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
THE FRANCIS J. AND PATRICIA A. HOULIHAN FOUNDATION C/O GRUBICH CONSULTANTS LTD

A Employer identification number: 36-4121030

Number and street (or P O box number if mail is not delivered to street address): 728 FLORSHEIM DRIVE — Room/suite: 13

B Telephone number: (847) 367-9273

City or town, state, and ZIP code: LIBERTYVILLE, IL 60048

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) ▶$ 3,020,663.

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))

	Line		(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	105,000.		N/A	
	2	Check ▶ ☐ if the foundation is not required to attach Sch B				
	3	Interest on savings and temporary cash investments	150.	150.		STATEMENT 1
	4	Dividends and interest from securities	91,092.	91,092.		STATEMENT 2
	5a	Gross rents				
	b	Net rental income or (loss)				
	6a	Net gain or (loss) from sale of assets not on line 10	45,004.			
	b	Gross sales price for all assets on line 6a 911,275.				
	7	Capital gain net income (from Part IV, line 2)		45,004.		
	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)				
	11	Other income	390.	390.		STATEMENT 3
	12	**Total.** Add lines 1 through 11	241,636.	136,636.		
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc	0.	0.		0.
	14	Other employee salaries and wages				
	15	Pension plans, employee benefits				
	16a	Legal fees STMT 4	118.	0.		0.
	b	Accounting fees STMT 5	10,000.	0.		0.
	c	Other professional fees STMT 6	12,780.	0.		0.
	17	Interest				
	18	Taxes STMT 7	1,413.	0.		0.
	19	Depreciation and depletion				
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses STMT 8	115.	0.		0.
	24	**Total operating and administrative expenses.** Add lines 13 through 23	24,426.	0.		0.
	25	Contributions, gifts, grants paid	168,132.			168,132.
	26	**Total expenses and disbursements.** Add lines 24 and 25	192,558.	0.		168,132.
	27	Subtract line 26 from line 12				
	a	Excess of revenue over expenses and disbursements	49,078.			
	b	**Net investment income** (if negative, enter -0-)		136,636.		
	c	**Adjusted net income** (if negative, enter -0-)			N/A	

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Part II Balance Sheets Attached schedules and amounts in the description column should be for end-of-year amounts only

		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing			
	2 Savings and temporary cash investments	819,485.	310,045.	310,045.
	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			
	7 Other notes and loans receivable ▶			
	Less. allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments - U S and state government obligations			
	b Investments - corporate stock STMT 9	722,288.	1,021,507.	1,029,347.
	c Investments - corporate bonds STMT 10	1,386,400.	1,653,800.	1,681,271.
	11 Investments - land, buildings, and equipment basis ▶			
	Less accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other			
	14 Land, buildings, and equipment basis ▶			
	Less accumulated depreciation ▶			
	15 Other assets (describe ▶)	3,000.	0.	0.
	16 **Total assets** (to be completed by all filers)	2,931,173.	2,985,352.	3,020,663.
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			
	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			
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ [X] and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	2,931,173.	2,985,352.	
	28 Paid-in or capital surplus, or land, bldg , and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	0.	0.	
	30 **Total net assets or fund balances**	2,931,173.	2,985,352.	
	31 **Total liabilities and net assets/fund balances**	2,931,173.	2,985,352.	

Part III Analysis of Changes in Net Assets or Fund Balances

1	Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	2,931,173.
2	Enter amount from Part I, line 27a	2	49,078.
3	Other increases not included in line 2 (itemize) ▶ ADJUST TO 2010 NET ASSETS	3	5,101.
4	Add lines 1, 2, and 3	4	2,985,352.
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	2,985,352.

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	CHARLES SCHWAB & CO., INC. (SEE ATTACHED			
b	SCHEDULE)	P	VARIOUS	
c	CHARLES SCHWAB & CO., INC. (SEE ATTACHED			
d	SCHEDULE)	P	VARIOUS	
e	CAPITAL GAIN DISTRIBUTIONS	P		

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a				
b	618,350.		614,506.	3,844.
c				
d	265,231.		251,765.	13,466.
e	27,694.			27,694.

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

	(i) F.M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col. (j), if any	(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
a				
b				3,844.
c				
d				13,466.
e				27,694.

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 45,004.

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)
If (loss), enter -0- in Part I, line 8 } 3 N/A

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 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	164,600.	2,721,754.	.060476
2009	169,300.	1,950,178.	.086813
2008	136,225.	1,993,056.	.068350
2007	160,571.	2,028,642.	.079152
2006	254,060.	1,761,813.	.144204

2	Total of line 1, column (d)	2	.438995
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	.087799
4	Enter the net value of noncharitable-use assets for 2011 from Part X, line 5	4	2,988,362.
5	Multiply line 4 by line 3	5	262,375.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	1,366.
7	Add lines 5 and 6	7	263,741.
8	Enter qualifying distributions from Part XII, line 4	8	168,132.

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

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

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ 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	2,733.
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	2,733.
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	2,733.
6	Credits/Payments			
a	2011 estimated tax payments and 2010 overpayment credited to 2011	6a		
b	Exempt foreign organizations - tax withheld at source	6b		
c	Tax paid with application for extension of time to file (Form 8868)	6c		
d	Backup withholding erroneously withheld	6d		
7	Total credits and payments. Add lines 6a through 6d		7	0.
8	Enter any **penalty** for underpayment of estimated tax Check here ☒ if Form 2220 is attached		8	33.
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶		9	2,766.
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶		10	
11	Enter the amount of line 10 to be **Credited to 2012 estimated tax** ▶	Refunded ▶	11	

Part VII-A Statements Regarding Activities

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see 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 ▶ $ 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		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a		X
b	If "Yes," has it filed a tax return on **Form 990-T** for this year? N/A	4b		
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T.*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col. (c), and Part XV.*	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ IL			
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)*

		Line	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 ▶ KENNETH E. GRUBICH Telephone no ▶847/367-9273

Located at ▶728 FLORSHEIM DRIVE, #13, LIBERTYVILLE, IL ZIP+4 ▶60048

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

		Line	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.

		Line	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)? N/A	1b		
	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 ▶ ____, ____, ____, ____			
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) N/A	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 ▶ ____, ____, ____, ____			
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.)* N/A	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 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)?	☐ 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)?	N/A	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? 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?		6b		X
If "Yes" to 6b, file Form 8870.				
7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	☐ Yes ☒ No			
b If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?	N/A	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.

(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
FRANCIS J. HOULIHAN 62 SPRING CREEK ROAD BARRINGTON, IL 60010	PRESIDENT 0.00	0.	0.	0.
PATRICIA A. HOULIHAN 62 SPRING CREEK ROAD BARRINGTON, IL 60010	VICE-PRESIDENT 0.00	0.	0.	0.
KENNETH E. GRUBICH C/O GRUBICH CONSULTANTS, 728 FLORSHEI LIBERTYVILLE, IL 60048	TREASURER 0.00	0.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1). 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. 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 NOT APPLICABLE - FOUNDATION IS NOT A PRIVATE OPERATING FOUNDATION AS DEFINED IN SECTION 4942 (J)(3)	0.
2	
3	
4	

Part IX-B Summary of Program-Related Investments

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

Form **990-PF** (2011)

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes			
a	Average monthly fair market value of securities		1a	2,865,327.
b	Average of monthly cash balances		1b	168,543.
c	Fair market value of all other assets		1c	
d	**Total** (add lines 1a, b, and c)		1d	3,033,870.
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	3,033,870.
4	Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see instructions)		4	45,508.
5	**Net value of noncharitable-use assets**. Subtract line 4 from line 3 Enter here and on Part V, line 4		5	2,988,362.
6	**Minimum investment return**. Enter 5% of line 5		6	149,418.

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	149,418.
2a	Tax on investment income for 2011 from Part VI, line 5	2a 2,733.		
b	Income tax for 2011 (This does not include the tax from Part VI)	2b		
c	Add lines 2a and 2b		2c	2,733.
3	Distributable amount before adjustments Subtract line 2c from line 1		3	146,685.
4	Recoveries of amounts treated as qualifying distributions		4	0.
5	Add lines 3 and 4		5	146,685.
6	Deduction from distributable amount (see instructions)		6	0.
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1		7	146,685.

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	168,132.
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	168,132.
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	5	0.
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	168,132.

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					146,685.
2 Undistributed income, if any, as of the end of 2011					
a Enter amount for 2010 only				0.	
b Total for prior years: ____ , ____ , ____			0.		
3 Excess distributions carryover, if any, to 2011					
a From 2006	166,999.				
b From 2007	63,953.				
c From 2008	37,981.				
d From 2009	72,944.				
e From 2010	29,892.				
f **Total** of lines 3a through e		371,769.			
4 Qualifying distributions for 2011 from Part XII, line 4 ▶ $	168,132.				
a Applied to 2010, but not more than line 2a				0.	
b Applied to undistributed income of prior years (Election required - see instructions)			0.		
c Treated as distributions out of corpus (Election required - see instructions)		0.			
d Applied to 2011 distributable amount					146,685.
e Remaining amount distributed out of corpus		21,447.			
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		393,216.			
b Prior years' undistributed income Subtract line 4b from line 2b			0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed			0.		
d Subtract line 6c from line 6b Taxable amount - see instructions			0.		
e Undistributed income for 2010 Subtract line 4a from line 2a Taxable amount - see instr				0.	
f Undistributed income for 2011 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2012					0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)		0.			
8 Excess distributions carryover from 2006 not applied on line 5 or line 7		166,999.			
9 **Excess distributions carryover to 2012.** Subtract lines 7 and 8 from line 6a		226,217.			
10 Analysis of line 9					
a Excess from 2007	63,953.				
b Excess from 2008	37,981.				
c Excess from 2009	72,944.				
d Excess from 2010	29,892.				
e Excess from 2011	21,447.				

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

Part XV Supplementary Information (Complete this part only if the foundation had $5,000 or more in assets at any time during the year-see 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))

FRANCIS J. HOULIHAN

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				
ADULT & CHILD THERAPY SERVICES 708 WASHINGTON STREET WOODSTOCK, IL 60098	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	1,000.
ADVOCATE GOOD SHEPHERD HOSPITAL 450 WEST HIGHWAY 22 BARRINGTON, IL 60010	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	34,012.
AMERICAN HEART ASSOCIATION 460 NORTH LINDBERG BOULEVARD ST LOUIS, MO 63141	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	500.
ART IN THE BARN - AUXILIARY OF GOOD SHEPHERD HOSPITAL 450 WEST HIGHWAY 22 BARRINGTON, IL 60010	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	1,000.
BIRTHRIGHT 507 NORTH CENTER STREET, #B BLOOMINGTON, IL 61704	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	1,000.
Total SEE CONTINUATION SHEET(S)			▶ 3a	168,132.
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 (a) Business code	Unrelated business income (b) Amount	Excluded by section 512, 513, or 514 (c) Exclusion code	Excluded by section 512, 513, or 514 (d) Amount	(e) Related or exempt function income
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	150.	
4 Dividends and interest from securities			14	91,092.	
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				390.	
8 Gain or (loss) from sales of assets other than inventory			18	95,004.	
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.		186,636.	0.

13 Total. Add line 12, columns (b), (d), and (e) 13 186,636.

(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)

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
		N/A	

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
N/A		

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 6.8.12 | Title

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

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
KENNETH E. GRUBICH	K. E. Grubich	6.8.12		P00291355

Firm's name ▶ GRUBICH CONSULTANTS, LTD. | Firm's EIN ▶ 36-4207962

Firm's address ▶ 728 FLORSHEIM DRIVE #13
LIBERTYVILLE, IL 60048 | Phone no.

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

Schedule of Contributors

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

OMB No 1545-0047

2011

Name of the organization
THE FRANCIS J. AND PATRICIA A. HOULIHAN FOUNDATION C/O GRUBICH CONSULTANTS LTD

Employer identification number
36-4121030

Organization type (check one):

Filers of:	**Section:**
Form 990 or 990-EZ	☐ 501(c)( ) (enter number) organization
	☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
	☐ 527 political organization
Form 990-PF	☒ 501(c)(3) exempt private foundation
	☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation
	☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule.**
Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

General Rule

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

Special Rules

☐ For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi) and received from any one contributor, during the year, a contribution of the greater of **(1)** $5,000 or **(2)** 2% of the amount on (i) Form 990, Part VIII, line 1h, or (ii) Form 990-EZ, line 1. Complete Parts I and II.

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than $1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III.

☐ For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not total to more than $1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of $5,000 or more during the year. ▶ $ ____________

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

Name of organization	Employer identification number
THE FRANCIS J. AND PATRICIA A. HOULIHAN FOUNDATION C/O GRUBICH CONSULTANTS LTD	36-4121030

Part I **Contributors** (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	FRANCIS J. HOULIHAN 62 SPRING CREEK ROAD BARRINGTON, IL 60010	$ 100,000.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
2	FRANCIS J. HOULIHAN 62 SPRING CREEK ROAD BARRINGTON, IL 60010	$ 5,000.	Person [X] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)
		$	Person [ ] Payroll [ ] Noncash [ ] (Complete Part II if there is a noncash contribution.)

Name of organization	Employer identification number
THE FRANCIS J. AND PATRICIA A. HOULIHAN FOUNDATION C/O GRUBICH CONSULTANTS LTD	36-4121030

Part II **Noncash Property** (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	
(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

Name of organization
THE FRANCIS J. AND PATRICIA A. HOULIHAN FOUNDATION C/O GRUBICH CONSULTANTS LTD

Employer identification number
36-4121030

Part III *Exclusively* religious, charitable, etc., individual contributions to section 501(c)(7), (8), or (10) organizations that total more than $1,000 for the year. Complete columns (a) through (e) and the following line entry For organizations completing Part III, enter the total of *exclusively* religious, charitable, etc , contributions of $1,000 or less for the year (Enter this information once.) ▶ $

Use duplicate copies of Part III if additional space is needed.

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

(a) No. from Part I	(b) Purpose of gift	(c) Use of gift	(d) Description of how gift is held

(e) Transfer of gift

Transferee's name, address, and ZIP + 4	Relationship of transferor to transferee

Form **8868**
(Rev. January 2012)
Department of the Treasury
Internal Revenue Service

Application for Extension of Time To File an Exempt Organization Return

▶ **File a separate application for each return.**

OMB No. 1545-1709

- If you are filing for an **Automatic 3-Month Extension, complete only Part I** and check this box ▶ [X]
- If you are filing for an **Additional (Not Automatic) 3-Month Extension, complete only Part II** (on page 2 of this form).

Do not complete Part II unless you have already been granted an automatic 3-month extension on a previously filed Form 8868.

Electronic filing *(e-file)*. You can electronically file Form 8868 if you need a 3-month automatic extension of time to file (6 months for a corporation required to file Form 990-T), or an additional (not automatic) 3-month extension of time. You can electronically file Form 8868 to request an extension of time to file any of the forms listed in Part I or Part II with the exception of Form 8870, Information Return for Transfers Associated With Certain Personal Benefit Contracts, which must be sent to the IRS in paper format (see instructions). For more details on the electronic filing of this form, visit *www.irs.gov/efile* and click on *e-file for Charities & Nonprofits.*

Part I Automatic 3-Month Extension of Time. Only submit original (no copies needed).

A corporation required to file Form 990-T and requesting an automatic 6-month extension - check this box and complete Part I only ▶ [ ]

All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns.

Type or print

File by the due date for filing your return See instructions

Name of exempt organization or other filer, see instructions.
THE FRANCIS J. AND PATRICIA A. HOULIHAN FOUNDATION C/O GRUBICH CONSULTANTS LTD

Employer identification number (EIN) or
[X] 36-4121030

Number, street, and room or suite no. If a P.O. box, see instructions.
728 FLORSHEIM DRIVE, NO. 13

Social security number (SSN)
[ ]

City, town or post office, state, and ZIP code. For a foreign address, see instructions.
LIBERTYVILLE, IL 60048

Enter the Return code for the return that this application is for (file a separate application for each return) 0 4

Application Is For	Return Code	Application Is For	Return Code
Form 990	01	Form 990-T (corporation)	07
Form 990-BL	02	Form 1041-A	08
Form 990-EZ	01	Form 4720	09
Form 990-PF	04	Form 5227	10
Form 990-T (sec. 401(a) or 408(a) trust)	05	Form 6069	11
Form 990-T (trust other than above)	06	Form 8870	12

- The books are in the care of ▶ KENNETH E. GRUBICH 728 FLORSHEIM DRIVE, #13 - LIBERTYVILLE, IL 60048
  Telephone No. ▶ 847/367-9273 FAX No. ▶
- If the organization does not have an office or place of business in the United States, check this box ▶ [ ]
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) ________. If this is for the whole group, check this box ▶ [ ]. If it is for part of the group, check this box ▶ [ ] and attach a list with the names and EINs of all members the extension is for.

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until AUGUST 15, 2012, to file the exempt organization return for the organization named above. The extension is for the organization's return for:
▶ [X] calendar year 2011 or
▶ [ ] tax year beginning ________, and ending ________.

2 If the tax year entered in line 1 is for less than 12 months, check reason: [ ] Initial return [ ] Final return [ ] Change in accounting period

3a	If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.	3a	$ 0.
b	If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.	3b	$ 0.
c	**Balance due.** Subtract line 3b from line 3a. Include your payment with this form, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.	3c	$ 0.

Caution. If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

SCHEDULE FOR FORM 990PF
RETURN OF PRIVATE FOUNDATION

SHORT-TERM 2011

Security	Date Acquired	Date Sold	Proceeds	Cost	Gain (Loss)
Bancorpsouth Inc.	9/29/2010	1/12/2011	$4,010.98	$3,508.45	$502.53
Commerce Bancshares Inc.	9/29/2010	1/12/2011	$4,242.43	$3,747.95	$494.48
Digital Realty Trust	7/13/2010	1/12/2011	$5,772.55	$6,876.91	($1,104.36)
Google Inc.	7/13/2010	1/12/2011	$3,086.85	$2,426.39	$660.46
Kohls Corp.	9/29/2010	1/12/2011	$7,840.42	$7,936.40	($95.98)
Nstar	7/13/2010	1/12/2011	$9,456.64	$8,277.25	$1,179.39
Fed Natl Mtg 1.25%	7/15/2010	1/26/2011	$50,000.00	$50,000.00	$0.00
KBR Inc.	10/7/2010	2/14/2011	$6,849.32	$5,064.95	$1,784.37
Linear Technology Corp.	7/13/2010	2/14/2011	$8,032.85	$6,954.48	$1,078.37
Monsanto Co. New Del	10/7/2010	2/14/2011	$7,486.31	$4,863.95	$2,622.36
Marathon Oil Corp. 5.9%	7/13/2010	2/25/2011	$1,128.01	$1,094.84	$33.17
Gilead Sciences Inc.	11/30/2010	3/11/2011	$8,156.89	$7,300.75	$856.14
Joy Global Inc.	7/13/2010	3/11/2011	$14,352.37	$9,077.02	$5,275.35
Sigma Aldrich Corp.	9/29/2010	3/11/2011	$9,230.87	$9,081.25	$149.62
Unit Corp.	7/13/2010	3/11/2011	$12,561.56	$9,516.10	$3,045.46
C N A Financial 6%	1/24/2011	3/18/2011	$25,577.00	$25,646.30	($69.30)
Celgene Corp.	7/13/2010	4/8/2011	$9,255.79	$8,654.79	$601.00
Raytheon Company New	7/13/2010	4/8/2011	$3,308.23	$3,148.88	$159.35
Raytheon Company New	7/13/2010	4/8/2011	$5,089.58	$4,844.42	$245.16
Community Health Systems	10/7/2010	5/6/2011	$6,051.73	$6,386.95	($335.22)
iShares Trust	7/12/2010	5/16/2011	$27,717.12	$26,018.33	$1,698.79
Norfolk Southern Corp.	7/13/2010	5/16/2011	$11,866.86	$9,075.04	$2,791.82
Templeton Global Incm Fd	7/12/2010	5/16/2011	$14,752.31	$13,204.18	$1,548.13
Templeton Global Incm Fd	7/12/2010	5/16/2011	$15,298.69	$13,693.23	$1,605.46
Templeton Global Incm Fd	7/12/2010	5/16/2011	$15,300.09	$13,693.23	$1,606.86
Clorox Company	7/13/2010	6/10/2011	$4,337.16	$4,220.60	$116.56
Clorox Company	7/13/2010	6/10/2011	$6,672.55	$6,493.22	$179.33
Allegheny Tech Inc New	1/12/2011	6/21/2011	$7,604.65	$7,416.45	$188.20
Fed Natl Mtg 1.25%	1/6/2011	7/20/2011	$50,000.00	$50,000.00	$0.00
Hartford Finl Svcs Grp	1/21/2011	7/20/2011	$6,008.93	$7,078.95	($1,070.02)
Agilent Technologies Inc.	5/6/2011	8/18/2011	$4,092.47	$6,193.58	($2,101.11)
Travelers Companies Inc.	10/7/2010	8/18/2011	$5,001.95	$5,292.95	($291.00)

SCHEDULE FOR FORM 990PF
RETURN OF PRIVATE FOUNDATION

SHORT-TERM 2011

Security	Date Acquired	Date Sold	Proceeds	Cost	Gain (Loss)
Vanguard GNMA Fund	Various	8/19/2011	$79,241.60	$78,608.69	$632.91
Valero Energy	3/11/2011	9/1/2011	$2,255.88	$2,712.24	($456.36)
Valero Energy	3/11/2011	9/1/2011	$2,255.82	$2,712.24	($456.42)
Valero Energy	3/11/2011	9/1/2011	$4,511.64	$5,424.47	($912.83)
Cliffs Natural Res Inc.	9/29/2010	9/16/2011	$7,755.00	$6,349.75	$1,405.25
Davita Inc.	4/8/2011	9/16/2011	$7,293.91	$8,696.35	($1,402.44)
F5 Networks Inc.	2/14/2011	9/16/2011	$6,208.43	$9,633.70	($3,425.27)
Vulcan Materials Company	3/11/2011	9/16/2011	$4,918.76	$6,305.95	($1,387.19)
Amazon Com Inc.	11/5/2010	9/30/2011	$8,657.28	$6,792.37	$1,864.91
Northeast Utilities	3/11/2011	9/30/2011	$5,049.25	$5,185.45	($136.20)
Wynn Resorts	3/11/2011	10/4/2011	$8,729.88	$9,128.20	($398.32)
Donnelley R R & Sons Co.	2/14/2011	10/13/2011	$6,178.93	$7,476.47	($1,297.54)
Goldman Sachs Group Inc.	2/14/2011	10/13/2011	$7,212.66	$12,543.70	($5,331.04)
Keycorp Inc New	2/14/2011	10/13/2011	$657.50	$958.18	($300.68)
Keycorp Inc New	2/14/2011	10/13/2011	$3,288.48	$4,791.79	($1,503.31)
Netflix Inc.	4/8/2011	10/25/2011	$3,882.98	$11,918.45	($8,035.47)
Apt Invt & Mgmt A	7/20/2011	11/14/2011	$4,555.36	$5,528.55	($973.19)
Fed Natl Mtg 1.5%	1/5/2011	11/23/2011	$50,000.00	$48,265.60	$1,734.40
Bank of America Corp.	2/14/2011	12/7/2011	$1,734.62	$4,463.35	($2,728.73)
Boston Properties Inc.	1/12/2011	12/7/2011	$9,511.67	$8,527.95	$983.72
S E I Investments Co.	3/11/2011	12/7/2011	$1,658.09	$2,219.98	($561.89)
S E I Investments Co.	3/11/2011	12/7/2011	$1,658.18	$2,219.98	($561.80)
S E I Investments Co.	3/11/2011	12/7/2011	$1,658.09	$2,219.99	($561.90)
Nicor Inc.	12/7/2011	12/15/2011	$4,240.00	$0.00	$4,240.00
A G L Resources Inc.	12/7/2011	12/16/2011	$26.44	$42.56	($16.12)
Express Scripts Inc.	3/11/2011	12/21/2011	$883.83	$1,049.19	($165.36)
Express Scripts Inc.	3/11/2011	12/21/2011	$5,744.89	$6,819.76	($1,074.87)
Oneok Inc New	6/21/2011	12/21/2011	$8,437.99	$7,122.95	$1,315.04
Total			**$618,350.32**	**$614,505.65**	**$3,844.67**

SCHEDULE FOR FORM 990PF
RETURN OF PRIVATE FOUNDATION

LONG-TERM 2011

Security	Date Acquired	Date Sold	Proceeds	Cost	Gain (Loss)
Marathon Oil 5.9%	Various	2/25/2011	$4,421.89	$3,284.52	$1,137.37
Fed Natl Mtg 2.125%	7/15/2010	7/26/2011	$50,000.00	$49,950.00	$50.00
BB&T Corp. 6.5%	7/14/2010	8/1/2011	$50,000.00	$52,406.00	($2,406.00)
Electronic Arts Inc.	8/25/2010	9/1/2011	$15,671.45	$10,452.95	$5,218.50
Coach Inc.	7/13/2010	9/30/2011	$7,786.70	$5,513.67	$2,273.03
US Bancorp Del New	7/13/2010	9/30/2011	$10,638.75	$10,925.05	($286.30)
Qualcomm Inc.	7/13/2010	10/13/2011	$530.10	$357.89	$172.21
Qualcomm Inc.	7/13/2010	10/13/2011	$5,300.76	$3,578.88	$1,721.88
Windstream Corp.	7/13/2010	10/25/2011	$1,187.27	$1,126.89	$60.38
Windstream Corp.	7/13/2010	10/25/2011	$1,780.64	$1,690.33	$90.31
Windstream Corp.	7/13/2010	10/25/2011	$2,374.17	$2,253.78	$120.39
Cummins Inc.	11/30/2010	12/2/2011	$7,232.91	$7,304.20	($71.29)
Edison International	7/13/2010	12/2/2011	$8,647.08	$7,458.25	$1,188.83
Heinz H J Co.	7/13/2010	12/2/2011	$5,744.16	$4,974.14	$770.02
Comcast Corp	Various	12/7/2011	$12,124.62	$9,627.43	$2,497.19
Qualcomm Inc.	7/13/2010	12/7/2011	$6,208.06	$4,115.71	$2,092.35
Reinsurance Group 6.75%	7/20/2010	12/15/2011	$50,000.00	$53,305.00	($3,305.00)
Hasbro Inc.	7/13/2010	12/21/2011	$7,335.14	$9,449.50	($2,114.36)
Precision Castparts Corp.	11/30/2010	12/21/2011	$7,989.40	$6,919.95	$1,069.45
Teradata Corp.	7/13/2010	12/21/2011	$10,258.05	$7,070.80	$3,187.25
Total			**$265,231.15**	**$251,764.94**	**$13,466.21**

THE FRANCIS J. & PATRICIA A. FOUNDATION

SCHEDULE FOR FORM 990-PF – 2011

Page 10, Part XV, Supplementary Information

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

The Francis J. & Patricia A. Houlihan Foundation (Foundation) does not accept unsolicited requests for funds from organizations. The Foundation does, however, make unrestricted contributions to public charities in accordance with the Foundation's purpose as set forth in its Trust Agreement.

Part XV Supplementary Information

3 Grants and Contributions Paid During the Year (Continuation)

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
BRUCE ALAN HOPFER MEMORIAL 2819 SKYLINE DRIVE CRYSTAL LAKE, IL 60012	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	350.
CHALLENGER LEARNING CENTER FOR SCIENCE & TECHNOLOGY 222 CHURCH STREET WOODSTOCK, IL 60098	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	3,500.
CHICAGOLAND TOYS FOR TOTS 8900 ODELL AVENUE BRIDGEVIEW, IL 60455	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	1,000.
COVENANT HARBOR "BRICK BY BRICK" 1724 MAIN STREET LAKE GENEVA, WI 53121	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	500.
ELGIN SYMPHONY ORCHESTRA 20 DUPAGE COURT ELGIN, IL 60120	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	10,100.
GENEVA LAKE CONSERVANCY 398 MILL STREET, P.O. BOX 588 FONTANA, WI 53121	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	500.
GENEVA NATIONAL FOUNDATION 1221 GENEVA NATIONAL AVENUE SOUTH LAKE GENEVA, WI 53147	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	1,020.
HOOVED ANIMAL RESCUE & PROTECTION SOCIETY 331 OLD SUTTON ROAD BARRINGTON, IL 60010	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	200.
HOSPICE & PALLIATIVE CARE OF NORTHEASTERN ILLINOIS 405 LAKE ZURICH ROAD BARRINGTON, IL 60010	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	500.
LAWS P.O. BOX 1000 ELKHORN, WI 53121	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	400.
Total from continuation sheets				130,620.

Part XV Supplementary Information

3 Grants and Contributions Paid During the Year (Continuation)

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
LES TURNER ALS FOUNDATION 5550 WEST TOUHY AVENUE, SUITE 302 SKOKIE, IL 60077	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	200.
MARIAN CENTRAL CATHOLIC HIGH SCHOOL 1001 MCHENRY AVENUE WOODSTOCK, IL 60098	N/A	EDUCATION FACILITY	CHARITY'S EXEMPT PURPOSE	1,550.
MARINE CORP SCHOLARSHIP FUND 1160 ALEXANDER COURT CARY, IL 60013	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	1,000.
MARYKNOLL FATHERS AND BROTHERS P.O. BOX 302 MARYKNOLL, NY 10545	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	2,000.
MEDICAL MISSIONARIES OF MARY 4425 WEST 63RD STREET CHICAGO, IL 60629	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	500.
MERCY HOME FOR BOYS & GIRLS 1140 WEST JACKSON BOULEVARD CHICAGO, IL 60101	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	1,000.
MOTHER MCCAULEY HIGH SCHOOL 3737 WEST 99TH STREET CHICAGO, IL 60655	N/A	EDUCATION FACILITY	CHARITY'S EXEMPT PURPOSE	1,250.
MT. CARMEL HIGH SCHOOL 6410 SOUTH DANTE AVENUE CHICAGO, IL 60637	N/A	EDUCATION FACILITY	CHARITY'S EXEMPT PURPOSE	43,000.
MT. CARMEL HIGH SCHOOL, C/O FR. DAN CARROLL 6410 SOUTH DANTE AVENUE CHICAGO, IL 60637	N/A	EDUCATION FACILITY	CHARITY'S EXEMPT PURPOSE	500.
NORTHWESTERN UNIVERSITY 420 EAST SUPERIOR STREET, 9TH FLOOR CHICAGO, IL 60611	N/A	EDUCATION FACILITY	CHARITY'S EXEMPT PURPOSE	7,000.
Total from continuation sheets				

Part XV Supplementary Information

3 Grants and Contributions Paid During the Year (Continuation)

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
RAUE CENTER FOR THE ARTS 108 MINNIE STREET CRYSTAL LAKE, IL 60014	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	15,000.
SCHOOL SISTERS OF NOTRE DAME 1431 EUCLID AVENUE BERWYN, IL 60402	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	1,000.
SCHOOL SISTERS OF ST. FRANCIS 1501 SOUTH LAYTON BOULEVARD MILWAUKEE, WI 53215	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	500.
SISTERS OF MERCY 8380 COLESVILLE ROAD, SUITE 300 SILVER SPRING, MD 20910	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	3,000.
SISTERS OF ST. JOSEPH P.O. BOX 279 CONCORDIA, KS 66901	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	10,000.
SPECIAL OLYMPICS OF ILLINOIS 1605 EAST WILLOW STREET NORMAL, IL 61761	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	200.
ST. ANNE'S COMMUNITY CHURCH 120 ELA STREET BARRINGTON, IL 60010	N/A	CHURCH	CHARITY'S EXEMPT PURPOSE	3,250.
ST. ANNE'S CATHOLIC SCHOOL 319 FRANKLIN STREET BARRINGTON, IL 60010	N/A	EDUCATION FACILITY	CHARITY'S EXEMPT PURPOSE	5,000.
ST. MARY OF THE ASSUMPTION CHURCH P.O. BOX 669 PARK CITY, UT 84060	N/A	CHURCH	CHARITY'S EXEMPT PURPOSE	500.
ST. XAVIER UNIVERISTY 3700 WEST 103RD STREET CHICAGO, IL 60655	N/A	EDUCATION FACILITY	CHARITY'S EXEMPT PURPOSE	3,000.
Total from continuation sheets				

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Part XV Supplementary Information

3 Grants and Contributions Paid During the Year (Continuation)

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
THE GLOBAL MEDICAL RELIEF FUND 64 MACFARLAND AVENUE STATEN ISLAND, NY 10305	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	1,000.
THE SMILE TRAIN 245 FIFTH AVENUE, SUITE 2201 NEW YORK, NY 10016	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	1,000.
VICTORY BOYS CAMP 2338 HOLLYRIDGE DRIVE LOS ANGELES, CA 90068	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	5,000.
WALWORTH CHARITABLE FOUNDATION 121 BELOIT STREET WALWORTH, WI 65184	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	5,000.
WOUNDED WARRIOR PROJECT 4899 BELFORT ROAD, SUITE 300 JACKSONVILLE, FL 32256	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	1,000.
WTTW - CHANNEL 11 5400 NORTH ST. LOUIS AVENUE CHICAGO, IL 60625	N/A	PUBLIC CHARITY	CHARITY'S EXEMPT PURPOSE	100.
Total from continuation sheets				

FORM 990-PF INTEREST ON SAVINGS AND TEMPORARY CASH INVESTMENTS STATEMENT 1

SOURCE	AMOUNT
LAKE FOREST BANK & TRUST CO.	150.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	150.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
CHARLES SCHWAB & CO. - INTEREST	59,799.	0.	59,799.
DIVIDEND INCOME	31,293.	0.	31,293.
TOTAL TO FM 990-PF, PART I, LN 4	91,092.	0.	91,092.

FORM 990-PF OTHER INCOME STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME
CONSENT/TENDER INCOME	390.	390.	
TOTAL TO FORM 990-PF, PART I, LINE 11	390.	390.	

FORM 990-PF LEGAL FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST-MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
LEGAL FEES	118.	0.		0.
TO FM 990-PF, PG 1, LN 16A	118.	0.		0.

FORM 990-PF ACCOUNTING FEES STATEMENT 5

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
PROFESSIONAL SERVICES	10,000.	0.		0.
TO FORM 990-PF, PG 1, LN 16B	10,000.	0.		0.

FORM 990-PF OTHER PROFESSIONAL FEES STATEMENT 6

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
INVESTMENT ADVISORY SERVICES	12,780.	0.		0.
TO FORM 990-PF, PG 1, LN 16C	12,780.	0.		0.

FORM 990-PF TAXES STATEMENT 7

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
U.S. TREASURY DEPARTMENT - 2010	1,413.	0.		0.
TO FORM 990-PF, PG 1, LN 18	1,413.	0.		0.

FORM 990-PF OTHER EXPENSES STATEMENT 8

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
STATE REGISTRATION FEES	15.	0.		0.
BANK FEES	100.	0.		0.
TO FORM 990-PF, PG 1, LN 23	115.	0.		0.

FORM 990-PF CORPORATE STOCK STATEMENT 9

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
A G L RESOURCES	11,105.	7,057.
ABBOTT LABORATORIES	10,766.	12,652.
AMAZON COM. INC.	5,943.	6,059.
APPLE INC.	11,165.	18,225.
AT & T, INC.	5,634.	6,804.
AUTO DATA PROCESSING	9,308.	12,152.
BANCORPSOUTH, INC.	0.	0.
BRINKER INT'L, INC.	5,150.	8,697.
CELGENE CORP.	0.	0.
CHEVRON CORPORATION	16,483.	23,940.
CHUBB CORPORATION	8,655.	11,421.
CLIFFS NATURAL RES., INC.	0.	0.
CLOROX COMPANY	0.	0.
COACH, INC.	2,757.	4,578.
COMCAST CORP.	0.	0.
COMMERCE BANCSHARES, INC.	0.	0.
COMMUNITY HEALTH SYSTEMS	0.	0.
CROWN HOLDINGS, INC.	2,851.	3,694.
CUMMINS, INC.	0.	0.
DIGITAL REALTY TRUST, INC.	0.	0.
EDISON INTERNATIONAL	0.	0.
ELECTRONIC ARTS, INC.	0.	0.
FROST INT'L EQTY	252,453.	232,025.
GENERAL ELECTRIC	12,744.	14,328.
GILEAD SCIENCES, INC.	0.	0.
GOOGLE, INC.	9,706.	12,918.
HASBRO, INC.	0.	0.
HEINZ H J CO.	0.	0.
INTERNATIONAL BUSINESS MACHINES	7,142.	10,113.
INTERCONTINENTALEXCHANGE	8,653.	9,041.
JOHNSON & JOHNSON	6,173.	6,558.
JOY GLOBAL	0.	0.
JP MORGAN CHASE	9,045.	7,481.
KBR, INC.	0.	0.
KOHL'S CORP.	0.	0.
LINEAR TECHNOLOGY	0.	0.
MERCK & CO. INC.	10,040.	10,368.
MONSANTO CO.	3,289.	3,153.
NORFOLK SOUTHERN CORP.	0.	0.
NSTAR	0.	0.
PEPSICO, INC.	13,303.	13,270.
PRECISION CASTPARTS CORP.	0.	0.
PROCTOR & GAMBLE	10,338.	11,007.
QUALCOMM, INC.	0.	0.
RAYTHEON COMPANY	0.	0.
SIGMA ALDRICH CORP.	0.	0.
TEMPLEGON GLOBAL INCOME FUND	79,479.	75,600.

TERADATA CORP.	0.	0.
TRAVELERS COMPANIES	0.	0.
UNIT CORPORATION	0.	0.
UNITEDHEALTH GROUP	6,761.	11,403.
US BANCORP	0.	0.
WINDSTREAM CORPORATION	0.	0.
WINTRUST CAPITAL SMALL CAP	165,537.	151,537.
AETNA INC.	9,293.	10,758.
ALCOA INC.	5,336.	2,811.
AMERICAN EXPRESS COMPANY	13,135.	12,972.
AMERIPRISE FINANCIAL	9,148.	10,921.
BERKSHIRE HATHAWAY B NEW	9,622.	10,301.
BRUNSWICK CORP.	8,237.	9,030.
CATERPILLAR INC.	9,469.	9,513.
CITIGROUP INC.	5,893.	5,262.
COHEN & STEERS REALTY	30,380.	32,338.
CONOCOPHILLIPS	24,501.	30,970.
DOW CHEMICAL COMPANY	7,707.	5,752.
DUKE ENERGY	7,442.	8,030.
EATON CORPORATION	11,288.	10,883.
EXXON MOBIL	4,145.	4,238.
GENERAL MILLS	4,933.	5,253.
HONEYWELL INTERNATIONAL	9,760.	11,142.
INTEL CORP.	5,735.	5,941.
KIMBERLEY-CLARK CORP.	10,596.	11,034.
LOCKHEED MARTIN CORP.	9,825.	10,922.
PHILIP MORRIS INTL INC.	9,558.	10,987.
PLUM CREEK TIMBER CO.	11,371.	11,334.
PUB SVC ENT GROUP INC.	8,610.	9,078.
SPECTRA ENERGY CORP.	4,629.	4,920.
TARGET CORP.	9,292.	8,707.
TEMPLEGON EMRGNG MKT FD	78,409.	71,440.
THOMAS & BETTS CORP.	6,770.	8,463.
WASTE MANAGEMENT INC.	11,943.	12,266.
TOTAL TO FORM 990-PF, PART II, LINE 10B	1,021,507.	1,029,347.

FORM 990-PF CORPORATE BONDS STATEMENT 10

DESCRIPTION	BOOK VALUE	FAIR MARKET VALUE
BB&T CORP. 6.5%	0.	0.
BERKLEY W R CP 7.375%	36,500.	38,415.
BROOKFIELD AS 7.125%	53,693.	51,142.
CAMERON INT'L 6.375%	51,754.	59,001.
CITIGROUP INC. 5.0%	50,694.	49,554.
CREDIT SUISSE 4.875%	53,677.	52,315.
FED FARM CR BK 4.25%	54,645.	57,612.
FED FARM CR BK 4.55%	54,125.	58,962.
FED FARM CR BK 5.7%	23,577.	24,450.

FED HOME LN BK 2.375%	51,058.	50,075.
FED HOME LN BK 2.75%	51,715.	53,221.
FED HOME LN BK 5.%	45,838.	47,400.
FED NAT'L MTG 1.25%	0.	0.
FED NAT'L MTG 2.125%	0.	0.
REINSURANCE GROUP 6.75%	0.	0.
FNMA PL 5.0%	62,361.	62,880.
MARATHON OIL 5.9%	50,363.	53,777.
RENRE NA HOLDINGS 5.75%	50,529.	52,260.
RYDER SYSTEM, INC. 6.0%	54,111.	52,458.
TD AMERITRADE 5.6%	52,420.	54,044.
VANGUARD GNMA FUND	0.	0.
VEOLIA ENVIRON 5.25%	53,845.	52,201.
VODAFONE GROUP 5.75%	55,359.	58,038.
WACHOVIA CORP. 5.75%	30,799.	31,621.
XL CAPITAL LTD. 5.25%	27,983.	28,555.
ISHARES TRUST HIGH YIELD BOND FUND	93,802.	95,690.
ALLIED WORLD 5.5%	24,408.	25,246.
ALLIED WORLD 7.5%	29,024.	29,447.
ARCELORMITTAL 5.25%	24,900.	22,695.
BANK OF AMERICA 5.42%	31,072.	28,107.
CRH AMERICA 6%	48,724.	49,332.
FED FARM CR BK 4.82%	11,011.	11,699.
FED FARM CR BK 5.3%	33,880.	36,259.
FED HM LN MTG 4%	29,067.	29,305.
FHLMC 4.5%	46,840.	46,915.
FHLMC 5%	45,287.	45,580.
FHLMC 5.5%	44,363.	44,457.
FNMA PL 5%	49,862.	50,959.
GENWORTH FINL 5.75%	25,739.	25,375.
HSBC USA INC.	49,246.	47,622.
UNITRIN 6%	49,795.	53,139.
PITNEY BOWES INC. 4.75%	51,734.	51,463.
TOTAL TO FORM 990-PF, PART II, LINE 10C	1,653,800.	1,681,271.