0	0	0	0
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test—enter					
(1) Value of all assets					0
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					0
b "Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X line 6 for each year listed	0				0
c "Support" alternative test—enter					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					0
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					0
(3) Largest amount of support from an exempt organization					0
(4) Gross investment income					0

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))

JAMES J MCINERNEY AND GAR

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

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* See Attached Statement				
Total			▶ **3a**	32,000
b *Approved for future payment* NONE				
Total			▶ **3b**	0

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)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	Related or exempt function income (See instructions)
1 Program service revenue.					
a		0		0	0
b		0		0	0
c		0		0	0
d		0		0	0
e		0		0	0
f		0		0	0
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	24,594	
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	-1,294	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue a		0		0	0
b		0		0	0
c		0		0	0
d		0		0	0
e		0		0	0
12 Subtotal Add columns (b), (d), and (e)		0		23,300	0

13 Total Add line 12, columns (b), (d), and (e) 13 23,300

(See worksheet in line 13 instructions 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 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
	0	Not Applicable	
	0		
	0		
	0		
	0		
	0		
	0		
	0		
	0		
	0		
	0		
	0		
	0		
	0		
	0		
	0		

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) is based on all information of which preparer has any knowledge

Signature of officer or trustee | Date 4/11/2012 | Title Trustee

May the IRS discuss this return with the preparer shown below (see instructions)? ☒ Yes ☐ No

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☒ if self-employed	PTIN
DONALD J ROMAN		4/11/2012		P00364310
Firm's name ▶ PricewaterhouseCoopers, LLP			Firm's EIN ▶ 13-4008324	
Firm's address ▶ 600 GRANT STREET, PITTSBURGH, PA 15219			Phone no 412-355-6000	

Line 6 (990-PF) - Gain/Loss from Sale of Assets Other Than Inventory

	Amount
Long Term CG Distributions	657
Short Term CG Distributions	0

Totals	Gross Sales	Cost, Other Basis and Expenses	Net Gain or Loss
Securities	79,436	80,730	-1,294
Other sales	0	0	0

Index	Check "X" if Sale of Security	Description	CUSIP #	Purchaser	Check "X" if Purchaser is a Business	Date Acquired	Acquisition Method	Date Sold	Gross Sales Price	Cost or Other Basis	Valuation Method	Expense of Sale and Cost of Improvements	Depreciation	Net Gain or Loss
1	X	BP PLC SPON ADR	055622104			6/28/2011		8/30/2011	195	254				-59
2	X	BP PLC SPON ADR	055622104			9/20/2011		9/21/2011	225	257				-32
3	X	PYXIS LONG/SHORT	430070201			2/25/2010		9/14/2011	24,435	23,999				436
4	X	PYXIS LONG/SHORT	430070201			3/8/2010		9/14/2011	9,966	9,994				-28
5	X	PYXIS LONG/SHORT	430070201			6/18/2010		9/14/2011	7	7				0
6	X	ISHARES RUSSELL 1000	464287622			3/31/2010		2/14/2011	222	194				28
7	X	ISHARES RUSSELL 1000	464287622			7/12/2010		2/14/2011	371	298				73
8	X	ISHARES RUSSELL 1000	464287622			9/30/2010		2/14/2011	74	0				74
9	X	ISHARES RUSSELL 1000	464287622			9/30/2010		2/14/2011	297	253				44
10	X	ISHARES RUSSELL 1000	464287622			12/30/2010		2/14/2011	371	350				21
11	X	ISHARES RUSSELL 1000	464287622			2/25/2010		2/14/2011	9,196	7,518				1,678
12	X	LENNAR CORP CL A	526057104			8/19/2010		3/14/2011	9,417	6,395				3,022
13	X	LENNAR CORP CL A	526057104			10/29/2010		3/14/2011	116	88				28
14	X	LENNAR CORP CL A	526057104			2/9/2011		3/14/2011	77	83				-6
15	X	LENNAR CORP CL A	526057104			2/9/2011		3/14/2011	19	0				19
16	X	SPDR GOLD TRUST	78463V107			6/29/2010		1/5/2011	12	11				1
17	X	SPDR GOLD TRUST	78463V107			6/29/2010		2/4/2011	11	10				1
18	X	SPDR GOLD TRUST	78463V107			6/29/2010		3/3/2011	10	8				2
19	X	SPDR GOLD TRUST	78463V107			6/29/2010		4/7/2011	11	10				1
20	X	SPDR GOLD TRUST	78463V107			6/29/2010		5/9/2011	12	10				2
21	X	SPDR GOLD TRUST	78463V107			6/29/2010		6/8/2011	12	10				2
22	X	SPDR GOLD TRUST	78463V107			6/29/2010		7/8/2011	12	10				2
23	X	BP PLC SPON ADR	055622104			5/4/2010		8/30/2011	23,447	30,671				-7,224
24	X	BP PLC SPON ADR	055622104			3/28/2011		8/30/2011	195	252				-57
25	X	SPDR GOLD TRUST	78463V107			6/29/2010		8/10/2011	13	9				4
26	X	SPDR GOLD TRUST	78463V107			6/29/2010		9/9/2011	14	9				5
27	X	SPDR GOLD TRUST	78463V107			6/29/2010		10/13/2011	16	12				4
28	X	SPDR GOLD TRUST	78463V107			6/29/2010		11/14/2011	13	9				4
29	X	SPDR GOLD TRUST	78463V107			6/29/2010		12/9/2011	13	9				4

Line 16b (990-PF) - Accounting Fees

		1,500	0	0	1,500
	Name of Organization or Person Providing Service	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes (Cash Basis Only)
1	TAX PREP FEES	1,500			1,500
2					
3					
4					
5					
6					
7					
8					
9					
10					

Line 16c (990-PF) - Other Fees

		9,841	5,905	0	3,936
	Name of Organization or Person Providing Service	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes (Cash Basis Only)
1	MERRILL LYNCH FEES AS AGENT	9,841	5,905		3,936
2					
3					
4					
5					
6					
7					
8					
9					
10					

Line 18 (990-PF) - Taxes

	Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
		1 382	298	0	0
1	PY FED EXCISE TAX	511			
2	ESTIMATED EXCISE TAX PAID	573			
3	FOREIGN TAX WITHHELD	298	298		
4					
5					
6					
7					
8					
9					
10					

Line 23 (990-PF) - Other Expenses

	Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
		150	150	0	0
1	ADR FEES	0			
2	STATE AG FEES				
3	INVESTMENT FEES	150	150		
4	PARTNERSHIP DEDUCTIONS				
5	OTHER MISC FEES				
6					
7					
8					
9					

Part III (990-PF) - Changes in Net Assets or Fund Balances

Line 3 - Other increases not included in Part III, Line 2

1	COST BASIS ADJUSTMENT	1	312
2	Total	2	312

Line 5 - Decreases not included in Part III, Line 2

1	BOND AMORTIZATION	1	1,801
2	Total	2	1,801

Part IV (990-PF) - Capital Gains and Losses for Tax on Investment Income

	Amount
Long Term CG Distributions	657
Short Term CG Distributions	0

	Kind(s) of Property Sold	CUSIP #	How Acquired	Date Acquired	Date Sold	Gross Sales Price	Depreciation Allowed	Cost or Other Basis Plus Expense of Sale	Gain or Loss	F M V as of 12/31/69	Adjusted Basis as of 12/31/69	Excess of FMV Over Adj Basis	Gains Minus Excess of FMV Over Adjusted Basis or Losses
					Totals	78,779	0	80,730	-1,951	0	0	0	-1,951
1	BP PLC SPON ADR	055622104		6/28/2011	8/30/2011	195	0	254	-59			0	-59
2	BP PLC SPON ADR	055622104		9/20/2011	9/21/2011	225	0	257	-32			0	-32
3	PYXIS LONG/SHORT	430070201		2/25/2010	9/14/2011	24,435	0	23,999	436			0	436
4	PYXIS LONG/SHORT	430070201		3/8/2010	9/14/2011	9,966	0	9,994	-28			0	-28
5	PYXIS LONG/SHORT	430070201		6/18/2010	9/14/2011	7	0	7	0			0	0
6	ISHARES RUSSELL 1000	464287622		3/31/2010	2/14/2011	222	0	194	28			0	28
7	ISHARES RUSSELL 1000	464287622		7/12/2010	2/14/2011	371	0	298	73			0	73
8	ISHARES RUSSELL 1000	464287622		9/30/2010	2/14/2011	74	0	0	74			0	74
9	ISHARES RUSSELL 1000	464287622		9/30/2010	2/14/2011	297	0	253	44			0	44
10	ISHARES RUSSELL 1000	464287622		12/30/2010	2/14/2011	371	0	350	21			0	21
11	ISHARES RUSSELL 1000	464287622		2/25/2010	2/14/2011	9,196	0	7,518	1,678			0	1,678
12	LENNAR CORP CL A	526057104		8/19/2010	3/14/2011	9,417	0	6,395	3,022			0	3,022
13	LENNAR CORP CL A	526057104		10/29/2010	3/14/2011	116	0	88	28			0	28
14	LENNAR CORP CL A	526057104		2/9/2011	3/14/2011	77	0	83	-6			0	-6
15	LENNAR CORP CL A	526057104		2/9/2011	3/14/2011	19	0	0	19			0	19
16	SPDR GOLD TRUST	78463V107		6/29/2010	1/5/2011	12	0	11	1			0	1
17	SPDR GOLD TRUST	78463V107		6/29/2010	2/4/2011	11	0	10	1			0	1
18	SPDR GOLD TRUST	78463V107		6/29/2010	3/3/2011	10	0	8	2			0	2
19	SPDR GOLD TRUST	78463V107		6/29/2010	4/7/2011	11	0	10	1			0	1
20	SPDR GOLD TRUST	78463V107		6/29/2010	5/9/2011	12	0	10	2			0	2
21	SPDR GOLD TRUST	78463V107		6/29/2010	6/8/2011	12	0	10	2			0	2
22	SPDR GOLD TRUST	78463V107		6/29/2010	7/8/2011	12	0	10	2			0	2
23	BP PLC SPON ADR	055622104		5/4/2010	8/30/2011	23,447	0	30,671	-7,224			0	-7,224
24	BP PLC SPON ADR	055622104		3/28/2011	8/30/2011	195	0	252	-57			0	-57
25	SPDR GOLD TRUST	78463V107		6/29/2010	8/10/2011	13	0	9	4			0	4
26	SPDR GOLD TRUST	78463V107		6/29/2010	9/9/2011	14	0	9	5			0	5
27	SPDR GOLD TRUST	78463V107		6/29/2010	10/13/2011	16	0	12	4			0	4
28	SPDR GOLD TRUST	78463V107		6/29/2010	11/14/2011	13	0	9	4			0	4
29	SPDR GOLD TRUST	78463V107		6/29/2010	12/9/2011	13	0	9	4			0	4

Part VIII, Line 1 (990-PF) - Compensation of Officers, Directors, Trustees and Foundation Managers

0

	Name	Check "X" if Business	Street	City	State	Zip Code	Foreign Country	Title	Average Hours	Compensation
1	JAMES J MCINERNEY		24 LAKE ROAD	MEWTON	CT	06470		PRESIDENT	2 00	
2										
3										
4										
5										
6										
7										
8										
9										
10										

Part

	Benefits	Expense Account	Explanation
	0	0	
1			
2			
3			
4			
5			
6			
7			
8			
9			
10			

Part VI, Line 6a (990-PF) - Estimated Tax Payments

		Date		Amount
1	Credit from prior year return		1	0
2	First quarter estimated tax payment		2	
3	Second quarter estimated tax payment		3	
4	Third quarter estimated tax payment		4	
5	Fourth quarter estimated tax payment		5	
6	Other payments		6	573
7	Total		7	573

Part XIII, Line 2a, Column C (990-PF) - Prior Year Undistributed Income

1	Distributable amounts for 2010 that remained undistributed at the beginning of the 2011 tax year	1	31,350
2		2	
3		3	
4		4	
5		5	
6		6	
7		7	
8		8	
9		9	
10	Total	10	31,350

Continuation of Part XV, Line 3a (990-PF) - Grants and Contributions Paid During the Year

Recipient(s) paid during the year

Name
PRATT NATURE CENTER
Street

City	State	Zip Code	Foreign Country
NEW MILFORD	CT		

Relationship	Foundation Status
NONE	501(C)(3)

Purpose of grant/contribution	Amount
GENERAL OPERATING	9,000

Name
AMERICARES
Street

City	State	Zip Code	Foreign Country
STAMFORD	CT		

Relationship	Foundation Status
NONE	501(C)(3)

Purpose of grant/contribution	Amount
GENERAL OPERATING	5,000

Name
CONNECTICUT FOOD BANK
Street

City	State	Zip Code	Foreign Country
NEW HAVEN	CT		

Relationship	Foundation Status
NONE	501(C)(3)

Purpose of grant/contribution	Amount
GENERAL OPERATING	5,000

Name
CANINE ADVOCATES OF NEWTOWN, INC
Street

City	State	Zip Code	Foreign Country
NEWTOWN	CT		

Relationship	Foundation Status
NONE	501(C)(3)

Purpose of grant/contribution	Amount
GENERAL OPERATING	1,000

Name
THEATRE WORKS
Street

City	State	Zip Code	Foreign Country
NEW MILFORD	CT		

Relationship	Foundation Status
NONE	501(C)(3)

Purpose of grant/contribution	Amount
GENERAL OPERATING	2,000

Name
THIRTEEN/WNET NEW YORK
Street

City	State	Zip Code	Foreign Country
NEW YORK	NY		

Relationship	Foundation Status
NONE	501(C)(3)

Purpose of grant/contribution	Amount
GENERAL OPERATING	5,000

Continuation of Part XV, Line 3a (990-PF) - Grants and Contributions Paid During the Year

Recipient(s) paid during the year

Name
TECHNOSERVE

Street

City	State	Zip Code	Foreign Country
NORWALK	CT		

Relationship	Foundation Status
NONE	501(C)(3)

Purpose of grant/contribution	Amount
GENERAL OPERATING	3,000

Name
KEVIN'S COMMUNITY CENTER

Street

City	State	Zip Code	Foreign Country
NEWTOWN	CT		

Relationship	Foundation Status
NONE	501(C)(3)

Purpose of grant/contribution	Amount
GENERAL OPERATING	2,000

Name

Street

City	State	Zip Code	Foreign Country

Relationship	Foundation Status

Purpose of grant/contribution	Amount
	0

Name

Street

City	State	Zip Code	Foreign Country

Relationship	Foundation Status

Purpose of grant/contribution	Amount
	0

Name

Street

City	State	Zip Code	Foreign Country

Relationship	Foundation Status

Purpose of grant/contribution	Amount
	0

Name

Street

City	State	Zip Code	Foreign Country

Relationship	Foundation Status

Purpose of grant/contribution	Amount
	0

Merrill Lynch
Wealth Management
Bank of America Corporation

MERRILL LYNCH TRUST COMPANY,
A DIVISION OF BANK OF AMERICA, N.A
AGENT OF THE
MCINERNEY AND FAFARD FDN
TUA 12-08-2000

Net Portfolio Value: $791,138.57

Your Financial Advisor:
MCDONALD/TACKMAN
63 COPPS HILL RD
RIDGEFIELD CT 06877
1-800-372-2745

Trust Officer:
LINDA A GRANT
609-274-5481

TRUST MANAGEMENT ACCOUNT

This account is enrolled in the Personal Investment Advisory Program

December 01, 2011 - December 30, 2011

ASSETS

ASSETS	*December 30*	*November 30*
Cash/Money Accounts	**26,760.28**	47,747 92
Fixed Income	**171,466.50**	169,564 75
Equities	**81,084.91**	76,514 60
Mutual Funds	**470,634.10**	480,888 62
Options	-	-
Other	-	-
Alternative Investments	**37,997.50**	42,532 50
Subtotal (Long Portfolio)	***787,943.29***	*817,248 39*
Estimated Accrued Interest	**3,195.28**	2,455 88
TOTAL ASSETS	**$791,138.57**	$819,704.27

LIABILITIES

LIABILITIES		
Debit Balance	-	-
Short Market Value	-	-
NET PORTFOLIO VALUE	**$791,138.57**	$819,704 27

CASH FLOW

CASH FLOW	*This Statement*	*Year to Date*
Opening Cash/Money Accounts	**$47,747.92**	
CREDITS		
Funds Received	-	-
Electronic Transfers	-	-
Other Credits	-	7,189 83
Subtotal	-	7,189.83
DEBITS		
Electronic Transfers	-	-
Other Debits	**(24,644.00)**	(42,494.04)
ML Trust Fees	**(808.86)**	(10,000.52)
Non ML Trust Fees	-	-
Bill Payment	-	-
Subtotal	**($25,452.86)**	($52,494.56)
Net Cash Flow	**($25,452.86)**	($45,304.73)
Dividends/Interest Income	**5,675.91**	24,967.06
Dividend Reinvestments	**(1,210.69)**	(3,642 51)
Security Purchases/Debits	-	(35,989.33)
Security Sales/Credits	-	78,629 40
Closing Cash/Money Accounts	**$26,760.28**	
Securities You Transferred In/Out	-	-

MCINERNEY AND FAFARD FDN

YOUR TRUST MANAGEMENT ACCOUNT STATEMENT OF PRINCIPAL INVESTMENTS

December 01, 2011 - December 30 2011

CASH/MONEY ACCOUNTS Description	Quantity	Total Cost Basis	Estimated Market Price	Estimated Market Value	Estimated Annual Income	Est Annual Yield%
CASH	0 87	0 87		**.87**		
BIF MONEY FUND	12,216 00	12,216.00	1 0000	**12,216.00**	**1**	01
TOTAL		12,216 87		**12,216.87**	**1**	01

CORPORATE BONDS Description	Acquired	Quantity	Adjusted/Total Cost Basis	Estimated Market Price	Estimated Market Value	Unrealized Gain/(Loss)	Estimated Accrued Interest	Estimated Annual Income	Current Yield%
Δ VODAFONE GROUP PLC GLB 05 000% SEP 15 2015 MOODY'S A3 S&P: A< CUSIP. 92857WAG5 ORIGINAL UNIT/TOTAL COST: 106 8640/26,716 00	03/08/10	25,000	26,190 34	111.6300	**27,907.50**	1,717 16	364 58	**1,250**	4 47
Δ COMMONWEALTH EDISON 1ST MORTGAGE SER 104 05.950% AUG 15 2016 MOODY'S. BAA1 S&P: A- CUSIP. 202795HN3 ORIGINAL UNIT/TOTAL COST. 110 5110/27,627 75	03/08/10	25,000	26,956 54	116 6610	**29,165.25**	2,208 71	557 81	**1,488**	5 10
Δ WELLS FARGO COMPANY SUBORDINATED GLB 05.125% SEP 15 2016 MOODY'S A3 S&P: A CUSIP: 949746JE2 ORIGINAL UNIT/TOTAL COST: 105 0610/26,265 25	07/07/10	25,000	25,992 43	107 5250	**26,881.25**	888 82	373 70	**1,282**	4 76
Δ AMERICAN EXPRESS GLB 06 150% AUG 28 2017 MOODY'S A3 S&P. BBB+ CUSIP 025816AX7 ORIGINAL UNIT/TOTAL COST 106 9850/26,746 25	03/08/10	25,000	26,380 70	114 3650	**28,591.25**	2,210 55	521.04	**1,538**	5 37
Δ METLIFE INC SER A 06 817% AUG 15 2018 MOODY'S A3 S&P: A- CUSIP: 59156RAR9 ORIGINAL UNIT/TOTAL COST 110 8160/27,704 00	03/08/10	25 000	27,218 63	118 9540	**29,738.50**	2,519 87	639 09	**1,705**	5 73

MCINERNEY AND FAFARD FDN

YOUR TRUST MANAGEMENT ACCOUNT STATEMENT OF PRINCIPAL INVESTMENTS

December 01, 2011 - December 30, 2011

CORPORATE BONDS (continued) Description	Acquired	Quantity	Adjusted/Total Cost Basis	Estimated Market Price	Estimated Market Value	Unrealized Gain/(Loss)	Estimated Accrued Interest	Estimated Annual Income	Current Yield%
Δ SOUTHWESTERN ELEC POWER 06 450% JAN 15 2019 MOODY'S· BAA3 S&P: BBB CUSIP: 845437BK7 ORIGINAL UNIT/TOTAL COST: 112.6360/28,159 00	07/07/10	25,000	27,697 38	116 7310	**29,182.75**	1,485 37	739 06	**1,613**	5 52
TOTAL		150,000	160,436 02		**171,466.50**	11,030 48	3,195 28	**8,876**	5 18

PLEASE REFER TO NOTES BELOW FOR INFORMATION REGARDING CREDIT RATINGS.

EQUITIES Description	Symbol	Acquired	Quantity	Unit Cost Basis	Total Cost Basis	Estimated Market Price	Estimated Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Current Yield%
LENNAR CORP CL A	LEN	08/19/10	2,008	13 0168	26,137.81	19.6500	39,457 20	13,319 39	322	.81
		02/09/11	1	15.4100	15.41	19 6500	19 65	4 24	1	.81
		05/12/11	1	19.9000	19.90	19 6500	19 65	(0.25)	1	.81
		11/03/11	1	17 5700	17.57	19 6500	19.65	2 08	1	.81
(.3516 FRACTIONAL SHARE)		11/03/11		16 6951	5.87	19.6500	6.91	1 04	1	81
Subtotal			*2,011.3516*		*26,196 56*		**39,523.06**	*13,326 50*	**326**	.81
MARATHON OIL CORP	MRO	08/30/11	903	26 4422	23,877 31	29 2700	26,430 81	2,553 50	542	2.04
		09/14/11	500	24 3924	12,196.20	29 2700	14,635 00	2,438 80	300	2.04
(5484 FRACTIONAL SHARE)		12/13/11		27 8811	15.29	29 2700	16 05	76	1	2.04
Subtotal			*1,403.5484*		*36,088.80*		**41,081.86**	*4,993 06*	**843**	2.04
TOTAL					62,285.36		**80,604.92**	18,319 56	**1,169**	1 45

MUTUAL FUNDS/CLOSED END FUNDS/UIT Description	Quantity	Total Cost Basis	Estimated Market Price	Estimated Market Value	Unrealized Gain/(Loss)	Total Client Investment	Cumulative Investment Return ($)	Estimated Annual Income	Current Yield%
BLACKROCK GLOBAL *ALLOCATION FD INC INSTL* *SYMBOL. MALOX Initial Purchase·02/25/10* *Fixed Income 28% Equity 72%*	2,141	37,999 92	18.2400	**39,051.84**	1,051 92	37,981	**1,069**	**855**	2 18
0120 Fractional Share		0 21	18 2400	**.22**	01				2 18

YOUR TRUST MANAGEMENT ACCOUNT STATEMENT OF PRINCIPAL INVESTMENTS

December 01, 2011 - December 30, 2011

MUTUAL FUNDS/CLOSED END FUNDS/UIT (continued) Description	Quantity	Total Cost Basis	Estimated Market Price	Estimated Market Value	Unrealized Gain/(Loss)	Total Client Investment	Cumulative Investment Return ($)	Estimated Annual Income	Current Yield%
COHEN & STEERS *INTRNATIONL RLTY FD CL I* *SYMBOL. IRFIX Initial Purchase:02/25/10* *Equity 100%*	2,973	29,991.98	9 0200	**26,816.46**	(3,175 52)	29,991	**(3,175)**	**2,340**	8 72
7840 Fractional Share		7 80	9 0200	**7.07**	(0 73)			**1**	8 72
.0010 Fractional Share		N/A	9 0200	**.01**					8.72
EATON VANCE GLBL MACRO *ABSOLUTE RETURN CL I* *SYMBOL EIGMX Initial Purchase 09/30/10* *Fixed Income 100%*	3,394	35,027 48	9 8200	**33,329.08**	(1,698 40)	35,027	**(1,698)**	**1,433**	4 29
5740 Fractional Share		5.92	9 8200	**5.64**	(0 28)			**1**	4 29
FIDELITY ADV LEVERAGED *COMPANY STOCK CL I* *SYMBOL FLVIX Initial Purchase 02/25/10* *Equity 100%*	1,051	29,998.95	30 8000	**32,370.80**	2,371 85	29,969	**2,401**	**369**	1.13
0720 Fractional Share		2 13	30 8000	**2.22**	09			**1**	1 13
ISHARES TRUST S&P MIDCAP *400 INDEX FUND* *SYMBOL IJH Initial Purchase 02/25/10* *Equity 100%*	404	30,144.71	87 6100	**35,394.44**	5,249 73	29,964	**5,430**	**451**	1 27
9246 Fractional Share		78 90	87 6100	**81.00**	2 10			**2**	1.27
ISHARES MSCI EAFE INDEX *FUND*	800	42,076 57	49 5300	**39,624.00**	(2 452 57)	41,966	**(2,342)**	**1,369**	3 45

MCINERNEY AND FAFARD FDN

YOUR TRUST MANAGEMENT ACCOUNT STATEMENT OF PRINCIPAL INVESTMENTS

December 01, 2011 - December 30, 2011

MUTUAL FUNDS/CLOSED END FUNDS/UIT (continued) Description	Quantity	Total Cost Basis	Estimated Market Price	Estimated Market Value	Unrealized Gain/(Loss)	Total Client Investment	Cumulative Investment Return ($)	Estimated Annual Income	Current Yield%
SYMBOL: EFA Initial Purchase 02/25/10									
Equity 100%									
8047 Fractional Share		40 72	49 5300	**39.86**	(0 86)			**2**	3 45
ISHARES RUSSELL 1000	900	54,936.39	69 3700	**62,433.00**	7,496 61	54,739	**7,693**	**1,207**	1.93
INDEX FUND									
SYMBOL: IWB Initial Purchase 02/25/10									
Equity 100%									
.0928 Fractional Share		6.45	69 3700	**6.44**	(0.01)			**1**	1 93
IVY ASSET STRATEGY	1,288	27,988.24	22 4500	**28,915.60**	927.36	27,988	**927**	**428**	1.47
FUND CL I									
SYMBOL IVAEX Initial Purchase 02/25/10									
Equity 100%									
5410 Fractional Share		11 57	22 4500	**12.15**	58			**1**	1 47
LOOMIS SAYLES STRATEGIC	2,150	30,019 83	14 3500	**30,852.50**	832 67	29,977	**874**	**2,058**	6 66
INC FD CL Y									
SYMBOL: NEZYX Initial Purchase 02/25/10									
Fixed Income 100%									
6110 Fractional Share		8 60	14 3500	**8.77**	.17			**1**	6 66
OPPENHEIMER	5,987	38,007 75	6 2000	**37,119.40**	(888 35)	37,988	**(869)**	**1,617**	4 35
INTERNATIONAL BOND FD Y									
SYMBOL OIBYX Initial Purchase 02/25/10									
Fixed Income 100%									
3010 Fractional Share		1 86	6 2000	**1.87**	01			**1**	4 35

MCINERNEY AND FAFARD FDN

YOUR TRUST MANAGEMENT ACCOUNT STATEMENT OF PRINCIPAL INVESTMENTS

December 01, 2011 - December 30, 2011

MUTUAL FUNDS/CLOSED END FUNDS/UIT (continued) Description	Quantity	Total Cost Basis	Estimated Market Price	Estimated Market Value	Unrealized Gain/(Loss)	Total Client Investment	Cumulative Investment Return ($)	Estimated Annual Income	Current Yield%
OPPENHEIMER DEVELOPING	1,231	33,737 18	28 9700	**35,662.07**	1,924.89	33,708	**1,953**	**831**	2.32
MARKETS FD CL Y									
SYMBOL: ODVYX Initial Purchase 02/25/10									
Equity 100%									
3460 Fractional Share		9 98	28 9700	**10.02**	04			**1**	2 32
RS GLOBAL NATURAL	933	34,312.77	35 1000	**32,748.30**	(1,564 47)	34,312	**(1,564)**		
RESOURCES FUND CL Y									
SYMBOL: RSNYX Initial Purchase 12/15/10									
Equity 100%									
8050 Fractional Share		29 61	35.1000	**28.26**	(1 35)				
TORTOISE ENERGY CAPITAL	1,113	26,188 26	26.8300	**29,861.79**	3,673 53	26,188	**3,673**	**1,815**	6 07
SYMBOL: TYY Initial Purchase 02/25/10									
Equity 100%									
.8474 Fractional Share		20 40	26 8300	**22.74**	2 34			**2**	6 07
Subtotal (Fixed Income)				112,251 84					
Subtotal (Equities)				352,153 71					
TOTAL		450,654 18		**464,405.55**	13,751 36		**14,372**	**14,787**	3 18

Total Client Investment: Cost of shares directly purchased and still held Does not include shares purchased through reinvestment
Cumulative Investment Return: Estimated Market Value minus Total Client Investment Cumulative Investment Return is the dollar value of the capital appreciation (depreciation) of all shares purchased and still held, including shares acquired through reinvestment of dividends and distributions, which may be greater or less than the actual income distributed

Unrealized Gain or (Loss): Estimated Market Value minus Total Cost Basis (total cost of shares directly purchased and still held, as well as cost of shares acquired through reinvestment) Provided for Tax Planning purposes only and is not applicable to retirement accounts
Initial Purchase: Date of your initial investment in this fund

Market Timing: Merrill Lynch's policies prohibit mutual fund market timing, which involves the purchase and sale of mutual fund shares within short periods of time with the intention of capturing short-term profits resulting from market volatility Market timing may result in lower returns for long-term fund shareholders because market timers capture short-term gains that would otherwise pass to all shareholders and due to increased transaction costs and fewer assets for investment due to the need to retain cash to satisfy redemptions

MCINERNEY AND FAFARD FDN

YOUR TRUST MANAGEMENT ACCOUNT STATEMENT OF PRINCIPAL INVESTMENTS

December 01, 2011 - December 30, 2011

ALTERNATIVE INVESTMENTS Description	Acquired	Quantity	Unit Cost Basis	Total Cost Basis	Estimated Market Price	Estimated Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Current Yield%
SPDR GOLD TRUST	06/29/10	250	120 2619	30,065.48	151 9900	**37,997.50**	7,932 02		
TOTAL				30,065 48		**37,997.50**	7,932 02		
TOTAL PRINCIPAL INVESTMENTS				**715,657.91**		**766,691.34**	51,033 42	**24,833**	3.24

Notes

Δ Debt Instruments purchased at a premium show amortization θ Debt Instruments purchased at a discount show accretion
< Derived from Moody's and/or S & P ratings for other debt securities of this issuer and provided by a third party vendor
Total values exclude N/A items
For Credit Ratings: S&P and Moody's provide credit ratings on the credit quality of certain bonds and preferred stocks For a credit enhanced security, Moody's and S&P publish and provide third party vendors the higher of the rating on the credit enhancer (guarantor) or the stand alone rating on the underlying security

YOUR TRUST MANAGEMENT ACCOUNT STATEMENT OF INCOME INVESTMENTS

CASH/MONEY ACCOUNTS Description	Quantity	Total Cost Basis	Estimated Market Price	Estimated Market Value	Estimated Annual Income	Est. Annual Yield%
CASH	776 41	776 41		**776.41**		
BIF MONEY FUND	13,767 00	13,767 00	1.0000	**13,767.00**	**1**	01
TOTAL		14,543 41		**14,543.41**	**1**	.01

EQUITIES Description	Symbol	Acquired	Quantity	Unit Cost Basis	Total Cost Basis	Estimated Market Price	Estimated Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Current Yield%
LENNAR CORP CL A	LEN	08/19/10	1	13 0800	13 08	19 6500	19.65	6 57	1	.81
		08/19/10	1	13 0800	13.08	19 6500	19.65	6 57	1	81
		05/12/11	4	17 9675	71.87	19 6500	78.60	6 73	1	81
		07/22/11	4	18 6600	74.64	19 6500	78 60	3 96	1	81

YOUR TRUST MANAGEMENT ACCOUNT STATEMENT OF INCOME INVESTMENTS

December 01, 2011 - December 30, 2011

EQUITIES (continued) Description	Symbol	Acquired	Quantity	Unit Cost Basis	Total Cost Basis	Estimated Market Price	Estimated Market Value	Unrealized Gain/(Loss)	Estimated Annual Income	Current Yield%
		11/03/11	4	16 6975	66 79	19.6500	78 60	11.81	1	81
Subtotal			*14*		239.46		**275.10**	35.64	**5**	.81
MARATHON OIL CORP	MRO	12/13/11	7	27 8785	195 15	29 2700	**204.89**	9 74	**5**	2 04
TOTAL					434 61		**479.99**	45.38	**10**	2.08

MUTUAL FUNDS/CLOSED END FUNDS/UIT Description	Quantity	Total Cost Basis	Estimated Market Price	Estimated Market Value	Unrealized Gain/(Loss)	Total Client Investment	Cumulative Investment Return($)	Estimated Annual Income	Current Yield%
ISHARES TRUST S&P MIDCAP *400 INDEX FUND*	9	733 00	87 6100	**788.49**	55.49	N/A	**642**	**11**	1 27
SYMBOL: IJH Initial Purchase 02/25/10									
Equity 100%									
ISHARES MSCI EAFE INDEX *FUND*	46	2,441 17	49.5300	**2,278.38**	(162.79)	N/A	**2,227**	**79**	3 45
	1	*N/A*	49 5300	**49.53**				**2**	3 45
SYMBOL. EFA Initial Purchase 02/25/10									
Equity 100%									
ISHARES RUSSELL 1000 *INDEX FUND*	17	1,179 34	69 3700	**1,179.29**	(0 05)	N/A	**1,116**	**23**	1 93
	1	*N/A*	69 3700	**69.37**				**2**	1 93
SYMBOL· IWB Initial Purchase·02/25/10									
Equity 100%									
LOOMIS SAYLES STRATEGIC *INC FD CL Y*	29	410 91	14 3500	**416.15**	5 24	N/A	**416**	**28**	6 66
SYMBOL. NEZYX Initial Purchase REINV									
Fixed Income 100%									
OPPENHEIMER *INTERNATIONAL BOND FD Y*	69	436 43	6 2000	**427.80**	(8.63)	N/A	**422**	**19**	4 35

MCINERNEY AND FAFARD FDN

YOUR TRUST MANAGEMENT ACCOUNT STATEMENT OF INCOME INVESTMENTS

December 01, 2011 - December 30, 2011

MUTUAL FUNDS/CLOSED END FUNDS/UIT (continued) Description	Quantity	Total Cost Basis	Estimated Market Price	Estimated Market Value	Unrealized Gain/(Loss)	Total Client Investment	Cumulative Investment Return ($)	Estimated Annual Income	Current Yield%
SYMBOL: OIBYX Initial Purchase.02/25/10									
Fixed Income 100%									
TORTOISE ENERGY CAPITAL	38	879.12	26.8300	**1,019.54**	140 42	N/A	**1,019**	**62**	6.07
SYMBOL: TYY Initial Purchase.REINV									
Equity 100%									
Subtotal (Fixed Income)				843 95					
Subtotal (Equities)				5,384.60					
TOTAL		6,079.97		**6,228.55**	29.68		**5,842**	**226**	3 63
TOTAL INCOME INVESTMENTS		21,057.99		**21,251.95**	75.06			**237**	1.12

Total Client Investment: Cost of shares directly purchased and still held. Does not include shares purchased through reinvestment. Does not apply to income investments "denoted by "N/A".

Cumulative Investment Return: Estimated Market Value minus Total Client Investment. Cumulative Investment Return is the dollar value of the capital appreciation (depreciation) of all shares purchased and still held, including shares acquired through reinvestment of dividends and distributions, which may be greater or less than the actual income distributed.

Unrealized Gain or (Loss): Estimated Market Value minus Total Cost Basis (total cost of shares directly purchased and still held, as well as cost of shares acquired through reinvestment). Provided for Tax Planning purposes only and is not applicable to retirement accounts.

Initial Purchase: Date of your initial investment in this fund

Market Timing: Merrill Lynch's policies prohibit mutual fund market timing, which involves the purchase and sale of mutual fund shares within short periods of time with the intention of capturing short-term profits resulting from market volatility. Market timing may result in lower returns for long-term fund shareholders because market timers capture short-term gains that would otherwise pass to all shareholders and due to increased transaction costs and fewer assets for investment due to the need to retain cash to satisfy redemptions

MCINERNEY AND FAFARD FDN

YOUR TRUST MANAGEMENT ACCOUNT STATEMENT OF INCOME INVESTMENTS

December 01, 2011 - December 30, 2011

LONG PORTFOLIO	Adjusted/Total Cost Basis	Estimated Market Value	Unrealized Gain/(Loss)	Estimated Accrued Interest	Estimated Annual Income	Current Yield%
TOTAL PRINCIPAL/INCOME INVESTMENTS	736,715.90	**787,943.29**	51,108 48	3,195 28	**25,071**	3 18

YOUR TRUST MANAGEMENT ACCOUNT TRANSACTIONS

DIVIDENDS/INTEREST INCOME TRANSACTIONS

Date	Transaction Type	Quantity	Description	Reinvestment	Income Cash	Principal Cash	Income Year To Date
	Subtotal (Taxable Interest)						8,873 02
12/01	Dividend		OPPENHEIMER INTERNATIONAL BOND FD Y DIVIDEND PAY DATE 11/30/2011		130 94		
12/01	Dividend		EATON VANCE GLBL MACRO ABSOLUTE RETURN CL I DIVIDEND PAY DATE 11/30/2011		108 25		
12/09	Dividend		IVY ASSET STRATEGY FUND CL I DIVIDEND PAY DATE 12/08/2011		428 18		
12/12	Dividend		MARATHON OIL CORP DIVIDEND HOLDING 1403 0000 PAY DATE 12/12/2011		210 45		
12/12	Reinvestment		MARATHON OIL CORP REINVESTMENT	(210 45)			
12/13	Divd Reinv	7	MARATHON OIL CORP DIVD REIN REINV AMOUNT $210 45				