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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
McFADDEN CHARITABLE TRUST
C/O THE PEOPLES BANK

A Employer identification number
48-6319389

Number and street (or P O box number if mail is not delivered to street address)
PO BOX 307

Room/suite

B Telephone number (see instructions)
785-282-6682

City or town state and ZIP code
SMITH CENTER KS 66967-0307

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) ▶ $ 5,133,724

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) )

| | Line | Description | (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 | 109,494 | 109,494 | 109,494 | |
| | 4 | Dividends and interest from securities | 22,826 | 22,826 | 22,826 | |
| | 5a | Gross rents | | | | |
| | b | Net rental income or (loss) | | | | |
| | 6a | Net gain or (loss) from sale of assets not on line 10 Stmt 1 | -4,631 | | | |
| | b | Gross sales price for all assets on line 6a 550,926 | | | | |
| | 7 | Capital gain net income (from Part IV, line 2) | | 1,014 | | |
| | 8 | Net short-term capital gain | | | 0 | |
| | 9 | Income modifications | | | | |
| | 10a | Gross sales less returns & allowances | | | | |
| | b | Less Cost of goods sold | | | | |
| | c | Gross profit or (loss) (attach schedule) | | | | |
| | 11 | Other income (attach schedule) Stmt 2 | 227,714 | 227,680 | 227,714 | |
| | 12 | **Total.** Add lines 1 through 11 | 355,403 | 361,014 | 360,034 | |
| Operating and Administrative Expenses | 13 | Compensation of officers, directors, trustees, etc | 0 | | | |
| | 14 | Other employee salaries and wages | | | | |
| | 15 | Pension plans, employee benefits | | | | |
| | 16a | Legal fees (attach schedule) See Stmt 3 | 163 | 163 | 163 | 163 |
| | b | Accounting fees (attach schedule) Stmt 4 | 825 | 825 | 825 | 825 |
| | c | Other professional fees (attach schedule) Stmt 5 | 21,279 | 21,279 | 21,279 | 21,279 |
| | 17 | Interest | | | | |
| | 18 | Taxes (attach schedule) (see instructions) Stmt 6 | 132 | 132 | 132 | 132 |
| | 19 | Depreciation (attach schedule) and depletion | | | | |
| | 20 | Occupancy | | | | |
| | 21 | Travel, conferences, and meetings | | | | |
| | 22 | Printing and publications | | | | |
| | 23 | Other expenses (att sch ) Stmt 8 | 84,935 | 84,935 | 84,935 | 76,289 |
| | 24 | **Total operating and administrative expenses.** Add lines 13 through 23 | 107,334 | 107,334 | 107,334 | 98,688 |
| | 25 | Contributions, gifts, grants paid | 195,630 | | | 195,630 |
| | 26 | **Total expenses and disbursements** Add lines 24 and 25 | 302,964 | 107,334 | 107,334 | 294,318 |
| | 27 | Subtract line 26 from line 12 | | | | |
| | a | **Excess of revenue over expenses and disbursements** | 52,439 | | | |
| | b | **Net investment income** (if negative, enter -0-) | | 253,680 | | |
| | c | **Adjusted net income** (if negative, enter -0-) | | | 252,700 | |

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**For Paperwork Reduction Act Notice, see instructions.**

Form **990-PF** (2011)

DAA

## 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 | 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 | 90,515 | 340,048 | 340,048 |
| | 3 | Accounts receivable ▶ | | | |
| | | Less allowance for doubtful accounts ▶ | | | |
| | 4 | Pledges receivable ▶ | | | |
| | | Less allowance for doubtful accounts ▶ | | | |
| | 5 | Grants receivable | | | |
| | 6 | Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions) | | | |
| | 7 | Other notes and loans receivable (att schedule) ▶ | | | |
| | | Less allowance for doubtful accounts ▶ 0 | | | |
| | 8 | Inventories for sale or use | | | |
| | 9 | Prepaid expenses and deferred charges | | | |
| | 10a | Investments—U S and state government obligations (attach schedule) Stmt 9 | 1,905,810 | 1,593,082 | 1,665,940 |
| | b | Investments—corporate stock (attach schedule) See Stmt 10 | 615,253 | 756,205 | 786,123 |
| | c | Investments—corporate bonds (attach schedule) See Stmt 11 | 242,687 | 241,288 | 256,013 |
| | 11 | Investments—land, buildings, and equipment basis ▶ 1,515,400 | | | |
| | | Less accumulated depreciation (attach sch ) ▶ Stmt 12 | 1,541,400 | 1,515,400 | 2,078,770 |
| | 12 | Investments—mortgage loans | | | |
| | 13 | Investments—other (attach schedule) See Statement 13 | 6,695 | 6,830 | 6,830 |
| | 14 | Land, buildings, and equipment basis ▶ | | | |
| | | Less accumulated depreciation (attach sch ) ▶ | | | |
| | 15 | Other assets (describe ▶ ) | | | |
| | 16 | **Total assets** (to be completed by all filers—see the instructions Also, see page 1, item I) | 4,402,360 | 4,452,853 | 5,133,724 |
| Liabilities | 17 | Accounts payable and accrued expenses | | | |
| | 18 | Grants payable | | | |
| | 19 | Deferred revenue | | | |
| | 20 | Loans from officers, directors, trustees, and other disqualified persons | | | |
| | 21 | Mortgages and other notes payable (attach schedule) | | | |
| | 22 | Other liabilities (describe ▶ ) | | | |
| | 23 | **Total liabilities** (add lines 17 through 22) | 0 | 0 | |
| Net Assets or Fund Balances | | **Foundations that follow SFAS 117, check here ▶ [X] and complete lines 24 through 26 and lines 30 and 31.** | | | |
| | 24 | Unrestricted | 4,402,360 | 4,452,853 | |
| | 25 | Temporarily restricted | | | |
| | 26 | Permanently restricted | | | |
| | | **Foundations that do not follow SFAS 117, check here ▶ [ ] and complete lines 27 through 31.** | | | |
| | 27 | Capital stock, trust principal, or current funds | | | |
| | 28 | Paid-in or capital surplus, or land, bldg , and equipment fund | | | |
| | 29 | Retained earnings, accumulated income, endowment, or other funds | | | |
| | 30 | **Total net assets or fund balances** (see instructions) | 4,402,360 | 4,452,853 | |
| | 31 | **Total liabilities and net assets/fund balances** (see instructions) | 4,402,360 | 4,452,853 | |

## 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 | 4,402,360 |
| 2 | Enter amount from Part I, line 27a | 2 | 52,439 |
| 3 | Other increases not included in line 2 (itemize) ▶ | 3 | |
| 4 | Add lines 1, 2, and 3 | 4 | 4,454,799 |
| 5 | Decreases not included in line 2 (itemize) ▶ See Statement 14 | 5 | 1,946 |
| 6 | Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30 | 6 | 4,452,853 |

## 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 | PEOPLES BANK-CAPITAL GAIN DIS | | | |
| 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 | 1,014 | | | 1,014 |
| b | | | | |
| c | | | | |
| d | | | | |
| e | | | | |

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

| | (i) F M V as of 12/31/69 | (j) Adjusted basis as of 12/31/69 | (k) Excess of col (i) over col (j), if any | (l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h)) |
|---|---|---|---|---|
| a | | | | 1,014 |
| b | | | | |
| c | | | | |
| d | | | | |
| e | | | | |

| | | | |
|---|---|---|---|
| 2 Capital gain net income or (net capital loss) | If gain, also enter in Part I, line 7<br>If (loss), enter -0- in Part I, line 7 | 2 | 1,014 |
| 3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)<br>If gain, also enter in Part I, line 8, column (c) (see instructions) If (loss), enter -0- in Part I, line 8 | | 3 | |

## Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income )

If section 4940(d)(2) applies, leave this part blank

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☒ No

If "Yes," the foundation does not qualify under section 4940(e) Do not complete this part

1 Enter the appropriate amount in each column for each year, see 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 | 300,124 | | |
| 2009 | 324,203 | | |
| 2008 | 286,148 | | |
| 2007 | 281,575 | | |
| 2006 | 205,074 | 4,189,287 | 0.048952 |

| | | |
|---|---|---|
| 2 **Total** of line 1, column (d) | 2 | 0.048952 |
| 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 | 0.048952 |
| 4 Enter the net value of noncharitable-use assets for 2011 from Part X, line 5 | 4 | 0 |
| 5 Multiply line 4 by line 3 | 5 | |
| 6 Enter 1% of net investment income (1% of Part I, line 27b) | 6 | 2,537 |
| 7 Add lines 5 and 6 | 7 | 2,537 |
| 8 Enter qualifying distributions from Part XII, line 4 | 8 | 294,318 |

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<br>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 ▶ [X] and enter 1% of Part I, line 27b | | | 1 | 2,537 |
| 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 | 2,537 |
| 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 | 2,537 |
| 6 | Credits/Payments | | | | |
| a | 2011 estimated tax payments and 2010 overpayment credited to 2011 | 6a | 1,948 | | |
| 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 | 1,948 |
| 8 | Enter any **penalty** for underpayment of estimated tax Check here ☐ if Form 2220 is attached | | | 8 | |
| 9 | **Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶ | | | 9 | 589 |
| 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 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? | N/A | 1c | | |
| d | Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year<br>**(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?<br>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?<br>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<br>• By language in the governing instrument, or<br>• 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) ▶<br>KS | | | | |
| 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 ▶ TRUST OFFICER Telephone no ▶ 785-282-6682
PO BOX 307
Located at ▶ SMITH CENTER KS ZIP+4 ▶ 66967

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041—Check here ▶ ☐
and enter the amount of tax-exempt interest received or accrued during the year ▶ 15

| | | | Yes | No |
|---|---|---|---|---|
| 16 | At any time during calendar year 2011, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country? | 16 | | 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)? | 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? | N/A | 1c | | |
| 2 | Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5)) | | | | |
| a | At the end of tax year 2011, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2011? | ☐ 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 ) | 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 ▶ 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 ) | 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)? (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)? | 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 (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 |
|---|---|---|---|---|
| See Statement 15 | | | | |
| | | | | |
| | | | | |
| | | | | |

**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 | | |
| | | |
| | | |
| | | |
| | | |
| **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 N/A | |
| 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 N/A | |
| 2 | |
| All other program-related investments See instructions<br>3 | |
| **Total.** Add lines 1 through 3 ▶ | |

## 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 | 0 |
| b | Average of monthly cash balances | 1b | 0 |
| c | Fair market value of all other assets (see instructions) | 1c | 0 |
| d | **Total** (add lines 1a, b, and c) | 1d | 0 |
| 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 | 0 |
| 4 | Cash deemed held for charitable activities Enter 1½% of line 3 (for greater amount, see instructions) | 4 | 0 |
| 5 | **Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4 | 5 | 0 |
| 6 | **Minimum investment return.** Enter 5% of line 5 | 6 | 0 |

## 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 | |
| 2a | Tax on investment income for 2011 from Part VI, line 5 | 2a | 2,537 | | |
| b | Income tax for 2011 (This does not include the tax from Part VI ) | 2b | | | |
| c | Add lines 2a and 2b | | | 2c | 2,537 |
| 3 | Distributable amount before adjustments Subtract line 2c from line 1 | | | 3 | |
| 4 | Recoveries of amounts treated as qualifying distributions | | | 4 | |
| 5 | Add lines 3 and 4 | | | 5 | |
| 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 | 0 |

## 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 | 294,318 |
| b | Program-related investments—total from Part IX-B | 1b | |
| 2 | Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes | 2 | |
| 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 | 294,318 |
| 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 | 2,537 |
| 6 | **Adjusted qualifying distributions.** Subtract line 5 from line 4 | 6 | 291,781 |

**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 | | | | | 0 |
| 2 Undistributed income, if any, as of the end of 2011 | | | | | |
| a Enter amount for 2010 only | | | | | |
| b Total for prior years 20 ____ , 20 ____ , 20 ____ | | | | | |
| 3 Excess distributions carryover, if any, to 2011 | | | | | |
| a From 2006 | | | | | |
| b From 2007 | 286,071 | | | | |
| c From 2008 | 290,384 | | | | |
| d From 2009 | 328,627 | | | | |
| e From 2010 | 302,070 | | | | |
| f **Total** of lines 3a through e | | 1,207,152 | | | |
| 4 Qualifying distributions for 2011 from Part XII, line 4 ▶ $ 294,318 | | | | | |
| a Applied to 2010, but not more than line 2a | | | | | |
| b Applied to undistributed income of prior years (Election required—see instructions) | | | | | |
| c Treated as distributions out of corpus (Election required—see instructions) | | | | | |
| d Applied to 2011 distributable amount | | | | | |
| e Remaining amount distributed out of corpus | | 294,318 | | | |
| 5 Excess distributions carryover applied to 2011 (If an amount appears in column (d), the same amount must be shown in column (a) ) | | | | | |
| 6 **Enter the net total of each column as indicated below:** | | | | | |
| a Corpus Add lines 3f, 4c, and 4e Subtract line 5 | | 1,501,470 | | | |
| b Prior years' undistributed income Subtract line 4b from line 2b | | | | | |
| 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 | | | | | |
| e Undistributed income for 2010 Subtract line 4a from line 2a Taxable amount—see instructions | | | | | |
| f Undistributed income for 2011 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2012 | | | | | 0 |
| 7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions) | | | | | |
| 8 Excess distributions carryover from 2006 not applied on line 5 or line 7 (see instructions) | | | | | |
| 9 **Excess distributions carryover to 2012.** Subtract lines 7 and 8 from line 6a | | 1,501,470 | | | |
| 10 Analysis of line 9 | | | | | |
| a Excess from 2007 | 286,071 | | | | |
| b Excess from 2008 | 290,384 | | | | |
| c Excess from 2009 | 328,627 | | | | |
| d Excess from 2010 | 302,070 | | | | |
| e Excess from 2011 | 294,318 | | | | |

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

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

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

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

**Part XV Supplementary Information (Complete this part only if the 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) )

N/A

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

N/A

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

N/A

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

SCHOLARSHIP QUALIFICATIONS LIST ATTACHED

c Any submission deadlines

SCHOLARSHIPS BY APR 1 ANNUALLY, OTHER ORGANIZATIONS DEC 1

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

See Statement 16

**Part XV Supplementary Information** (continued)

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

| Recipient<br>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<br>See Statement 17 | | | | 195,630 |
| **Total** | | | ▶ 3a | 195,630 |
| **b** Approved for future payment<br>N/A | | | | |
| **Total** | | | ▶ 3b | |

## Part XVI-A Analysis of Income-Producing Activities

| Enter gross amounts unless otherwise indicated | Unrelated business income | | Excluded by section 512 513 or 514 | | (e) Related or exempt function income (See instructions ) |
|---|---|---|---|---|---|
| | (a) Business code | (b) Amount | (c) Exclusion code | (d) Amount | |
| 1 Program service revenue | | | | | |
| a | | | | | |
| b | | | | | |
| c | | | | | |
| d | | | | | |
| e | | | | | |
| f | | | | | |
| g Fees and contracts from government agencies | | | | | |
| 2 Membership dues and assessments | | | | | |
| 3 Interest on savings and temporary cash investments | | | 25 | 109,494 | |
| 4 Dividends and interest from securities | | | 25 | 22,826 | |
| 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 | | | 25 | 227,680 | |
| 8 Gain or (loss) from sales of assets other than inventory | | | | | -4,631 |
| 9 Net income or (loss) from special events | | | | | |
| 10 Gross profit or (loss) from sales of inventory | | | | | |
| 11 Other revenue a | | | | | |
| b CITI GROUP RESTRUCTURING | | | 25 | 34 | |
| c | | | | | |
| d | | | | | |
| e | | | | | |
| 12 Subtotal Add columns (b), (d), and (e) | | 0 | | 360,034 | -4,631 |

13 **Total.** Add line 12, columns (b), (d), and (e) 13 355,403

(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 ) |
|---|---|
| N/A | |

## 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

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

THE PEOPLES BANK, TRUSTEE

Signature of officer or trustee: [signature] Date: 05-10-2012 Title: Trust Officer

**Paid Preparer Use Only**

| Print/Type preparer's name | Preparer's signature | Date | Check ☐ if self-employed |
|---|---|---|---|
| Mary E Anderson, CPA | [signature] | 04/25/12 | |
| Firm's name ▶ Anderson Reichert & Anderson LLC CPAs | | PTIN | P01247105 |
| Firm's address ▶ 129 W. Main Osborne, KS 67473 | | Firm's EIN ▶ | 20-3838707 |
| | | Phone no | 785-346-5427 |



DAA

# Federal Statements



## Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets

| Description: Whom Sold | Date Acquired | Date Sold | How Received | Sale Price | Cost | Expense | Depreciation | Net Gain / Loss |
|---|---|---|---|---|---|---|---|---|
| CIT GROUP INC | Various | 5/02/11 | Purchase | $ 1,456 | $ 4,320 | $ | $ | $ -2,864 |
| CHANUTE KS ELECT REV BD | Various | 11/01/11 | Purchase | 35,000 | 36,125 | | | -1,125 |
| FEDERAL HOME LOAN | Various | 5/03/11 | Purchase | 15,000 | 15,000 | | | |
| FEDERAL HOME LOAN | Various | 5/03/11 | Purchase | 25,000 | 25,000 | | | |
| FEDERAL HOME LOAN | Various | 6/03/11 | Purchase | 100,000 | 100,008 | | | -8 |
| FEDERAL HOME LOAN | Various | 6/30/11 | Purchase | 85,000 | 85,000 | | | |
| FEDERAL HOME LOAN | Various | 7/12/11 | Purchase | 10,000 | 10,000 | | | |
| FEDERAL HOME LOAN | Various | 12/27/11 | Purchase | 75,000 | 75,000 | | | |
| FEDERAL NATL MTGE ASSN | Various | 4/28/11 | Purchase | 10,000 | 10,000 | | | |
| FEDERAL NATL MTGE ASSN | Various | 1/13/11 | Purchase | 15,000 | 15,000 | | | |
| FEDERAL NATL MTGE ASSN | 8/02/11 | 10/21/11 | Purchase | 50,000 | 50,000 | | | |
| FEDERAL HOME LOAN BANK | Various | 2/02/11 | Purchase | 32,550 | 30,000 | | | 2,550 |
| FEDERAL NATL MTGE ASSN | Various | 6/21/11 | Purchase | 15,000 | 15,000 | | | |
| FEDERAL NATL MTGE ASSN | Various | 12/15/11 | Purchase | 25,000 | 25,801 | | | -801 |
| FORTUNE BRAND INC | Various | 1/15/11 | Purchase | 23,000 | 22,986 | | | 14 |
| PEPSICO INC | Various | 6/17/11 | Purchase | 7,906 | 5,450 | | | 2,456 |
| THE PEOPLES BANK CD | 2/24/10 | 2/24/11 | Purchase | 25,000 | 25,000 | | | |

## Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets (continued)

| Description: Whom Sold | Date Acquired | Date Sold | How Received: Sale Price | Cost | Expense | Depreciation | Net Gain / Loss |
|---|---|---|---|---|---|---|---|
| INVESTMENT COST BASIS | W/O Various | 12/31/11 | Purchase $ | $ 5,867 | $ | $ | $ -5,867 |
| Total | | | $ 549,912 | $ 555,557 | $ 0 | $ 0 | $ -5,645 |

## Statement 2 - Form 990-PF, Part I, Line 11 - Other Income

| Description | Revenue per Books | Net Investment Income | Adjusted Net Income |
|---|---|---|---|
| FARM CROP SALES | $ 190,042 | $ 190,042 | $ 190,042 |
| CROP INSURANCE | 995 | 995 | 995 |
| FARM SERVICE AGENCY PAYMENTS | 6,209 | 6,209 | 6,209 |
| FARM PATRONAGE DIVIDENDS | 2,443 | 2,443 | 2,443 |
| FARM RENTS | 25,991 | 25,991 | 25,991 |
| UNUSED SCHOLARSHIPS RETURNED | 1,550 | 1,550 | 1,550 |
| RENTAL BUILDINGS | 450 | 450 | 450 |
| CITI GROUP RESTRUCTURING | 34 | | 34 |
| Total | $ 227,714 | $ 227,680 | $ 227,714 |

## Statement 3 - Form 990-PF, Part I, Line 16a - Legal Fees

| Description | Total | Net Investment | Adjusted Net | Charitable Purpose |
|---|---|---|---|---|
| ATTORNEY | $ 163 | $ 163 | $ 163 | $ 163 |
| Total | $ 163 | $ 163 | $ 163 | $ 163 |

# Federal Statements

## Statement 4 - Form 990-PF, Part I, Line 16b - Accounting Fees

| Description | Total | Net Investment | Adjusted Net | Charitable Purpose |
|---|---|---|---|---|
| TAX PREPARATION FEES | $ 825 | $ 825 | $ 825 | $ 825 |
| Total | $ 825 | $ 825 | $ 825 | $ 825 |

## Statement 5 - Form 990-PF, Part I, Line 16c - Other Professional Fees

| Description | Total | Net Investment | Adjusted Net | Charitable Purpose |
|---|---|---|---|---|
| LEGAL RETAINER FEES | $ 3,600 | $ 3,600 | $ 3,600 | $ 3,600 |
| TRUST MGMT FEES | 17,679 | 17,679 | 17,679 | 17,679 |
| Total | $ 21,279 | $ 21,279 | $ 21,279 | $ 21,279 |

## Statement 6 - Form 990-PF, Part I, Line 18 - Taxes

| Description | Total | Net Investment | Adjusted Net | Charitable Purpose |
|---|---|---|---|---|
| Foreign taxes withheld | $ 132 | $ 132 | $ 132 | $ 132 |
| Total | $ 132 | $ 132 | $ 132 | $ 132 |

# Federal Statements

## Statement 7 - Form 990-PF, Part I, Line 23 - Amortization

| Description | Date Acquired | Cost Basis | Prior Year Amortization | Life | Current Year Amortization | Net Investment Income | Adjusted Net Income | COGS |
|---|---|---|---|---|---|---|---|---|
| AMORTIZATION-BONDS | | $ | $ | | $ 8,646 | $ 8,646 | $ 8,646 | |
| Total | | $ 0 | $ 0 | | $ 8,646 | $ 8,646 | $ 8,646 | |

## Statement 8 - Form 990-PF, Part I, Line 23 - Other Expenses

| Description | Total | Net Investment | Adjusted Net | Charitable Purpose |
|---|---|---|---|---|
| | $ | $ | $ | $ |
| Expenses | | | | |
| FARM FERTILIZER & CHEMICALS | 28,001 | 28,001 | 28,001 | 28,001 |
| FARM INSURANCE | 10,336 | 10,336 | 10,336 | 10,336 |
| FARM PROPERTY TAXES | 8,796 | 8,796 | 8,796 | 8,796 |
| FARM MACHINE HIRE | 2,412 | 2,412 | 2,412 | 2,412 |
| FARM MANAGEMENT FEE | 21,291 | 21,291 | 21,291 | 21,291 |
| FARM REPAIRS | 2,056 | 2,056 | 2,056 | 2,056 |
| RENTAL BUILDING TAXES | 680 | 680 | 680 | 680 |
| RENTAL BUILDING INSURANCE | 825 | 825 | 825 | 825 |
| RENTAL BUILDING REPAIRS & MAI | 1,821 | 1,821 | 1,821 | 1,821 |
| RENTAL BUILDING MISC EXPENSE | 71 | 71 | 71 | 71 |
| Total | $ 76,289 | $ 76,289 | $ 76,289 | $ 76,289 |

# Federal Statements

## Statement 9 - Form 990-PF, Part II, Line 10a - US and State Government Investments

| Description | Beginning of Year | End of Year | Basis of Valuation | Fair Market Value |
|---|---|---|---|---|
| FEDERAL HOME LOAN BANK 6.0% | $ 140,008 | $ | Cost | $ |
| FEDERAL HOME LOAN BANK 6.235% | 85,000 | | Cost | |
| FEDERAL HOME LOAN BANK 6.% | 10,000 | | Cost | |
| FEDERAL HOME LOAN BANK 5.5% | 45,000 | 45,000 | Cost | 45,922 |
| FEDERAL HOME LOAN BANK 6% | 20,000 | 20,000 | Cost | 20,000 |
| FEDERAL HOME LOAN BANK 5.9.% | 25,267 | 25,093 | Cost | 25,528 |
| FEDERAL NATL MORTGAGE ASSN 6.0 | 10,000 | | Cost | |
| FEDERAL HOME LOAN BANK 5.8% | 51,101 | 50,501 | Cost | 51,707 |
| FEDERAL HOME LOAN BANK 5% | 75,000 | | Cost | |
| FEDERAL HOME LOAN BANK 5.75% | 42,063 | 41,408 | Cost | 42,851 |
| FEDERAL HOME LOAN BANK 5.% | 25,000 | 25,000 | Cost | 25,700 |
| FEDERAL HOME LOAN BANK 5.10% | 5,000 | 5,000 | Cost | 5,375 |
| FEDERAL FARM CREDIT 5.2% | 97,020 | 97,020 | Cost | 106,224 |
| FEDERAL FARM CREDIT 5% | 40,000 | 40,000 | Cost | 41,752 |
| FEDERAL HOME LOAN BANK 5.625% | 30,000 | | Cost | |
| FEDERAL HOME LOAN MTGE 5.5% | 41,162 | 40,399 | Cost | 40,412 |
| FEDERAL NATL MTGE ASSN 5.55% | 15,168 | | Cost | |
| FEDERAL NATL MTGE ASSN 5.78% | 15,434 | 15,149 | Cost | 15,310 |
| FEDERAL NATL MTGE ASSN 5.95% | 15,193 | | Cost | |
| FEDERAL NATL MTGE ASSN 6.31% | 88,754 | 86,288 | Cost | 87,056 |
| FEDERAL NATL MTGE ASSN 6.28% | 25,801 | | Cost | |
| ALMA SCHOOL USD BOND 5.25% | 101,821 | 101,662 | Cost | 104,586 |
| BEL AIRE KS PUB BLDG REV BD 4/152 | 40,000 | 40,000 | Cost | 42,956 |
| BEXAR CNTY TX GO BOND 6.571% | 20,237 | 20,218 | Cost | 20,980 |
| BRIDGEPORT CONN BAB 6.571% | 42,871 | 42,662 | Cost | 43,754 |
| CASPER MY COM COLLEGE BAB | 40,458 | 40,458 | Cost | 42,812 |
| CHANUTE KS ELECT LT & GAS REV BD | 36,125 | | Cost | |
| CLARK MO BAB CNTY CTHOUSE 6.5 | 40,528 | 40,473 | Cost | 42,767 |
| DICKINSON CO KS USD 487 6.38% | 97,218 | 97,218 | Cost | 101,992 |
| DOUGLAS CNTY NE BAB 7.34% | 56,650 | 56,650 | Cost | 62,288 |
| ILLINOIS STATE TAXABLE GO 4.35% | 23,738 | 23,929 | Cost | 24,817 |
| STATE OF ILLINOIS BAB 5.363% | 40,463 | 40,463 | Cost | 41,857 |
| KANSAS CITY MO TAXABLE REV 5.362% | 30,601 | 30,601 | Cost | 33,711 |
| KS ST DEV FIN AUTHR REV BOND 5.7 | 30,000 | 30,000 | Cost | 32,596 |
| MCHENRY ILL BAB GO 4.8 | 40,144 | 40,129 | Cost | 41,291 |
| PARK CITY KS TAXABLE SERIES A 6.35% | 81,393 | 81,199 | Cost | 85,973 |
| POTT CO KS USD 320 5.875% | 51,012 | 50,876 | Cost | 56,288 |

## Statement 9 - Form 990-PF, Part II, Line 10a - US and State Government Investments (continued)

| Description | Beginning of Year | End of Year | Basis of Valuation | Fair Market Value |
|---|---|---|---|---|
| ROSEMONT ILL TAXABLE GO BOND5% | $ 59,497 | $ 59,497 | Cost | $ 64,155 |
| SPRINGFIELD OH USD GO 5.25% | 25,423 | 25,423 | Cost | 26,812 |
| TOPEKA KS GO BOND 4.15% | 20,000 | 20,000 | Cost | 20,598 |
| UNION MO WTR & SEWER 4.75% | 103,160 | 102,771 | Cost | 104,642 |
| WILL CNTY IL USD 122 6.1% | 22,500 | 22,500 | Cost | 22,985 |
| STANTON CNTY KS GO BAB 5.974% | | 32,089 | Cost | 33,268 |
| JOHNSON CNTY KS BAB 5.90% | | 51,993 | Cost | 55,532 |
| JOHNSON CNTY MO BAB COP 5.414% | | 51,413 | Cost | 51,443 |
| Total | $ 1,905,810 | $ 1,593,082 | | $ 1,665,940 |

## Statement 10 - Form 990-PF, Part II, Line 10b - Corporate Stock Investments

| Description | Beginning of Year | End of Year | Basis of Valuation | Fair Market Value |
|---|---|---|---|---|
| ABBOTT LABS | $ 24,890 | $ 23,701 | Cost | $ 29,240 |
| AT&T | 21,214 | 21,214 | Cost | 22,680 |
| ALTRIA GROUP INC | 3,970 | 3,970 | Cost | 5,930 |
| AMERICAN ELECT PWR INC | 1,733 | 1,733 | Cost | 2,066 |
| AQUA AMERICA INC | 23,254 | 23,254 | Cost | 22,050 |
| BERKSHIRE HATHAWAY CL B | 7,290 | 9,858 | Cost | 11,445 |
| CVS CAREMARK CORPORATION | 1,752 | 1,752 | Cost | 2,040 |
| CARNIVAL CORP | 6,870 | 6,870 | Cost | 4,080 |
| CISCO | 13,925 | 13,925 | Cost | 12,656 |
| COCA COLA CO | 13,040 | 13,040 | Cost | 20,991 |
| COMMERCE BANCSHARES INC | 9,017 | 9,030 | Cost | 10,940 |
| CONAGRA INC | 18,520 | 18,520 | Cost | 19,800 |
| DANAHER | 4,725 | 4,725 | Cost | 9,408 |
| DEERE & CO | | 6,459 | Cost | 7,735 |
| SPDR DOW JONES INDUSTRIAL | 41,414 | 41,414 | Cost | 48,740 |
| DISNEY WALT CO | 1,528 | 3,491 | Cost | 3,750 |
| DOW CHEM CO | 36,750 | 36,750 | Cost | 28,760 |
| DUKE ENERGY CORP | 11,697 | 15,288 | Cost | 17,600 |
| EMERSON ELECT CO | | 4,299 | Cost | 4,659 |

## Statement 10 - Form 990-PF, Part II, Line 10b - Corporate Stock Investments (continued)

| Description | Beginning of Year | End of Year | Basis of Valuation | Fair Market Value |
|---|---|---|---|---|
| EXELON CORP | $ 4,896 | $ 4,896 | Cost | $ 4,337 |
| EXXON MOBIL CORP | 18,203 | 18,203 | Cost | 33,904 |
| FIDELITY SELECT PORTFOLIO | 258 | 258 | Cost | 349 |
| FIDELITY SELECT ENERGY | | 8,000 | Cost | 7,052 |
| FRANKLIN STRATEGIC SER | 2,000 | 2,000 | Cost | 2,435 |
| GENERAL ELEC CO | 22,075 | 22,075 | Cost | 14,328 |
| HEINZ CO | 1,675 | 1,675 | Cost | 2,702 |
| HOME DEPOT INC | 5,924 | 5,924 | Cost | 8,408 |
| ILLINOIS TOOL WORKS INC | 2,339 | 2,339 | Cost | 2,336 |
| I SH S&P UTILITIES | 7,949 | 7,949 | Cost | 8,275 |
| INTEL CORP | 14,073 | 17,396 | Cost | 14,550 |
| ISHARE S&P | 21,828 | 21,828 | Cost | 28,915 |
| JP MORGAN CHASE & CO | 10,185 | 10,185 | Cost | 8,313 |
| JOHNSON & JOHNSON | 33,267 | 33,267 | Cost | 39,348 |
| KIMBERLEY CLARK CORP | 12,844 | 12,844 | Cost | 14,712 |
| KRAFT FOODS INC | 1,116 | 1,116 | Cost | 1,868 |
| LOWES COS INC | 4,652 | 4,652 | Cost | 5,076 |
| MCDONALD CORP | 879 | 879 | Cost | 5,016 |
| MEDTRONIC INC | 20,904 | 20,904 | Cost | 23,332 |
| METLIFE INC | 11,442 | 11,442 | Cost | 9,354 |
| MICROSOFT | 13,952 | 13,952 | Cost | 10,903 |
| MIDWAY COOP OSBORNE | 10 | 10 | Cost | 10 |
| MONSANTO CO | 6,953 | 6,953 | Cost | 7,007 |
| NEXTERA ENERGY INC COM | | 5,429 | Cost | 6,088 |
| NOKIA CORP ADR | 16,951 | 16,951 | Cost | 5,085 |
| NORTHERN INTL GROWTH EQUITY | 15,000 | 15,000 | Cost | 10,561 |
| PPG INDUSTRIES INC | 6,054 | 6,054 | Cost | 8,349 |
| PEABODY ENERGY CORP | 7,866 | 8,363 | Cost | 4,967 |
| PEPSICO | 15,403 | 10,570 | Cost | 13,933 |
| PROCTER & GAMBLE CO | 8,381 | 8,391 | Cost | 10,007 |
| PROGRESS ENERGY INC | 21,971 | 21,971 | Cost | 28,010 |
| QUEST DIAGNOSTICS INC | 2,861 | 2,861 | Cost | 2,903 |
| SOUTHERN COMPANY | 6,670 | 6,670 | Cost | 9,258 |
| SPDR 500 TRUST | 11,359 | 11,359 | Cost | 12,550 |
| TEMPLETON FCS FOREIGN FD | 2,000 | 2,000 | Cost | 1,175 |
| TEMPLETON GLOBAL BOND FD | | 75,000 | Cost | 67,593 |
| VALERO ENERGY CORP | 8,902 | 8,902 | Cost | 3,158 |

# Federal Statements

## Statement 10 - Form 990-PF, Part II, Line 10b - Corporate Stock Investments (continued)

| Description | Beginning of Year | End of Year | Basis of Valuation | Fair Market Value |
|---|---|---|---|---|
| VANGUARD 500 INDEX TR | $ 1,700 | $ 1,932 | Cost | $ 1,820 |
| VANGUARD INDEX TRU STK MKT | 1,333 | 1,539 | Cost | 1,432 |
| VANGUARD INTL EQUITY INDEX | 2,000 | 2,274 | Cost | 1,762 |
| VANGUARD INTERMED TER INV GR FUND | | 40,000 | Cost | 39,761 |
| VERIZON COMMUNICATIONS INC | 1,408 | 1,382 | Cost | 2,006 |
| WALGREEN | 11,860 | 11,860 | Cost | 9,092 |
| WELLS FARGO & CO | 9,727 | 4,863 | Cost | 5,512 |
| S&P SPDR FINANCIALS | 3,122 | 3,122 | Cost | 2,600 |
| GUGGGENHEIM BRIC ETF | 1,672 | 1,672 | Cost | 1,401 |
| Total | $ 615,253 | $ 756,205 | | $ 786,123 |

## Statement 11 - Form 990-PF, Part II, Line 10c - Corporate Bond Investments

| Description | Beginning of Year | End of Year | Basis of Valuation | Fair Market Value |
|---|---|---|---|---|
| ALCO INC 6.0% | $ 14,657 | $ 14,974 | Cost | $ 15,015 |
| CIT GROUP 7.0% | 1,738 | | Cost | |
| ISHARES INV GRADE CORP BOND | 14,421 | 14,421 | Cost | 17,064 |
| AMEREN ENERGY 6.3% | 34,906 | 34,906 | Cost | 35,305 |
| CIT GROUP INC 7.0% | 2,582 | 2,586 | Cost | 2,721 |
| CIT GROUP INC 7.0% | 2,547 | | Cost | |
| CIT GROUP INC 7.0% | 4,216 | 4,273 | Cost | 4,525 |
| CIT GROUP INC 7.0% | 5,893 | 5,961 | Cost | 6,336 |
| FORTUNE BRAND INC 5.125% | 22,986 | | Cost | |
| JC PENNY COMPANY 7.95% | 11,338 | 11,338 | Cost | 10,900 |
| WM WRIGLEY JR CO 4.65% | 48,880 | 48,880 | Cost | 51,750 |
| ZURICH REINSURANCE 7.125% | 39,600 | 39,600 | Cost | 42,976 |
| POWERSHARES BUILD AM BOND ETF | 38,923 | 38,923 | Cost | 43,050 |
| FARM BUREAU FINANCIAL 5.875% | | 15,588 | Cost | 16,571 |
| JC PENNY COMPANY 5.65% | | 9,838 | Cost | 9,800 |
| Total | $ 242,687 | $ 241,288 | | $ 256,013 |

# Federal Statements

## Statement 12 - Form 990-PF, Part II, Line 11 - Land, Building, and Equipment Investments

| Description | Beginning Net Book | End Cost / Basis | End Accumulated Depreciation | Net FMV |
|---|---|---|---|---|
| FARM REAL ESTATE 17-7-12 OB CO KS | $ 92,000 | $ 92,000 | $ | $ 84,320 |
| FARM REAL ESTATE 15-7-12 OB CO KS | 64,000 | 64,000 | | 73,005 |
| FARM REAL ESTATE 26-6-14 OB CO KS | 36,000 | 36,000 | | 62,914 |
| FARM REAL ESTATE 17-5-14 OB CO KS | 117,000 | 117,000 | | 190,507 |
| FARM REAL ESTATE 34-6-14 OB CO KS | 78,000 | 78,000 | | 111,497 |
| FARM REAL ESTATE 35-6-14 OB CO KS | 78,000 | 52,000 | | 72,540 |
| FARM REAL ESTATE 31-6-13 OB CO KS | 185,000 | 185,000 | | 221,352 |
| FARM REAL ESTATE 32-6-13 OB CO KS | 96,250 | 96,250 | | 128,340 |
| FARM REAL ESTATE 5-7-13 OB COUNTY KS | 13,750 | 13,750 | | 18,833 |
| FARM REAL ESTATE 6-7-12 OB COUNTY KS | 50,000 | 50,000 | | 75,330 |
| FARM REAL ESTATE 4-7-12 OB COUNTY KS | 57,000 | 57,000 | | 74,400 |
| FARM REAL ESTATE 4-6-16 RO COUNTY KS | 150,000 | 150,000 | | 203,920 |
| FARM REAL ESTATE 9-9-27 SD COUNTY KS | 222,300 | 222,300 | | 312,796 |
| FARM REAL ESTATE 25-9-27 SD COUNT KS | 302,100 | 302,100 | | 449,016 |
| Total | $ 1,541,400 | $ 1,515,400 | $ 0 | $ 2,078,770 |

## Statement 13 - Form 990-PF, Part II, Line 13 - Other Investments

| Description | Beginning of Year | End of Year | Basis of Valuation | Fair Market Value |
|---|---|---|---|---|
| MINERAL LEASE INTEREST | $ 803 | $ | Cost | $ |
| DEFERRED PATRONAGE DIVIDENDS-MIDWAY | 5,892 | 6,798 | Cost | 6,798 |
| DEFERRED PATR-DIVIDENDS-FARMERS UNIO | | 32 | Cost | 32 |
| Total | $ 6,695 | $ 6,830 | | $ 6,830 |

## Statement 14 - Form 990-PF, Part III, Line 5 - Other Decreases

| Description | Amount |
|---|---|
| INCOME TAXES PAID | $ 1,946 |
| Total | $ 1,946 |

# Federal Statements

## Statement 15 - Form 990-PF, Part VIII, Line 1 - List of Officers, Directors, Trustees, Etc.

| Name and Address | Title | Average Hours | Compensation | Benefits | Expenses |
|---|---|---|---|---|---|
| THE PEOPLES BANK<br>136 S MAIN ST<br>SMITH CENTER KS 67967 | TRUSTEE | 5.00 | 0 | 0 | 0 |
| OLIN HYDE<br>825 C 388 DR<br>OSBORNE KS 67473 | DIRECTOR | 0.25 | 0 | 0 | 0 |
| DONALD WEIS<br>20052 HIWAY 281<br>SMITH CENTER KS 67473 | DIRECTOR | 0.25 | 0 | 0 | 0 |
| PAUL GREGORY<br>124 WEST MAIN<br>OSBORNE KS 67473 | DIRECTOR | 0.25 | 0 | 0 | 0 |
| GREG MICK<br>874 S 170TH AVE<br>OSBORNE KS 67473 | DIRECTOR | 0.25 | 0 | 0 | 0 |
| TERRY ZVOLANEK<br>122 SOUTH 9TH<br>OSBORNE KS 67473 | DIRECTOR | 0.25 | 0 | 0 | 0 |

# Federal Statements



## Form 990-PF, Part XV, Line 2b - Application Format and Required Contents

| Description |
|---|
| SCHOLARSHIP QUALIFICATIONS LIST ATTACHED |

## Form 990-PF, Part XV, Line 2c - Submission Deadlines

| Description |
|---|
| SCHOLARSHIPS BY APR 1 ANNUALLY, OTHER ORGANIZATIONS DEC 1 |

## Statement 16 - Form 990-PF, Part XV, Line 2d - Award Restrictions or Limitations

| Description |
|---|
| AS PER McFADDEN MEMORIAL SCHOLARSHIP STIPULATIONS (COPY ATTACHED) |

## Statement 17 - Form 990-PF, Part XV, Line 3a - Grants and Contributions Paid During the Year

| Name / Address | Address / Relationship | Status | Purpose | Amount |
|---|---|---|---|---|
| OSBORNE UNITED METHODIST<br>OSBORNE KS 67473 | 113 N 3RD<br>RELIGIOUS | | CHARITABLE | 11,000 |
| DOWNS ART COUNCIL<br>DOWNS KS 67437 | PO BOX 211<br>COMMUNITY SERVI | | CHARITABLE | 1,500 |
| OSBORNE MINISTERIAL ALLIANCE<br>OSBORNE KS 67473 | NORTH 2ND ST<br>COMMUNITY SERVI | | COMMUNITY SERVICE | 2,000 |
| PORTIS PRIDE<br>PORTIS KS 67474 | MAIN ST<br>COMMUNITY SERIV | | COMMUNITY SERVICE | 1,000 |
| OSBORNE PUBLIC LIBRARY<br>OSBORNE KS 67473 | 325 WEST MAIN<br>COMMUNITY SERVI | | COMMUNITY SERVICE | 1,114 |
| OSBORNE CO MEMORIAL HOSP<br>OSBORNE KS 67473 | 424 W NEW HAMPSHIRE<br>COMMUNITY SERVI | | EQUIPMENT GRANT | 8,166 |
| OSBORNE FORD FUND<br>OSBORNE KS 67473 | 102 W MAIN<br>COMMUNITY SERV | | OPERATING GRANT | 2,000 |
| AMERICAN LEGION POST 87<br>ALTON KS 67623 | WEST MAIN STREET<br>COMMUNITY SERVI | | OPERATING GRANT | 750 |
| OSBORNE COUNTY FAIR<br>OSBORNE KS 67473 | COURT HOUSE<br>COMMUNITY SERVI | | OPERATING GRANT | 10,000 |
| KANSAS NATURAL RESOURCE F<br>OSBORNE KS 67473 | 1117 WEST HIWAY 24<br>COMMUNITY SERVI | | COMMUNITY SERVICE | 250 |
| METRO COLLEGE OF DENVER<br>DENVER CO 80217 | SPEER BLVD & COLFAX<br>EDUCATIONAL | | SCHOLARSHIP | 700 |
| UNIVERSITY OF NO COLO<br>GREELEY CO 80113 | 2045 10TH AVE<br>EDUCATIONAL | | SCHOLARSHIPS | 1,000 |
| BAKER UNIVERSITY<br>BALDWIN CITY KS 66066 | 618 EIGHTH ST<br>EDUCATIONAL | | SCHOLARSHIPS | 1,250 |
| GARDEN CITY COMM COLLEGE<br>GARDEN CITY KS 67846 | 801 CAMPUS DRIVE<br>EDUCATIONAL | | SCHOLARSHIPS | 700 |
| CLOUD CO COMM COLLEGE<br>CONCORDIA KS 66901 | 2221 CAMPUS DRIVE<br>EDUCATIONAL | | SCHOLARSHIPS | 2,050 |
| COLBY COMM COLLEGE<br>COLBY KS 67701 | 1255 S RANGE<br>EDUCATIONAL | | SCHOLARSHIPS | 700 |
| DORDT COLLEGE<br>SIOUX CENTER IA 51250 | 498 4TH AVE NE<br>EDUCATIONAL | | SCHOLARSHIPS | 1,250 |

## Statement 17 - Form 990-PF, Part XV, Line 3a - Grants and Contributions Paid During the Year (continued)

| Name / Address | Address / Relationship | Status | Purpose | Amount |
|---|---|---|---|---|
| FT HAYS STATE UNIVERSITY HAYS KS 67601 | 800 PARK ST EDUCATIONAL | | SCHOLARSHIPS | 18,350 |
| KANSAS UNIVERSITY MEDICAL KANSAS CITY KS 66103 | 3901 RAINBOW BLVD EDUCATIONAL | | SCHOLARSHIPS | 2,325 |
| THE SCHOOL OF COURT REPORTING MARLTON NJ 08053 | 1002 LINCOLN DRIVE WEST EDUCATIONAL | | SCHOLARSHIPS | 1,000 |
| CALVIN COLLEGE GRAND RAPIDS MI 49546 | 3201 BURTON SE EDUCATIONAL | | SCHOLARSHIPS | 1,250 |
| KANSAS STATE UNIVERSITY MANHATTAN KS 67503 | ANDERSON AVE EDUCATIONAL | | SCHOLARSHIPS | 20,725 |
| KANSAS UNIVERSITY LAWRENCE KS 67773 | MT OREAD EDUCATIONAL | | SCHOLARSHIPS | 7,700 |
| NC VO-TECH SCHOOL BELOIT KS 67420 | BOX 507 EDUCATIONAL | | SCHOLARSHIPS | 2,750 |
| JOHNSON COUNTY COMMN COLLEGE OVERLAND PARK KS 66212 | 9780 WEST 87TH ST EDUCATIONAL | | SCHOLARSHIPS | 700 |
| MCPHERSON COLLEGE MCPHERSON KS 67460 | 1600 E EUCLID EDUCATIONAL | | SCHOLARSHIPS | 2,700 |
| STERLING COLLEGE STERLING KS 67579 | BROADWAY & COOPER EDUCATIONAL | | SCHOLARSHIPS | 625 |
| WAYNE STATE COLLEGE WAYNE NE 68787 | 1111 MAIN ST EDUCATIONAL | | SCHOLARSHIPS | 1,450 |
| WASHBURN UNIVERSITY TOPEKA KS 67001 | S KANSAS AVE EDUCATIONAL | | SCHOLARSHIPS | 3,250 |
| WICHITA STATE UNIVERSITY WICHITA KS 67220 | 5015 E 29TH EDUCATIONAL | | SCHOLARSHIPS | 1,250 |
| BETHANY COLLEGE LINDSBORG KS 67456 | 335 WEST SWENSSON EDUCATIONAL | | SCHOLARSHIPS | 2,500 |
| SOUTHWEST BAPTIST UNIVERSITY BOLIVAR MO 65613 | 1600 UNIVERSITY AVE EDUCATIONAL | | SCHOLARSHIPS | 1,000 |
| GENEVA COLLEGE BEAVER FALLS PA 15010 | 3200 COLLEGE AVE EDUCATIONAL | | SCHOLARSHIPS | 700 |
| BELLUS ACADEMY MANHATTAN KS 66502 | 1130 WESTLOOP PLACE EDUCATIONAL | | SCHOLARSHIPS | 700 |

## Statement 17 - Form 990-PF, Part XV, Line 3a - Grants and Contributions Paid During the Year (continued)

| Name / Address | Address / Relationship | Status | Purpose | Amount |
|---|---|---|---|---|
| BROWN MACKIE COLLEGE<br>SALINA KS 67401 | 2106 S 9TH<br>EDUCATIONAL | | SCHOLARSHIPS | 700 |
| KANSAS WESLEYAN UNIVERSIT<br>SALINA KS 67401 | 100 E CLAFLIN AVE<br>EDUCATIONAL | | SCHOLARSHIPS | 4,500 |
| HIGHLAND JUNIOR COLLEGE<br>HIGHLAND KS 66035 | 606 W MAIN<br>EDUCATIONAL | | SCHOLARSHIPS | 1,450 |
| EMPORIA STATE UNIVERSITY<br>EMPORIA KS 66801 | 1200 COMMERCIAL ST<br>EDUCATIONAL | | SCHOLARSHIPS | 450 |
| UNION COLLEGE<br>SCHENECTADY NY 12308 | 807 UNION ST<br>EDUCATIONAL | | SCHOLARSHIPS | 1,000 |
| OSBORNE SENIOR CENTER<br>OSBORNE KS 67473 | 108 W MAIN<br>COMMUNITY SERVI | | COMMUNITY SERVICE | 5,000 |
| HEARTLAND SERVICE<br>OSBORNE KS 67473 | CITY OFFICE 128 N 1ST<br>COMMUNITY SERVI | | COMMUNITY SERVICE | 2,500 |
| DOWNS SENIOR CENTER<br>DOWNS KS 67437 | 514 MORGAN AVE<br>COMMUNITY SERVI | | COMMUNITY SERVICE | 1,500 |
| OSBORNE COUNTY EMS<br>OSBORNE KS 67473 | COURTHOUSE<br>COMMUNITY SERVI | | COMMUNITY SERVICE | 5,500 |
| OSBORNE COUNTY RURAL FIRE DEPT #3<br>OSBORNE KS 67473 | COURT HOUSE<br>COMMUNITY SERVI | | COMMUNITY SERVICE | 15,000 |
| DOWNS MINISTERIAL ALLIANCE<br>DOWNS KS 67437 | 1015 MORGAN<br>COMMUNITY SERVI | | COMMUNITY SERVICE | 2,000 |
| OSBORNE CO GENEALOGICAL SOCIETY<br>OSBORNE KS 67473 | 301 W MAIN<br>COMMUNITY SERVI | | COMMUNITY SERVICE | 500 |
| FAITH LUTHERAN CHURCH<br>OSBORNE KS 67473 | 629 N 2ND<br>COMMUNITY SERVI | | COMMUNITY SERVICE | 250 |
| OSBORNE COUNTY MUSEUM<br>OSBORNE KS 67473 | 128 N FIRST<br>COMMUNITY SERVI | | COMMUNITY SERVICE | 6,800 |
| OSBORNE ELEMENTARY PTO<br>OSBORNE KS 67473 | 234 WEST WASHINGTON<br>COMMUNITY SERVI | | COMMUNITY SERVICE | 30,000 |
| WESTERN GOVERNORS UNIV<br>SALT LAKE CITY TN 84107 | 4001 S 700 EAST STE 700<br>EDUCATIONAL | | EDUCATIONAL | 450 |
| ART INSTITUTE OF KANSAS CITY<br>KANSAS CITY MO 64111 | 4415 WARWICK BLVD<br>EDUCATIONAL | | EDUCATIONAL | 450 |

# Federal Statements

## Statement 17 - Form 990-PF, Part XV, Line 3a - Grants and Contributions Paid During the Year (continued)

| Name / Address | Address / Relationship | Status | Purpose | Amount |
|---|---|---|---|---|
| OKLAHOMA STATE UNIV<br>STILLWATER OK 74078 | 107 WHITEHURST<br>EDUCATIONAL | | EDUCATIONAL | 1,250 |
| HAYS ACADEMY OF HAIR DESIGN<br>HAYS KS 67601 | 1214 EAST 27TH<br>EDUCATIONAL | | EDUCATIONAL | 225 |
| SOUTHWESTERN COLLEGE<br>WINFIELD KS 67156 | 100 COLLEGE ST<br>EDUCATIONAL | | EDUCATIONAL | 1,000 |
| CENTRAL COMMUNITY COLLEGE<br>GRAND ISLAND NE 68802 | 3134 W HIGHWAY 34<br>EDUCATIONAL | | EDUCATIONAL | 700 |
| Total | | | | 195,630 |

McFADDEN CHARITABLE TRUST 48-6319389 Form 990-PF Estimates
C/O THE PEOPLES BANK

Form **990-W**
**(Worksheet)**
Department of the Treasury
Internal Revenue Service

# Estimated Tax on Unrelated Business Taxable Income for Tax-Exempt Organizations

**(and on Investment Income for Private Foundations)**
**(Keep for your records. Do not send to the Internal Revenue Service.)**

OMB No 1545-0976
**2012**

| | | | |
|---|---|---|---|
| 1 | Unrelated business taxable income expected in the tax year | 1 | |
| 2 | **Tax on the amount on line 1** See instructions for tax computation | 2 | |
| 3 | Alternative minimum tax (see instructions) | 3 | |
| 4 | Total Add lines 2 and 3 | 4 | |
| 5 | Estimated tax credits (see instructions) | 5 | |
| 6 | Subtract line 5 from line 4 | 6 | |
| 7 | Other taxes (see instructions) | 7 | |
| 8 | Total Add lines 6 and 7 | 8 | |
| 9 | Credit for federal tax paid on fuels (see instructions) | 9 | |
| 10a | Subtract line 9 from line 8 **Note.** If less than $500, the organization is not required to make estimated tax payments Private foundations, see instructions — **10a** 2,537 | | |
| b | Enter the tax shown on the 2011 return (see instructions) **Caution.** If zero or the tax year was for less than 12 months, skip this line and enter the amount from line 10a on line 10c — **10b** 2,537 | | |
| c | **2012 Estimated Tax.** Enter the smaller of line 10a or line 10b If the organization is required to skip line 10b, enter the amount from line 10a on line 10c | 10c | 2,537 |

| | | | (a) | (b) | (c) | (d) |
|---|---|---|---|---|---|---|
| 11 | **Installment due dates** (see instructions) | 11 | 05/15/12 | 06/15/12 | 09/17/12 | 12/17/12 |
| 12 | **Required installments.** Enter 25% of line 10c in columns **(a)** through **(d)** unless the organization uses the annualized income installment method, the adjusted seasonal installment method, or is a "large organization" (see instructions) | 12 | 635 | 635 | 635 | 635 |
| 13 | **2011 Overpayment** (see instructions) | 13 | | | | |
| 14 | **Payment due.** (Subtract line 13 from line 12 ) | 14 | 635 | 635 | 635 | 635 |

**For Paperwork Reduction Act Notice, see instructions.**

# McFADDEN MEMORIAL SCHOLARSHIP

## HIGH SCHOOL SENIOR APPLICATION

**Applications for these time periods must be received by April 1, 2011**

**Applying for:** Fall 2011 _______ (Check all that apply)
Spring 2012 _______

### GENERAL INFORMATION

NAME ______________________________

MAILING ADDRESS ______________________________

______________________________

HOME PHONE NUMBER ______________________________

PARENT'S NAME ______________________________

STUDENT SIGNATURE ______________________________

DATE ______________________________

### STUDENT INFORMATION

Are you employed? Yes No

Are you married? Yes No

Do you have any dependents? Yes No If yes, how many? ______

### HIGH SCHOOL INFORMATION

High School attended ______________________________

Year of graduation 2011

Post-Secondary School ______________________________

Expected Major ______________________________

Number of credit hours per sem ______________________________

List school and community activities in which you have participated (list offices held)

Special honors and/or awards

## OTHER INFORMATION

How many siblings do you have in the following school grades:

K-8 _____ 9-10 _____ 11-12 _____ College _____

What other scholarship grants and/or loans, with amounts, are you receiving, if known?

How do you plan to finance your post-secondary education or vocational training?

What are your plans after completing your education?

Why do you believe you deserve this scholarship?

Please give any other information you think will help the scholarship board select you as a recipient Attach other sheets if necessary

ACT Score _______________ GPA _______________ Class Ranking _______________

## ACADEMIC VERIFICATION -

**Please attach a certified high school transcript to this application.**

| | |
|---|---|
| **APPLICATION DUE APRIL 1, 2011:** | **McFadden Charitable Trust**<br>**P. O. Box 51**<br>**Osborne, Kansas 67473** |

***(Please use sufficient postage when mailing applications.)***

# *McFADDEN MEMORIAL SCHOLARSHIP*

## COLLEGE STUDENT APPLICATION

**Applications for these time periods must be received by April 1, 2011.**

**Applying for:** **Fall 2011** ______ **(Check all that apply)**
**Spring 2012** ______

## GENERAL INFORMATION

**NAME** ______________________________

**MAILING ADDRESS** ______________________________

______________________________

**HOME PHONE NUMBER** ______________________________

**PARENT'S NAME** ______________________________

**STUDENT SIGNATURE** ______________________________

**DATE** ______________________________

**If this is your first application to the McFadden Memorial Scholarship, please attach a certified high school transcript to this application. If you have applied before, check here.** ______

→ ***You MUST attach a CERTIFIED TRANSCRIPT from the post-secondary school(s) you have attended.*** ←

## STUDENT INFORMATION

| | | | |
|---|---|---|---|
| Will you be attending school full time? | Yes | No | |
| Are you employed? | Yes | No | |
| Are you married? | Yes | No | |
| If yes, is your spouse also a student? | Yes | No | N/A |
| If married, is your spouse employed? | Yes | No | N/A |
| Do you have any dependents? | Yes | No | If yes, how many? ______ |

## ACADEMIC VERIFICATION

Current College Cumulative GPA ______

College GPA within major ______

High School GPA ______

ACT Score ______

List school and community activities in which you have participated (list offices held), and special honors and/or awards

## HIGH SCHOOL AND POST-SECONDARY SCHOOL INFORMATION

High School ______________________________

Date of Graduation ______________________________

Post-Secondary School(s) ______________________________

Major ______________________________

Number of credit hrs per sem ______________________________

Expected Date of Graduation ______________________________

## OTHER INFORMATION

How many siblings do you have in the following school grades

K-8 _____ 9-10 _____ 11-12 _____ College _____

What other scholarship grants and/or loans, with amounts, are you receiving, if known?

How do you plan to finance, or how are you otherwise financing, your post-secondary education?

What are your plans after completing your education?

Why do you believe you deserve this scholarship?

Please give any other information you think will help the scholarship board select you as a recipient Attach other sheets if necessary

**APPLICATION DUE APRIL 1, 2011:** **McFadden Charitable Trust**
**P. O. Box 51**
**Osborne, Kansas 67473**

***(Please use sufficient postage when mailing applications.)***

*[Restated and Amended]*

# McFADDEN MEMORIAL SCHOLARSHIP

FILED
OSBORNE COUNTY, KS
CLERK DISTRICT COURT
'04 APR -2 P 4:41

WHEREAS, on the 5th day of November, 1992, O. C. McFadden and Beryl C. McFadden created the McFadden Charitable Trust, wherein O. C. McFadden and Beryl C. McFadden were the Grantors, and The Smith County State Bank & Trust Company of Smith Center, Kansas, was the Trustee; and,

WHEREAS, said trust instrument had as its stated purpose to devote the income to be derived from said trust exclusively for charitable, religious, scientific, literary or educational purposes, either directly or by contributions to organizations duly authorized to carry on charitable, religious, scientific, literary or educational activities; and,

WHEREAS, said trust instrument provided that all of the net distributable income of said Trust be distributed to, or for the benefit of, organizations duly authorized to carry on charitable, religious, scientific, literary or educational activities organized or operating in Osborne County, Kansas, as defined by Section 170(c) of the Internal Revenue Code of 1986, and that selection of the recipients shall be determined by a Board described in said trust instrument; and,

WHEREAS, Beryl C. McFadden departed this life in Osborne, Kansas, on April 15, 1999; and,

WHEREAS, O. C. McFadden departed this life in Osborne, Kansas, on January 6, 2002; and,

WHEREAS, the Trustee, mindful of the Grantors' intent, the provisions of said trust instrument, and the laws of the State of Kansas and of the United States of America, has determined that it is in the best interests of said trust and the beneficiaries that a scholarship be established which would award scholarships to qualified recipients pursuant to said trust and the guidelines created herein.

THEREFORE, in consideration of the premises, and keeping intact the intent of the Grantors, the Trustee hereby establishes the **McFADDEN MEMORIAL SCHOLARSHIP** for:

students residing in and graduating from high schools located in Osborne County, Kansas;

students living in Osborne County, Kansas, but graduating from a high school outside of Osborne County, Kansas;

residents of Osborne County, Kansas, who have earned a high school diploma or its equivalency.

The students who were eligible to apply for a scholarship under the terms of the McFadden Memorial Scholarship, dated February 7, 2002, will remain eligible to apply for and receive the scholarship after the date hereof.

The McFadden Memorial Scholarship (hereinafter "Scholarship") shall be for the following purposes, and operate under the following terms and conditions:

1. The Scholarship is established to assist deserving students in obtaining education or training in recognized:

colleges,

universities,

technical schools,

and any other recognized training or teaching facilities.

2. The Board created under paragraph 4 of the McFadden Charitable Trust shall select the recipients of the scholarships awarded. If in any given year a member of the Board is closely related to a

candidate, that Board member shall be excused from the selection or award process regarding that specific candidate.

3. Annually, and prior to high school graduation, the Board shall determine the amount of funds available for scholarships and shall select the worthy recipient or recipients of such scholarships.

4. The Board shall determine the qualifications for selecting the recipients of scholarships, which includes, but is not limited to:

scholastic ability

financial need

activities in school and community

leadership ability

writing ability

interest in college

The Board shall determine the weight given to each of the foregoing qualifications and any other qualifications the Board may determine. The Board shall determine the number of awards to be granted annually, and the amount of each award shall be at the discretion of the Board. The receipt of an award shall not entitle a recipient to awards for future years, but the Board, at its discretions, shall have the right to make additional award or awards to any recipient. A majority of the members of the Board shall determine the amount and recipient of any award and of any other decision relating to said Scholarship.

5. The Board shall have the discretion as to whether an award to any recipient shall be paid to the recipient in installments annually, semi-annually, quarterly, monthly or any other intervals. If an award is premised on the continuation of the recipient in his or her intended course of study as professed to

the Board, an abandonment of the same, for whatever reason, shall immediately terminate his or her right to any unpaid portion of such scholarship.

6. It is understood and intended by the undersigned that contributions to this Scholarship be deductible for Federal income, gift and estate tax purposes, and it is directed that the provisions of the Scholarship be construed and administered so that the charitable intent of O. C. McFadden and Beryl C. McFadden, and Grantors of the McFadden Charitable Trust, be effectuated.

DATED this 1st day of January, 2004.

**McFADDEN CHARITABLE TRUST**

SMITH COUNTY STATE BANK AND TRUST CO., TRUSTEE

Shane T. McCall

SHANE T. McCALL, General Counsel

APPROVED:

Donald Weis

DONALD WEIS

Gregory Mick

GREGORY MICK

Terry Zvolanek

TERRY ZVOLANEK

Olin Hyde

OLIN HYDE

Paul S. Gregory

PAUL S. GREGORY

The foregoing Restated and Amended McFadden Memorial Scholarship is approved this 2ND day of APRIL, 2004.

MAGISTRATE JUDGE