

# Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

Department of the Treasury  
Internal Revenue Service

▶ The organization may have to use a copy of this return to satisfy state reporting requirements.

**A For the 2011 calendar year, or tax year beginning** , 2011, and ending , 20

<b>B</b> Check if applicable:  <input type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Terminated <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	<b>C</b> Name of organization USAFA ENDOWMENT, INC Doing Business As			<b>D</b> Employer identification number 26-0537053		
	Number and street (or P.O. box if mail is not delivered to street address)		Room/suite	<b>E</b> Telephone number		
	3116 ACADEMY DRIVE		200	(719) 472-0300		
	City or town, state or country, and ZIP + 4 USAF ACADEMY, CO 80840			<b>G</b> Gross receipts \$ 19,722,578.		
<b>F</b> Name and address of principal officer: STEPHEN R. LORENZ 3116 ACADEMY DRIVE, SUITE 200 USAF ACADEMY, CO 80840						<b>H(a)</b> Is this a group return for affiliates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No
<b>I</b> Tax-exempt status: <input checked="" type="checkbox"/> 501(c)(3) <input type="checkbox"/> 501(c) ( ) ◀ (insert no.) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527						<b>H(b)</b> Are all affiliates included? <input type="checkbox"/> Yes <input type="checkbox"/> No If "No," attach a list. (see instructions)
<b>J</b> Website: ▶ WWW.USAFENDOWMENT.ORG						<b>H(c)</b> Group exemption number ▶
<b>K</b> Form of organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other ▶				<b>L</b> Year of formation: 2007		<b>M</b> State of legal domicile: DE

**Part I Summary**

<b>Activities &amp; Governance</b>	<b>1</b> Briefly describe the organization's mission or most significant activities: TO PROVIDE EFFICIENT AND PERPETUAL STEWARDSHIP OF DONATED GIFTS TO THE US AIR FORCE ACADEMY SO AS TO ENSURE THEIR PERMANENCY AND EFFICACY IN ACCORDANCE WITH THE DONORS' INTENT.			
	<b>2</b> Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its net assets.			
	<b>3</b>	Number of voting members of the governing body (Part VI, line 1a)	42.	
	<b>4</b>	Number of independent voting members of the governing body (Part VI, line 1b)	42.	
	<b>5</b>	Total number of individuals employed in calendar year 2011 (Part V, line 2a)	18.	
	<b>6</b>	Total number of volunteers (estimate if necessary)		
	<b>7a</b>	Total gross unrelated business revenue from Part VIII, column (C), line 12		
<b>7b</b>	Net unrelated business taxable income from Form 990-T, line 34	0		
<b>Revenue</b>	<b>8</b>	Contributions and grants (Part VIII, line 1h)	14,575,525.	16,520,731.
	<b>9</b>	Program service revenue (Part VIII, line 2g)		
	<b>10</b>	Investment income (Part VIII, column (A), lines 3, 4, and 7d)	314,818.	151,875.
	<b>11</b>	Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	-55,238.	-1,777.
	<b>12</b>	Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	14,835,105.	16,670,829.
<b>Expenses</b>	<b>13</b>	Grants and similar amounts paid (Part IX, column (A), lines 1-3)	11,723,895.	1,559,104.
	<b>14</b>	Benefits paid to or for members (Part IX, column (A), line 4)		
	<b>15</b>	Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)	972,985.	1,355,342.
	<b>16a</b>	Professional fundraising fees (Part IX, column (A), line 11e)	126,597.	140,392.
	<b>b</b>	Total fundraising expenses (Part IX, column (D), line 25) ▶ 1,611,199.		
	<b>17</b>	Other expenses (Part IX, column (A), lines 11a-11d, 11f-24f)	589,372.	664,189.
	<b>18</b>	Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)	13,412,849.	3,719,027.
<b>19</b>	Revenue less expenses. Subtract line 18 from line 12	1,422,256.	12,951,802.	
<b>Net Assets or Fund Balances</b>	<b>20</b>	Total assets (Part X, line 16)	23,728,782.	27,998,720.
	<b>21</b>	Total liabilities (Part X, line 26)	8,999,933.	647,343.
	<b>22</b>	Net assets or fund balances. Subtract line 21 from line 20	14,728,849.	27,351,377.

**Part II Signature Block**

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

<b>Sign Here</b>	Signature of officer _____ Date _____	
	STEPHEN R. LORENZ PRESIDENT/CEO Type or print name and title	

<b>Paid Preparer Use Only</b>	Print/Type preparer's name	Preparer's signature	Date	Check if self-employed <input type="checkbox"/>	PTIN
	Doreen B Merz	Doreen B Merz	03/15/2012		P00841439
	Firm's name ▶ STOCKMAN KAST RYAN & CO, LLP	EIN ▶ 84-1509584			
Firm's address ▶ 102 N. CASCADE AVENUE, SUITE 400 COLORADO SPRINGS, CO 80903		Phone no. ▶ 719-630-1186			

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

**Part III Statement of Program Service Accomplishments**

Check if Schedule O contains a response to any question in this Part III  Yes  No

- 1 Briefly describe the organization's mission:  
TO PROVIDE EFFICIENT AND PERPETUAL STEWARDSHIP OF DONATED GIFTS TO USAFA ENDOWMENT, INC. FOR THE BENEFIT OF THE UNITED STATES AIR FORCE ACADEMY SO AS TO ENSURE THEIR PERMANENCY AND EFFICACY IN ACCORDANCE WITH THE DONORS' INTENT.
- 2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ?  Yes  No  
If "Yes," describe these new services on Schedule O.
- 3 Did the organization cease conducting, or make significant changes in how it conducts, any program services?  Yes  No  
If "Yes," describe these changes on Schedule O.
- 4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code: ) (Expenses \$ 1,485,273. including grants of \$ 1,485,273. ) (Revenue \$ )  
 SUPPORT FOR THE MARTINSON JUST-IN-TIME TEACHING PROGRAM, CENTER FOR CHARACTER AND LEADERSHIP DEVELOPMENT PROGRAM, FALCON FOOTBALL, AND OTHER PROGRAMS OF THE UNITED STATES AIR FORCE ACADEMY IN COLORADO SPRINGS, COLORADO. ALSO 2011, THE USAFA ENDOWMENT HELPED TO PARTIALLY SUPPORT THE ONGOING MAINTENANCE OF A MEMORIAL, THE SOUTHEAST ASIA PAVILION, TO HONOR UNITED STATES AIR FORCE ACADEMY GRADUATES WHO SERVED AND DIED IN THE VIETNAM WAR.

4b (Code: ) (Expenses \$ 73,831. including grants of \$ 73,831. ) (Revenue \$ )  
 ATTACHMENT 1

4c (Code: ) (Expenses \$ including grants of \$ ) (Revenue \$ )

4d Other program services (Describe in Schedule O.)  
 (Expenses \$ including grants of \$ ) (Revenue \$ )

4e Total program service expenses 1,559,104.

Part IV Checklist of Required Schedules

Table with 3 columns: Question, Yes, No. Rows 1-20b detailing various organizational requirements and their compliance status.

Part IV Checklist of Required Schedules (continued)

Table with 3 columns: Question ID, Question Text, Yes, No. Rows include questions 21 through 38 regarding grants, compensation, tax-exempt bonds, and controlled entities.