

# Return of Private Foundation

or Section 4947(a)(1) Nonexempt Charitable Trust Treated as a Private Foundation  
 Note: The organization may be able to use a copy of this return to satisfy state reporting requirements.

**2003**

For calendar year 2003, or tax year beginning **07/01**, 2003, and ending **06/30/2004**

G Check all that apply:  Initial return  Final return  Amended return  Address change  Name change

Use the IRS label. Otherwise, print or type. See Specific Instructions.

Name of organization: **THE MARK ELLIOTT MOTLEY FOUNDATION, INC.**

Number and street (or P.O. box number if mail is not delivered to street address): **C/O DOUGLAS D. KUGLEY**

Room/suite: **P. O. BOX 7**

City or town, state, and ZIP code: **MOUNT PLEASANT, SC 29465-0007**

A Employer identification number: **27-0013752**

B Telephone number (see page 10 of the instructions): **(843) 216-9467**

H Check type of organization:  Section 501(c)(3) exempt private foundation  
 Section 4947(a)(1) nonexempt charitable trust  Other taxable private foundation

I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ▶ \$ **2,660,881.**

J Accounting method:  Cash  Accrual  Other (specify) \_\_\_\_\_  
 (Part I, column (d) must be on cash basis.)

E If private foundation status was terminated under section 507(b)(1)(A), check here .

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

**Part I Analysis of Revenue and Expenses**  
 (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 10 of the instructions).)

	(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
<b>1</b> Contributions, gifts, grants, etc., received (attach schedule). Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch. B	<b>25.</b>	<b>STMT 1</b>		
<b>2</b> Distributions from split-interest trusts . . . . .				
<b>3</b> Interest on savings and temporary cash investments				
<b>4</b> Dividends and interest from securities . . . . .	<b>106,071.</b>	<b>106,071.</b>		<b>STMT 2</b>
<b>5a</b> Gross rents . . . . .				
<b>b</b> (Net rental income or (loss) _____)				
<b>6a</b> Net gain or (loss) from sale of assets not on line 10				
<b>b</b> Gross sales price for all assets on line 6a <b>438,000.</b>				
<b>7</b> Capital gain net income (from Part IV, line 2) . . . . .				
<b>8</b> Net short-term capital gain . . . . .				
<b>9</b> Income modifications . . . . .				
<b>10a</b> Gross sales less returns and allowances . . . . .				
<b>b</b> Less: Cost of goods sold . . . . .				
<b>c</b> Gross profit or (loss) (attach schedule) . . . . .				
<b>11</b> Other income (attach schedule) . . . . .				
<b>12</b> Total. Add lines 1 through 11 . . . . .	<b>106,096.</b>	<b>106,071.</b>		
<b>13</b> Compensation of officers, directors, trustees, etc. . . . .	<b>NONE</b>			
<b>14</b> Other employee salaries and wages . . . . .				
<b>15</b> Pension plans, employee benefits . . . . .				
<b>16a</b> Legal fees (attach schedule) . . . . .				
<b>b</b> Accounting fees (attach schedule) <b>STMT 3</b> . . . . .	<b>1,900.</b>	<b>NONE</b>	<b>NONE</b>	<b>NONE</b>
<b>c</b> Other professional fees (attach schedule) . . . . .				
<b>17</b> Interest . . . . .				
<b>18</b> Taxes (attach schedule) (see page 13 of the instructions) <b>**</b>	<b>6,298.</b>			
<b>19</b> Depreciation (attach schedule) and depletion				
<b>20</b> Occupancy . . . . .				
<b>21</b> Travel, conferences, and meetings . . . . .				
<b>22</b> Printing and publications . . . . .				
<b>23</b> Other expenses (attach schedule) <b>STMT 5</b> . . . . .	<b>12,166.</b>	<b>11,616.</b>		
<b>24</b> Total operating and administrative expenses. Add lines 13 through 23 . . . . .	<b>20,364.</b>	<b>11,616.</b>	<b>NONE</b>	<b>NONE</b>
<b>25</b> Contributions, gifts, grants paid . . . . .	<b>82,395.</b>			<b>82,395.</b>
<b>26</b> Total expenses and disbursements. Add lines 24 and 25 . . . . .	<b>102,759.</b>	<b>11,616.</b>	<b>NONE</b>	<b>82,395.</b>
<b>27</b> Subtract line 26 from line 12:				
<b>a</b> Excess of revenue over expenses and disbursements . . . . .	<b>3,337.</b>			
<b>b</b> Net investment income (if negative, enter -0-) . . . . .		<b>94,455.</b>		
<b>c</b> Adjusted net income (if negative, enter -0-) . . . . .			<b>-0-</b>	

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 . . . . .	7,651.	5,957.	5,957.	
	2	Savings and temporary cash investments . . . . .	432,014.	35,946.	35,946.	
	3	Accounts receivable ▶ Less: allowance for doubtful accounts ▶				
	4	Pledges receivable ▶ Less: allowance for doubtful accounts ▶				
	5	Grants receivable . . . . .				
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see 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 . . . . .				
	10 a	Investments - U.S. and state government obligations (attach schedule) **	600,000.	596,090.	581,754.	
	b	Investments - corporate stock (attach schedule) . . . . .				
	c	Investments - corporate bonds (attach schedule) STMT 7 . . . . .	1,698,061.	2,103,070.	2,037,224.	
	11	Investments - land, buildings, and equipment: basis Less: accumulated depreciation (attach schedule) ▶				
	12	Investments - mortgage loans . . . . .				
	13	Investments - other (attach schedule) . . . . .				
	14	Land, buildings, and equipment: basis Less: accumulated depreciation (attach schedule) ▶				
15	Other assets (describe ▶ . . . . .)					
16	<b>Total assets</b> (to be completed by all filers - see page 16 of the instructions. Also, see page 1, item I) . . . . .	<b>2,737,726.</b>	<b>2,741,063.</b>	<b>2,660,881.</b>		
Liabilities	17	Accounts payable and accrued expenses . . . . .				
	18	Grants payable . . . . .				
	19	Deferred revenue . . . . .				
	20	Loans from officers, directors, trustees, and other disqualified persons . . . . .				
	21	Mortgages and other notes payable (attach schedule) . . . . .				
	22	Other liabilities (describe ▶ . . . . .)				
23	<b>Total liabilities</b> (add lines 17 through 22) . . . . .					
Net Assets or Fund Balances	<b>Organizations that follow SFAS 117, check here ▶ <input type="checkbox"/></b> <b>and complete lines 24 through 26 and lines 30 and 31.</b>					
	24	Unrestricted . . . . .				
	25	Temporarily restricted . . . . .				
	26	Permanently restricted . . . . .				
	<b>Organizations that do not follow SFAS 117, check here and complete lines 27 through 31. ▶ <input checked="" type="checkbox"/></b>					
	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 . . . . .	2,737,726.	2,741,063.		
	30	<b>Total net assets or fund balances</b> (see page 17 of the instructions) . . . . .	<b>2,737,726.</b>	<b>2,741,063.</b>		
31	<b>Total liabilities and net assets/fund balances</b> (see page 17 of the instructions) . . . . .	<b>2,737,726.</b>	<b>2,741,063.</b>			

**Part III Analysis of Changes in Net Assets or Fund Balances**

1	Total net assets or fund balances at beginning of year - Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return) . . . . .	1	2,737,726.
2	Enter amount from Part I, line 27a . . . . .	2	3,337.
3	Other increases not included in line 2 (itemize) ▶ . . . . .	3	
4	Add lines 1, 2, and 3 . . . . .	4	2,741,063.
5	Decreases not included in line 2 (itemize) ▶ . . . . .	5	
6	<b>Total net assets or fund balances at end of year</b> (line 4 minus line 5) - Part II, column (b), line 30 . . . . .	6	<b>2,741,063.</b>

\*\*STMT 6

**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					
b					
c					
d					
e					
(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)		
a					
b					
c					
d					
e					
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))		
(i) F.M.V. as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any			
a					
b					
c					
d					
e					
2 Capital gain net income or (net capital loss) . . . . .	{ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }		2		
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 pages 13 and 17 of the instructions). If (loss), enter -0- in Part I, line 8 . . . . .	}		3		

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

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

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

Was the organization liable for the section 4942 tax on the distributable amount of any year in the base period? . . .  Yes  No  
 If "Yes," the organization 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 17 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))
2002	3,102.	1,985,812.	0.00156208141
2001	NONE	250.	NONE
2000			
1999			
1998			
2 Total of line 1, column (d) . . . . .			2 0.00156208141
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 0.00078104071
4 Enter the net value of noncharitable-use assets for 2003 from Part X, line 5 . . . . .			4 2,672,725.
5 Multiply line 4 by line 3 . . . . .			5 2,088.
6 Enter 1% of net investment income (1% of Part I, line 27b) . . . . .			6 945.
7 Add lines 5 and 6 . . . . .			7 3,033.
8 Enter qualifying distributions from Part XII, line 4 . . . . .			8 82,395.

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 on page 17.

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 - see page 17 of the instructions)

Table with 11 rows for excise tax calculations. Includes sub-sections 1a-11 and a sub-table for credits/payments (6a-6d). Total tax due is 945, overpayment is 5,955, and amount credited to 2004 is 5,007.

Part VII-A Statements Regarding Activities

Table with 13 rows for activity statements. Includes questions about political influence, unrelated business income, and substantial contributors. Includes fields for state (SOUTH CAROLINA), website (WWW.MOTLEYFOUNDATION.ORG), and books in care of (DOUGLAS D. KUGLEY).

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.

Table with columns for question descriptions, 'Yes' checkboxes, 'No' checkboxes, and 'Yes/No' columns. Rows include questions 1a through 6b regarding disqualifying acts, undistributed income, business holdings, and charitable investments.

**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 page 20 of the instructions):**

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (if not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE STATEMENT 8		NONE	NONE	NONE

**2 Compensation of five highest-paid employees (other than those included on line 1 - see page 20 of the instructions). If none, enter "NONE."**

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

Total number of other employees paid over \$50,000 . . . . . ► NONE

**3 Five highest-paid independent contractors for professional services - (see page 20 of the instructions). If none, enter "NONE."**

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

Total number of others receiving over \$50,000 for professional services . . . . . ► NONE

**Part IX-A Summary of Direct Charitable Activities**

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

	Expenses
1 ----- NONE	
2 ----- -----	
3 ----- -----	
4 ----- -----	

**Part IX-B Summary of Program-Related Investments** (see page 21 of the instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2.	Amount
1 <u>NONE</u>	
2	
All other program-related investments. See page 21 of the instructions.	
3 <u>NONE</u>	
<b>Total.</b> Add lines 1 through 3	

**Part X Minimum Investment Return** (All domestic foundations must complete this part. Foreign foundations, see page 21 of the instructions.)

1 Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:		
a Average monthly fair market value of securities	1a	2,514,725.
b Average of monthly cash balances	1b	198,701.
c Fair market value of all other assets (see page 22 of the instructions)	1c	NONE
d <b>Total</b> (add lines 1a, b, and c)	1d	2,713,426.
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	NONE
3 Subtract line 2 from line 1d	3	2,713,426.
4 Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see page 23 of the instructions)	4	40,701.
5 <b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4	5	2,672,725.
6 <b>Minimum investment return.</b> Enter 5% of line 5	6	133,636.

**Part XI Distributable Amount** (see page 23 of the 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	133,636.
2a Tax on investment income for 2003 from Part VI, line 5	2a	945.
b Income tax for 2003. (This does not include the tax from Part VI.)	2b	
c Add lines 2a and 2b	2c	945.
3 Distributable amount before adjustments. Subtract line 2c from line 1	3	132,691.
4a Recoveries of amounts treated as qualifying distributions	4a	NONE
b Income distributions from section 4947(a)(2) trusts	4b	
c Add lines 4a and 4b	4c	NONE
5 Add lines 3 and 4c	5	132,691.
6 Deduction from distributable amount (see page 23 of the instructions)	6	NONE
7 <b>Distributable amount</b> as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	132,691.

**Part XII Qualifying Distributions** (see page 23 of the 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	82,395.
b Program-related investments - Total from Part IX-B	1b	NONE
2 Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	NONE
3 Amounts set aside for specific charitable projects that satisfy the:		
a Suitability test (prior IRS approval required)	3a	NONE
b Cash distribution test (attach the required schedule)	3b	NONE
4 <b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4	4	82,395.
5 Organizations that qualify under section 4940(e) for the reduced rate of tax on net investment income. Enter 1% of Part I, line 27b (see page 24 of the instructions)	5	945.
6 <b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4	6	81,450.

**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 page 24 of the instructions)

	(a) Corpus	(b) Years prior to 2002	(c) 2002	(d) 2003
1 Distributable amount for 2003 from Part XI, line 7 . . . . .				<b>132,691.</b>
2 Undistributed income, if any, as of the end of 2002:				
a Enter amount for 2002 only . . . . .			<b>82,395.</b>	
b Total for prior years: _____		<b>NONE</b>		
3 Excess distributions carryover, if any, to 2003:				
a From 1998 . . . . .	<b>NONE</b>			
b From 1999 . . . . .	<b>NONE</b>			
c From 2000 . . . . .	<b>NONE</b>			
d From 2001 . . . . .	<b>NONE</b>			
e From 2002 . . . . .	<b>NONE</b>			
f Total of lines 3a through e . . . . .	<b>NONE</b>			
4 Qualifying distributions for 2003 from Part XII, line 4: ▶ \$ <u>82,395.</u>				
a Applied to 2002, but not more than line 2a . . . . .			<b>82,395.</b>	
b Applied to undistributed income of prior years (Election required - see page 24 of the instructions) . . . . .		<b>NONE</b>		
c Treated as distributions out of corpus (Election required - see page 24 of the instructions) . . . . .	<b>NONE</b>			
d Applied to 2003 distributable amount . . . . .				<b>NONE</b>
e Remaining amount distributed out of corpus . . . . .	<b>NONE</b>			
5 Excess distributions carryover applied to 2003 (If an amount appears in column (d), the same amount must be shown in column (a).)	<b>NONE</b>			<b>NONE</b>
6 Enter the net total of each column as indicated below:				
a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5 . . . . .	<b>NONE</b>			
b Prior years' undistributed income. Subtract line 4b from line 2b . . . . .		<b>NONE</b>		
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 . . . . .		<b>NONE</b>		
d Subtract line 6c from line 6b. Taxable amount - see page 24 of the instructions . . . . .		<b>NONE</b>		
e Undistributed income for 2002. Subtract line 4a from line 2a. Taxable amount - see page 24 of the instructions . . . . .				
f Undistributed income for 2003. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2004 . . . . .				<b>132,691.</b>
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(E) or 4942(g)(3) (see page 25 of the instructions) . . . . .	<b>NONE</b>			
8 Excess distributions carryover from 1998 not applied on line 5 or line 7 (see page 25 of the instructions) . . . . .	<b>NONE</b>			
9 Excess distributions carryover to 2004. Subtract lines 7 and 8 from line 6a . . . . .	<b>NONE</b>			
10 Analysis of line 9:				
a Excess from 1999 . . . . .	<b>NONE</b>			
b Excess from 2000 . . . . .	<b>NONE</b>			
c Excess from 2001 . . . . .	<b>NONE</b>			
d Excess from 2002 . . . . .	<b>NONE</b>			
e Excess from 2003 . . . . .	<b>NONE</b>			



Part XIV Private Operating Foundations (see page 25 of the instructions and Part VII-A, question 9) NOT APPLICABLE

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 2003, 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)
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed
b 85% of line 2a
c Qualifying distributions from Part XII, line 4 for each year listed
d Amounts included in line 2c not used directly for active conduct of exempt activities
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c
3 Complete 3a, b, or c for the alternative test relied upon:
a "Assets" alternative test - enter:
(1) Value of all assets
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)
b "Endowment" alternative test - Enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed
c "Support" alternative test - enter:
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)
(3) Largest amount of support from an exempt organization
(4) Gross investment income

Part XV Supplemental Information (Complete this part only if the organization had \$5,000 or more in assets at any time during the year - see page 25 of the 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).)
RONALD L. MOTLEY
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 organization only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds.
If the organization makes gifts, grants, etc. (see page 25 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d.
a The name, address, and telephone number of the person to whom applications should be addressed:
SEE STATEMENT 9
b The form in which applications should be submitted and information and materials they should include:
SEE STATEMENT 10
c Any submission deadlines:
APPLICATIONS SHOULD GENERALLY BE RECEIVED BY MARCH 1ST.
d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors: SEE ATTACHED STATEMENT.

**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
<p><b>a Paid during the year</b></p> <p><b>SEE STATEMENT 11</b></p>				
<b>Total . . . . . ▶ 3 a</b>				<b>82,395.</b>
<p><b>b Approved for future payment</b></p>				
<b>Total . . . . . ▶ 3 b</b>				





FORM 990PF, PART I - CONTRIBUTIONS, GIFTS AND GRANTS RECEIVED

DIRECT PUBLIC SUPPORT

DATE

VARIOUS <\$250 EACH

VARIOUS

25.

-----  
25.  
=====

TOTAL CONTRIBUTION AMOUNTS

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

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
MERRILL LYNCH	108,097.	108,097.
LESS: ACCRUED INTEREST PAID	-2,026.	-2,026.
TOTAL	106,071.	106,071.

FORM 990PF, PART I - ACCOUNTING FEES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME	ADJUSTED NET INCOME	CHARITABLE PURPOSES
MCKNIGHT FRAMPTON & CO FORM 990-PF PREPARATION	1,900.	NONE	NONE	NONE
TOTALS	1,900.	NONE	NONE	NONE

FORM 990PF, PART I - TAXES  
=====

DESCRIPTION -----	REVENUE AND EXPENSES PER BOOKS -----
ESTIMATED TAXES PAID	6,298.
TOTALS	----- 6,298. =====



FORM 990PF, PART I - OTHER EXPENSES

DESCRIPTION	REVENUE AND EXPENSES PER BOOKS	NET INVESTMENT INCOME
BANK SERVICE CHARGES	76.	76.
COMPUTER SUPPORT	550.	
INVESTMENT FEES	11,279.	11,279.
AMORTIZATION EXPENSE	261.	261.
TOTALS	12,166.	11,616.

FORM 990PF, PART II - U.S. AND STATE OBLIGATIONS

DESCRIPTION	BEGINNING BOOK VALUE	ENDING BOOK VALUE	ENDING FMV
MERRILL LYNCH - GOV'T BONDS	600,000.	596,090.	581,754.
TOTALS	600,000.	596,090.	581,754.

FORM 990PF, PART II - CORPORATE BONDS

DESCRIPTION	BEGINNING BOOK VALUE	ENDING BOOK VALUE	ENDING FMV
MERRILL LYNCH- CD'S	196,000.	489,000.	470,315.
MERRILL LYNCH- CORPORATE BONDS	1,502,061.	1,614,070.	1,553,170.
MERRILL LYNCH- ACCRUED INT.	NONE	NONE	13,739.
TOTALS	1,698,061.	2,103,070.	2,037,224.

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

NAME AND ADDRESS	TITLE AND TIME DEVOTED TO POSITION	COMPENSATION	CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS	EXPENSE ACCT AND OTHER ALLOWANCES
RONALD L. MOTLEY P.O. BOX 7 MT. PLEASANT, SC 29465	CHAIRMAN	NONE	NONE	NONE
DOUGLAS D. KUGLEY P.O. BOX 7 MT. PLEASANT, SC 29465	PRESIDENT/TREASURER	NONE	NONE	NONE
ALLISON T. SELANDER P.O. BOX 7 MT. PLEASANT, SC 29465	VICE PRES/SECRETARY	NONE	NONE	NONE
GRAND TOTALS		NONE	NONE	NONE

FORM 990PF, PART XV - NAME, ADDRESS AND PHONE FOR APPLICATIONS

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DOUGLAS D. KUGLEY, PRESIDENT, P. O. BOX 7, MT. PLEASANT, SC 29465,  
843-216-9466

990PF, PART XV - FORM AND CONTENTS OF SUBMITTED APPLICATIONS  
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QUALIFIED CHARITIES SHOULD MAKE A PROPOSAL IN LETTER FORM AND INCLUDE THE FOLLOWING INFORMATION:

- 1) A DESCRIPTION OF THE ORGANIZATION, ITS PURPOSE, PROGRAMS, STAFFING AND GOVERNING BOARD.
- 2) THE ORGANIZATION'S LATEST FINANCIAL STATEMENTS, INCLUDING INTERIM AND LAST ANNUAL STATEMENT.
- 3) EVIDENCE FROM THE IRS OF THE ORGANIZATION'S TAX-EXEMPT STATUS AND THAT THE APPLYING ORGANIZATION ITSELF IS NOT A PRIVATE FOUNDATION.
- 4) A DESCRIPTION OF THE PROPOSED PROJECT AND FULL JUSTIFICATION FOR ITS FUNDING, INCLUDING A PROJECT BUDGET AND OTHER FUNDING SOURCES OF THE PROJECT.
- 5) SUBMIT TWO COPIES OF THE PROPOSAL.

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

RELATIONSHIP TO SUBSTANTIAL CONTRIBUTOR

AND

FOUNDATION STATUS OF RECIPIENT

RECIPIENT NAME AND ADDRESS

PURPOSE OF GRANT OR CONTRIBUTION

AMOUNT

FROM DARKNESS TO LIGHT  
247 MEETING STREET  
CHARLESTON, SC 29401

NONE  
501(C) (3) ORGANIZATION

PREVENTION OF CHILD ABUSE

82,395.

TOTAL CONTRIBUTIONS PAID

82,395.







FEDERAL FOOTNOTES

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PART XV, LINE 2D --

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THE MAIN PLANNED ACTIVITY IS TO MAKE GRANTS TO ORGANIZATIONS FOCUSED ON IMPROVING THE HEALTH, EDUCATION AND WELFARE OF CHILDREN AND YOUNG ADULTS IN THE COMMUNITY OF CHARLESTON, SOUTH CAROLINA ALTHOUGH DUE TO THE FOUNDER'S NATIONAL INTERESTS, GRANTS MAY WELL BE MADE TO ORGANIZATIONS OUTSIDE THE COMMUNITY.

THE FOUNDATION HAS NOT DETERMINED SPECIFIC CHARITABLE ORGANIZATIONS TO SUPPORT, BUT CONCEPTUALLY SUCH ORGANIZATIONS MAY INCLUDE HOSPITALS, ORGANIZATIONS ASSISTING HANDICAPPED CHILDREN, RESIDENTIAL TREATMENT CENTERS, SCHOOLS, COLLEGES, GOVERNMENTS PROVIDING RECREATION AND AFTER-SCHOOL PROGRAMS, UNWED MOTHER PROGRAMS, ABUSED CHILDREN FACILITIES, AND ADOPTION PROGRAMS.