



See a Social Security Number? Say Something!
Report Privacy Problems to <https://public.resource.org/privacy>
Or call the IRS Identity Theft Hotline at 1-800-908-4490



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

2012

Open to Public Inspection

For calendar year 2012, or tax year beginning 01-01-2012 , and ending 12-31-2012

Name of foundation HAL & CHARLIE PETERSON FOUNDATION & FD MGMT TRUST		A Employer identification number 74-1109626	
Number and street (or P O box number if mail is not delivered to street address) P O BOX 871		Room/suite	
City or town, state, and ZIP code KERRVILLE, TX 780290871		B Telephone number (see instructions) (830) 896-2262	
G Check all that apply <div><input type="checkbox"/> Initial return <input type="checkbox"/> Final return <input type="checkbox"/> Address change</div> <div><input type="checkbox"/> Initial return of a former public charity <input type="checkbox"/> Amended return <input type="checkbox"/> Name change</div>		C If exemption application is pending, check here <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		D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/>	
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) \$ 52,906,400		E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/> F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>	
J Accounting method <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ (Part I, column (d) must be on cash basis.)			

Part I Analysis of Revenue and Expenses <small>(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions))</small>		(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)	9,195			
	2 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B				
	3 Interest on savings and temporary cash investments	433,429	433,429		
	4 Dividends and interest from securities.	979,169	979,169		
	5a Gross rents				
	b Net rental income or (loss) _____				
	6a Net gain or (loss) from sale of assets not on line 10	798,324			
	b Gross sales price for all assets on line 6a _____ 6,737,432				
	7 Capital gain net income (from Part IV , line 2)		798,324		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
Operating and Administrative Expenses	b Less Cost of goods sold				
	c Gross profit or (loss) (attach schedule)				
	11 Other income (attach schedule)	 445	445		
	12 Total. Add lines 1 through 11	2,220,562	2,211,367		
	13 Compensation of officers, directors, trustees, etc	41,500			41,500
	14 Other employee salaries and wages	127,526	25,362		102,164
	15 Pension plans, employee benefits	31,039	5,789		25,250
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)	 11,750	2,075		9,675
	c Other professional fees (attach schedule)				
	17 Interest				
	18 Taxes (attach schedule) (see instructions)	 45,889	4,821		41,068
	19 Depreciation (attach schedule) and depletion . . .	 16,858	1,519		
	20 Occupancy				
	21 Travel, conferences, and meetings				
	22 Printing and publications				
	23 Other expenses (attach schedule)	 158,951	132,073		26,878
	24 Total operating and administrative expenses. Add lines 13 through 23	433,513	171,639		246,535
	25 Contributions, gifts, grants paid	1,196,870			1,196,870
	26 Total expenses and disbursements. Add lines 24 and 25	1,630,383	171,639		1,443,405
	27 Subtract line 26 from line 12				
	a Excess of revenue over expenses and disbursements	590,179			
	b Net investment income (if negative, enter -0-)		2,039,728		
	c Adjusted net income (if negative, enter -0-)				

Part II Balance Sheets		Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)	Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1	Cash—non-interest-bearing	12,291	61,572	61,572
	2	Savings and temporary cash investments			
	3	Accounts receivable ▶ 84,185			
		Less allowance for doubtful accounts ▶	148,039	84,185	84,185
	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 page 15 of the 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			
	10a	Investments—U S and state government obligations (attach schedule)			
	b	Investments—corporate stock (attach schedule)			
	c	Investments—corporate bonds (attach schedule).	48,812,394	51,988,471	51,988,471
	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 ▶ 764,047				
	Less accumulated depreciation (attach schedule) ▶ 253,577	527,328	510,470	764,047	
15	Other assets (describe ▶)	1,273	1,478	8,125	
16	Total assets (to be completed by all filers—see the instructions Also, see page 1, item I)	49,501,325	52,646,176	52,906,400	
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable	18,665	100,000	
	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 ▶)	13,208		
	23	Total liabilities (add lines 17 through 22)	31,873	100,000	
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	48,826,391	51,876,161	
	25	Temporarily restricted	38,073	65,027	
	26	Permanently restricted	604,988	604,988	
	Foundations that do not follow SFAS 117, check here ▶				
	and complete lines 27 through 31.				
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, bldg , and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds			
30	Total net assets or fund balances (see page 17 of the instructions)	49,469,452	52,546,176		
31	Total liabilities and net assets/fund balances (see page 17 of the instructions)	49,501,325	52,646,176		

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 49,469,452
2	Enter amount from Part I, line 27a	2 590,179
3	Other increases not included in line 2 (itemize) ▶	3 2,486,545
4	Add lines 1, 2, and 3	4 52,546,176
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 52,546,176

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 Additional Data Table			
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 See Additional Data Table			
b			
c			
d			
e			

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(I) 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 See Additional Data Table			
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	798,324
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	37,230

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 page 18 of 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	1,757,218	49,686,386	0 035366
2010	1,646,416	47,421,408	0 034719
2009	1,466,341	43,753,362	0 033514
2008	1,243,647	42,118,805	0 029527
2007	6,486,094	51,223,704	0 126623

2	Total of line 1, column (d).	2	0 259749
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 051950
4	Enter the net value of noncharitable-use assets for 2012 from Part X, line 5.	4	50,855,497
5	Multiply line 4 by line 3.	5	2,641,943
6	Enter 1% of net investment income (1% of Part I, line 27b).	6	20,397
7	Add lines 5 and 6.	7	2,662,340
8	Enter qualifying distributions from Part XII, line 4. 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	8	1,443,405

Part VIExcise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see page 18 of the 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	40,795	
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	40,795	
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	40,795	
6		Credits/Payments				
a		2012 estimated tax payments and 2011 overpayment credited to 2012	6a	41,000		
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	41,000	
8		Enter any penalty for underpayment of estimated tax Check here <input checked="" 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	205	
11		Enter the amount of line 10 to be Credited to 2013 estimated tax	205	Refunded	11	

Part VII-AStatements Regarding Activities

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?		Yes	No
		1a		No
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)?			No
	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		No
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?	2		No
	If "Yes," attach a detailed description of the activities.			
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		No
4a	Did the foundation have unrelated business gross income of \$1,000 or more during the year?.	4a		No
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?	5		No
	If "Yes," attach the statement required by General Instruction T.			
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	Yes	
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	Yes	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) TX _____			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation .	8b	Yes	
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	9		No
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses	10		No

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		No
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		No
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	Yes	
Website address ▶WWW HCPETERSONFOUNDATION ORG				
14	The books are in care of ▶HALCHARLIE PETERSON FDN Telephone no ▶(830) 896-2262 Located at ▶515 JEFFERSON ST KERRVILLE TX ZIP +4 ▶78028			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 —Check here ▶ <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year ▶	15		
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?	16		No
See 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? <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 page 20 of the instructions)?. . . Organizations relying on a current notice regarding disaster assistance check here. ▶ <input type="checkbox"/>	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 ▶ 20____, 20____, 20____, 20____			
b	Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement—see instructions).	2b		
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ▶ 20____, 20____, 20____, 20____			
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?. <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? (<i>Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2012.</i>).	3b		
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		No
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		No

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))?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	
	(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	
	(3) Provide a grant to an individual for travel, study, or other similar purposes?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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).	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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.	<input checked="" type="checkbox"/>		
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?			
	If "Yes," attach the statement required by Regulations section 53.4945–5(d).	<input type="checkbox"/> Yes	<input type="checkbox"/> No	
6a	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?			
		<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	6b		No
	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?			
		<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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
See Additional Data Table				
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
BRIAN OEHLER P O BOX 293870 KERRVILLE, TX 78028	GEN MGR 40 00	84,063	6,053	
Total number of other employees paid over \$50,000.				

Part VIII

[illegible]

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		
2		
3		
4		

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 page 24 of the instructions	
3	

Form **990-PF** (2012)

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	50,939,716
b	Average of monthly cash balances.	1b	52,901
c	Fair market value of all other assets (see instructions).	1c	637,329
d	Total (add lines 1a, b, and c).	1d	51,629,946
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	51,629,946
4	Cash deemed held for charitable activities Enter 1 1/2% of line 3 (for greater amount, see instructions).	4	774,449
5	Net value of noncharitable-use assets. Subtract line 4 from line 3 Enter here and on Part V, line 4	5	50,855,497
6	Minimum investment return. Enter 5% of line 5.	6	2,542,775

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	2,542,775
2a	Tax on investment income for 2012 from Part VI, line 5.	2a	40,795
b	Income tax for 2012 (This does not include the tax from Part VI).	2b	
c	Add lines 2a and 2b.	2c	40,795
3	Distributable amount before adjustments Subtract line 2c from line 1.	3	2,501,980
4	Recoveries of amounts treated as qualifying distributions.	4	
5	Add lines 3 and 4.	5	2,501,980
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	2,501,980

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	1,443,405
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	1,443,405
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	
6	Adjusted qualifying distributions. Subtract line 5 from line 4.	6	1,443,405
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 2011	(c) 2011	(d) 2012
1 Distributable amount for 2012 from Part XI, line 7				2,501,980
2 Undistributed income, if any, as of the end of 2012				
a Enter amount for 2011 only.				
b Total for prior years 20____, 20____, 20____				
3 Excess distributions carryover, if any, to 2012				
a From 2007.	1,530,116			
b From 2008.				
c From 2009.				
d From 2010.				
e From 2011.				
f Total of lines 3a through e.	1,530,116			
4 Qualifying distributions for 2012 from Part XII, line 4 ▶ \$ 1,443,405				
a Applied to 2011, but not more than line 2a				
b Applied to undistributed income of prior years (Election required—see instructions).				
c Treated as distributions out of corpus (Election required—see instructions).				
d Applied to 2012 distributable amount.				1,443,405
e Remaining amount distributed out of corpus				
5 Excess distributions carryover applied to 2012 (If an amount appears in column (d), the same amount must be shown in column (a).)	1,058,575			1,058,575
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	471,541			
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 2011 Subtract line 4a from line 2a Taxable amount—see instructions				
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) (see instructions).				
8 Excess distributions carryover from 2007 not applied on line 5 or line 7 (see instructions). . .	471,541			
9 Excess distributions carryover to 2013. Subtract lines 7 and 8 from line 6a.				
10 Analysis of line 9				
a Excess from 2008. . . .				
b Excess from 2009. . . .				
c Excess from 2010. . . .				
d Excess from 2011. . . .				
e Excess from 2012. . . .				

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

1a

If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2012, enter the date of the ruling.

b

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

☐ 4942(j)(3) or ☐ 4942(j)(5)

2a

Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed

Tax year	Prior 3 years				(e) Total
(a) 2012	(b) 2011	(c) 2010	(d) 2009		
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 XVSupplementary Information (Complete this part only if the organization 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))

b

List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest

NONE

2

Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:

Check here ☐ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds If the foundation makes gifts, grants, etc (see instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a

The name, address, and telephone number or e-mail of the person to whom applications should be addressed

BRIAN OEHLER
P O BOX 298370
KERRVILLE,TX 78028
(830) 896-2262

b

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

THE FOUNDATION HAS A SPECIFIC GRANT APPLICATION FORM THIS FORM ASKS FOR THE ORGANIZATIONS NAME, ADDRESS, EMPLOYER IDENTIFICATION NUMBER, PHONE NUMBER AND NAME OF TOP PAID STAFF OR BOARD MEMBER AND TITLE IT ALSO ASKS FOR THEIR NONPROFIT STATUS A BRIEF HISTORY OF THE ORGANIZATION, PURPOSE OF THE GRANT THEY ARE APPLYING FOR AND THE GOALS AND RESULTS THEY WANT TO HAPPEN AS A RESULT OF RECEIVING THIS GRANT THE APPLICANT MUST ALSO ATTACH THEIR MOST RECENT FINANCIAL STATEMENTS, THE LATEST FORM 990 THEY HAVE FILED, THE ORGANIZATIONS BUDGET AND THE BUDGET FOR THE PROJECT TO BE FUNDED BY THIS GRANT THEY ALSO NEED TO ENCLOSE A LISTING OF THE BOARD MEMBERS, KEY STAFF MEMBERS AND DETAILS OF ANY INDEBTEDNESS THE ORGANIZATION HAS TO ANY OF THE BOARD MEMBERS OR PRINCIPAL EMPLOYEES THEY MUST ALSO SUBMIT A COPY OF THE LATEST IRS DETERMINATION LETTER IT THEN MUST BE SIGNED BY THE APPROPRIATE OFFICIALS OF THE ORGANIZATION

c

Any submission deadlines

NONE

d

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

ORGANIZATION MUST BE A 501(C)(3)OR GOVERNMENTAL AGENCY IN KERR COUNTY AND ADJACENT COUNTIES IN TEXAS

Part XV

Supplementary Information (continued)

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

Recipient	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
Name and address (home or business)				
a Paid during the year See Additional Data Table				
Total			3a	1,196,870
b Approved for future payment				
Total			3b	

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			14	433,429	
4 Dividends and interest from securities.			14	979,169	
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.			15	445	
8 Gain or (loss) from sales of assets other than inventory			18	798,324	
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).				2,211,367	
13 Total. Add line 12, columns (b), (d), and (e).				2,211,367	

[illegible]

Form **4562**
Department of the Treasury
Internal Revenue Service (99)

Depreciation and Amortization
(Including Information on Listed Property)

▶ See separate instructions. ▶ Attach to your tax return.

OMB No 1545-0172

2012

Attachment
Sequence No **179**

Name(s) shown on return
HAL & CHARLIE PETERSON FOUNDATION
& FD MGMT TRUST

Business or activity to which this form relates
INDIRECT DEPRECIATION

Identifying number

74-1109626

Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount (see instructions)	1	500,000
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	2,000,000
4	Reduction in limitation Subtract line 3 from line 2 If zero or less, enter -0-	4	
5	Dollar limitation for tax year Subtract line 4 from line 1 If zero or less, enter -0- If married filing separately, see instructions	5	

6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
6			
7	Listed property Enter the amount from line 29	7	
8	Total elected cost of section 179 property Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2011 Form 4562	10	
11	Business income limitation Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	
12	Section 179 expense deduction Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2013 Add lines 9 and 10, less line 12	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property) (See instructions)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	16,858

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2012	17	
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here		

Section B—Assets Placed in Service During 2012 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only—see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property			25 yrs		S/L	
h Residential rental property			27 5 yrs	MM	S/L	
			27 5 yrs	MM	S/L	
i Nonresidential real property			39 yrs	MM	S/L	
				MM	S/L	

Section C—Assets Placed in Service During 2012 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs		S/L	
c 40-year			40 yrs	MM	S/L	

Part IV Summary (see instructions)

21	Listed property Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21 Enter here and on the appropriate lines of your return Partnerships and S corporations—see instructions	22	16,858
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Part V

Listed Property (Include automobiles, certain other vehicles, certain computers, and property used for entertainment, recreation, or amusement.)
Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete **only** 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.

Section A—Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles.)

24a Do you have evidence to support the business/investment use claimed? <input type="checkbox"/> Yes <input type="checkbox"/> No						24b If "Yes," is the evidence written? <input type="checkbox"/> Yes <input type="checkbox"/> No			
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation/ deduction	(i) Elected section 179 cost	
25Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see instructions)							25		
26 Property used more than 50% in a qualified business use									
		%							
		%							
		%							
27 Property used 50% or less in a qualified business use									
		%				S/L -			
		%				S/L -			
		%				S/L -			
28 Add amounts in column (h), lines 25 through 27 Enter here and on line 21, page 1						28			
29 Add amounts in column (i), line 26 Enter here and on line 7, page 1							29		

Section B—Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person
If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles

30 Total business/investment miles driven during the year (do not include commuting miles)	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
31 Total commuting miles driven during the year												
32 Total other personal(noncommuting) miles driven												
33 Total miles driven during the year Add lines 30 through 32												
34 Was the vehicle available for personal use during off-duty hours?	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
35 Was the vehicle used primarily by a more than 5% owner or related person?												
36 Is another vehicle available for personal use?												

Section C—Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who **are not** more than 5% owners or related persons (see instructions)

37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?	Yes	No
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners		
39 Do you treat all use of vehicles by employees as personal use?		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of vehicles, and retain the information received?		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions)		
Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles		

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for this year
42 Amortization of costs that begins during your 2012 tax year (see instructions)					
43 Amortization of costs that began before your 2012 tax year				43	
44 Total. Add amounts in column (f) See the instructions for where to report				44	

TY 2012 Accounting Fees Schedule

Name: HAL & CHARLIE PETERSON FOUNDATION
& FD MGMT TRUST

EIN: 74-1109626

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
ACCOUNTING FEES	11,750	2,075		9,675

TY 2012 Compensation Explanation

Name: HAL & CHARLIE PETERSON FOUNDATION
& FD MGMT TRUST

EIN: 74-1109626

Person Name	Explanation
SCOTT PARKER	
WH COWDEN JR	
JOHN MOSTY	
T KYLE PRIOUR	
JAMES STEHLING	
NOWLIN MCBRYDE	
LYNN LEMEILLEUR	

Note: To capture the full content of this document, please select landscape mode (11" x 8.5") when printing.

TY 2012 Depreciation Schedule

Name: HAL & CHARLIE PETERSON FOUNDATION
& FD MGMT TRUST
EIN: 74-1109626

Description of Property	Date Acquired	Cost or Other Basis	Prior Years' Depreciation	Computation Method	Rate / Life (# of years)	Current Year's Depreciation Expense	Net Investment Income	Adjusted Net Income	Cost of Goods Sold Not Included
LAND - JEFFERSON STREET	1997-07-21	130,607							
OFFICE FURNITURE	1998-06-30	2,300	2,300	S/L	10 0000				
TELEPHONE EQUIPMENT	1998-07-15	3,736	3,736	S/L	5 0000				
SECURITY ALARM EQUIPMENT	1998-08-31	1,827	1,827	S/L	5 0000				
FILE CABINETS	1998-10-15	1,120	1,120	S/L	10 0000				
OFFICE BUILDING	1998-10-01	586,358	194,231	S/L	40 0000	14,659	1,519		
PRINTER	2001-02-06	500	500	200DB	3 0000				
COMPUTER EQUIPMENT	2002-01-01	4,306	4,306	S/L	3 0000				
LANDSCAPE IMPROVMENTS	2002-06-01	12,800	12,267	S/L	10 0000	533			
L ASER PRINTER	2003-07-01	2,799	2,799	S/L	3 0000				
SHARP IMAGER	2008-12-31	7,112	4,267	S/L	5 0000	1,423			
OFFICE FURNITURE	2006-12-01	2,432	1,216	S/L	10 0000	243			
2 DELL COMPUTERS	2006-10-01	4,152	4,152	S/L	3 0000				

TY 2012 Employee Compensation Explanation

Name: HAL & CHARLIE PETERSON FOUNDATION
& FD MGMT TRUST
EIN: 74-1109626

Employee	Explanation
BRIAN OEHLER	

**TY 2012 Investments Corporate
Bonds Schedule**

Name: HAL & CHARLIE PETERSON FOUNDATION
& FD MGMT TRUST

EIN: 74-1109626

Name of Bond	End of Year Book Value	End of Year Fair Market Value
PERMANENT INVESTMENT FUND	51,322,979	51,322,979
LAPHAM FUND	197,964	197,964
LANDERS MEMORIAL FUND	450,461	450,461
R & S JOHNSON FUND	8,534	8,534
REESE JOHNSON FUND	8,533	8,533

TY 2012 Land, Etc. Schedule

Name: HAL & CHARLIE PETERSON FOUNDATION
& FD MGMT TRUST

EIN: 74-1109626

Category / Item	Cost / Other Basis	Accumulated Depreciation	Book Value	End of Year Fair Market Value
BUILDINGS & EQUIPMENT	633,440	253,577	379,863	633,440
LAND	130,607		130,607	130,607

TY 2012 Other Assets Schedule

Name: HAL & CHARLIE PETERSON FOUNDATION
& FD MGMT TRUST

EIN: 74-1109626

Description	Beginning of Year - Book Value	End of Year - Book Value	End of Year - Fair Market Value
ROYALTY INTEREST @ COST	1,273	1,273	7,920
PREPAID EXCISE TAX		205	205

TY 2012 Other Expenses Schedule

Name: HAL & CHARLIE PETERSON FOUNDATION

& FD MGMT TRUST

EIN: 74-1109626

Description	Revenue and Expenses per Books	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
EXPENSES				
OFFICE EXPENSE	4,982	544		4,438
INVESTMENT TRUST FEES	129,671	129,671		
FACILITY MAINTENANCE	11,269	1,127		10,142
COMMUNICATIONS EXPENSE	2,138	214		1,924
UTILITIES	5,174	517		4,657
DUES & SUBSCRIPTIONS	880			880
INSURANCE	4,512			4,512
MISCELLANEOUS	325			325

TY 2012 Other Income Schedule

Name: HAL & CHARLIE PETERSON FOUNDATION
& FD MGMT TRUST

EIN: 74-1109626

Description	Revenue And Expenses Per Books	Net Investment Income	Adjusted Net Income
OIL ROYALTIES	445	445	

TY 2012 Other Increases Schedule

Name: HAL & CHARLIE PETERSON FOUNDATION
& FD MGMT TRUST
EIN: 74-1109626

Description	Amount
INCREASE IN MARKET VALUE OF INVESTMENTS	2,486,545

TY 2012 Other Liabilities Schedule

Name: HAL & CHARLIE PETERSON FOUNDATION
& FD MGMT TRUST

EIN: 74-1109626

Description	Beginning of Year - Book Value	End of Year - Book Value
EXCISE TAX PAYABLE	13,208	

TY 2012 Taxes Schedule

Name: HAL & CHARLIE PETERSON FOUNDATION

& FD MGMT TRUST

EIN: 74-1109626

Category	Amount	Net Investment Income	Adjusted Net Income	Disbursements for Charitable Purposes
AD VALOREM TAXES	4,821	4,821		
EXCISE TAXES	41,068			41,068

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns a - d

(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)
ADOBE SYSTEMS INC	P	2011-08-08	2012-07-20
CATERPILLAR INC	P	2009-02-10	2012-04-12
GNMA	P	1992-04-29	2012-05-15
GNMA	P	2005-11-01	2012-12-15
SUN LIFE FINANCIAL INC	P	2010-12-17	2012-04-12
WALT DISNEY CO	P	2006-04-19	2012-06-29
LONG TERM CAPITAL GAIN DISTR	P	2011-01-01	2012-12-31
GENERAL DYNAMICS CORP	P	2011-08-08	2002-04-01
CHEVRON CORPORATION	P	1995-06-07	2012-06-29
GNMA	P	1992-04-29	2012-06-15
GNMA	P	2005-11-01	2012-01-15
SUN LIFE FINANCIAL INC	P	2011-01-05	2012-04-12
LONG TERM CAPITAL GAIN DISTRIBUTIONS	P	2011-01-01	2012-12-31
VANGUARD GNMA FD ADM SHS	P	2003-11-14	2012-12-12
INGERSOLL-RAND PLC	P	2011-08-08	2012-04-12
CITIGROUP INC	P	2004-04-29	2012-12-27
GNMA	P	1992-04-29	2012-07-15
GNMA	P	2005-11-01	2012-02-15
TEMPLETON GLOBAL BD FD	P	2008-06-24	2012-07-23
SHORT TERM CAPITAL GAIN DISTRIBUTION	P	2012-06-15	2012-12-31
SHORT TERM CAPITAL GAIN DISTR	P	2012-06-15	2012-12-31
SUN LIFE FINANCIAL INC	P	2011-08-08	2012-04-12
FEDERAL FARM CREDIT BANK	P	2007-06-18	2012-06-21
GNMA	P	1992-04-29	2012-08-15
GNMA	P	2005-11-01	2012-03-15
VANGUARD GNMA FD ADMIRAL SHS	P	2003-11-19	2012-03-21
VANGUARD GNMA FD ADM SHS	P	2004-03-15	2012-03-05
LONG TERM CAPITAL GAIN DISTR	P	2011-01-01	2012-12-31
TOTAL SA-SPON ADR	P	2011-08-08	2012-07-03
FEDERAL FARM CREDIT BANK	P	2007-06-18	2012-06-21

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns a - d

(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)
GNMA	P	1992-04-29	2012-09-15
GNMA	P	2005-11-01	2012-04-15
VANGUARD GNMA FD ADMIRAL SHS	P	2004-02-20	2012-04-26
VANGUARD GNMA FD ADM SHS	P	2004-03-15	2012-12-12
PHILLIPS 66	P	2011-09-02	2012-06-05
ABBOTT LABORATORIES	P	2009-04-02	2012-11-13
GENERAL DYNAMICS CORP	P	2001-03-08	2012-04-12
GNMA	P	1992-04-29	2012-10-15
ISHARES S&P SMALLCAP	P	2008-03-20	2012-07-23
VANGUARD GNMA FD ADMIRAL SHS	P	2004-02-20	2012-03-21
LONG TERM CAPITAL GAIN DISTR	P	2011-01-01	2012-12-31
PHILLIPS 66	P	2011-09-22	2012-06-05
ADOBE SYSTEMS INC	P	2010-03-16	2012-07-20
GENERAL DYNAMICS COPR	P	2004-11-03	2012-04-12
GNMA	P	1992-04-29	2012-11-15
ISHARES S&P SMALLCAP	P	2008-04-22	2012-08-10
VANGUARD GNMA FD ADMIRAL SHS	P	2004-02-20	2012-03-21
SHORT TERM CAPITAL GAIN DISTR	P	2012-06-15	2012-12-31
PHILLIPS 66	P	2011-12-14	2012-06-05
ADOBE SYSTEMS INC	P	2010-08-27	2012-07-20
GENERAL DYNAMICS CORP	P	2005-11-02	2012-04-12
GNMA	P	1992-04-29	2012-12-15
ISHARES S&P SMALLCAP	P	2008-04-22	2012-07-23
VANGUARD GNMA FD ADMIRAL SHS	P	2004-03-16	2012-04-26
AMERICAN GWTH FD OF AMERICA	P	2008-04-15	2012-03-15
TOTAL SA-SPON ADR	P	2011-09-02	2012-07-03
ADOBE SYSTEMS INC	P	2010-11-01	2012-07-20
GENERAL DYNAMICS CORP	P	2008-12-09	2012-12-07
GNMA	P	2005-11-01	2012-05-15
I SHARES S&P SMALLCAP	P	2008-05-23	2012-08-10

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns a - d

(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)
VANGUARD INFLATION-PROTECTED	P	2008-02-22	2012-03-21
ISHARES CORE S&P SMALL CAP	P	2008-12-19	2012-03-05
TOTAL SA-SPON ADR	P	2011-09-22	2012-07-03
AMERICAN CAPITAL WORLD BD FD	P	2008-06-24	2012-07-23
GENERAL ELEC CAP CORP	P	2003-01-24	2012-12-17
GNMA	P	2005-11-01	2012-06-15
ISHARES S&P SMALL CAP	P	2008-06-24	2012-08-10
VANGUARD INFLATION-PROTECTED	P	2008-03-20	2012-07-23
VANGUARD GNMA FD ADM SHS	P	2003-02-28	2012-06-14
TOTAL SA-SPON ADR	P	2011-12-14	2012-07-03
APPLE INC	P	2008-11-17	2012-04-12
GENERAL ELECTRIC CAP CORP	P	2008-09-17	2012-06-15
GNMA	P	2025-11-01	2012-07-15
LOOMIS SAYLES GLOBAL BD FD	P	2008-06-24	2012-07-23
VANGUARD INFLATION-PROTECTED	P	2008-03-20	2012-03-21
VANGUARD INFLATION PROTECTED	P	2009-06-26	2012-03-05
SHORT TERM CAPITAL GAIN DISTR	P	2012-06-15	2012-12-31
APPLE INC	P	2008-11-17	2012-06-29
GNMA	P	1992-04-29	2012-01-15
GNMA	P	2005-11-01	2012-08-15
NIKE INC - CLASS B	P	2008-10-23	2012-04-12
VANGUARD INFLATION-PROTECTED	P	2008-04-22	2012-07-23
LONG TERM CAPITAL GAIN DISTR	P	2011-01-01	2012-12-31
LONG TERM CAPITAL GAIN DISTR	P	2011-01-01	2012-12-31
BANK OF AMERICA CORP	P	2005-02-23	2012-04-26
GNMA	P	1992-04-29	2012-02-15
GNMA	P	2005-11-01	2012-09-15
POWERSHARES DB AGRICULTURE	P	2010-01-25	2012-07-23
VANGUARD ST INVEST GRADE ADMIRAL	P	2009-05-18	2012-04-26
SHORT TERM CAPITAL GAIN DISTR	P	2012-06-15	2012-12-31

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns a - d

(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)
BELLSOUTH CORP	P	2011-04-06	2012-06-29
GNMA	P	1992-04-29	2012-03-15
GNMA	P	2005-11-01	2012-10-15
POWERSHARES DB BASE METALS	P	2010-01-25	2012-07-23
VF CORPORATION	P	2008-10-23	2012-04-12
VANGUARD GNMA FD ADM SHS	P	2003-11-14	2012-12-12
BERKSHIRE HATHAWAY	P	2008-09-23	2012-05-15
GNMA	P	1992-04-29	2012-04-15
GNMA	P	2005-11-01	2012-11-15
POWERSHARES DB BASE METALS	P	2011-01-12	2012-07-23
VF CORPORATION	P	2008-10-23	2012-06-29
SHORT TERM CAPITAL GAIN DISTR	P	2012-06-15	2012-12-31

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns e - h

(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)
5,643		4,376	1,267
58,365		17,022	41,343
16		16	
405		405	
52,129		65,060	-12,931
24,210		13,589	10,621
19			19
4,531		3,992	539
10,519		2,226	8,293
16		16	
398		398	
20,031		25,406	-5,375
199,005			199,005
325		311	14
5,223		3,858	1,365
517,896		486,325	31,571
16		16	
425		425	
50,000		43,808	6,192
33,523			33,523
20			20
3,861		3,939	-78
250,000		250,000	
17		16	1
390		389	1
47,933		45,671	2,262
7,000		6,690	310
19			19
3,232		3,230	2
250,000		250,000	

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns e - h

(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)
17		16	1
523		523	
74,040		70,553	3,487
6,000		5,755	245
1,493		1,599	-106
591,740		535,770	55,970
97,581		50,113	47,468
17		17	
77,953		59,228	18,725
30,847		29,447	1,400
621			621
2,090		2,109	-19
34,487		38,577	-4,090
83,641		62,532	21,109
17		17	
72,556		57,075	15,481
221,220		211,183	10,037
187			187
2,986		3,287	-301
15,676		14,025	1,651
69,701		58,140	11,561
17		17	
20,972		16,899	4,073
175,960		168,628	7,332
5,000		4,979	21
8,311		8,566	-255
16,773		15,092	1,681
315,531		301,116	14,415
394		394	
91,607		74,598	17,009

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns e - h

(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)
108,664		97,687	10,977
3,690		2,165	1,525
12,235		10,958	1,277
50,000		46,958	3,042
500,000		497,500	2,500
396		396	
116,738		94,833	21,905
85,289		75,513	9,776
4,995		4,851	144
16,160		16,891	-731
99,387		14,343	85,044
100,000		97,903	2,097
398		398	
50,000		47,010	2,990
91,336		84,487	6,849
5,000		4,229	771
97			97
69,953		10,757	59,196
16		16	
400		400	
54,134		25,915	28,219
14,711		12,668	2,043
1,364			1,364
10			10
492,500		500,000	-7,500
16		16	
415		415	
44,849		39,045	5,804
150,000		140,381	9,619
423			423

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns e - h

(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)
508,425		529,725	-21,300
16		16	
9,855		9,849	6
66,639		83,000	-16,361
58,323		19,924	38,399
325		311	14
400,000		408,952	-8,952
16		16	
390		390	
21,774		30,551	-8,777
35,348		13,200	22,148
20			20

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns i - l

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	
			1,267
			41,343
			-12,931
			10,621
			19
			539
			8,293
			-5,375
			199,005
			14
			1,365
			31,571
			6,192
			33,523
			20
			-78
			1
			1
			2,262
			310
			19
			2

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns i - l

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	
			1
			3,487
			245
			-106
			55,970
			47,468
			18,725
			1,400
			621
			-19
			-4,090
			21,109
			15,481
			10,037
			187
			-301
			1,651
			11,561
			4,073
			7,332
			21
			-255
			1,681
			14,415
			17,009








Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns i - l

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	
			10,977
			1,525
			1,277
			3,042
			2,500
			21,905
			9,776
			144
			-731
			85,044
			2,097
			2,990
			6,849
			771
			97
			59,196
			28,219
			2,043
			1,364
			10
			-7,500
			5,804
			9,619
			423

Form 990PF Part IV - Capital Gains and Losses for Tax on Investment Income - Columns i - l

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	
			-21,300
			6
			-16,361
			38,399
			14
			-8,952
			-8,777
			22,148
			20

Form 990PF Part VIII Line 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
SCOTT PARKER 	PRESIDENT 1 00	6,000	0	0
PO BOX 293870 KERRVILLE, TX 78028				
WH COWDEN JR 	VICE PRES 1 00	5,500	0	0
PO BOX 293870 KERRVILLE, TX 78028				
JOHN MOSTY 	SEC/TR 1 00	6,000	0	0
PO BOX 293870 KERRVILLE, TX 78028				
T KYLE PRIOUR 	DIRECTOR 1 00	6,000	0	0
PO BOX 293870 KERRVILLE, TX 78028				
JAMES STEHLING 	DIRECTOR 1 00	6,000	0	0
PO BOX 293870 KERRVILLE, TX 78028				
NOWLIN MCBRYDE 	DIRECTOR 1 00	6,000	0	0
PO BOX 293870 KERRVILLE, TX 78028				
LYNN LEMEILLEUR 	DIRECTOR 1 00	6,000	0	0
PO BOX 293870 KERRVILLE, TX 78028				

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient	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
Name and address (home or business)				
a <i>Paid during the year</i>				
ANY BABY CAN 217 HOWARD SAN ANTONIO, TX 78212	NONE	509(A)(1)	FUND REESE JOHNSON FUND	425
BOYS & GIRLS CLUB 501 W MAIN SUITE 101 FREDERICKSBURG, TX 78924	NONE	509(A)(1)	FUND SUMMER PROGRAM SUPPORT	30,000
CHRISTIAN WOMEN'S JOB COR 1140 BROADWAY KERRVILLE, TX 78028	NONE	509(A)(1)	FUND PROGRAM SUPPORT	30,000
FAMILIES & LITERACY INC 1006 C JUNCTION HWY KERRVILLE, TX 78028	NONE	509(A)(1)	FUND PROGRAM SUPPORT	15,000
FIRST ASSEMBLY OF GOD CHURCH P O BOX 290491 KERRVILLE, TX 78029	NONE	509(A)(1)	FUND BACK TO SCHOOL FAIR	10,000
CITY OF KERRVILLE 800 JUNCTION HWY KERRVILLE, TX 78028	NONE	509(A)(1)	ASSIST W/PKG GARAGE LIGHTING	40,000
HC ARTS FOUNDATION PO BOX 1169 INGRAM, TX 78025	NONE	509(A)(2)	FUND REPLACEMENT OF A/C SYSTEM	20,865
HC COUNCIL ON ALCOHOL & DRUG ABUSE 102 BUSINESS DRIVE KERRVILLE, TX 78028	NONE	509(A)(1)	FUND PROGRAM SUPPORT	14,772
HC DISTRICT JUNIOR LIVESTOCK SHOW PO BOX 291217 KERRVILLE, TX 78029	NONE	509(A)(1)	FUND PROGRAM SUPPORT	15,000
HC YOUTH RANCH PO BOX 67 INGRAM, TX 78025	NONE	509(A)(1)	PURCHASE USED VANS	23,000
KERR COUNTY UNITED WAY PO BOX 290561 KERRVILLE, TX 78029	NONE	509(A)(1)	ASSIST WITH 2012/2013 CAMPAIGN	25,000
KERR COUNTY UNITED WAY PO BOX 290561 KERRVILLE, TX 78029	NONE	509(A)(1)	FUND R & S JOHNSON FUND	425
KERR COUNTY YMCA PO BOX 210988 KERRVILLE, TX 78029	NONE	509(A)(1)	FUND PROGRAM SUPPORT/SCHOLARSHIPS	30,000
PARTNERS IN MINISTRY 301 JUNCTION HWY KERRVILLE, TX 78028	NONE	509(A)(1)	FUND OPERATING SUPPORT	20,000
PETERSON REGIONAL MEDICAL CENTER 551 HILL COUNTRY DRIVE KERRVILLE, TX 78028	NONE	509(A)(1)	2012 LAPHAM FD DISTRIBUTION	10,000


Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient	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
Name and address (home or business)				
a <i>Paid during the year</i>				
PLAYHOUSE 2000 P O BOX 290088 KERRVILLE,TX 78029	NONE	509(A)(1)	FUND PROG/OPERATING SUPPORT	30,000
RAPHAEL COMMUNITY FREE CLINIC 1807 WATER STREET KERRVILLE,TX 78028	NONE	509(A)(1)	ASSIST HEART DISEASE PROGRAM	50,000
SALVATION ARMY PO BOX 290790 KERRVILLE,TX 78029	NONE	509(A)(1)	FUND OPERATING SUPPORT & PROGRAMS	2,000
SCHREINER UNIVERSITY 2100 MEMORIAL BLVD KERRVILLE,TX 78028	NONE	509(A)(1)	LANDERS FUND FOR 2012	19,000
SCHREINER UNIVERSITY 2100 MEMORIAL BLVD KERRVILLE,TX 78028	NONE	509(A)(1)	FUND SUPPORT FOR NURSING PROGRAM	100,000
SPECIAL OLYMPICS TEXAS 7115 CHEVY CHASE DRIVE SUITE 120 AUSTIN,TX 78752	NONE	509(A)(2)	FUND OPERATING SUPPORT	10,000
TEXAS HEDRITAGE MUSIC FDN PO BOX 291945 KERRVILLE,TX 78029	NONE	509(A)(1)	FUND IN-SCHOOL ARTS PROGRAMS	7,500
THE COMING KING FOUNDATION PO BOX 290552 KERRVILLE,TX 78029	NONE	509(A)(1)	ASSIST W/UNDERGROUND UTILITIES	45,000
ADMIRAL NIMITZ FOUNDATION 328 EAST MAIN FREDERICKSBURG,TX 78624	NONE	509(A)(1)	FUND REST/CREATION VISITORS CTR	25,000
ARTHUR NAGLE COMMUNITY CLINIC PO BOX 519 BANDERA,TX 78003	NONE	509(A)(1)	FUND OPERATING SUPPORT	40,000
BANDERA SPORTS COMPLEX PO BOX 2901 BANDERA,TX 78003	NONE	509(A)(1)	FUND BASEBALL FIELD IMPROV	30,000
BCFS HEALTH & HUMAN SERVICES 1105 EAST MAIN KERRVILLE,TX 78028	NONE	509(A)(1)	ASSIST W/CAPITAL CAMPAIGN	75,000
BIG BROTHERS BIG SISTERS OF SO TX 1107 EAST MAIN KERRVILLE,TX 78028	NONE	509(A)(1)	FUND OPERATING SUPPORT	10,000
EDWARDS COUNTY EMS PO BOX 185 KERRVILLE,TX 78029	NONE	509(A)(1)	FUND AMBULANCE REPAIR/EQUIP	12,328
FREDERICKSBURG COMM HEALTH CTR 140 INDUSTRIAL LOOP 100 FREDERICKSBURG,TX 78028	NONE	509(A)(1)	REMEDIATION OF CONSTR PROBLEMS	100,000

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient	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
Name and address (home or business)				
a <i>Paid during the year</i>				
FRIENDS OF CIBOLO WILDERNESS 140 CITY PARK ROAD BOERNE,TX 78006	NONE	509(A)(1)	FUND OPERATING SUPPORT	10,000
FRIO CANYON EMS PO BOX 803 LEAKEY,TX 78873	NONE	509(A)(1)	FUND EQUIP/COFERENCE	17,766
GIRL SCOUTS OF SOUTHWEST TX 811 NORTH COKER LOOP SAN ANTONIO,TX 78216	NONE	509(A)(1)	FUND PROGRAM SUPPORT	20,000
GOLDEN RULE SERVICES INC 2510 WESTMINSTER PEARLAND,TX 77581	NONE	509(A)(1)	FUND PURCHASE OF PASSENGER VAN	30,000
HARPER ISD PO BOX 68 HARPER,TX 78631	NONE	509(A)(1)	ASSIST WITH NEW TRUCK	30,000
HARPER LIBRARY PO BOX 74 HARPER,TX 78631	NONE	509(A)(1)	FUND COMPUTER EQUIP/SOFTWARE	10,000
HC DAILY BREAD MINISTRIES 234 WBANDERA ROAD NO 133 BOERNE,TX 78006	NONE	509(A)(1)	PARTIALLY FUND PROG SUPPORT	10,000
HC YOUTH ORCHESTRAS INC 321 THOMPSON DR KERRVILLE,TX 78028	NONE	509(A)(1)	FUND PURCHASE UNIFORMS/INSTR	10,000
HILL CHRISTIAN COUNSELING CTR 616 BARNETT ST KERRVILLE,TX 78028	NONE	509(A)(2)	FUND OPERATING SUPPORT	15,000
KATHLEEN C CAILLOUX HUMANE SOC PO BOX 2190 KERRVILLE,TX 78028	NONE	509(A)(1)	ASSIST W/SPAY/NEUTER PROG	10,000
KERR CO VINCENTIAN ORGANIZATION 1145 BROADWAY KERRVILLE,TX 78028	NONE	509(A)(2)	FUND FIRE SPRINKLER REPAIR	3,000
KERRVILLE CHRISTMAS LIGHTING CORP 3100 MEMORIAL BLVD KERRVILLE,TX 78028	NONE	509(A)(2)	ASSIST W/PURCHASE CHRISTMAS TREE	10,000
KERRVILLE CITIZEN POLICE ACEDEMY PO BOX 290629 KERRVILLE,TX 78029	NONE	509(A)(2)	PARTIALLY FUND BLUE SANTA PROG	5,000
LEAKEY INDEPENDENT SCHOOL DIST PO BOX 1129 LEAKEY,TX 78873	NONE	509(A)(1)	FD INSTALLATION OF A/C UNITS	33,000
MOUNT HOREB HOUSE PO BOX 293722 KERRVILLE,TX 78029	NONE	509(A)(1)	FUND OPERATING SUPPORT	5,000

Form 990PF Part XV Line 3 - Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient	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
Name and address (home or business)				
a <i>Paid during the year</i>				
MT HOME VOL FIRE DEPT PO BOX 191 MT HOME,TX 78058	NONE	509(A)(1)	FUND NEW COMMAND/BRUSH TRUCK	35,942
NOTRE DAME CATHOLIC SCHOOL 907 MAIN STREET KERRVILLE,TX 78028	NONE	509(A)(1)	FUND CLASSROOM LIGHTING	29,347
OUR LADY OF THE HILLS REG CATHOLIC 325 PETERSON FARM ROAD KERRVILLE,TX 78028	NONE	509(A)(1)	FUND NETWORK EQUIP/TRAINING	15,000
SYMPHONY OF THE HILLS ASSOC PO BOX 2329 KERRVILLE,TX 78029	NONE	509(A)(1)	FUND CHILDREN'S CONCERTS	7,500
HABITAT FOR HUMANITY PO BOX 2140 KERRVILLE,TX 78029	NONE	509(A)(1)	ASSIST WITH HOUSE CONSTRUCTION	50,000
Total  3a				1,196,870