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
Part III  Tax Computation

35 Organizations Taxable as Corporations. See instructions for tax computation. Controlled group members (sections 1561 and 1563) check here □ See instructions and:

a  Enter your share of the $50,000, $25,000, and $9,925,000 taxable income brackets (in that order):

(1) $ □
(2) $ □
(3) $ □

b  Enter organization's share of: (1) Additional 5% tax (not more than $11,750) □
(2) Additional 3% tax (not more than $100,000) □

c  Income tax on the amount on line 34 □

36 Trusts Taxable at Trust Rates. See instructions for tax computation. Income tax on the amount on line 34 from: □ Tax rate schedule or □ Schedule D (Form 1041) □

37 Proxy tax. See instructions □

38 Alternative minimum tax □

39 Total. Add lines 37 and 38 to line 35c or 36, whichever applies □

Part IV  Tax and Payments

40a Foreign tax credit (corporations attach Form 1118; trusts attach Form 1116) □

40b Other credits (see instructions) □

40c General business credit. Attach Form 3800 □

40d Credit for prior year minimum tax (attach Form 8801 or 8827) □

40e Total credits. Add lines 40a through 40d □

41 Subtract line 40e from line 39 □

42 Other taxes. Check if from: □ Form 4255 □ Form 8611 □ Form 897 □ Form 8868 □ Other (attach schedule) □

43 Total tax. Add lines 41 and 42 □

44a Payments: A 2009 overpayment credited to 2010 □

44b 2010 estimated tax payments □

44c Tax deposited with Form 8886 □

44d Foreign organizations: Tax paid or withheld at source (see instructions) □

44e Backup withholding (see instructions) □

44f Credit for small employer health insurance premiums (Attach Form 8941) □

45 Total payments. Add lines 44a through 44g □

46 Estimated tax penalty (see instructions). Check if Form 2220 is attached □

47 Tax due. If line 45 is less than the total of lines 43 and 46, enter amount owed □

48 Overpayment. If line 45 is larger than the total of lines 43 and 46, enter amount overpaid □

49 Enter the amount of line 48 you want: □ Credited to 2011 estimated tax □

Part V  Statements Regarding Certain Activities and Other Information (see instructions)

1 At any time during the 2010 calendar year, did the organization have an interest in or a signature or other authority over a financial account (bank, securities, or other) in a foreign country? Yes □ No □ If YES, enter the name of the foreign country here □

2 During the year, did the organization receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? □ Yes □ No □

3 Enter the amount of tax-exempt interest received or accrued during the tax year □ $

Schedule A—Cost of Goods Sold. Enter method of inventory valuation □

<table>
<thead>
<tr>
<th>Item</th>
<th>Cost of Goods Sold</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Inventory at beginning of year</td>
<td>1</td>
</tr>
<tr>
<td>2. Purchases</td>
<td>2</td>
</tr>
<tr>
<td>3. Cost of labor</td>
<td>3</td>
</tr>
<tr>
<td>4a. Additional section 263A costs (attach schedule)</td>
<td>4a</td>
</tr>
<tr>
<td>4b. Other costs (attach schedule)</td>
<td>4b</td>
</tr>
<tr>
<td>5. Total, Add lines 1 through 4b</td>
<td>5</td>
</tr>
</tbody>
</table>

6. Inventory at end of year □

7. Cost of goods sold. Subtract line 6 from line 5. Enter here and in Part I, line 2 □

8. Do the rules of section 263A (with respect to property produced or acquired for resale) apply to the organization? □ Yes □ No

Sign Here

Signature of officer □

Date □

Title □

Paid Preparer Use Only

Print/Type preparer's name □

Preparer's signature □

Date □

Check □ if self-employed □

PTIN □

Firm's name □

Firm’s EIN □

Firm’s address □

Phone no □

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

Form 990-T (2010)
<table>
<thead>
<tr>
<th></th>
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<th></th>
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<tr>
<td>1999</td>
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<td>2000</td>
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<td>(4,430)</td>
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<tr>
<td>2003</td>
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<td>(39,389)</td>
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<td>2004</td>
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<td>2005</td>
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<td>TOTAL</td>
<td>289,706</td>
<td>(86,301)</td>
<td>137,615</td>
<td>59,378</td>
<td>196,993</td>
<td>-</td>
<td>1,425</td>
<td>1,204</td>
<td>47,382</td>
</tr>
</tbody>
</table>

The total NOL available for carryforward is 47,382.
Schedule G — Investment Income of a Section 501(c)(7), (9), or (17) Organization (see instructions)

<table>
<thead>
<tr>
<th></th>
<th>Description of income</th>
<th>Amount of income</th>
<th>Deductions directly connected (attach schedule)</th>
<th>Set-asides (attach schedule)</th>
<th>Total deductions and set-asides (col 3 plus col 4)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(2)</td>
<td></td>
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<td>(3)</td>
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<tr>
<td>(4)</td>
<td></td>
<td></td>
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<td></td>
</tr>
</tbody>
</table>

Enter here and on page 1, Part I, line 9, column (A). Enter here and on page 1, Part I, line 9, column (B).

Totals

Schedule I — Exploited Exempt Activity Income, Other Than Advertising Income (see instructions)

<table>
<thead>
<tr>
<th></th>
<th>Description of exploited activity</th>
<th>Gross unrelated business income from trade or business</th>
<th>Expenses directly connected with production of unrelated business income</th>
<th>Net income (loss) from unrelated trade or business (column 2 minus column 3) If a gain, compute cols 5 through 7</th>
<th>Gross income from activity that is not unrelated business income</th>
<th>Expenses attributable to column 5</th>
<th>Excess exempt expenses (column 6 minus column 5, but not more than column 4)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1)</td>
<td></td>
<td></td>
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<td>(4)</td>
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<td></td>
</tr>
</tbody>
</table>

Enter here and on page 1, Part I, line 10, col (A) Enter here and on page 1, Part I, line 10, col (B) Enter here and on page 1, Part II, line 26.

Schedule J — Advertising Income (see instructions)

Part I Income From Periodicals Reported on a Consolidated Basis

<table>
<thead>
<tr>
<th></th>
<th>Name of periodical</th>
<th>Gross advertising income</th>
<th>Direct advertising costs</th>
<th>Advertising gain or (loss) (col 2 minus col 3) If a gain, compute cols 5 through 7</th>
<th>Circulation income</th>
<th>Readership costs</th>
<th>Excess readership costs (column 6 minus column 5, but not more than column 4)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(2)</td>
<td></td>
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<tr>
<td>(3)</td>
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<td></td>
<td></td>
</tr>
</tbody>
</table>

Totals (carry to Part II, line (5))

Part II Income From Periodicals Reported on a Separate Basis (For each periodical listed in Part II, fill in columns 2 through 7 on a line-by-line basis.)

<table>
<thead>
<tr>
<th></th>
<th>Name of periodical</th>
<th>Gross advertising income</th>
<th>Direct advertising costs</th>
<th>Advertising gain or (loss) (col 2 minus col 3) If a gain, compute cols 5 through 7</th>
<th>Circulation income</th>
<th>Readership costs</th>
<th>Excess readership costs (column 6 minus column 5, but not more than column 4)</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1)</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(2)</td>
<td></td>
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<td></td>
</tr>
<tr>
<td>(3)</td>
<td></td>
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<td></td>
<td></td>
<td></td>
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<tr>
<td>(4)</td>
<td></td>
<td></td>
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</tr>
</tbody>
</table>

Totals from Part I Enter here and on page 1, Part II, line 11, col (A) Enter here and on page 1, Part II, line 11, col (B) Enter here and on page 1, Part II, line 27

Totals, Part II (lines 1-5)

Schedule K — Compensation of Officers, Directors, and Trustees (see instructions)

<table>
<thead>
<tr>
<th></th>
<th>Name</th>
<th>Title</th>
<th>Percent of time devoted to business</th>
<th>Compensation attributable to unrelated business</th>
</tr>
</thead>
<tbody>
<tr>
<td>(1)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>(2)</td>
<td></td>
<td></td>
<td></td>
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</tr>
<tr>
<td>(3)</td>
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<td></td>
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<td></td>
</tr>
<tr>
<td>(4)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Total. Enter here and on page 1, Part II, line 14
Exempt Organization Business Income Tax Return
(and proxy tax under section 6033(e))

For calendar year 2010 or other tax year beginning
2010, and ending
20

Name of organization ( )
Check box if name changed and see instructions

The Heritage Foundation
214 Massachusetts Ave., NE
City or town, state, and ZIP code
Washington, D.C. 20002

Employer identification number
(Enter trust, see instructions)
23-7327730

Unrelated business activity codes
See instructions)

Print or Type

Number, street, and room or suite no If a P O box, see instructions

F Group exemption number (See instructions.)
G Check organization type
501(c)(3)
501(c) trust
401(a) trust
Other trust

H Describe the organization’s primary unrelated business activity. INVESTING ACTIVITIES

If "Yes," enter the name and identifying number of the parent corporation.

J The books are in care of THE ORGANIZATION
Telephone number 202-546-4400

Part I Unrelated Trade or Business Income

1a Gross receipts or sales
b Less returns and allowances
c Balance
1c
2 Cost of goods sold (Schedule A, line 7)
3 Gross profit. Subtract line 2 from line 1c
4a Capital gain net income (attach Schedule D)
b Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)
c Capital loss deduction for trusts
4c
5 Income (loss) from partnerships and S corporations (attach statement)
6 Rent income (Schedule C)
7 Unrelated debt-financed income (Schedule E)
8 Interest, annuities, royalties, and rents from controlled organizations (Schedule F)
9 Investment income of a section 501(c)(7), (9), or (17) organization (Schedule G)
10 Exploited exempt activity income (Schedule I)
11 Advertising income (Schedule J)
12 Other income (See instructions; attach schedule.)
13 Total. Combine lines 3 through 12

(A) Income
(B) Expenses
(C) Net

-1,204 00
-1,204 00

Part II Deductions Not Taken Elsewhere

(See instructions for limitations on deductions.) (Except for contributions, deductions must be directly connected with the unrelated business income.)

14 Compensation of officers, directors, and trustees (Schedule K)
15 Salaries and wages
16 Repairs and maintenance
17 Bad debts
18 Interest (attach schedule)
19 Taxes and licenses
20 Charitable contributions (See instructions for limitation rules)
21 Depreciation (attach Form 4562)
21a
22 Less depreciation claimed on Schedule A and elsewhere on return
22a
22b
23 Depletion
24 Contributions to deferred compensation plans
25 Employee benefit programs
26 Excess exempt expenses (Schedule I)
27 Excess readership costs (Schedule J)
28 Other deductions (attach schedule)
29 Total deductions. Add lines 14 through 28
30 Unrelated business taxable income before net operating loss deduction. Subtract line 29 from line 13
31 Net operating loss deduction (limited to the amount on line 30)
32 Unrelated business taxable income before specific deduction. Subtract line 31 from line 30
33 Specific deduction (Generally $1,000, but see line 33 instructions for exceptions)
34 Unrelated business taxable income. Subtract line 33 from line 32. If line 33 is greater than line 32, enter the smaller of zero or line 32

-1,304 00

For Paperwork Reduction Act Notice, see instructions.
### Schedule C—Rent Income (From Real Property and Personal Property Leased With Real Property)

1. Description of property
   
   (1)  
   (2)  
   (3)  
   (4)  

2. Rent received or accrued
   
   (a) From personal property (if the percentage of rent for personal property is more than 10% but not more than 50%)
   
   (b) From real and personal property (if the percentage of rent for personal property exceeds 50% or if the rent is based on profit or income)

3. Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)
   
   (a) (b)  
   (1)  
   (2)  
   (3)  
   (4)  

Total  

(c) Total income. Add totals of columns 2(a) and 2(b). Enter here and on page 1, Part I, line 6, column (A)

(b) Total deductions. Enter here and on page 1, Part I, line 6, column (B)

### Schedule E—Unrelated Debt-Financed Income

1. Description of debt-financed property
   
   (1)  
   (2)  
   (3)  
   (4)  

2. Gross income from or allocable to debt-financed property

3. Deductions directly connected with or allocable to debt-financed property
   
   (a) Straight line depreciation (attach schedule)
   
   (b) Other deductions (attach schedule)

4. Amount of average acquisition debt on or allocable to debt-financed property (attach schedule)

5. Average adjusted basis of or allocable to debt-financed property (attach schedule)

6. Column 4 divided by column 5

7. Gross income reportable (column 2 x column 6)

8. Allocable deductions (column 6 x total of columns 3(a) and 3(b))

Enter here and on page 1, Part I, line 7, column (A),  

Enter here and on page 1, Part I, line 7, column (B)

Totals  

Total dividends-received deductions included in column 8

### Schedule F—Interest, Annuities, Royalties, and Rents From Controlled Organizations

1. Name of controlled organization
   
   (1)  
   (2)  
   (3)  
   (4)  

2. Employer identification number

3. Net unrelated income (loss) (see instructions)

4. Total of specified payments made

5. Part of column 4 that is included in the controlling organization’s gross income

6. Deductions directly connected with income in column 5

Exempt Controlled Organizations

Nonexempt Controlled Organizations

7. Taxable income

8. Net unrelated income (loss) (see instructions)

9. Total of specified payments made

10. Part of column 9 that is included in the controlling organization’s gross income

11. Deductions directly connected with income in column 10

Add columns 5 and 10 Enter here and on page 1, Part I, line 8, column (A)

Add columns 6 and 11 Enter here and on page 1, Part I, line 8, column (B)

Totals