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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.

2012

Open to public inspection

For calendar year 2012 or tax year beginning

, and ending

Name of foundation ELIZABETH CALVIN BONNER FOUNDATION		A Employer identification number 57-1123927
Number and street (or P.O. box number if mail is not delivered to street address) 800C WAPPOO ROAD	Room/suite	B Telephone number 843-225-1599
City or town, state, and ZIP code CHARLESTON, SC 29407		C If exemption application is pending, check here <input type="checkbox"/>
G Check all that apply: <input type="checkbox"/> Initial return <input type="checkbox"/> Final return <input type="checkbox"/> Address change <input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Amended return <input type="checkbox"/> Name change		D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>
H Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation		E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) \$ 495,613.	J Accounting method: <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____	F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

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).)		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
1 Contributions, gifts, grants, etc., received				N/A	
2 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B					
3 Interest on savings and temporary cash investments		1,190.	1,190.		STATEMENT 1
4 Dividends and interest from securities		15,933.	15,933.		STATEMENT 2
5a Gross rents					
b Net rental income or (loss)					
6a Net gain or (loss) from sale of assets not on line 10		14,516.			
b Gross sales price for all assets on line 6a 73,622.					
7 Capital gain net income (from Part IV, line 2)			14,516.		
8 Net short-term capital gain					
9 Income modifications					
10a Gross sales less returns and allowances					
b Less Cost of goods sold					
c Gross profit or (loss)					
11 Other income		<204.>	<204.>		STATEMENT 3
12 Total. Add lines 1 through 11		31,435.	31,435.		
13 Compensation of officers, directors, trustees, etc		10,252.	10,252.		0.
14 Other employee salaries and wages					
15 Pension plans, employee benefits					
16a Legal fees					
b Accounting fees STMT 4		2,600.	2,600.		0.
c Other professional fees					
17 Interest					
18 Taxes					
19 Depreciation and depletion					
20 Occupancy					
21 Travel, conferences, and meetings					
22 Printing and publications					
23 Other expenses STMT 5		4,985.	4,985.		0.
24 Total operating and administrative expenses. Add lines 13 through 23		17,837.	17,837.		0.
25 Contributions, gifts, grants paid		24,200.			24,200.
26 Total expenses and disbursements. Add lines 24 and 25		42,037.	17,837.		24,200.
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements		<10,602.>			
b Net investment income (if negative, enter -0-)			13,598.		
c Adjusted net income (if negative, enter -0-)				N/A	

Part II Balance Sheets

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

		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing			
	2 Savings and temporary cash investments	40,826.	31,788.	31,788.
	3 Accounts receivable ▶			
	Less: allowance for doubtful accounts ▶			
	4 Pledges receivable ▶			
	Less: allowance for doubtful accounts ▶			
	5 Grants receivable			
	6 Receivables due from officers, directors, trustees, and other disqualified persons			
	7 Other notes and loans receivable ▶			
	Less: allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments - U.S. and state government obligations			
	b Investments - corporate stock STMT 6	269,490.	279,403.	339,156.
	c Investments - corporate bonds STMT 7	24,973.	24,977.	25,938.
11 Investments - land, buildings, and equipment basis ▶				
Less: accumulated depreciation ▶				
12 Investments - mortgage loans				
13 Investments - other STMT 8	108,524.	97,350.	98,731.	
14 Land, buildings, and equipment basis ▶				
Less: accumulated depreciation ▶				
15 Other assets (describe ▶)				
16 Total assets (to be completed by all filers)	443,813.	433,518.	495,613.	
Liabilities	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, and other disqualified persons			
	21 Mortgages and other notes payable			
	22 Other liabilities (describe ▶)			
	23 Total liabilities (add lines 17 through 22)	0.	0.	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ <input type="checkbox"/>			
	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 ▶ <input checked="" type="checkbox"/>			
	and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	0.	0.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
29 Retained earnings, accumulated income, endowment, or other funds	443,813.	433,518.		
30 Total net assets or fund balances	443,813.	433,518.		
31 Total liabilities and net assets/fund balances	443,813.	433,518.		

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	443,813.
2 Enter amount from Part I, line 27a	2	<10,602.>
3 Other increases not included in line 2 (itemize) ▶ BASIS ADJUSTMENTS	3	307.
4 Add lines 1, 2, and 3	4	433,518.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	433,518.

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 PERISHING OBR-003001	P	VARIOUS	12/31/12
b PERISHING OBR-003001	P	VARIOUS	12/31/12
c PERISHING OBR-003001	P	VARIOUS	12/31/12
d CAPITAL GAINS DIVIDENDS			
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 11,113.		10,167.	946.
b 13,194.		9,043.	4,151.
c 49,213.		39,896.	9,317.
d 102.			102.
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			946.
b			4,151.
c			9,317.
d			102.
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	14,516.
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c). If (loss), enter -0- in Part I, line 8		3	N/A

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

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

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

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period?

☐ Yes ☒ No

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

1 Enter the appropriate amount in each column for each year; see 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))
2011	25,771.	495,739.	.051985
2010	23,688.	490,519.	.048292
2009	21,700.	447,732.	.048466
2008	26,000.	546,985.	.047533
2007	35,500.	686,892.	.051682

2 Total of line 1, column (d)	2	.247958
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	.049592
4 Enter the net value of noncharitable-use assets for 2012 from Part X, line 5	4	491,045.
5 Multiply line 4 by line 3	5	24,352.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	136.
7 Add lines 5 and 6	7	24,488.
8 Enter qualifying distributions from Part XII, line 4	8	24,200.

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 <input type="checkbox"/> 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 <input type="checkbox"/> and enter 1% of Part I, line 27b		1	272.
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	272.
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	272.
6 Credits/Payments:			
a 2012 estimated tax payments and 2011 overpayment credited to 2012	6a	485.	
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	485.	
8 Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached	8		
9 Tax due. If the total of lines 5 and 8 is more than line 7, enter amount owed	9		
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	213.	
11 Enter the amount of line 10 to be: Credited to 2013 estimated tax <input type="checkbox"/> 213. Refunded <input type="checkbox"/>	11	0.	

Part VII-A Statements Regarding Activities

	Yes	No
1a During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
1b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)? 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.		X
c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. <input type="checkbox"/> \$ 0. (2) On foundation managers. <input type="checkbox"/> \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. <input type="checkbox"/> \$ 0.		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities.		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		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.		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?	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.	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) <input type="checkbox"/> SC		
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	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 2012 or the taxable year beginning in 2012 (see instructions for Part XIV)? If "Yes," complete Part XIV		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

N/A

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Part VII-A Statements Regarding Activities (continued)

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? Website address ► <u>N/A</u>	13	X	
14	The books are in care of ► <u>W. THOMAS RUTLEDGE, JR</u> Telephone no. ► <u>843-225-1599</u> Located at ► <u>800C WAPPOO ROAD, CHARLESTON, SC</u> ZIP+4 ► <u>29407</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here and enter the amount of tax-exempt interest received or accrued during the year	15	N/A	
16	At any time during calendar year 2012, 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? See the instructions for exceptions and filing requirements for Form TD F 90-22.1. If "Yes," enter the name of the foreign country ►	16	Yes	No
				X

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? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(2)	Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(3)	Furnish goods, services, or facilities to (or accept them from) a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(4)	Pay compensation to, or pay or reimburse the expenses of, a disqualified person? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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.) <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)? Organizations relying on a current notice regarding disaster assistance check here	N/A	1b
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 2012?		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 2012, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2012? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No If "Yes," list the years ►		
b	Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see instructions.)	N/A	2b
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. ►		
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If "Yes," did it have excess business holdings in 2012 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 2012.)	N/A	3b
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a
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 2012?		4b
			X

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Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required (continued)**5a** During the year did the foundation pay or incur any amount to:

(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?

☐ Yes ☒ No

(2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?

☐ Yes ☒ No

(3) Provide a grant to an individual for travel, study, or other similar purposes?

☐ Yes ☒ No

(4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)?

☐ Yes ☒ No

(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?

☐ Yes ☒ No**b** If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see instructions)?

N/A

Organizations relying on a current notice regarding disaster assistance check here

☒**c** If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant?

N/A

☐ Yes ☐ No

If "Yes," attach the statement required by Regulations section 53.4945-5(d).

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?☐ Yes ☒ No**b** Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?

If "Yes" to 6b, file Form 8870.

6b

X

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?☐ Yes ☒ No**b** If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction?

N/A

7b

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors**1** List all officers, directors, trustees, foundation managers and their compensation.

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
W. THOMAS RUTLEDGE, JR. 800C WAPPOO ROAD CHARLESTON, SC 29407	TRUSTEE 5.00	10,252.	0.	0.

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

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

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

0

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Part VIII**Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors** (continued)**3** Five highest-paid independent contractors for professional services. If none, enter "NONE."

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

Total number of others receiving over \$50,000 for professional services

0

Part IX-A Summary of Direct Charitable Activities

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

	Expenses
1 N/A	
2	
3	
4	

Part IX-B Summary of Program-Related Investments

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.

	Amount
1 N/A	
2	
All other program-related investments. See instructions.	
3	

Total. Add lines 1 through 3

0.

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

1 Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a Average monthly fair market value of securities	1a	455,928.
b Average of monthly cash balances	1b	42,595.
c Fair market value of all other assets	1c	
d Total (add lines 1a, b, and c)	1d	498,523.
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	498,523.
4 Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	7,478.
5 Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	491,045.
6 Minimum investment return. Enter 5% of line 5	6	24,552.

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	24,552.
2a Tax on investment income for 2012 from Part VI, line 5	2a	272.
b Income tax for 2012. (This does not include the tax from Part VI.)	2b	
c Add lines 2a and 2b	2c	272.
3 Distributable amount before adjustments. Subtract line 2c from line 1	3	24,280.
4 Recoveries of amounts treated as qualifying distributions	4	0.
5 Add lines 3 and 4	5	24,280.
6 Deduction from distributable amount (see instructions)	6	0.
7 Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	24,280.

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	24,200.
b Program-related investments - total from Part IX-B	1b	0.
2 Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
3 Amounts set aside for specific charitable projects that satisfy the:		
a Suitability test (prior IRS approval required)	3a	
b Cash distribution test (attach the required schedule)	3b	
4 Qualifying distributions. Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	24,200.
5 Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b	5	0.
6 Adjusted qualifying distributions. Subtract line 5 from line 4	6	24,200.

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.

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Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2011	(c) 2011	(d) 2012
1 Distributable amount for 2012 from Part XI, line 7				24,280.
2 Undistributed income, if any, as of the end of 2012				
a Enter amount for 2011 only			0.	
b Total for prior years:		0.		
3 Excess distributions carryover, if any, to 2012:				
a From 2007				
b From 2008				
c From 2009				
d From 2010				
e From 2011	248.			
f Total of lines 3a through e	248.			
4 Qualifying distributions for 2012 from Part XII, line 4: ► \$ 24,200.				
a Applied to 2011, but not more than line 2a			0.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2012 distributable amount				24,200.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2012 (If an amount appears in column (d), the same amount must be shown in column (a).)	80.			80.
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5	168.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2011. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2012. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2013				0.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2007 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2013. Subtract lines 7 and 8 from line 6a	168.			
10 Analysis of line 9:				
a Excess from 2008				
b Excess from 2009				
c Excess from 2010				
d Excess from 2011	168.			
e Excess from 2012				

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

N/A

- 1 a** If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2012, 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)

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				
CHARLESTON ANIMAL SOCIETY 2455 REMOUNT RD N CHARLESTON, SC 29406	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	500.
CHARLESTON BRIDGE CENTER, INC 174 ASHLEY HALL RD CHARLESTON, SC 29407	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	300.
CHARLESTON HORTICULTURAL SOCIETY 46 WINDEMERE BLVD CHARLESTON, SC 29407	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	500.
CRISIS MINISTRIES 573 MEETING ST CHARLESTON, SC 29401	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	500.
FISHING CREEK PRESBYTERIAN CHURCH 3807 FISHING CREEK CHURCH RD CHESTER, SC 29706	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	1,000.
Total	SEE CONTINUATION SHEET(S)			24,200.
b Approved for future payment				
NONE				
Total				0.

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. | | |

[illegible]

- 2a** Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ☐ Yes ☒ No

- b** If "Yes," complete the following schedule.

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

**Sign
Here**

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Signature of officer or trustee W. Thomas Kettle Date 4/24/13 Title Trustee

May the IRS discuss this return with the preparer shown below (see instr)?

**Paid
Preparer
Use Only**

Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
R. SCOTT HOOD, CPA	<i>[Signature]</i>	4-23-13		P00890836
Firm's name ► HOOD & SELANDER, CPAS, LLC			Firm's EIN ► 26-1473446	
Firm's address ► 856 LOWCOUNTRY BLVD, SUITE 100 MT. PLEASANT, SC 29464			Phone no. 843-884-1099	

Part XV Supplementary Information**3 Grants and Contributions Paid During the Year (Continuation)**

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
FRIENDS OF BUTLER MEMORIAL LIBRARY 514 N. MAIN ST CHASE CITY, VA 23924	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	2,000.
FRIENDS OF THE FT. MITCHELL AND KEYSVILLE DEPOT 5625 FT. MITCHELL DRIVE CHASE CITY, VA 23924	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	4,000.
HARVEST FREE MEDICAL CLINIC 1670 DRY DOCK AVENUE N CHARLESTON, SC 29405	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	500.
LEARN HORSE RESUE PO BOX 619 RAVENEL, SC 29470	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	500.
LOWCOUNTRY FOOD BANK 2864 AZALEA DR N CHARLESTON, SC 29405	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	500.
MACCALLUM MORE MUSEUM AND GARDENS PO BOX 104 CHASE CITY, VA 23924	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	4,000.
PET HELPERS 1447 FOLLY ROAD CHARLESTON, SC 29412	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	500.
PRESTWOOD FOUNDATION PO BOX 872 CLARKSVILLE, VA 23927	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	3,000.
REIN & SHINE 5220 BEDAW FARM DR AWENDAW, SC 29429	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	500.
SC COASTAL CONSERVATION LEAGUE PO BOX 1765 CHARLESTON, SC 29402	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	1,000.
Total from continuation sheets				21,400.

Part XV Supplementary Information**3 Grants and Contributions Paid During the Year (Continuation)**

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
SPAY NEUTER ALL PETS SOCIETY PO BOX 191 CHASE CITY, VA 239240191	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	2,700.
WINGS FOR KIDS, INC PO BOX 369 SULLIVANS ISLAND, SC 29482	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	200.
CHARLESTON AREA THERAPEUTIC RIDING INC 2669 HAMILTON ROAD JOHNS ISLAND, SC 29455	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	300.
CHILDHOOD APRAXIA OF SPEECH ASSOCIATION 416 LINCOLN AVE PITTSBURG, PA 15209	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	200.
PRESERVATION SOCIETY OF CHARLESTON PO BOX 521 CHARLESTON, SC 29402	NONE	OTHER PUBLIC CHARITY	ASSIST IN CHARITABLE PURPOSE	1,500.
Total from continuation sheets				

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

SOURCE	AMOUNT
PERSHING OBR-003001	1,188.
UNITED STATES NATURAL GAS FUND LP	2.
TOTAL TO FORM 990-PF, PART I, LINE 3, COLUMN A	1,190.

FORM 990-PF DIVIDENDS AND INTEREST FROM SECURITIES STATEMENT 2

SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT
PERSHING OBR - CGD 003001	10.	10.	0.
PERSHING OBR-003001	15,933.	0.	15,933.
US NATURAL GAS FUND	92.	92.	0.
TOTAL TO FM 990-PF, PART I, LN 4	16,035.	102.	15,933.

FORM 990-PF OTHER INCOME STATEMENT 3

DESCRIPTION	(A) REVENUE PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME
OTHER INCOME-US NATURAL GAS FUND	<204.>	<204.>	
TOTAL TO FORM 990-PF, PART I, LINE 11	<204.>	<204.>	

FORM 990-PF ACCOUNTING FEES STATEMENT 4

DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
TAX PREPARATION	2,600.	2,600.		0.
TO FORM 990-PF, PG 1, LN 16B	2,600.	2,600.		0.

FORM 990-PF	OTHER EXPENSES			STATEMENT	5
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
INVESTMENT FEES	4,955.	4,955.		0.	
INVESTMENT FEES	30.	30.		0.	
TO FORM 990-PF, PG 1, LN 23	4,985.	4,985.		0.	

FORM 990-PF	CORPORATE STOCK		STATEMENT	6
DESCRIPTION	BOOK VALUE		FAIR MARKET VALUE	
INVESTMENTS	279,403.		339,156.	
TOTAL TO FORM 990-PF, PART II, LINE 10B	279,403.		339,156.	

FORM 990-PF	CORPORATE BONDS		STATEMENT	7
DESCRIPTION	BOOK VALUE		FAIR MARKET VALUE	
INVESTMENTS	24,977.		25,938.	
TOTAL TO FORM 990-PF, PART II, LINE 10C	24,977.		25,938.	

FORM 990-PF	OTHER INVESTMENTS		STATEMENT	8
DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE	
INVESTMENTS	COST	40,927.	44,590.	
INVESTMENTS	COST	56,423.	54,141.	
TOTAL TO FORM 990-PF, PART II, LINE 13		97,350.	98,731.	

Recipient's Name and Address:

W THOMAS RUTLEDGE JR TTEE
FSO ELIZABETH CALVIN BONNER

Account Number: OBR-003001

Recipient's Identification
Number 57-1123927

**2012 TAX and
YEAR-END STATEMENT**
Revised Statement as of 03/01/2013

Summary Of Transactions We Do Not Report To The IRS (See instructions for additional information)

	Amount
Other Deposits Summary	
Total Other Deposits	100.00
Checking Activity Summary	
Total Checking Activity	(26,800.00)
Electronic Withdrawals Summary	
Total Electronic Withdrawals	(130.00)
Other Withdrawals Summary	
Total Other Withdrawals	(10,252.00)

2012 Form 1099-B

Proceeds From Broker and Barter Exchange Transactions OMB No. 1545-0715

(For individuals report details on Form 1040 Schedule D Line 1, 2, 3, 8, 9 or 10)

This is important tax information and is being furnished to the Internal Revenue Service. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.

Short-Term Transactions for Which Basis Is Reported to the IRS: Report on Form 8949, Part I, with Box A Checked

Covered (Box 6b)

Description (Box 8): ADOBE SYS INC COM		CUSIP (Box 1d): 00724F101		907 37	
Quantity (Box 1e)	Disposition Transaction	Date of Acquisition (Box 1b)	Date of Sale or Exchange (Box 1a)	Gross Proceeds Less Commissions and Fees (Box 2a)	Cost or Other Basis (Box 3)
100	SELL	08/09/2011	03/05/2012	3,327 08	2,419 71
Description (Box 8): EATON CORP COM MER E FF 11/30/12 1 OLD/1 CU G29183103 EATON C					
150	HIGH COST LONG TERM	11/28/2012	12/03/2012	7,785 84	7,747 25
Short-Term Covered Total				11,112.92	10,166.96
Short-Term Total				11,112.92	10,166.96
					0.00
					945.96
					945.96

Recipient's Name and Address:
W THOMAS RUTLEDGE JR TTEE
FBO ELIZABETH CALVIN BONNER

Account Number: OBR-003001

Recipient's Identification
Number 57-1123927

**2012 TAX and
YEAR-END STATEMENT**
Revised Statement as of 03/01/2013

2012 Form 1099-B Proceeds From Broker and Barter Exchange Transactions OMB No. 1545-0715 (Continued)
(For individuals report details on Form 1040 Schedule D Line 1, 2, 3, 8, 9 or 10)

Quantity (Box 1e)	Disposition Transaction	Date of Acquisition (Box 1b)	Disposition Method	Date of Sale or Exchange (Box 1a)	Gross Proceeds Less Commissions and Fees (Box 2a)	Adjustments			Realized Gain or (Loss)
						Cost or Other Basis (Box 3)	W=Wash Sale Loss (Box 5) O=Option Premium R=Return of Capital		

Long-Term Transactions for Which Basis Is Reported to the IRS: Report on Form 8949, Part II, with Box A Checked

Covered (Box 6b)

Description (Box 8): INGERSOLL RAND PLC S HS ISIN#IE00B6330302 CUSIP (Box 1d): G47791101

100	SELL	08/09/2011	VERSUS PURCHASE	09/21/2012	4,663.04	2,872.71	48.00 [*]		1,790.33
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Description (Box 8): FOOT LOCKER INC COM

100	SELL	08/09/2011	HIGH COST LONG TERM	11/15/2012	3,167.42	1,757.71			1,409.71
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Description (Box 8): INTERNATIONAL PAPER CO

150	SELL	06/06/2011	HIGH COST LONG TERM	09/21/2012	5,363.37	4,461.07			902.30
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Long-Term Covered Total					13,193.83	9,091.49	48.00		4,102.34
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Long-Term Transactions for Which Basis Is Not Reported to the IRS: Report on Form 8949, Part II, with Box B Checked

Noncovered (Box 6a)

Description (Box 8): INGERSOLL RAND PLC S HS ISIN#IE00B6330302 CUSIP (Box 1d): G47791101

100	SELL	09/25/2006	HIGH COST LONG TERM	03/08/2012	3,893.12	3,692.55			200.57
-----	------	------------	---------------------	------------	----------	----------	--	--	--------

5	SELL	09/25/2006	VERSUS PURCHASE	09/21/2012	233.15	182.23	2.40 [*]		50.92
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95	SELL	10/10/2008	VERSUS PURCHASE	09/21/2012	4,429.89	1,701.50	45.60 [*]		2,728.39
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100	SALE DATE TOTAL	VARIOUS		09/21/2012	4,663.04	1,883.73	48.00		2,779.31
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	SECURITY TOTAL				8,556.16	5,576.28	48.00		2,979.88
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Description (Box 8): ADOBE SYS INC COM CUSIP (Box 1d): 00724F101

200	SELL	03/19/2010	HIGH COST LONG TERM	03/05/2012	6,654.15	6,943.62			(289.47)
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Recipient's Name and Address:
W THOMAS RUTLEDGE JR TTEE
FBO ELIZABETH CALVIN BONNER

Account Number: OBR-003001

Recipient's Identification
Number 57-1123927

**2012 TAX and
YEAR-END STATEMENT**
Revised Statement as of 03/01/2013

2012 Form 1099-B

Proceeds From Broker and Barter Exchange Transactions

OMB No. 1545-0715 (Continued)

(For individuals report details on Form 1040 Schedule D Line 1, 2, 3, 8, 9 or 10)

Quantity (Box 1e)	Disposition Transaction	Disposition Method	Date of Acquisition (Box 1b)	Date of Sale or Exchange (Box 1a)	Gross Proceeds Less Commissions and Fees (Box 2a)	Adjustments			
						Cost or Other Basis (Box 3)	W=Wash Sale Loss (Box 5) O=Option Premium R=Return of Capital	Realized Gain or (Loss)	
Long-Term Transactions for Which Basis Is Not Reported to the IRS: Report on Form 8949, Part II, with Box B Checked									
Noncovered (Box 6a) (continued)									
Description (Box 8): BANK OF MONTREAL									
100	SELL	HIGH COST LONG TERM	08/25/2010	03/09/2012	5,819.99	5,316.81		503.18	
Description (Box 8): COMCAST CORP NEW CL A SPL									
100	SELL	HIGH COST LONG TERM	12/08/2005	11/15/2012	3,403.42	1,769.45		1,633.97	
Description (Box 8): GILEAD SCIENCES INC									
50	SELL	HIGH COST LONG TERM	12/09/2010	11/15/2012	3,611.91	1,859.07		1,752.84	
Description (Box 8): HOME DEPOT INC COM									
100	SELL	HIGH COST LONG TERM	11/20/2002	11/15/2012	6,110.26	2,515.00		3,595.26	
Description (Box 8): ISHARES TR S&P GLOBAL MATERIALS INDEX FD									
100	SELL	HIGH COST LONG TERM	10/10/2008	09/21/2012	6,149.86	3,941.13		2,208.73	
Description (Box 8): LMP REAL ESTATE INCOME FUND INC									
625	SELL	HIGH COST LONG TERM	07/25/2002	09/21/2012	7,422.93	9,668.75		(2,245.82)	
125	SELL	HIGH COST LONG TERM	07/30/2007	09/21/2012	1,484.59	2,353.74		(869.15)	
750	SALE DATE TOTAL		VARIOUS	09/21/2012	8,907.52	12,022.49		(3,114.97)	
	SECURITY TOTAL				8,907.52	12,022.49		(3,114.97)	
Long-Term Noncovered Total						49,213.27	39,943.85	48.00	9,269.42

Recipient's Name and Address:
W THOMAS RUTLEDGE JR TTEE
FBO ELIZABETH CALVIN BONNER

Account Number: OBR-003001

Recipient's Identification
Number 57-1123927

**2012 TAX and
YEAR-END STATEMENT**
Revised Statement as of 03/01/2013

2012 Form 1099-B

Proceeds From Broker and Barter Exchange Transactions
(For individuals report details on Form 1040 Schedule D Line 1, 2, 3, 8, 9 or 10)

OMB No. 1545-0715 (Continued)

Quantity (Box 1e)	Disposition Transaction	Disposition Method	Date of Acquisition (Box 1b)	Date of Sale or Exchange (Box 1a)	Gross Proceeds Less Commissions and Fees (Box 2a)	Adjustments			Realized Gain or (Loss)
						Cost or Other Basis (Box 3)	W=Wash Sale Loss (Box 5) O=Option Premium R=Return of Capital		
Long-Term Total					62,407.10	49,035.34	96.00		13,371.76
Total					73,520.02	59,202.30	96.00		14,317.72

Important Cost Basis Information for 2012 Tax Reporting

Effective January 1, 2012, the cost basis reporting rules have been extended to mutual fund shares, stock in eligible dividend reinvestment plans (DRPs) and exchange-traded funds (ETFs) that are treated like mutual funds for tax purposes. Additional phased-in rules for debt instruments (e.g., bonds) and options will be implemented in 2014, or perhaps later. The new tax rules require us to report the original or adjusted purchase price (cost basis) both to you and the Internal Revenue Service (IRS) when covered mutual fund shares, stock in DRPs and ETFs that are treated like mutual funds for tax purposes, in your taxable (non-retirement) account are disposed of by sale, exchange or redemption. (The rules for reporting of covered securities' previously rolled out in 2011 continue to apply.) As a result, you will see changes in your account statement, trade confirmations, Form 1099-B and other reporting documents.²

Covered vs. Noncovered Mutual Funds. Similar to 2011 changes for stock, the new tax rules make a distinction between "covered" and "noncovered" in taxable accounts. For example, under the new rules, in general, if you own a mutual fund, but the shares were acquired before January 1, 2012, those shares may be considered noncovered, and their cost basis generally will not be reported to the IRS. Mutual funds acquired on or after January 1, 2012, including shares acquired by reinvesting dividends or capital gain distributions, will be considered covered and will be reported. This distinction between covered and noncovered, which is required by the IRS, creates two accounts for cost basis—one for covered and one for noncovered shares—held by you. Please note that how shares are categorized does not change your responsibility for reporting the correct adjusted cost basis, and there are many reasons why shares are marked as noncovered.

First Time Effects on Mutual Funds. Your 2012 Form 1099-B will now report the cost basis of all covered mutual funds (and other covered securities) that are sold, redeemed or exchanged during the year. Additional information for those covered mutual funds will be reported. Along with these changes and other enhancements, it should be easier to use the cost basis information in Pershing's substitute Form 1099-B when completing Form 8949 as part of your tax preparation.

Average Cost Calculations. Average cost has always been determined by dividing the total purchase cost by the total number of shares. However, starting in 2012, there are important changes on how average cost will be calculated. For new purchases of existing positions after January 1, 2012, your average cost will be calculated separately for all covered shares. This means you may have two different average basis calculations for the same position on your 1099 and your account statement. Special rules apply to gifted mutual fund shares.³ You may have to contact your investment professional or registered investment advisor about incorporating depreciated gifted mutual fund shares into the average, because they are tracked separately.

S Corporations. S corporations that have provided a Form W-9 and checked the "exempt" box can expect to be issued a 1099-B form that only includes the sale in 2012 of covered securities acquired on January 1, 2012, or later. No other 1099 information reporting will be sent for these accounts (e.g., 1099-DIV, INT, OID, MISC and 1099-B representing noncovered sales). S corporations that have provided a Form W-9 and did not check the "exempt" box, or were determined to be an S corporation by default by not returning a Form W-9, can expect to be issued a complete 1099, including all of their reportable income.

¹ Securities are considered covered if they are acquired on or after their applicable January 1 effective date, and noncovered if they are acquired before their covered effective date, as follows

S=7 # (UBR 47-7)

TEFRA-ROLL

▶ **go paperless**

Ask about e delivery