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 , 2011, and ending , 20

Name of foundation: THE REDDUCS CHARTERED FOUNDATION, CORP.

A Employer identification number: 65-0840245

Number and street (or P O box number if mail is not delivered to street address): C/O SUE CONLEY
119 PLEASANT VIEW LANE

Room/suite

B Telephone number (see instructions): (802) 482-3334

City or town, state, and ZIP code: HINESBURG, VT 05461

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: [X] 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)* ▶ $ 3,370,526.

J Accounting method. [ ] Cash [X] Accrual
[ ] Other (specify) ____________
(Part I, column (d) must be on cash basis)

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ [ ]

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

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc , received (attach schedule)				
	2 Check ▶ [ ] if the foundation is **not** required to attach Sch B				
	3 Interest on savings and temporary cash investments				
	4 Dividends and interest from securities	101,858.	101,858.		ATCH 1
	5a Gross rents				
	b Net rental income or (loss)				
	6a Net gain or (loss) from sale of assets not on line 10	365,986.			
	b Gross sales price for all assets on line 6a 1,782,981.				
	7 Capital gain net income (from Part IV, line 2)		365,986.		
	8 Net short-term capital gain				
	9 Income modifications				
	10 a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss) (attach schedule)				
	11 Other income (attach schedule)				
	12 **Total.** Add lines 1 through 11	467,844.	467,844.		
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc	45,957.			
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits	5,295.			
	16a Legal fees (attach schedule) ATCH 2	523.			
	b Accounting fees (attach schedule) ATCH 3	2,725.			
	c Other professional fees (attach schedule) *	14,175.	14,175.		
	17 Interest				
	18 Taxes (attach schedule) (see instructions) **	13,569.	325.		
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings	2,700.			
	22 Printing and publications	15.			
	23 Other expenses (attach schedule) ATCH 6	2,072.			
	24 **Total operating and administrative expenses.** Add lines 13 through 23	87,031.	14,500.		
	25 Contributions, gifts, grants paid	144,258.			144,258.
	26 **Total expenses and disbursements** Add lines 24 and 25	231,289.	14,500.		144,258.
	27 Subtract line 26 from line 12				
	a **Excess of revenue over expenses and disbursements**	236,555.			
	b **Net investment income** (if negative, enter -0-)		453,344.		
	c **Adjusted net income** (if negative, enter -0-)				

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Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)	Beginning of year (a) Book Value	End of year (b) Book Value	End of year (c) Fair Market Value
Assets	1	Cash - non-interest-bearing	5,000.	33,213.	33,213.
	2	Savings and temporary cash investments	72,070.	60,169.	60,169.
	3	Accounts receivable ▶			
		Less allowance for doubtful accounts ▶			
	4	Pledges receivable ▶			
		Less allowance for doubtful accounts ▶			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)			
	7	Other notes and loans receivable (attach schedule) ▶			
		Less allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges			
	10 a	Investments - U S and state government obligations (attach schedule)			
	b	Investments - corporate stock (attach schedule) ATCH 7	1,340,419.	1,688,207.	1,671,203.
	c	Investments - corporate bonds (attach schedule) ATCH 8	1,697,522.	1,569,977.	1,605,941.
	11	Investments - land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach schedule) ▶			
	12	Investments - mortgage loans			
	13	Investments - other (attach schedule)			
	14	Land, buildings, and equipment basis ▶			
		Less accumulated depreciation (attach schedule) ▶			
	15	Other assets (describe ▶)			
	16	Total assets (to be completed by all filers - see the instructions Also, see page 1, item I)	3,115,011.	3,351,566.	3,370,526.
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)			
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here ▶ ☐ and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted			
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. ▶ X			
	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	3,115,011.	3,351,566.	
	30	Total net assets or fund balances (see instructions)	3,115,011.	3,351,566.	
	31	Total liabilities and net assets/fund balances (see instructions)	3,115,011.	3,351,566.	

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	3,115,011.
2	Enter amount from Part I, line 27a	2	236,555.
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	3,351,566.
5	Decreases not included in line 2 (itemize) ▶	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	3,351,566.

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)	(b) How acquired P-Purchase D-Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1a	SEE PART IV SCHEDULE			
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				
b				
c				
d				
e				

	Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
a				
b				
c				
d				
e				

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7; If (loss), enter -0- in Part I, line 7 } 2 365,986.

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)
If gain, also enter in Part I, line 8, column (c) (see instructions) If (loss), enter -0- in Part I, line 8 . . . 3

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	179,961.	3,505,331.	0.051339
2009	173,608.	3,240,224.	0.053579
2008	215,250.	3,587,982.	0.059992
2007	206,085.	4,365,790.	0.047205
2006	190,000.	4,186,749.	0.045381

2	**Total** of line 1, column (d)	2	0.257496
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	0.051499
4	Enter the net value of noncharitable-use assets for 2011 from Part X, line 5	4	3,518,651.
5	Multiply line 4 by line 3	5	181,207.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	4,533.
7	Add lines 5 and 6	7	185,740.
8	Enter qualifying distributions from Part XII, line 4	8	144,258.

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	9,067.
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	2	
3	Add lines 1 and 2	3	9,067.
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	4	
5	**Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-	5	9,067.
6	Credits/Payments		
a	2011 estimated tax payments and 2010 overpayment credited to 2011 — 6a: 5,740.		
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	5,740.
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	3,327.
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?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the foundation ▶ $ ________ (2) On foundation managers ▶ $ ________			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ________			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
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?	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) ▶ VT,			
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* ATTACHMENT 9	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 ▶ SUE CONLEY Telephone no ▶ 802 482-3334

Located at ▶ 119 PLEASANT VIEW LANE HINESBURG, VT ZIP + 4 ▶ 05461

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)?	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)	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)*	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)*

		Yes	No
5a	During the year did the foundation pay or incur any amount to		
	(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No		
	(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No		
	(3) Provide a grant to an individual for travel, study, or other similar purposes? ☐ Yes ☒ No		
	(4) Provide a grant to an organization other than a charitable, etc, organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see instructions) ☐ Yes ☒ No		
	(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No		
b	If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see instructions)? **5b**		
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐		
c	If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? ☐ Yes ☐ No		
	If "Yes," attach the statement required by Regulations section 53 4945-5(d)		
6a	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No		
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? **6b**		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? **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
ATTACHMENT 10		45,957.	5,295.	-0-

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

(a) Name and address of each employee paid more than $50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
NONE				

Total number of other employees paid over $50,000 ▶

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 ▶		NONE

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 NONE	
2	
All other program-related investments See instructions	
3 NONE	
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	3,483,474.
b	Average of monthly cash balances	1b	88,761.
c	Fair market value of all other assets (see instructions)	1c	
d	**Total** (add lines 1a, b, and c)	1d	3,572,235.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) — 1e		
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	3,572,235.
4	Cash deemed held for charitable activities Enter 1 1/2 % of line 3 (for greater amount, see instructions)	4	53,584.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4	5	3,518,651.
6	**Minimum investment return.** Enter 5% of line 5	6	175,933.

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	175,933.
2a	Tax on investment income for 2011 from Part VI, line 5	2a	9,067.		
b	Income tax for 2011 (This does not include the tax from Part VI)	2b			
c	Add lines 2a and 2b			2c	9,067.
3	Distributable amount before adjustments Subtract line 2c from line 1			3	166,866.
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	166,866.
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	166,866.

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	144,258.
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	144,258.
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	N/A
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	144,258.

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				166,866.
2 Undistributed income, if any, as of the end of 2011				
a Enter amount for 2010 only			143,843.	
b Total for prior years 20 09 ,20 08 ,20 07				
3 Excess distributions carryover, if any, to 2011				
a From 2006				
b From 2007				
c From 2008				
d From 2009				
e From 2010				
f Total of lines 3a through e				
4 Qualifying distributions for 2011 from Part XII, line 4 ▶ $ 144,258.				
a Applied to 2010, but not more than line 2a			143,843.	
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				415.
e Remaining amount distributed out of corpus				
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				
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				166,451.
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				
10 Analysis of line 9				
a Excess from 2007				
b Excess from 2008				
c Excess from 2009				
d Excess from 2010				
e Excess from 2011				

Part XIV Private Operating Foundations (see instructions and Part VII-A, question 9) NOT APPLICABLE

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			(e) Total
	(a) 2011	(b) 2010	(c) 2009	(d) 2008	
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 ▶ [X] 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*				
ATTACHMENT 11				
Total . . . . ▶ **3a**				144,258.
b *Approved for future payment*				
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					
4 Dividends and interest from securities			14	101,858.	
5 Net rental income or (loss) from real estate					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	365,986.	
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)				467,844.	

13 Total. Add line 12, columns (b), (d), and (e) . . . . . 13 467,844.

(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.)

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		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

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

Sue Conley duly authorized — 2/20/12 — executive Director

Signature of officer or trustee — Date — Title

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

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed	PTIN
Cathy H. Attig	Cathy Attig CPA	2/20/12		P00641183

Firm's name ▶ DANAHER ATTIG & PLANTE PLC — Firm's EIN ▶ 20-3682035

Firm's address ▶ 150 KENNEDY DR, PO BOX 2166 SOUTH BURLINGTON, VT 05407-2166 — Phone no 802-383-0399

FORM 990-PF - PART IV
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME

Kind of Property		Description				P or D	Date acquired	Date sold
Gross sale price less expenses of sale	Depreciation allowed/ allowable	Cost or other basis	FMV as of 12/31/69	Adj basis as of 12/31/69	Excess of FMV over adj basis		Gain or (loss)	
		TOTAL CAPITAL GAIN DISTRIBUTIONS					11,720.	
		SEE ATTACHED STATEMENT					VARIOUS	VARIOUS
206,139.		218,386.					-12,247.	
		SEE ATTACHED STATEMENT					VARIOUS	VARIOUS
1,565,122.		1,198,609.					366,513.	
TOTAL GAIN(LOSS)							365,986.	

FORM 990PF, PART I - DIVIDENDS AND INTEREST FROM SECURITIES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
DIVIDENDS FROM SECURITIES	101,735.	101,735.
CORPORATE INTEREST	123.	123.
TOTAL	101,858.	101,858.

FORM 990PF, PART I - LEGAL FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	ADJUSTED NET INCOME	CHARITABLE PURPOSES
LEGAL FEES	523.			
TOTALS	523.			

FORM 990PF, PART I - ACCOUNTING FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	ADJUSTED NET INCOME	CHARITABLE PURPOSES
TAX PREPARATION & ACCTG FEES	2,725.			
TOTALS	2,725.			

FORM 990PF, PART I - OTHER PROFESSIONAL FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
INVESTMENT MANAGEMENT FEES	14,175.	14,175.
TOTALS	14,175.	14,175.

ATTACHMENT 5

FORM 990PF, PART I - TAXES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
FEDERAL EXCISE TAX PAYMENTS	9,559.	
FOREIGN TAX PAID	325.	325.
PAYROLL TAXES	3,685.	
TOTALS	13,569.	325.

ATTACHMENT 6

FORM 990PF, PART I - OTHER EXPENSES

DESCRIPTION		REVENUE AND EXPENSES PER BOOKS
INSURANCE		1,861.
OFFICE EXPENSE		211.
	TOTALS	2,072.

ATTACHMENT 7

FORM 990PF, PART II - CORPORATE STOCK

DESCRIPTION	ENDING BOOK VALUE	ENDING FMV
COMMON STOCK EQUITY MUTUAL FUNDS	1,688,207.	1,671,203.
TOTALS	1,688,207.	1,671,203.

ATTACHMENT 8

FORM 990PF, PART II - CORPORATE BONDS

DESCRIPTION	ENDING BOOK VALUE	ENDING FMV
TAXABLE BOND MUTUAL FUNDS	1,569,977.	1,605,941.
TOTALS	1,569,977.	1,605,941.

		Shares	Price	Cost	Market Value	% MV	Annual Yield	Est. Annual Income
Cash								
Cash				5,252.89	5,252.89	0.16		
Cash Equivalents			accrued income	2276.16	2276.16			
Money Market - Taxable								
Merchants Bank Sweep Account - Principal		52,640.110	1.0000	52,640.11	52,640.11	1.58	0 17	89.50
Equity								
Alternative Investment								
AQR Diversified Arbitrage Fund Class I		7,569 609	10.8900	83,674 50	82,433 04	2.46	0 85	701 10
Arbitrage Funds Class I		6,374 917	13.1000	82,023 33	83,511 42	2.51	0 18	153.64
	Total	13,944 526		165,697.83	165,944 46	4.97	0 52	854 74
Global Equity Mutual Funds								
Oakmark Global Fund		10,001 467	19 8600	209,888 44	198,629.13	5 96	0.45	885.13
International Equity Mutual Funds								
Harbor International Fund - Instl		1,856 503	52 4500	104,705 05	97,373 58	2 92	2 84	2,767 71
Thornburg International Value Fund		4,034.363	24.5800	103,380.59	99,164.64	2.97	1.56	1,550.00
Vanguard MSCI Emerging Markets ETF		3,301 000	38 2100	120,981.65	126,131 21	3.78	2.37	2,990 71
	Total	9,191 866		329,067 29	322,669 43	9 67	2 26	7,308 42
Larger Cap Equity Mutual Funds								
BBH Core Select N		5,672 810	14 8900	76,469 48	84,468 14	2.53	0.00	0.00
Brandywine Blue Fd Common		2,158 212	22 9900	50,888.34	49,617.29	1.49	0.00	0.00
Clipper Fund		1,068.173	62 5000	62,937 61	66,760 82	2.00	1.39	929.31
FMI Large Cap Fund		5,531.959	15 2500	78,498.50	84,362.37	2.53	0.36	305.50
Fairholme Fund		3,920 015	23.1500	128,377.02	90,748 35	2.72	3 92	3,560 80
Longleaf Partners Fund		3,796.401	26.6500	103,662 78	101,174.09	3 03	0.00	0 00
Oakmark Fund		2,023.280	41.6900	80,759 67	84,350.54	2.53	0.60	508 86
Osterweis Fund		3,280.024	25 6300	84,706.02	84,067.02	2.52	0.00	0.00

The Redducs Chartered Foundation Corporation

merchants TRUST COMPANY

Account #: 8011 — Account Detail On: 12/31/2011

		Shares	Price	Cost	Market Value	% MV	Annual Yield	Est. Annual Income
Equity								
Larger Cap Equity Mutual Funds								
Touchstone Sands Cap Instl Growth Fd		6,975.896	14 3600	89,704 35	100,173.87	3.01	0.00	0 00
Virtus Premium AlphaSector I		17,074 679	12.1200	195,553.73	206,945 11	6 20	0.82	1,700 64
	Total	51,501.449		951,557 50	952,667.60	28 56	0 74	7,005 11
Smaller Cap Equity Mutual Funds								
Westport Select Cap I		1,341.305	23 3300	31,996 19	31,292 65	0 94	0 00	0.00
	Equity Total	85,980 613		1,688,207.25	1,671,203 27	50 10	0 96	16,053 40
Fixed								
International Bond Mutual Funds								
PIMCO Emerging Local Bd Fd		16,487 333	10.0500	180,196.58	165,697.70	4.97	5.33	8,826.04
Taxable Bond Mutual Funds								
DoubleLine Total Return Bond I		26,180.154	11.0300	289,814.31	288,767.10	8.66	8.23	23,758 28
Loomis Sayles Bond Fund		19,411.780	13.9300	236,843.38	270,406.10	8.11	6.31	17,059.08
Osterweis Strategic Income Fund		20,629 186	11.3300	238,474.43	233,728.68	7.01	5.70	13,323 98
PIMCO Total Return Fund		26,772 631	10.8700	283,363 32	291,018.50	8.72	3.92	11,400.09
PIMCO Unconstrained Bd Fd		23,374 637	10 8900	234,679.86	254,549.81	7.64	2.58	6,579.66
T Rowe Price Instl Floating Rate		10,280.144	9.9000	106,605 09	101,773 43	3 05	4 87	4,956.48
	Total	126,648.532		1,389,780 39	1,440,243.62	43.19	5 35	77,077 57
	Fixed Total	143,135 865		1,569,976 97	1,605,941 32	48.16	5.35	85,903.61
	Grand Total	281,756 588		3,316,077 22	3,335,037.59	100.00	3 06	102,046.51
		accrued income		2276.16	2276.16			
				3,318,333.38	3337,313.75			

FORM 990PF, PART VII-A, LINE 8B - EXPLANATION OF NON-FILING

THE VERMONT ATTORNEY GENERAL DOES NOT REQUIRE A COPY OF FORM 990-PF.

FORM 990PF, PART VIII - LIST OF OFFICERS, DIRECTORS, AND TRUSTEES

ATTACHMENT 10

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS
KATHERINE TIBALLI 236 FAIRWAY DRIVE SOUTH BURLINGTON, VT 05403	PRESIDENT, ASRQ		
MARY GALE SCUDDER 55-1120 KAAUHUHU ROAD KAPAAU, HI 96755	VICE PRESIDENT, ASRQ		
JASON TIBALLI 501 LEDGEWOOD DRIVE WILLISTON, VT 05495	SECRETARY, ASRQ		
SUE CONLEY 119 PLEASANT VIEW LANE HINESBURG, VT 05461	EXEC DIRECTOR, ASRQ	45,957.	5,295.
	GRAND TOTALS	45,957.	5,295.

FORM 990PF, PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEAR

ATTACHMENT 11

RECIPIENT NAME AND ADDRESS	RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR AND FOUNDATION STATUS OF RECIPIENT	PURPOSE OF GRANT OR CONTRIBUTION	AMOUNT
SEE ATTACHED STATEMENT	NO RELATIONSHIP EXEMPT	GENERAL SUPPORT	144,258
		TOTAL CONTRIBUTIONS PAID	144,258.

Redducs Chartered Foundation
Grants Paid
2011

65-0840245

Date	Name	Name Address	Memo	Paid Amount
04/03/2011	Hinesburg Community School	10888 Route 116 Hinesburg, VT 05461	2011 Grant $2000 playground $1000 Snack shelf	3,000 00
05/01/2011	Golden Huggs Rescue	148 Barrett Lane Williston, VT 05495	2011 grant award	5,000 00
05/01/2011	CVU Scholars Bowl	CVU High School CVU Road Hinesburg, VT 05461	Tax id 03-0216093 payforward opportunity	3,700 00
05/01/2011	Keith Charbonneau	87 Coyote Ridge Road Hinesburg, VT 05461	30 blue bird nesting boxes	600 00
06/01/2011	G A A P	276 Golden Gate Avenue San Francisco, CA 94102	2011 grant	5,000 00
06/01/2011	Adirondack Experience	162 Adirondack Loj Road Lake Placid, NY 12946	2011 grant	6,400 00
06/01/2011	North Kohala Community Resource Center	P O Box 519 Hawi, HI 96719	2011 grant	5,000 00
06/03/2011	Shader Croft School	5 Perrotta Place Burlington, VT 05401	2011 grant award	5,000 00
06/03/2011	Vermont Center for Ecostudies	P O Box 420 Norwich, VT 05055	2011 grant	2,500 00
06/15/2011	Ken Brown	87 Coyote Ridge Road Hinesburg, VT 05461	Materials for blue box installation	207 99
06/20/2011	Addison County Humane Society	236 Boardman Street Middlebury, VT 05753	2011 grant award	5,000 00
06/20/2011	Vermont Community Foundation	P O Box 30 Middlebury, VT 05753	2011 Grant Award-VT Community Preschool Collaborative	10,000 00
07/01/2011	Lamoille Valley Mentoring Partnership	P O Box 148 Hyde Park, VT 05655-0148	2011 grant	5,000 00
07/01/2011	Sara Holbrook Community Center	66 North Avenue Burlington, VT 05401	2011 Grant	5,000 00
07/01/2011	Monarch School	808 West Cedar Street San Diego, CA 92101	2011 grant	5,000 00
07/01/2011	Rough Diamond Ranch Inc	15568 Greenleaf Springs Road Frazier Park, CA 93225	2011 grant	2,500 00
07/01/2011	Boys & Girls Club of the White River Valley	P O Box 237, Randolph, VT 05060	2011 grant	5,000 00
07/15/2011	Vermont Parent Representation Center	77 Charlotte Street Burlington, VT 05401	2011 grant award	5,000 00
08/01/2011	Circus Smirkus	One Circus Road Greensboro, VT 05841	2010 grant award	3,500 00
08/01/2011	NEADS	P O Box 213 West Boylston, MA 01583	2011 grant award VT & NY	5,000 00
08/01/2011	Red Hen Press	P O Box 40820 Pasadena, CA 91114	2011 grant award	5,000 00
08/19/2011	Vermont Children's Hospital	Fletcher Allen Health Care Development, Burlington, VT	2011 grant	9,350 00
09/01/2011	KidSafe Collaborative	308 Pine Street Burlington, VT 05401	2011 grant award	5,000 00
09/05/2011	Stern Center for Language and Learning	135 Allen Brook Lane Williston VT 05495	2011 grant award	5,000 00
09/05/2011	Camp Ta Kum Ta	P O Box 576 Waterbury, VT 05676	2011 grant award	3,000 00
10/22/2011	Milton Elementary School	42 Herrick Avenue Milton, VT 05468	2011 grant	500 00
10/22/2011	Milton Junior/Senior High School	17 Rebecca Lander Drive Milton, Vt 05468	2011 grant	1,000 00
12/01/2011	Old Stone House Museum	109 Old Stone House Road Brownington, VT 05860	2011 grant	4,000 00
12/01/2011	Flynn Center	153 Main Street Burlington, VT 05401	2011 grant award for PACT program	2,500 00
12/15/2011	Vermont Works for Women	32A Mallets Bay Avenue Winooski, VT 05404	2011 grant	5,000 00
12/15/2011	Puppets in Education	294 North Winooski Avenue Burlington, VT 05401	2011 grant award	5,000 00
12/15/2011	Vermont Children's Hospital	Fletcher Allen Health Care Development, Burlington, VT	2011 grant	2,000 00
12/15/2011	Spectrum	31 Elmwood Avenue Burlington, VT 05401	2011 grant award- gifts for spectrum residents	1,500 00
12/15/2011	Richford Elementary School	One Elementrary School Lane Richford, Vt 05476	2011 grant- Class trip	3,000 00
12/15/2011	Maclure Library	P O Box 60 Pittsford, VT 05763	2011 grant	5,000 00
				144,257 99
				144,257.99

SCHEDULE D (Form 1041)

Department of the Treasury Internal Revenue Service

Capital Gains and Losses

▶ Attach to Form 1041, Form 5227, or Form 990-T. See the Instructions for Schedule D (Form 1041) (also for Form 5227 or Form 990-T, if applicable).

OMB No 1545-0092

2011

Name of estate or trust: THE REDDUCS CHARTERED FOUNDATION, CORP.

Employer identification number: 65-0840245

Note: *Form 5227 filers need to complete **only** Parts I and II*

Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less

(a) Description of property (Example 100 shares 7% preferred of "Z" Co)	(b) Date acquired (mo , day, yr)	(c) Date sold (mo , day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) for the entire year Subtract (e) from (d)
1a					

b Enter the short-term gain or (loss), if any, from Schedule D-1, line 1b	**1b**	-12,247.
2 Short-term capital gain or (loss) from Forms 4684, 6252, 6781, and 8824	**2**	
3 Net short-term gain or (loss) from partnerships, S corporations, and other estates or trusts	**3**	
4 Short-term capital loss carryover Enter the amount, if any, from line 9 of the 2010 Capital Loss Carryover Worksheet	**4**	( )
5 **Net short-term gain or (loss).** Combine lines 1a through 4 in column (f) Enter here and on line 13, column (3) on the back ▶	**5**	-12,247.

Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year

(a) Description of property (Example 100 shares 7% preferred of "Z" Co)	(b) Date acquired (mo , day, yr)	(c) Date sold (mo , day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) for the entire year Subtract (e) from (d)
6a					

b Enter the long-term gain or (loss), if any, from Schedule D-1, line 6b	**6b**	366,513.
7 Long-term capital gain or (loss) from Forms 2439, 4684, 6252, 6781, and 8824	**7**	
8 Net long-term gain or (loss) from partnerships, S corporations, and other estates or trusts	**8**	
9 Capital gain distributions	**9**	11,720.
10 Gain from Form 4797, Part I	**10**	
11 Long-term capital loss carryover Enter the amount, if any, from line 14 of the 2010 Capital Loss Carryover Worksheet	**11**	( )
12 **Net long-term gain or (loss).** Combine lines 6a through 11 in column (f) Enter here and on line 14a, column (3) on the back ▶	**12**	378,233.

For Paperwork Reduction Act Notice, see the Instructions for Form 1041

Part III Summary of Parts I and II **Caution:** *Read the instructions **before** completing this part.*		**(1)** Beneficiaries' (see instr)	**(2)** Estate's or trust's	**(3)** Total
13 **Net short-term gain or (loss)**	13			-12,247.
14 **Net long-term gain or (loss):**				
a Total for year	14a			378,233.
b Unrecaptured section 1250 gain (see line 18 of the wrksht)	14b			
c 28% rate gain	14c			
15 **Total net gain or (loss).** Combine lines 13 and 14a ▶	15			365,986.

Note: *If line 15, column (3), is a net gain, enter the gain on Form 1041, line 4 (or Form 990-T, Part I, line 4a) If lines 14a and 15, column (2), are net gains, go to Part V, and **do not** complete Part IV If line 15, column (3), is a net loss, complete Part IV and the **Capital Loss Carryover Worksheet,** as necessary*

Part IV Capital Loss Limitation

16 Enter here and enter as a (loss) on Form 1041, line 4 (or Form 990-T, Part I, line 4c, if a trust), the **smaller** of
a The loss on line 15, column (3) **or** b $3,000 . . . 16 ( )

Note: *If the loss on line 15, column (3), is more than $3,000, **or** if Form 1041, page 1, line 22 (or Form 990-T, line 34), is a loss, complete the **Capital Loss Carryover Worksheet** in the instructions to figure your capital loss carryover*

Part V Tax Computation Using Maximum Capital Gains Rates

Form 1041 filers. Complete this part **only** if both lines 14a and 15 in column (2) are gains, or an amount is entered in Part I or Part II and there is an entry on Form 1041, line 2b(2), **and** Form 1041, line 22, is more than zero

Caution: *Skip this part and complete the **Schedule D Tax Worksheet** in the instructions if:*

- *Either line 14b, col. (2) or line 14c, col (2) is more than zero, or*
- *Both Form 1041, line 2b(1), and Form 4952, line 4g are more than zero.*

Form 990-T trusts. Complete this part **only** if both lines 14a and 15 are gains, or qualified dividends are included in income in Part I of Form 990-T, **and** Form 990-T, line 34, is more than zero Skip this part and complete the **Schedule D Tax Worksheet** in the instructions if either line 14b, col (2) or line 14c, col (2) is more than zero

17	Enter taxable income from Form 1041, line 22 (or Form 990-T, line 34)	17	
18	Enter the **smaller** of line 14a or 15 in column (2) but not less than zero	18	
19	Enter the estate's or trust's qualified dividends from Form 1041, line 2b(2) (or enter the qualified dividends included in income in Part I of Form 990-T)	19	
20	Add lines 18 and 19	20	
21	If the estate or trust is filing Form 4952, enter the amount from line 4g, otherwise, enter -0- ▶	21	
22	Subtract line 21 from line 20 If zero or less, enter -0-	22	
23	Subtract line 22 from line 17 If zero or less, enter -0-	23	
24	Enter the **smaller** of the amount on line 17 or $2,300	24	
25	Is the amount on line 23 equal to or more than the amount on line 24? ☐ **Yes.** Skip lines 25 and 26, go to line 27 and check the "No" box ☐ **No.** Enter the amount from line 23	25	
26	Subtract line 25 from line 24	26	
27	Are the amounts on lines 22 and 26 the same? ☐ **Yes.** Skip lines 27 thru 30, go to line 31 ☐ **No.** Enter the smaller of line 17 or line 22	27	
28	Enter the amount from line 26 (If line 26 is blank, enter -0-)	28	
29	Subtract line 28 from line 27	29	
30	Multiply line 29 by 15% (15)	30	
31	Figure the tax on the amount on line 23 Use the 2011 Tax Rate Schedule for Estates and Trusts (see the Schedule G instructions in the instructions for Form 1041)	31	
32	Add lines 30 and 31	32	
33	Figure the tax on the amount on line 17 Use the 2011 Tax Rate Schedule for Estates and Trusts (see the Schedule G instructions in the instructions for Form 1041)	33	
34	**Tax on all taxable income.** Enter the **smaller** of line 32 or line 33 here and on Form 1041, Schedule G, line 1a (or Form 990-T, line 36)	34	

SCHEDULE D-1 (Form 1041)

Department of the Treasury Internal Revenue Service

Continuation Sheet for Schedule D (Form 1041)

▶ See instructions for Schedule D (Form 1041).
▶ Attach to Schedule D to list additional transactions for lines 1a and 6a.

OMB No 1545-0092

2011

Name of estate or trust: THE REDDUCS CHARTERED FOUNDATION, CORP.

Employer identification number: 65-0840245

Part I Short-Term Capital Gains and Losses - Assets Held One Year or Less

(a) Description of property (Example 100 sh 7% preferred of "Z" Co)	(b) Date acquired (mo, day, yr)	(c) Date sold (mo, day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) Subtract (e) from (d)
1a SEE ATTACHED STATEMENT	VARIOUS	VARIOUS	206,139.	218,386.	-12,247.

1b Total. Combine the amounts in column (f) Enter here and on Schedule D, line 1b . . . . -12,247.

Name of estate or trust as shown on Form 1041 Do not enter name and employer identification number if shown on the other side	Employer identification number

Part II Long-Term Capital Gains and Losses - Assets Held More Than One Year

(a) Description of property (Example 100 sh 7% preferred of "Z" Co)	(b) Date acquired (mo , day, yr)	(c) Date sold (mo , day, yr)	(d) Sales price	(e) Cost or other basis (see instructions)	(f) Gain or (loss) Subtract (e) from (d)
6a SEE ATTACHED STATEMENT	VARIOUS	VARIOUS	1,565,122.	1,198,609.	366,513.

6b Total. Combine the amounts in column (f) Enter here and on Schedule D, line 6b . . . . 366,513.

The Redducs Chartered Foundation Corporation

Account #: 8011 Tax Worksheet From 1/1/2011 to 12/31/2011

Trust Category:	Nonprofit Agency	Admin Officer:	Kevin Farley
Dates Open:	6/4/1998 to Present	Invest Officer:	4111
Trust Year End:	December	Tax State:	Vermont
Date Printed:	01/13/2012	Tax ID:	65-0840245

Capital Gains and Losses

Individual Transactions

Short-Term

Description of Security	Cusip	Shares/Par	Acquired	Date Sold	Days Held	Income	Principal	Cost Basis	Gain/Loss
Harbor International Fund - Instl	411511306	112 231000	01/11/2011	06/01/2011	141	0 00	7,233 30	-6,745 08	488 22
Clipper Fund	188850101	9 054000	01/11/2011	06/01/2011	141	0 00	599 01	-567 14	31 87
Westport Select Cap I	961323409	8 896000	01/11/2011	06/01/2011	141	0 00	251 22	-227 74	23 48
Virtus Alphasector Rotation Fund Class I	92828R271	6,244 035000	01/11/2011	08/19/2011	220	0 00	62,814 99	-69,620 99	-6,806 00
Virtus Alphasector Rotation Fund Class I	92828R271	6,710 748000	11/18/2010	08/19/2011	274	0 00	67,510 13	-71,603 68	-4,093 55
PIMCO Emerging Local Bd Fd	72201F516	3,985 249000	09/30/2010	09/26/2011	361	0 00	39,892.34	-44,076 85	-4,184 51
BBH Core Select N	05528X604	571 046000	08/10/2011	12/06/2011	118	0 00	8,605 66	-7,697 70	907 96
FMI Large Cap Fund	302933205	399 484000	08/10/2011	12/06/2011	118	0 00	6,164 04	-5,668 68	495 36
T Rowe Price Instl Floating Rate	77958B402	326 187000	06/01/2011	12/06/2011	188	0 00	3,245 56	-3,382 56	-137 00
Vanguard MSCI Emerging Markets ETF	922042858	240 000000	09/26/2011	12/07/2011	72	0 00	9,823 01	-8,796 00	1,027 01
				Short-Term Total		**0.00**	**206,139.26**	**-218,386.42**	**-12,247.16**

Long-Term

Description of Security	Cusip	Shares/Par	Acquired	Date Sold	Days Held	Income	Principal	Cost Basis	Gain/Loss
Coca Cola Co Com	191216100	350 000000	06/22/1998	01/06/2011	4,581	0 00	22,144 16	-7,240 62	14,903 54
"xxon Mobil Corp	30231G102	2,904 000000	06/25/1998	01/06/2011	4,578	0.00	217,942 09	-29,386 16	188,555 93
Intel Corp Com	458140100	7,950 000000	08/10/1998	01/06/2011	4,532	0 00	164,085 22	-172,575 61	-8,490 39
Medco Health Solutions Inc	58405U102	582 000000	06/22/1998	01/06/2011	4,581	0 00	35,914 67	-2,138 08	33,776 59
Media Gen Inc Cl A	584404107	3,000 000000	07/01/1998	01/06/2011	4,572	0 00	17,568 30	-46,676 43	-29,108 13
Merck & Co Inc New Common	58933Y105	2,415 000000	06/22/1998	01/06/2011	4,581	0 00	88,967 57	-37,858 52	51,109 05
Pfizer Inc Com	717081103	3,825 000000	06/25/1998	01/06/2011	4,578	0 00	69,270 34	-9,955 20	59,315 14
Oakmark Global Fund	413838830	198 019000	03/09/2010	06/01/2011	449	0 00	4,536 62	-3,938 60	598 02
PIMCO Emerging Local Bd Fd	72201F516	7,990 580000	08/10/2009	06/01/2011	660	0 00	88,216 01	-75,510 98	12,705 03
Harbor International Fund - Instl	411511306	56 381000	03/09/2010	06/01/2011	449	0 00	3,633 76	-3,050 21	583 55
Thornburg International Value Fund	885215566	267 639000	03/09/2010	06/01/2011	449	0 00	8,154 96	-6,781.97	1,372 99
Thornburg International Value Fund	885215566	11 138000	11/19/2009	06/01/2011	559	0.00	339.38	-283 79	55.59
Brandywine Blue Fd Common	10532B101	47 343000	03/09/2010	06/01/2011	449	0.00	1,233 76	-1,062 85	170 91
Clipper Fund	188850101	91 099000	03/09/2010	06/01/2011	449	0 00	6,027.10	-5,206 32	820 78
Longleaf Partners Fund	543069108	407 363000	03/09/2010	06/01/2011	449	0 00	12,567.15	-10,208 51	2,358 64
Oakmark Fund	413838103	110 392000	03/09/2010	06/01/2011	449	0 00	4,828 53	-4,186 07	642 46
Osterweis Fund	742935406	193 742000	03/09/2010	06/01/2011	449	0 00	5,502 27	-4,810 61	691 66
Touchstone Sands Cap Instl Growth Fd	89155J104	289 129000	03/09/2010	06/01/2011	449	0 00	4,276 22	-3,261 38	1,014 84
Virtus Alphasector Rotation Fund Class I	92828R271	1,124 913000	11/19/2009	06/01/2011	559	0 00	13,127 74	-10,877 91	2,249 83
Westport Select Cap I	961323409	132 297000	05/04/2010	06/01/2011	393	0 00	3,736 06	-3,131 47	604 59
Loomis Sayles Bond Fund	543495840	816 630000	08/10/2009	06/01/2011	660	0 00	12,208 62	-10,118 04	2,090 58
PIMCO Total Return Fund	693390700	8,858 069000	03/25/2008	06/01/2011	1,163	0 00	97,970 24	-96,375 79	1,594 45
PIMCO Total Return Fund	693390700	1,372 370000	01/14/2010	06/01/2011	503	0 00	15,178 41	-15,000 00	178 41
PIMCO Emerging Local Bd Fd	72201F516	4,937 301000	08/10/2009	08/10/2011	730	0 00	53,421 60	-46,657 49	6,764 11
Loomis Sayles Bond Fund	543495840	4,336 367000	08/05/2003	08/10/2011	2,927	0 00	62,790 59	-52,513 41	10,277 18

The Redducs Chartered Foundation Corporation

Account #: 8011 Tax Worksheet From 1/1/2011 to 12/31/2011

Trust Category:	Nonprofit Agency	Admin Officer:	Kevin Farley
Dates Open:	6/4/1998 to Present	Invest Officer:	4111
Trust Year End:	December	Tax State	Vermont
Date Printed:	01/13/2012	Tax ID:	65-0840245

Capital Gains and Losses

Individual Transactions

Long-Term

Description of Security	Cusip	Shares/Par	Acquired	Date Sold	Days Held	Income	Principal	Cost Basis	Gain/Loss
Loomis Sayles Bond Fund	543495840	1,721 539000	08/10/2009	08/10/2011	730	0 00	24,927 88	-21,329 87	3,598 01
PIMCO Unconstrained Bd Fd	72201M487	7,832 635000	08/10/2009	08/10/2011	730	0 00	86,315 64	-84,357 48	1,958 16
PIMCO Unconstrained Bd Fd	72201M487	614 524000	03/09/2010	08/10/2011	519	0 00	6,772 05	-6,722 89	49 16
PIMCO Unconstrained Bd Fd	72201M487	297 834000	11/19/2009	08/10/2011	629	0 00	3,282 13	-3,300 00	-17 87
Virtus Alphasector Rotation Fund Class I	92828R271	5,438 889000	06/10/2010	08/19/2011	435	0 00	54,715 22	-52,050 16	2,665.06
Virtus Alphasector Rotation Fund Class I	92828R271	4 285000	11/19/2009	08/19/2011	638	0 00	43 11	-41 44	1.67
PIMCO Emerging Local Bd Fd	72201F516	2,498 168000	08/10/2009	09/26/2011	777	0 00	25,006 66	-23,607 69	1,398 97
PIMCO Total Return Fund	693390700	2,993 450000	03/25/2008	09/26/2011	1,280	0 00	32,449 00	-32,568 74	-119 74
PIMCO Unconstrained Bd Fd	72201M487	2,966 088000	08/10/2009	09/26/2011	777	0 00	32,449 00	-31,944 77	504 23
AQR Diversified Arbitrage Fund Class I	00203H602	570 389000	11/18/2010	12/06/2011	383	0 00	6,416 88	-6,405 47	11 41
Arbitrage Funds Class I	03875R205	686 437000	11/18/2010	12/06/2011	383	0 00	9,170 80	-9,012 92	157 88
Harbor International Fund - Instl	411511306	98 241000	11/18/2010	12/06/2011	383	0 00	5,418 97	-5,872.85	-453 88
Thornburg International Value Fund	885215566	136 072000	11/18/2010	12/06/2011	383	0 00	3,433 09	-3,831 79	-398 70
Brandywine Blue Fd Common	10532B101	58 119000	03/09/2010	12/06/2011	637	0 00	1,369 86	-1,304 77	65 09
Brandywine Blue Fd Common	10532B101	1,216 661000	11/18/2010	12/06/2011	383	0 00	28,676 70	-28 993 04	-316 34
Clipper Fund	188850101	281 482000	11/18/2010	12/06/2011	383	0 00	17,983 88	-16,750 99	1,232 89
Longleaf Partners Fund	543069108	852 361000	11/18/2010	12/06/2011	383	0 00	22,996 70	-23,346 16	-349 46
Oakmark Fund	413838103	25 310000	11/18/2010	12/06/2011	383	0 00	1,067 57	-1,017 46	50 11
Osterweis Fund	742935406	1,145 537000	11/18/2010	12/06/2011	383	0 00	29,692 32	-30,047 43	-355 11
Touchstone Sands Cap Instl Growth Fd	89155J104	297 110000	11/18/2010	12/06/2011	383	0 00	4,334 84	-3,957 51	377.33
Osterweis Strategic Income Fund	742935489	852 671000	01/14/2010	12/06/2011	691	0 00	9,873 93	-9,728 98	144 95
Osterweis Strategic Income Fund	742935489	53 223000	11/18/2010	12/06/2011	383	0 00	616 32	-631 76	-15.44
PIMCO Total Return Fund	693390700	1,812 391000	08/05/2003	12/06/2011	3,045	0 00	19,646 32	-19,113 54	532 78
PIMCO Total Return Fund	693390700	7,351 555000	08/10/2009	12/06/2011	848	0 00	79,690 85	-78,000 00	1,690 85
PIMCO Total Return Fund	693390700	3,276 331000	03/25/2008	12/06/2011	1,351	0 00	35,515 43	-35,646 48	-131.05
PIMCO Total Return Fund	693390700	887 059000	11/18/2010	12/06/2011	383	0 00	9,615 72	-10,218 92	-603 20
				Long-Term Total		0 00	1,565,122.24	-1,198,609.13	366,513.11
				Individual Transactions Total		0.00	1,771,261.50	-1,416,995 55	354,265.95