

**Return of Private Foundation**  
or Section 4947(a)(1) Nonexempt Charitable Trust  
Treated as a Private Foundation

**2009**

Note: The foundation may be able to use a copy of this return to satisfy state reporting requirements.

For calendar year 2009, or tax year beginning

04/01, 2009, and ending

03/31, 2010

G Check all that apply:

- Initial return  Initial return of a former public charity  Final return  
 Amended return  Address change  Name change

|   |   |   |  |
|---|---|---|--|
| Use the IRS label. Otherwise, print or type. See Specific Instructions.   | Name of foundation<br>PETER G. PETERSON FOUNDATION                                |   | A Employer identification number<br>26-0316905   |
|   | Number and street (or P.O. box number if mail is not delivered to street address) | Room/suite  | B Telephone number (see page 10 of the instructions)<br>(212) 542-9240   |
|   | 712 FIFTH AVENUE, 48TH FLOOR  |   | C If exemption application is pending, check here <input type="checkbox"/><br>D 1. Foreign organizations, check here <input type="checkbox"/><br>2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/> |
|   | City or town, state, and ZIP code<br>NEW YORK, NY 10019                           |   |  |
| H Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation<br><input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation |   |   | E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/>  |
| I Fair market value of all assets at end of year (from Part II, col. (c), line 16) ▶ \$ 385,027,231.  |   | J Accounting method: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual<br><input type="checkbox"/> Other (specify) _____<br>(Part I, column (d) must be on cash basis.) | F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>   |

| Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 11 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) |
|--|--|------------------------------------|---------------------------|-------------------------|---|
| Revenue  | 1 Contributions, gifts, grants, etc., received (attach schedule) . . . . .                   | 75,000,450.                        |                           |                         |   |
|  | 2 Check <input type="checkbox"/> if the foundation is not required to attach Sch. B. . . . . |                                    |                           |                         |   |
|  | 3 Interest on savings and temporary cash investments . . . . .                               | 83,981.                            | 83,981.                   |                         |   |
|  | 4 Dividends and interest from securities . . . . .   | 3,590,906.                         | 3,582,491.                |                         | ATCH 2  |
|  | 5a Gross rents . . . . .   | -1,844.                            | -1,858.                   |                         |   |
|  | b Net rental income or (loss) . . . . .  | -1,844.                            |                           |                         |   |
|  | 6a Net gain or (loss) from sale of assets not on line 10 . . . . .                           | -1,768,244.                        |                           |                         |   |
|  | b Gross sales price for all assets on line 6a . . . . .                                      | 3,722,217.                         |                           |                         |   |
|  | 7 Capital gain net income (from Part IV, line 2) . . . . .                                   |                                    |                           |                         |   |
|  | 8 Net short-term capital gain . . . . .  |                                    |                           |                         |   |
|  | 9 Income modifications . . . . .   |                                    |                           |                         |   |
|  | 10a Gross sales less returns and allowances . . . . .  |                                    |                           |                         |   |
| b Less: Cost of goods sold . . . . .   |  |                                    |                           |                         |   |
| c Gross profit or (loss) (attach schedule) . . . . .   |  |                                    |                           |                         |   |
| 11 Other income (attach schedule) . . . . .  | -302,799.  | -650,441.                          |                           | ATCH 3                  |   |
| 12 Total. Add lines 1 through 11 . . . . .   | 76,602,450.  | 3,014,173.                         |                           |                         |   |
| Operating and Administrative Expenses  | 13 Compensation of officers, directors, trustees, etc. . . . .                               | 133,651.                           |                           |                         | 133,651.  |
|  | 14 Other employee salaries and wages . . . . .   | 1,353,056.                         |                           |                         | 1,353,056.  |
|  | 15 Pension plans, employee benefits . . . . .  | 327,071.                           |                           |                         | 327,071.  |
|  | 16a Legal fees (attach schedule) ATCH 4 . . . . .  | 211,883.                           | 0.                        | 0.                      | 195,218.  |
|  | b Accounting fees (attach schedule) ATCH 5 . . . . .   | 88,000.                            | 0.                        | 0.                      | 15,500.   |
|  | c Other professional fees (attach schedule) * . . . . .                                      | 1,648,149.                         | 471,108.                  |                         | 1,060,113.  |
|  | 17 Interest, ATTACHMENT 7 . . . . .  | 129,657.                           | 129,603.                  |                         |   |
|  | 18 Taxes (attach schedule) (see page 14 of the instructions) ** . . . . .                    | 686,953.                           | 44,670.                   |                         | 250.  |
|  | 19 Depreciation (attach schedule) and depletion . . . . .                                    |                                    |                           |                         |   |
|  | 20 Occupancy . . . . .   | 22,000.                            |                           |                         | 22,000.   |
|  | 21 Travel, conferences, and meetings . . . . .   | 401,293.                           |                           |                         | 401,293.  |
|  | 22 Printing and publications . . . . .   | 20,747.                            |                           |                         | 20,747.   |
|  | 23 Other expenses (attach schedule) ATCH 9 . . . . .   | 4,393,173.                         | 1,229,511.                |                         | 3,153,183.  |
|  | 24 Total operating and administrative expenses. Add lines 13 through 23 . . . . .            | 9,415,633.                         | 1,874,892.                | 0.                      | 6,682,082.  |
|  | 25 Contributions, gifts, grants paid . . . . .   | 7,252,234.                         |                           |                         | 7,981,139.  |
| 26 Total expenses and disbursements. Add lines 24 and 25 . . . . .   | 16,667,867.  | 1,874,892.                         | 0.                        | 14,663,221.             |   |
| 27 Subtract line 26 from line 12:  |  |                                    |                           |                         |   |
| a Excess of revenue over expenses and disbursements . . . . .  | 59,934,583.  |                                    |                           |                         |   |
| b Net investment income (if negative, enter -0-) . . . . .   |  | 1,139,281.                         |                           |                         |   |
| c Adjusted net income (if negative, enter -0-) . . . . .   |  |                                    | -0-                       |                         |   |

- If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** and check this box  **X**. Note. Only complete Part II if you have already been granted an automatic 3-month extension on a previously filed Form 8868.
- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** (on page 1).

**Part II Additional (Not Automatic) 3-Month Extension of Time. Only file the original (no copies needed).**

|   |  |  |
|---|--|--|
| Type or print<br>File by the extended due date for filing the return. See instructions. | Name of Exempt Organization<br>PETER G. PETERSON FOUNDATION  | Employer identification number<br>26-0316905 |
|   | Number, street, and room or suite no. If a P.O. box, see instructions.<br>712 FIFTH AVENUE, 48TH FLOOR         | For IRS use only                             |
|   | City, town or post office, state, and ZIP code. For a foreign address, see instructions.<br>NEW YORK, NY 10019 |  |

Check type of return to be filed (File a separate application for each return):

|                                      |   |                                      |                                    |
|--------------------------------------|---|--------------------------------------|------------------------------------|
| <input type="checkbox"/> Form 990    | <input checked="" type="checkbox"/> Form 990-PF                   | <input type="checkbox"/> Form 1041-A | <input type="checkbox"/> Form 6069 |
| <input type="checkbox"/> Form 990-BL | <input type="checkbox"/> Form 990-T (sec. 401(a) or 408(a) trust) | <input type="checkbox"/> Form 4720   | <input type="checkbox"/> Form 8870 |
| <input type="checkbox"/> Form 990-EZ | <input type="checkbox"/> Form 990-T (trust other than above)      | <input type="checkbox"/> Form 5227   |                                    |

**STOP! Do not complete Part II if you were not already granted an automatic 3-month extension on a previously filed Form 8868.**

- The books are in the care of  PAUL L NEWMAN  
Telephone No.  212 542-9240 FAX No.  212 542-9249
- If the organization does not have an office or place of business in the United States, check this box
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) . If this is for the whole group, check this box . If it is for part of the group, check this box  and attach a list with the names and EINs of all members the extension is for.

4 I request an additional 3-month extension of time until 02/15/2011

5 For calendar year       , or other tax year beginning 04/01/2009 and ending 03/31/2010

6 If this tax year is for less than 12 months, check reason:  Initial return  Final return  Change in accounting period

7 State in detail why you need the extension ADDITIONAL TIME IS NEEDED TO COLLECT ALL THE INFORMATION NECESSARY TO FILE A COMPLETE AND ACCURATE RETURN.

|   |       |         |
|---|-------|---------|
| 8a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.   | 8a \$ | 50,000. |
| b If this application is for Form 990-PF, 990-T, 4720, or 6069, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit and any amount paid previously with Form 8868. | 8b \$ | 50,000. |
| c <b>Balance Due.</b> Subtract line 8b from line 8a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions.       | 8c \$ | 0.      |

**Signature and Verification**

Under penalties of perjury, I declare that I have examined this form, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete, and that I am authorized to prepare this form.

Signature  *James T. Taylor* Title  CPA Date  11/8/10

ERNST & YOUNG U.S. LLP  
5 TIMES SQUARE  
NEW YORK, NY 10036

# Application for Extension of Time To File an Exempt Organization Return

▶ **File a separate application for each return.**

- If you are filing for an **Automatic 3-Month Extension**, complete only **Part I** and check this box
  - If you are filing for an **Additional (Not Automatic) 3-Month Extension**, complete only **Part II** (on page 2 of this form).
- Do not complete Part II unless** you have already been granted an automatic 3-month extension on a previously filed Form 8868.

**Part I Automatic 3-Month Extension of Time.** Only submit original (no copies needed).

A corporation required to file Form 990-T and requesting an automatic 6-month extension - check this box and complete Part I only

*All other corporations (including 1120-C filers), partnerships, REMICs, and trusts must use Form 7004 to request an extension of time to file income tax returns.*

**Electronic Filing (e-file).** Generally, you can electronically file Form 8868 if you want a 3-month automatic extension of time to file one of the returns noted below (6 months for a corporation required to file Form 990-T). However, you cannot file Form 8868 electronically if (1) you want the additional (not automatic) 3-month extension or (2) you file Forms 990-BL, 6069, or 8870, group returns, or a composite or consolidated Form 990-T. Instead, you must submit the fully completed and signed page 2 (Part II) of Form 8868. For more details on the electronic filing of this form, visit [www.irs.gov/efile](http://www.irs.gov/efile) and click on *e-file for Charities & Nonprofits*.

|  |   |   |
|--|---|---|
| <b>Type or print</b><br><br>File by the due date for filing your return. See instructions. | Name of Exempt Organization<br><b>PETER G. PETERSON FOUNDATION</b>  | Employer identification number<br><b>26-0316905</b> |
|  | Number, street, and room or suite no. If a P.O. box, see instructions.<br><b>712 FIFTH AVENUE, 48TH FLOOR</b>         |   |
|  | City, town or post office, state, and ZIP code. For a foreign address, see instructions.<br><b>NEW YORK, NY 10019</b> |   |

**Check type of return to be filed (file a separate application for each return):**

- |   |   |                                    |
|---|---|------------------------------------|
| <input type="checkbox"/> Form 990               | <input type="checkbox"/> Form 990-T (corporation)                 | <input type="checkbox"/> Form 4720 |
| <input type="checkbox"/> Form 990-BL            | <input type="checkbox"/> Form 990-T (sec. 401(a) or 408(a) trust) | <input type="checkbox"/> Form 5227 |
| <input type="checkbox"/> Form 990-EZ            | <input type="checkbox"/> Form 990-T (trust other than above)      | <input type="checkbox"/> Form 6069 |
| <input checked="" type="checkbox"/> Form 990-PF | <input type="checkbox"/> Form 1041-A                              | <input type="checkbox"/> Form 8870 |

• The books are in the care of ▶ PAUL L NEWMAN

Telephone No. ▶ 212 542-9240                      FAX No. ▶ 212 542-9249

- If the organization does not have an office or place of business in the United States, check this box
- If this is for a Group Return, enter the organization's four digit Group Exemption Number (GEN) \_\_\_\_\_ . If this is for the whole group, check this box  . If it is for part of the group, check this box  and attach a list with the names and EINs of all members the extension will cover.

1 I request an automatic 3-month (6 months for a corporation required to file Form 990-T) extension of time until 11/15, 2010, to file the exempt organization return for the organization named above. The extension is for the organization's return for:

- ▶  calendar year \_\_\_\_\_ or
- ▶  tax year beginning 04/01, 2009, and ending 03/31, 2010

2 If this tax year is for less than 12 months, check reason:  Initial return  Final return  Change in accounting period

|   |           |            |
|---|-----------|------------|
| 3a If this application is for Form 990-BL, 990-PF, 990-T, 4720, or 6069, enter the tentative tax, less any nonrefundable credits. See instructions.   | <b>3a</b> | \$ 50,000. |
| b If this application is for Form 990-PF or 990-T, enter any refundable credits and estimated tax payments made. Include any prior year overpayment allowed as a credit.  | <b>3b</b> | \$ 50,000. |
| c <b>Balance Due.</b> Subtract line 3b from line 3a. Include your payment with this form, or, if required, deposit with FTD coupon or, if required, by using EFTPS (Electronic Federal Tax Payment System). See instructions. | <b>3c</b> | \$ 0.      |

**Caution.** If you are going to make an electronic fund withdrawal with this Form 8868, see Form 8453-EO and Form 8879-EO for payment instructions.

For Privacy Act and Paperwork Reduction Act Notice, see Instructions.

| 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 . . . . .  | 110,395,200.   | 23,560,880.    | 23,560,880.           |
|  | 2 Savings and temporary cash investments . . . . .   |  |                |                       |
|  | 3 Accounts receivable ▶ 0.   |  |                |                       |
|  | Less: allowance for doubtful accounts ▶  | 24,590.  | 0.             | 0.                    |
|  | 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 16 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 . . . . .  | 21,261.  | 56,267.        | 56,267.               |
|  | 10 a Investments - U.S. and state government obligations (attach schedule)   |  |                |                       |
|  | b Investments - corporate stock (attach schedule) ATCH 10  | 3,063,754.   | 10,754,203.    | 10,754,203.           |
|  | c Investments - corporate bonds (attach schedule)  |  |                |                       |
|  | Liabilities  | 11 Investments - land, buildings, and equipment: basis   |                |                       |
| Less: accumulated depreciation (attach schedule) ▶   |  |  |                |                       |
| 12 Investments - mortgage loans  |  |  |                |                       |
| 13 Investments - other (attach schedule) ATCH 11   |  | 143,014,601.   | 350,574,567.   | 350,574,567.          |
| 14 Land, buildings, and equipment: basis   |  |  |                |                       |
| Less: accumulated depreciation (attach schedule) ▶   |  | 81,314.  | 81,314.        | 81,314.               |
| 15 Other assets (describe ▶)   |  |  |                |                       |
| 16 Total assets (to be completed by all filers - see the instructions. Also, see page 1, item I) |  | 256,600,720.   | 385,027,231.   | 385,027,231.          |
| 17 Accounts payable and accrued expenses . . . . .   |  | 447,471.   | 885,468.       |                       |
| 18 Grants payable . . . . .  |  | 2,886,000.   | 2,157,095.     |                       |
| 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 ▶ ATCH 12)  | 0.   | 635,135.   |                |                       |
| 23 Total liabilities (add lines 17 through 22)   | 3,333,471.   | 3,677,698.   |                |                       |
| Net Assets or Fund Balances  | Foundations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.   |  |                |                       |
|  | 24 Unrestricted . . . . .  | 253,267,249.   | 381,349,533.   |                       |
|  | 25 Temporarily restricted . . . . .  |  |                |                       |
|  | 26 Permanently restricted . . . . .  |  |                |                       |
|  | Foundations that do not follow SFAS 117, check here and complete lines 27 through 31. <input type="checkbox"/>                           |  |                |                       |
|  | 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)                           | 253,267,249.   | 381,349,533.   |                |                       |
| 31 Total liabilities and net assets/fund balances (see page 17 of the instructions)              | 256,600,720.   | 385,027,231.   |                |                       |

| 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 | 253,267,249. |
| 2   | Enter amount from Part I, line 27a   | 2 | 59,934,583.  |
| 3   | Other increases not included in line 2 (itemize) ▶ ATTACHMENT 13   | 3 | 68,147,701.  |
| 4   | Add lines 1, 2, and 3  | 4 | 381,349,533. |
| 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 | 381,349,533. |

**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<br>P-Purchase<br>D-Donation | (c) Date acquired<br>(mo., day, yr.) | (d) Date sold<br>(mo., day, yr.) |
|--|--|---|---|--|--------------------------------------|----------------------------------|
| 1a SEE PART IV SCHEDULE  |  |   |   |  |                                      |                                  |
| b  |  |   |   |  |                                      |                                  |
| c  |  |   |   |  |                                      |                                  |
| d  |  |   |   |  |                                      |                                  |
| e  |  |   |   |  |                                      |                                  |
| (e) Gross sales price  | (f) Depreciation allowed<br>(or allowable) | (g) Cost or other basis<br>plus expense of sale | (h) Gain or (loss)<br>(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  |  |   | (i) Gains (Col. (h) gain minus<br>col. (k), but not less than -0-) or<br>Losses (from col. (h)) |  |                                      |                                  |
| (i) F.M.V. as of 12/31/69  | (j) Adjusted basis<br>as of 12/31/69       | (k) Excess of col. (i)<br>over col. (j), if any |   |  |                                      |                                  |
| a  |  |   |   |  |                                      |                                  |
| b  |  |   |   |  |                                      |                                  |
| c  |  |   |   |  |                                      |                                  |
| d  |  |   |   |  |                                      |                                  |
| e  |  |   |   |  |                                      |                                  |
| 2 Capital gain net income or (net capital loss) . . . . .  |  |   |   | 2  | -1,768,244.                          |                                  |
| 3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6):<br>If gain, also enter in Part I, line 8, column (c) (see pages 13 and 17 of the instructions).<br>If (loss), enter -0- in Part I, line 8, . . . . . |  |   |   |  |                                      |                                  |

**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.

| (a)<br>Base period years<br>Calendar year (or tax year beginning in)  | (b)<br>Adjusted qualifying distributions | (c)<br>Net value of noncharitable-use assets | (d)<br>Distribution ratio<br>(col. (b) divided by col. (c)) |   |              |
|---|--|--|---|---|--------------|
| 2008  | 18,945,884.                              | 189,516,449.                                 | 0.099970  |   |              |
| 2007  | 256,655.                                 | 45,945,312.                                  | 0.005586  |   |              |
| 2006  |  |  |   |   |              |
| 2005  |  |  |   |   |              |
| 2004  |  |  |   |   |              |
| 2 Total of line 1, column (d) . . . . .   |  |  |   | 2 | 0.105556     |
| 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 | 0.052778     |
| 4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5 . . . . .  |  |  |   | 4 | 393,579,327. |
| 5 Multiply line 4 by line 3 . . . . .   |  |  |   | 5 | 20,772,330.  |
| 6 Enter 1% of net investment income (1% of Part I, line 27b) . . . . .  |  |  |   | 6 | 11,393.      |
| 7 Add lines 5 and 6 . . . . .   |  |  |   | 7 | 20,783,723.  |
| 8 Enter qualifying distributions from Part XII, line 4 . . . . .<br>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 18. |  |  |   | 8 | 14,663,221.  |

**Part VI Excise 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.<br>Date of ruling or determination letter: _____ (attach copy of ruling 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  | 22,786. |
| 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  | 22,786. |
| 4  | Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)  | 4  | 0.      |
| 5  | Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-  | 5  | 22,786. |
| 6  | Credits/Payments:  |    |         |
| a  | 2009 estimated tax payments and 2008 overpayment credited to 2009  | 6a | 50,000. |
| b  | Exempt foreign organizations-tax withheld at source  | 6b | 0.      |
| c  | Tax paid with application for extension of time to file (Form 8868)  | 6c | 0.      |
| d  | Backup withholding erroneously withheld  | 6d |         |
| 7  | Total credits and payments. Add lines 6a through 6d  | 7  | 50,000. |
| 8  | Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> if Form 2220 is attached  | 8  | 81.     |
| 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 | 27,133. |
| 11 | Enter the amount of line 10 to be: Credited to 2010 estimated tax <input type="checkbox"/> 27,133. Refunded <input type="checkbox"/>   | 11 |         |

**Part VII-A Statements Regarding Activities**

|    | Yes | No |
|----|-----|----|
| 1a |     | X  |
| 1b |     | X  |
| 1c |     | X  |
| 2  |     | X  |
| 3  |     | X  |
| 4a | X   |    |
| 4b | X   |    |
| 5  |     | X  |
| 6  | X   |    |
| 7  | X   |    |
| 8b | X   |    |
| 9  |     | X  |
| 10 |     | X  |

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 page 20 of the instructions) . . . . . 11 X
12 Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008? . . . . . 12 X
13 Did the foundation comply with the public inspection requirements for its annual returns and exemption application? . . . . . 13 X
Website address WWW.PGPF.ORG
14 The books are in care of PAUL L NEWMAN Telephone no. 212-542-9240
Located at 712 FIFTH AVENUE, 47TH FLOOR NEW YORK, NY ZIP + 4 10019
15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041 - Check here . . . . . 15

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.

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? . . . . . Yes No X
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? . . . . . Yes No X
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? . . . . . X Yes No
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? . . . . . X Yes 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)? . . . . . Yes No X
(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.) . . . . . Yes No X
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)? . . . . . 1b X
Organizations relying on a current notice regarding disaster assistance check here . . . . .
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 2009? . . . . . 1c X
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 2009, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2009? . . . . . Yes No X
If "Yes," list the years
b Are there any years listed in 2a for which the foundation is not applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to all years listed, answer "No" and attach statement - see page 20 of the 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.
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? . . . . . Yes No X
b If "Yes," did it have excess business holdings in 2009 as a result of (1) any purchase by the foundation or disqualified persons after May 26, 1969; (2) the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest; or (3) the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2009.) . . . . . 3b
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes? . . . . . 4a X
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 2009? . . . . . 4b X

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required (continued)

- 5a During the year did the foundation pay or incur any amount to:
  - (1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?  Yes  No
  - (2) Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?  Yes  No
  - (3) Provide a grant to an individual for travel, study, or other similar purposes?  Yes  No
  - (4) Provide a grant to an organization other than a charitable, etc., organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see page 22 of the instructions)  Yes  No
  - (5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?  Yes  No
- b If any answer is "Yes" to 5a(1)-(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53.4945 or in a current notice regarding disaster assistance (see page 22 of the instructions)?  Yes  No  
Organizations relying on a current notice regarding disaster assistance check here
- c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant?  Yes  No  
If "Yes," attach the statement required by Regulations section 53.4945-5(d).
- 6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?  Yes  No
- b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?  Yes  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?  Yes  No
- b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?  Yes  No

|    |  |   |
|----|--|---|
|    |  |   |
| 5b |  |   |
| 6b |  | X |
| 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 page 22 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 |
|----------------------|---|---|---|---------------------------------------|
| ATTACHMENT 14        |   | 133,651.                                  | 12,890.   | 0.                                    |
|                      |   |   |   |                                       |
|                      |   |   |   |                                       |
|                      |   |   |   |                                       |
|                      |   |   |   |                                       |

2 Compensation of five highest-paid employees (other than those included on line 1 - see page 23 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 |
|---|---|------------------|---|---------------------------------------|
| ATTACHMENT 15   |   | 733,854.         | 64,625.   | 0.                                    |
|   |   |                  |   |                                       |
|   |   |                  |   |                                       |
|   |   |                  |   |                                       |
|   |   |                  |   |                                       |

Total number of other employees paid over \$50,000  7



**Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)**

**3 Five highest-paid independent contractors for professional services (see page 23 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 |
|---|---------------------|------------------|
| ATTACHMENT 16   |                     | 2,281,477.       |
|   |                     |                  |
|   |                     |                  |
|   |                     |                  |
|   |                     |                  |

Total number of others receiving over \$50,000 for professional services . . . . . 18

**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 EDUCATION AND OUTREACH - SEE ATTACHMENT 21          | 2,988,191. |
| 2 PUBLIC AWARENESS AND ENGAGEMENT - SEE ATTACHMENT 21 | 857,760.   |
| 3 POLICY RESEARCH AND ANALYSIS - SEE ATTACHMENT 21    | 578,387.   |
| 4   |            |

**Part IX-B Summary of Program-Related Investments (see page 23 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 NONE  |  |
| 2   |  |
| All other program-related investments. See page 24 of the instructions. |  |
| 3 NONE  |  |

Total. Add lines 1 through 3 . . . . .

**Part X Minimum Investment Return** (All domestic foundations must complete this part. Foreign foundations, see page 24 of the instructions.)

|          |   |           |              |
|----------|---|-----------|--------------|
| <b>1</b> | Fair market value of assets not used (or held for use) directly in carrying out charitable, etc., purposes:               |           |              |
| <b>a</b> | Average monthly fair market value of securities   | <b>1a</b> | 8,008,522.   |
| <b>b</b> | Average of monthly cash balances  | <b>1b</b> | 40,989,932.  |
| <b>c</b> | Fair market value of all other assets (see page 24 of the instructions)   | <b>1c</b> | 350,574,467. |
| <b>d</b> | <b>Total</b> (add lines 1a, b, and c)   | <b>1d</b> | 399,572,921. |
| <b>e</b> | Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)                 | <b>1e</b> |              |
| <b>2</b> | Acquisition indebtedness applicable to line 1 assets  | <b>2</b>  | 0.           |
| <b>3</b> | Subtract line 2 from line 1d  | <b>3</b>  | 399,572,921. |
| <b>4</b> | Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see page 25 of the instructions) | <b>4</b>  | 5,993,594.   |
| <b>5</b> | <b>Net value of noncharitable-use assets.</b> Subtract line 4 from line 3. Enter here and on Part V, line 4               | <b>5</b>  | 393,579,327. |
| <b>6</b> | <b>Minimum investment return.</b> Enter 5% of line 5  | <b>6</b>  | 19,678,966.  |

**Part XI Distributable Amount** (see page 25 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.)

|           |   |           |             |
|-----------|---|-----------|-------------|
| <b>1</b>  | Minimum investment return from Part X, line 6   | <b>1</b>  | 19,678,966. |
| <b>2a</b> | Tax on investment income for 2009 from Part VI, line 5  | <b>2a</b> | 22,786.     |
| <b>b</b>  | Income tax for 2009. (This does not include the tax from Part VI.)  | <b>2b</b> | 1,879.      |
| <b>c</b>  | Add lines 2a and 2b   | <b>2c</b> | 24,665.     |
| <b>3</b>  | Distributable amount before adjustments. Subtract line 2c from line 1                                     | <b>3</b>  | 19,654,301. |
| <b>4</b>  | Recoveries of amounts treated as qualifying distributions   | <b>4</b>  |             |
| <b>5</b>  | Add lines 3 and 4   | <b>5</b>  | 19,654,301. |
| <b>6</b>  | Deduction from distributable amount (see page 25 of the instructions)                                     | <b>6</b>  |             |
| <b>7</b>  | <b>Distributable amount as adjusted.</b> Subtract line 6 from line 5. Enter here and on Part XIII, line 1 | <b>7</b>  | 19,654,301. |

**Part XII Qualifying Distributions** (see page 25 of the instructions)

|          |   |           |             |
|----------|---|-----------|-------------|
| <b>1</b> | Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes:  |           |             |
| <b>a</b> | Expenses, contributions, gifts, etc. - total from Part I, column (d), line 26   | <b>1a</b> | 14,663,221. |
| <b>b</b> | Program-related investments - total from Part IX-B  | <b>1b</b> | 0.          |
| <b>2</b> | Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes   | <b>2</b>  | 0.          |
| <b>3</b> | Amounts set aside for specific charitable projects that satisfy the:  |           |             |
| <b>a</b> | Suitability test (prior IRS approval required)  | <b>3a</b> | 0.          |
| <b>b</b> | Cash distribution test (attach the required schedule)   | <b>3b</b> | 0.          |
| <b>4</b> | <b>Qualifying distributions.</b> Add lines 1a through 3b. Enter here and on Part V, line 8, and Part XIII, line 4   | <b>4</b>  | 14,663,221. |
| <b>5</b> | 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 page 26 of the instructions) | <b>5</b>  | N/A         |
| <b>6</b> | <b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4   | <b>6</b>  | 14,663,221. |

**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 26 of the instructions)

|  | (a)<br>Corpus | (b)<br>Years prior to 2008 | (c)<br>2008 | (d)<br>2009 |
|--|---------------|----------------------------|-------------|-------------|
| 1 Distributable amount for 2009 from Part XI, line 7   |               |                            |             | 19,654,301. |
| 2 Undistributed income, if any, as of the end of 2009:   |               |                            |             |             |
| a Enter amount for 2008 only   |               |                            |             |             |
| b Total for prior years: 20 07, 20 06, 20 05   |               |                            |             |             |
| 3 Excess distributions carryover, if any, to 2009:   |               |                            |             |             |
| a From 2004  |               |                            |             |             |
| b From 2005  |               |                            |             |             |
| c From 2006  |               |                            |             |             |
| d From 2007  |               |                            |             |             |
| e From 2008  | 7,908,077.    |                            |             |             |
| f Total of lines 3a through e  | 7,908,077.    |                            |             |             |
| 4 Qualifying distributions for 2009 from Part XII, line 4: ▶ \$ 14,663,221.  |               |                            |             |             |
| a Applied to 2008, but not more than line 2a   |               |                            |             |             |
| b Applied to undistributed income of prior years (Election required - see page 26 of the instructions)   |               |                            |             |             |
| c Treated as distributions out of corpus (Election required - see page 26 of the instructions)   |               |                            |             |             |
| d Applied to 2009 distributable amount   |               |                            |             | 14,663,221. |
| e Remaining amount distributed out of corpus   | 0.            |                            |             |             |
| 5 Excess distributions carryover applied to 2009 (if an amount appears in column (d), the same amount must be shown in column (a).)  | 4,991,080.    |                            |             | 4,991,080.  |
| 6 Enter the net total of each column as indicated below:   |               |                            |             |             |
| a Corpus. Add lines 3f, 4c, and 4e. Subtract line 5  | 2,916,997.    |                            |             |             |
| 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 page 27 of the instructions  |               |                            |             |             |
| e Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount - see page 27 of the instructions   |               |                            |             |             |
| f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010.   |               |                            |             |             |
| 7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions)                   |               |                            |             |             |
| 8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see page 27 of the instructions)   |               |                            |             |             |
| 9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a  | 2,916,997.    |                            |             |             |
| 10 Analysis of line 9:   |               |                            |             |             |
| a Excess from 2005   |               |                            |             |             |
| b Excess from 2006   |               |                            |             |             |
| c Excess from 2007   |               |                            |             |             |
| d Excess from 2008   | 2,916,997.    |                            |             |             |
| e Excess from 2009   |               |                            |             |             |

**Part XIV Private Operating Foundations** (see page 27 of the instructions and Part VII-A, question 9) NOT APPLICABLE

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2009, enter the date of the ruling . . . . .

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

|   | Tax year | Prior 3 years |          |          | (e) Total |
|---|----------|---------------|----------|----------|-----------|
|   | (a) 2009 | (b) 2008      | (c) 2007 | (d) 2006 |           |
| 2a 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 Supplementary Information** (Complete this part only if the foundation had \$5,000 or more in assets at any time during the year - see page 28 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).)

PETER G. PETERSON

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.

N/A

**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 page 28 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:

ATTACHMENT 17

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

N/A

c Any submission deadlines:

INQUIRIES ARE ACCEPTED AT ANY TIME DURING THE YEAR

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

ATTACHMENT 18

**Part XV Supplementary Information (continued)**

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

| Recipient<br>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><i>a Paid during the year</i></p> <p>ATTACHMENT 19</p>        |   |                                |                                  |                   |
| <b>Total. . . . .</b>  |   |                                |                                  | <b>7,981,139.</b> |
| <p><i>b Approved for future payment</i></p> <p>ATTACHMENT 20</p> |   |                                |                                  |                   |
| <b>Total. . . . .</b>  |   |                                |                                  | <b>2,157,095.</b> |

Form 990-PF (2009)

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.

Table with 5 main columns: (a) Business code, (b) Amount, (c) Exclusion code, (d) Amount, and (e) Related or exempt function income. Rows include categories like Program service revenue, Membership dues, Interest on savings, Dividends, Net rental income, and Subtotal.

Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

Table with 2 columns: Line No. and Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes.

Part XVII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations

- 1 Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code... a Transfers from the reporting foundation to a noncharitable exempt organization of: (1) Cash (2) Other assets b Other transactions: (1) Sales of assets to a noncharitable exempt organization (2) Purchases of assets from a noncharitable exempt organization (3) Rental of facilities, equipment, or other assets (4) Reimbursement arrangements (5) Loans or loan guarantees (6) Performance of services or membership or fundraising solicitations c Sharing of facilities, equipment, mailing lists, other assets, or paid employees d If the answer to any of the above is "Yes," complete the following schedule.

Table with 4 columns: (a) Line no., (b) Amount involved, (c) Name of noncharitable exempt organization, (d) Description of transfers, transactions, and sharing arrangements. Includes N/A entries.

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code... 2b If "Yes," complete the following schedule.

Table with 3 columns: (a) Name of organization, (b) Type of organization, (c) Description of relationship.

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

Signature and Title section containing: Signature of officer or trustee, Date (Feb. 10, 2011), Title (Treasurer), Preparer's signature, Date (2/9/11), Check if self-employed, Preparer's identifying number, Firm's name (ERNST & YOUNG U.S. LLP), address (99 WOOD AVENUE, ISELIN, NJ), EIN (34-6565596), and Phone no. (732-516-4200).

**FORM 990-PF - PART IV  
CAPITAL GAINS AND LOSSES FOR TAX ON INVESTMENT INCOME**

| Kind of Property                             |                                       | Description  |                          |                                 |                                    | P<br>or<br>D | Date<br>acquired     | Date sold  |
|--|---------------------------------------|--|--------------------------|---------------------------------|------------------------------------|--------------|----------------------|------------|
| Gross sale<br>price less<br>expenses of sale | Depreciation<br>allowed/<br>allowable | Cost or<br>other<br>basis                                  | FMV<br>as of<br>12/31/69 | Adj. basis<br>as of<br>12/31/69 | Excess of<br>FMV over<br>adj basis |              | Gain<br>or<br>(loss) |            |
| 3,722,217.                                   |                                       | BONDS<br>PROPERTY TYPE: OTHER<br>3,351,97                  |                          |                                 |                                    | P            | 07/10/2009           | 11/24/2009 |
|  |                                       |  |                          |                                 |                                    |              | 370,238.             |            |
|  |                                       |  |                          |                                 |                                    | P            | VAR                  | VAR        |
|  |                                       | L/T CAPITAL GAIN FROM PARTNERSHIPS<br>PROPERTY TYPE: OTHER |                          |                                 |                                    |              | (2,423,122)          |            |
|  |                                       | S/T CAPITAL GAIN FROM PARTNERSHIPS<br>PROPERTY TYPE: OTHER |                          |                                 |                                    | P            | VAR                  | VAR        |
|  |                                       |  |                          |                                 |                                    |              | 284,640.             |            |
| TOTAL GAIN (LOSS) .....                      |                                       |  |                          |                                 |                                    |              | <u>(1,768,244)</u>   |            |



**Schedule of Contributors**

**2009**

▶ Attach to Form 990, 990-EZ, or 990-PF.

|  |  |
|--|--|
| Name of the organization<br>PETER G. PETERSON FOUNDATION | Employer identification number<br>26-0316905 |
|--|--|

Organization type (check one):

- |                    |  |
|--------------------|--|
| Filers of:         | Section:   |
| Form 990 or 990-EZ | <input type="checkbox"/> 501(c)( ) (enter number) organization                                     |
|                    | <input type="checkbox"/> 4947(a)(1) nonexempt charitable trust not treated as a private foundation |
|                    | <input type="checkbox"/> 527 political organization  |
| Form 990-PF        | <input checked="" type="checkbox"/> 501(c)(3) exempt private foundation                            |
|                    | <input type="checkbox"/> 4947(a)(1) nonexempt charitable trust treated as a private foundation     |
|                    | <input type="checkbox"/> 501(c)(3) taxable private foundation                                      |

Check if your organization is covered by the **General Rule** or a **Special Rule**.  
**Note.** Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule. See instructions.

**General Rule**

- For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, \$5,000 or more (in money or property) from any one contributor. Complete Parts I and II.

**Special Rules**

- For a section 501(c)(3) organization filing Form 990 or 990-EZ that met the 33 1/3% support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), and received from any one contributor, during the year, a contribution of the greater of (1) \$5,000 or (2) 2% of the amount on (i) Form 990, Part VIII, line 1h or (ii) Form 990-EZ, line 1. Complete Parts I and II.
- For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, aggregate contributions of more than \$1,000 for use *exclusively* for religious, charitable, scientific, literary, or educational purposes, or the prevention of cruelty to children or animals. Complete Parts I, II, and III.
- For a section 501(c)(7), (8), or (10) organization filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions for use *exclusively* for religious, charitable, etc., purposes, but these contributions did not aggregate to more than \$1,000. If this box is checked, enter here the total contributions that were received during the year for an *exclusively* religious, charitable, etc., purpose. Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc., contributions of \$5,000 or more during the year. . . . . ▶ \$ \_\_\_\_\_

**Caution.** An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it must answer "No" on Part IV, line 2 of its Form 990, or check the box on line H of its Form 990-EZ, or on line 2 of its Form 990-PF, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF).

|  |   |
|--|---|
| Name of organization <b>PETER G. PETERSON FOUNDATION</b> | Employer identification number<br><b>26-0316905</b> |
|--|---|

**Part I** Contributors (see instructions)

| (a)<br>No. | (b)<br>Name, address, and ZIP + 4   | (c)<br>Aggregate contributions | (d)<br>Type of contribution  |
|------------|---|--------------------------------|--|
| 1          | PETER G. PETERSON<br><br>712 FIFTH AVENUE, 48TH FLOOR<br><br>NEW YORK, NY 10019 | \$ 75,000,000.                 | Person <input checked="" type="checkbox"/><br>Payroll <input type="checkbox"/><br>Noncash <input type="checkbox"/><br><br>(Complete Part II if there is a noncash contribution.) |
|            | _____<br>_____<br>_____   | \$ _____                       | Person <input type="checkbox"/><br>Payroll <input type="checkbox"/><br>Noncash <input type="checkbox"/><br><br>(Complete Part II if there is a noncash contribution.)            |
|            | _____<br>_____<br>_____   | \$ _____                       | Person <input type="checkbox"/><br>Payroll <input type="checkbox"/><br>Noncash <input type="checkbox"/><br><br>(Complete Part II if there is a noncash contribution.)            |
|            | _____<br>_____<br>_____   | \$ _____                       | Person <input type="checkbox"/><br>Payroll <input type="checkbox"/><br>Noncash <input type="checkbox"/><br><br>(Complete Part II if there is a noncash contribution.)            |
|            | _____<br>_____<br>_____   | \$ _____                       | Person <input type="checkbox"/><br>Payroll <input type="checkbox"/><br>Noncash <input type="checkbox"/><br><br>(Complete Part II if there is a noncash contribution.)            |
|            | _____<br>_____<br>_____   | \$ _____                       | Person <input type="checkbox"/><br>Payroll <input type="checkbox"/><br>Noncash <input type="checkbox"/><br><br>(Complete Part II if there is a noncash contribution.)            |

PENALTY COMPUTATION DETAIL - FORM 2220

| <u>DATE PD</u>  | <u>UNDERPAYMENT</u> | <u>BEG. DATE</u> | <u>END DATE</u> | <u>DAYS</u> | <u>%</u> | <u>PENALTY</u> |
|---|---------------------|------------------|-----------------|-------------|----------|----------------|
| <u>QUARTER 2, RATE PERIOD 1 (09/15/2009 - 08/15/2010)</u> |                     |                  |                 |             |          |                |
| 02/12/2010  | 2,816.              | 09/15/2009       | 02/12/2010      | 150         | 4        | 46.            |
| TOTAL FOR QUARTER 2, RATE PERIOD 1                        |                     |                  |                 |             |          | <u>46.</u>     |
| <u>QUARTER 3, RATE PERIOD 1 (12/15/2009 -08/15/2010 )</u> |                     |                  |                 |             |          |                |
| 02/12/2010  | 5,456.              | 12/15/2009       | 02/12/2010      | 59          | 4        | 35.            |
| TOTAL FOR QUARTER 3, RATE PERIOD 1                        |                     |                  |                 |             |          | <u>35.</u>     |
| TOTAL UNDERPAYMENT PENALTY                                |                     |                  |                 |             |          | <u>81.</u>     |

ATTACHMENT 2FORM 990PF, PART I - DIVIDENDS AND INTEREST FROM SECURITIES

| <u>DESCRIPTION</u>                      | <u>REVENUE<br/>AND<br/>EXPENSES<br/>PER BOOKS</u> | <u>NET<br/>INVESTMENT<br/>INCOME</u> |
|---|---|--------------------------------------|
| HIGHFIELDS CAPITAL IV LP                | 633,505.  | 633,505.                             |
| FORTRESS CREDIT OPPORTUNITIES LP        | 1,129,146.  | 1,120,731.                           |
| SILCHESTER INTL INVESTORS LP            | 394,751.  | 394,751.                             |
| GENERAL ATLANTIC INVESTMENT PARTNERS LP | 279.  | 279.                                 |
| GREENHAVEN BROKERAGE                    | 127,620.  | 127,620.                             |
| FARALLON FCIP, LTD                      | 63,446.   | 63,446.                              |
| FARALLON CAPITAL INST LTD               | 6,513.  | 6,513.                               |
| WELSH, CARSON, ANDERSON, STOWE LP       | 578.  | 578.                                 |
| HIGH RISE INSTITUTIONAL PARTNERS        | 58,359.   | 58,359.                              |
| BAUPOST VALUE PARTNERS LP               | 539,239.  | 539,239.                             |
| INTEREST INCOME - FOREIGN BONDS         | 111,885.  | 111,885.                             |
| DIVIDEND INCOME - SHORT DURATION BOND   | 525,585.  | 525,585.                             |
| TOTAL                                   | <u>3,590,906.</u>                                 | <u>3,582,491.</u>                    |

FORM 990PF, PART I - OTHER INCOME

| <u>DESCRIPTION</u>                      | <u>REVENUE<br/>AND<br/>EXPENSES<br/>PER BOOKS</u> | <u>NET<br/>INVESTMENT<br/>INCOME</u> |
|---|---|--------------------------------------|
| I.O.U.S.A. FILM PRODUCTION INCOME       | 84,552.   |                                      |
| OTHER INCOME                            | 256,360.  |                                      |
| PARTNERSHIP - ORDINARY BUSINESS INCOME  |   |                                      |
| BAUPOST VALUE PARTNERS LP               | 11,358.   | 1,197.                               |
| FARALLON CAPITAL INSTITUTIONAL LTD      | 193,406.  | 193,406.                             |
| HIGHFIELDS CAPITAL IV LP                | -245.   | 3,201.                               |
| HIGHFIELDS CAPITAL IV LP - FROM PFIC    | 197,904.  | 197,904.                             |
| PARTNERSHIP - INCOME/(LOSS) FROM SWAPS  |   |                                      |
| HIGHFIELDS CAPITAL IV LP                | -52,283.  | -52,283.                             |
| PARTNERSHIP - IRC SECTION 1256 GAIN     |   |                                      |
| FARALLON CAPITAL INSTITUTIONAL LTD      | -45,132.  | -45,132.                             |
| FARALLON FCIP, LTD                      | -24,735.  | -24,735.                             |
| HIGHFIELDS CAPITAL IV LP                | -682,735.   | -682,735.                            |
| PARTNERSHIP - IRC SECTION 1231 GAIN     |   |                                      |
| BAUPOST VALUE PARTNERS LP               | 1,345.  | 1,345.                               |
| PARTNERSHIP - IRC SECTION 988 GAIN/LOSS |   |                                      |
| FARALLON CAPITAL INSTITUTIONAL LTD      | 1,004.  | 1,004.                               |
| FARALLON FCIP, LTD                      | 56,138.   | 56,138.                              |
| HIGHFIELDS CAPITAL IV LP                | -195,729.   | -195,729.                            |
| SILCHESTER INTERNATIONAL INVESTORS      | -56,972.  | -56,972.                             |
| PARTNERSHIP - OTHER PORTFOLIO INCOME    |   |                                      |
| BAUPOST VALUE PARTNERS LP               | -49,654.  | -49,654.                             |
| FARALLON FCIP, LTD                      | 561.  | 561.                                 |
| FORTRESS CREDIT OPPORTUNITIES FUND LP   | 2,058.  | 2,043.                               |
| TOTALS                                  | <u>-302,799.</u>                                  | <u>-650,441.</u>                     |

ATTACHMENT 4

FORM 990PF, PART I - LEGAL FEES

| <u>DESCRIPTION</u> | <u>REVENUE<br/>AND<br/>EXPENSES<br/>PER BOOKS</u> | <u>NET<br/>INVESTMENT<br/>INCOME</u> | <u>ADJUSTED<br/>NET<br/>INCOME</u> | <u>CHARITABLE<br/>PURPOSES</u> |
|--------------------|---|--------------------------------------|------------------------------------|--------------------------------|
| LEGAL FEES         | 211,883.  |                                      |                                    | 195,218.                       |
| TOTALS             | <u>211,883.</u>                                   | <u>0.</u>                            | <u>0.</u>                          | <u>195,218.</u>                |

ATTACHMENT 5

FORM 990PF, PART I - ACCOUNTING FEES

| <u>DESCRIPTION</u>      | <u>REVENUE<br/>AND<br/>EXPENSES<br/>PER BOOKS</u> | <u>NET<br/>INVESTMENT<br/>INCOME</u> | <u>ADJUSTED<br/>NET<br/>INCOME</u> | <u>CHARITABLE<br/>PURPOSES</u> |
|-------------------------|---|--------------------------------------|------------------------------------|--------------------------------|
| AUDIT & ACCOUNTING FEES | 88,000.   |                                      |                                    | 15,500.                        |
| TOTALS                  | <u>88,000.</u>                                    | <u>0.</u>                            | <u>0.</u>                          | <u>15,500.</u>                 |

FORM 990PF, PART I - OTHER PROFESSIONAL FEES

| <u>DESCRIPTION</u>  | <u>REVENUE<br/>AND<br/>EXPENSES<br/>PER BOOKS</u> | <u>NET<br/>INVESTMENT<br/>INCOME</u> | <u>CHARITABLE<br/>PURPOSES</u> |
|---|---|--------------------------------------|--------------------------------|
| PUBLICATION   | 23,220.   |                                      | 23,200.                        |
| PUBLIC RELATIONS  | 367,679.  |                                      | 330,608.                       |
| RECRUITING  | 180,095.  |                                      | 162,758.                       |
| INVESTMENT MANAGEMENT                                     | 376,555.  | 376,555.                             |                                |
| OTHER PROFESSIONAL FEES                                   | 344,922.  |                                      | 344,922.                       |
| INFORMATION TECHNOLOGY                                    | 29,574.   |                                      | 29,574.                        |
| INDEPENDENT CONTRACTOR                                    | 231,551.  |                                      | 169,051.                       |
| WAIVED MANAGEMENT FEE -<br>WELSH, CARSON, ANDERSON, STOWE | 94,553.   | 94,553.                              |                                |
| TOTALS  | <u>1,648,149.</u>                                 | <u>471,108.</u>                      | <u>1,060,113.</u>              |



FORM 990PF, PART I - INTEREST EXPENSE

| <u>DESCRIPTION</u>            | <u>REVENUE<br/>AND<br/>EXPENSES<br/>PER BOOKS</u> | <u>NET<br/>INVESTMENT<br/>INCOME</u> |
|-------------------------------|---|--------------------------------------|
| INVESTMENT INTEREST EXPENSE   |   |                                      |
| HIGHFIELDS CAPITAL IV LP      | 111,321.  | 111,321.                             |
| FORTRESS CREDIT OPPORTUNITIES | 7,282.  | 7,228.                               |
| FARALLON FCIP, LTD            | 583.  | 583.                                 |
| BAUPOST VALUE PARTNERS LP     | 1,054.  | 1,054.                               |
| HIGH RISE INST. PARTNERS LP   | 9,417.  | 9,417.                               |
| TOTALS                        | <u>129,657.</u>                                   | <u>129,603.</u>                      |

FORM 990PF, PART I - TAXES

| <u>DESCRIPTION</u>                                     | <u>REVENUE<br/>AND<br/>EXPENSES<br/>PER BOOKS</u> | <u>NET<br/>INVESTMENT<br/>INCOME</u> | <u>CHARITABLE<br/>PURPOSES</u> |
|--|---|--------------------------------------|--------------------------------|
| OTHER INCOME TAXES                                     | 250.  |                                      | 250.                           |
| PROVISION FOR EXCISE TAXES                             | 642,033.  |                                      |                                |
| FOREIGN TAXES - HIGHFIELDS<br>CAPITAL IV LP            | 20,800.   | 20,800.                              |                                |
| FOREIGN TAXES - SILCHESTER<br>INTL INVESTORS           | 22,167.   | 22,167.                              |                                |
| FOREIGN TAXES - GREENHAVEN                             | 151.  | 151.                                 |                                |
| FOREIGN TAXES - FARALLON<br>CAPITAL INST LTD           | 1,130.  | 1,130.                               |                                |
| FOREIGN TAXES - FARALLON FCIP,<br>LTD                  | 25.   | 25.                                  |                                |
| FOREIGN TAXES - HIGH RISE<br>INSTITUTIONAL PARTNERS LP | 249.  | 249.                                 |                                |
| FOREIGN TAXES - BAUPOST VALUE<br>PARTNERS, LP          | 148.  | 148.                                 |                                |
| TOTALS   | <u>686,953.</u>                                   | <u>44,670.</u>                       | <u>250.</u>                    |

FORM 990PF, PART I - OTHER EXPENSES

| <u>DESCRIPTION</u>             | <u>REVENUE<br/>AND<br/>EXPENSES<br/>PER BOOKS</u> | <u>NET<br/>INVESTMENT<br/>INCOME</u> | <u>CHARITABLE<br/>PURPOSES</u> |
|--------------------------------|---|--------------------------------------|--------------------------------|
| IOUSA                          | 581,661.  |                                      | 581,661.                       |
| MTVU                           | 810,013.  |                                      | 810,013.                       |
| ADVERTISING                    | 697,536.  |                                      | 697,536.                       |
| OTHER PROGRAM                  | 661,825.  |                                      | 661,825.                       |
| POLICY & ANALYSIS              | 107,500.  |                                      | 107,500.                       |
| PUBLIC OPINION RESEARCH        | 74,208.   |                                      | 74,208.                        |
| MISCELLANEOUS OFFICE EXPENSES  | 230,577.  |                                      | 220,440.                       |
| PORTFOLIO DEDUCTIONS - 2%      |   |                                      |                                |
| FARALLON CAPITAL INST LTD      | 4,247.  | 4,247.                               |                                |
| FARALLON FCIP, LTD             | 6,428.  | 6,428.                               |                                |
| FORTRESS CREDIT OPPORTUNITIES  | 45,942.   | 45,600.                              |                                |
| GENERAL ATLANTIC INV PARTNERS  | 454,790.  | 454,790.                             |                                |
| HIGHFIELDS CAPITAL IV LP       | 11,862.   | 11,862.                              |                                |
| BAUPOST VALUE PARTNERS LP      | 3,723.  | 3,723.                               |                                |
| WELSH, CARSON, ANDERSON, STOWE | 61,248.   | 61,248.                              |                                |
| HIGH RISE INST. PARTNERS LP    | 11,908.   | 11,908.                              |                                |
| PORTFOLIO - OTHER              |   |                                      |                                |
| BAUPOST VALUE PARTNERS LP      | 21.   | 21.                                  |                                |
| PARTNERSHIPS -                 |   |                                      |                                |
| ORGANIZATIONAL EXPENSES        |   |                                      |                                |
| WELSH, CARSON, ANDERSON, STOWE | 9,863.  | 9,863.                               |                                |
| GENERAL ATLANTIC INV PARTNERS  | 87.   | 87.                                  |                                |
| PARTNERSHIPS -                 |   |                                      |                                |
| SECTION 59(E)(2) EXPENDITURE   |   |                                      |                                |
| BAUPOST VALUE PARTNERS LP      | 2,826.  | 2,826.                               |                                |
| PARTNERSHIPS -                 |   |                                      |                                |
| OTHER TRADE/BUSINESS EXPENSES  |   |                                      |                                |
| BAUPOST VALUE PARTNERS LP      | 234,974.  | 234,974.                             |                                |
| HIGHFIELDS CAPITAL IV LP       | 381,934.  | 381,934.                             |                                |
| TOTALS                         | <u>4,393,173.</u>                                 | <u>1,229,511.</u>                    | <u>3,153,183.</u>              |

FORM 990PF, PART II - CORPORATE STOCKATTACHMENT 10

| <u>DESCRIPTION</u>                                    | <u>ENDING<br/>BOOK VALUE</u> | <u>ENDING<br/>FMV</u> |
|---|------------------------------|-----------------------|
| BROKERAGE ACCOUNT MANAGED BY<br>GREENHAVEN ASSOCIATES |                              |                       |
| 20,000 AGILENT TECHNOLOGIES                           | 687,800.                     | 687,800.              |
| 10000 AIR PRODUCTS & CHEMS INC                        | 739,500.                     | 739,500.              |
| 12,500 BAKER HUGHES INC                               | 585,500.                     | 585,500.              |
| 15,600 DEVON ENERGY CORP                              | 1,005,108.                   | 1,005,108.            |
| 11,000 EQT CORPORATION                                | 451,000.                     | 451,000.              |
| 11,500 FEDEX CORP                                     | 1,074,100.                   | 1,074,100.            |
| 3,000 HARTFORD FINL SVCS GROUP                        | 85,260.                      | 85,260.               |
| 2,000 NORFOLK SOUTHERN CORP                           | 111,780.                     | 111,780.              |
| 7,000 ROCKWELL COLLINS INC                            | 438,130.                     | 438,130.              |
| 11,500 3M CO  | 961,055.                     | 961,055.              |
| 12,500 UNION PACIFIC CORP                             | 916,250.                     | 916,250.              |
| 25,000 WILLIAMS COS INC                               | 808,500.                     | 808,500.              |
| 30,000 XEROX CORPORATION                              | 292,500.                     | 292,500.              |
| 8,000 BECTON DICKINSON & CO                           | 629,840.                     | 629,840.              |
| 8,000 EMERSON ELECTRIC CO COM                         | 402,720.                     | 402,720.              |
| 14,000 PALL CORP                                      | 566,860.                     | 566,860.              |
| 10,000 PERKINELMER INC COM                            | 239,000.                     | 239,000.              |
| 4,500 PRAXAIR INC                                     | 373,500.                     | 373,500.              |
| 7,500 THERMO FISHER SCIENTIFIC                        | 385,800.                     | 385,800.              |
| TOTALS  | <u>10,754,203.</u>           | <u>10,754,203.</u>    |

FORM 990PF, PART II - OTHER INVESTMENTSATTACHMENT 11

| <u>DESCRIPTION</u>             | <u>ENDING<br/>BOOK VALUE</u> | <u>ENDING<br/>FMV</u> |
|--------------------------------|------------------------------|-----------------------|
| SILCHESTER INTL INVESTORS      | 15,407,161.                  | 15,407,161.           |
| HIGHFIELDS CAPITAL IV LP       | 27,201,101.                  | 27,201,101.           |
| FARALLON CAP INST PARTNERS LP  | 8,288,440.                   | 8,288,440.            |
| TPG-AXON PARTNERS LTD.         | 8,571,017.                   | 8,571,017.            |
| REGIMENT CAPITAL LTD           | 5,743,265.                   | 5,743,265.            |
| TACONIC OPPORTUNITY FUND LTD.  | 8,997,644.                   | 8,997,644.            |
| MERCHANT'S GATE FUND LTD.      | 8,927,940.                   | 8,927,940.            |
| ETON PARK FUND LTD.            | 26,323,384.                  | 26,323,384.           |
| GSO SPECIAL SITUATIONS FUND    | 29,807,805.                  | 29,807,805.           |
| BROOKSIDE CAYMAN LTD.          | 8,601,991.                   | 8,601,991.            |
| FORTRESS CREDIT OPP. FUND LP   | 4,929,334.                   | 4,929,334.            |
| CENTERBRIDGE CREDIT PARTNERS   | 35,860,288.                  | 35,860,288.           |
| GS VINTAGE FUND V LP           | 2,400,621.                   | 2,400,621.            |
| GENERAL ATLANTIC INV. PARTNERS | 5,284,872.                   | 5,284,872.            |
| BAUPOST VALUE PARTNERS LP IV   | 14,019,029.                  | 14,019,029.           |
| WELSH CARSON ANDERSON STOWE XI | 326,416.                     | 326,416.              |
| KING STREET CAPITAL LTD.       | 9,574,356.                   | 9,574,356.            |
| CHILTON GNR INT'L LTD.         | 8,405,631.                   | 8,405,631.            |
| CONATUS CAPITAL OVERSEAS LTD.  | 8,471,770.                   | 8,471,770.            |
| CYRUS SELECT OPP. FUND LTD.    | 6,747,173.                   | 6,747,173.            |
| HIGH RISE INST. PARTNERS LP    | 5,560,156.                   | 5,560,156.            |
| CHILTON CHINA OPPORTUNITIES LP | 3,066,462.                   | 3,066,462.            |
| CHILTON PAN ASIA PACIFIC FUND  | 2,987,338.                   | 2,987,338.            |
| SOUTHPORT ENERGY PLUS          | 5,674,584.                   | 5,674,584.            |
| SAMLYN LTD.                    | 4,995,938.                   | 4,995,938.            |
| LEXINGTON CAPITAL PARTNERS VII | 22,869.                      | 22,869.               |
| SR GLOBAL FUND INC.            | 3,890,245.                   | 3,890,245.            |
| SR PHOENICIA INC.              | 3,870,336.                   | 3,870,336.            |
| DAEDALUS OFFSHORE              | 7,276,939.                   | 7,276,939.            |
| ANCHORAGE CAPITAL PARTNERS     | 7,609,137.                   | 7,609,137.            |
| CONVEXITY CAPITAL LP           | 10,000,000.                  | 10,000,000.           |
| SWIFTCURRENT LTD.              | 7,500,000.                   | 7,500,000.            |
| ACACIA CONSERVATION FUND       | 7,500,000.                   | 7,500,000.            |
| AXIAL CAPITAL LTD.             | 7,500,000.                   | 7,500,000.            |
| SPDR GOLD TRUST                | 3,271,500.                   | 3,271,500.            |

FORM 990PF, PART II - OTHER INVESTMENTS

ATTACHMENT 11 (CONT'D)

| <u>DESCRIPTION</u>                    | <u>ENDING<br/>BOOK VALUE</u> | <u>ENDING<br/>FMV</u> |
|---------------------------------------|------------------------------|-----------------------|
| JP MORGAN SHORT DURATION<br>BOND FUND | 25,959,825.                  | 25,959,825.           |
| TOTALS                                | <u>350,574,567.</u>          | <u>350,574,567.</u>   |

PETER G. PETERSON FOUNDATION

26-0316905

FORM 990PF, PART II - OTHER LIABILITIES

ATTACHMENT 12

| <u>DESCRIPTION</u>  | <u>ENDING<br/>BOOK VALUE</u> |
|---------------------|------------------------------|
| DEFERRED EXCISE TAX | 635,135.                     |
| TOTALS              | <u>635,135.</u>              |

ATTACHMENT 13

FORM 990PF, PART III - OTHER INCREASES IN NET WORTH OR FUND BALANCES

DESCRIPTION

AMOUNT

NET CHANGE IN UNREALIZED GAIN  
ON INVESTMENTS

68,147,701.

TOTAL

68,147,701.



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

ATTACHMENT 14

| <u>NAME AND ADDRESS</u>   | <u>TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION</u> | <u>COMPENSATION</u> | <u>CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS</u> | <u>EXPENSE ACCT AND OTHER ALLOWANCES</u> |
|---|---|---------------------|--|--|
| PETER G PETERSON<br>712 FIFTH AVENUE, 48TH FLOOR<br>NEW YORK, NY 10019  | DIRECTOR & CHAIRMAN<br>40.00                                | 0.                  | 0.   | 0.                                       |
| JOAN GANZ COONEY<br>712 FIFTH AVENUE, 48TH FLOOR<br>NEW YORK, NY 10019  | DIRECTOR<br>5.00  | 0.                  | 0.   | 0.                                       |
| MICHAEL A PETERSON<br>712 FIFTH AVENUE, 48TH FLOOR<br>NEW YORK, NY 10019  | DIRECTOR & VICE CHAIRMAN<br>40.00                           | 0.                  | 0.   | 0.                                       |
| DAVID M WALKER<br>712 FIFTH AVENUE, 48TH FLOOR<br>NEW YORK, NY 10019<br>COMPENSATION AND BENEFITS WERE PAID TO MR. WALKER BY PETERSON MANAGEMENT, LLC, AN ENTITY FUNDED BY PETER G. PETERSON. | PRESIDENT & CEO<br>40.00                                    | 0.                  | 0.   | 0.                                       |
| ELIZABETH WILNER<br>712 FIFTH AVENUE, 48TH FLOOR<br>NEW YORK, NY 10019  | SECRETARY<br>40.00  | 26,984.             | 2,557.   | 0.                                       |

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

ATTACHMENT 14 (CONT'D)

| <u>NAME AND ADDRESS</u>   | <u>TITLE AND AVERAGE HOURS PER WEEK DEVOTED TO POSITION</u> | <u>COMPENSATION</u> | <u>CONTRIBUTIONS TO EMPLOYEE BENEFIT PLANS</u> | <u>EXPENSE ACCT AND OTHER ALLOWANCES</u> |
|---|---|---------------------|--|--|
| EUGENE STEURLE<br>712 FIFTH AVENUE, 48TH FLOOR<br>NEW YORK, NY 10019  | VICE PRESIDENT<br>40.00                                     | 106,667.            | 10,333.  | 0.                                       |
| PAUL L NEWMAN<br>712 FIFTH AVENUE, 48TH FLOOR<br>NEW YORK, NY 10019<br>COMPENSATION AND BENEFITS ARE PAID TO MR. NEWMAN BY PETERSON MANAGEMENT, LLC, AN ENTITY FUNDED BY PETER G. PETERSON. | TREASURER & CFO<br>40.00                                    | 0.                  | 0.   | 0.                                       |
|   | GRAND TOTALS  | <u>133,651.</u>     | <u>12,890.</u>                                 | <u>0.</u>                                |

990PF, PART VIII - COMPENSATION OF THE FIVE HIGHEST PAID EMPLOYEES

ATTACHMENT 15

| <u>NAME AND ADDRESS</u>  | <u>TITLE AND AVERAGE<br/>HOURS PER WEEK<br/>DEVOTED TO POSITION</u> | <u>COMPENSATION</u> | <u>CONTRIBUTIONS<br/>TO EMPLOYEE<br/>BENEFIT PLANS</u> | <u>EXPENSE ACCT<br/>AND OTHER<br/>ALLOWANCES</u> |
|--|---|---------------------|--|--|
| LIA MACKO<br>712 FIFTH AVENUE, 48TH FLOOR<br>NEW YORK, NY 10019      | DIR. GRANTS/PROJECTS<br>40.00                                       | 208,583.            | 18,992.  | 0.   |
| SUSAN TANAKA<br>712 FIFTH AVENUE, 48TH FLOOR<br>NEW YORK, NY 10019   | DIR. CIT ED & ENGMNT<br>40.00                                       | 181,250.            | 17,792.  | 0.   |
| JACQUELINE LEO<br>712 FIFTH AVENUE, 48TH FLOOR<br>NEW YORK, NY 10019 | DIR DIG/OPER. OUTRCH<br>40.00                                       | 121,833.            | 7,614.   | 0.   |
| MYRA SUNG<br>712 FIFTH AVENUE, 48TH FLOOR<br>NEW YORK, NY 10019      | PUBLIC AFFAIRS MNGR<br>40.00  | 117,625.            | 11,762.  | 0.   |
| MATTHEW HELM<br>712 FIFTH AVENUE, 48TH FLOOR<br>NEW YORK, NY 10019   | RESEARCH MANAGER<br>40.00   | 104,563.            | 8,465.   | 0.   |
|  | TOTAL COMPENSATION  | <u>733,854.</u>     | <u>64,625.</u>   | <u>0.</u>  |

990PF, PART VIII- COMPENSATION OF THE FIVE HIGHEST PAID PROFESSIONALSATTACHMENT 16

| <u>NAME AND ADDRESS</u>  | <u>TYPE OF SERVICE</u> | <u>COMPENSATION</u> |
|--|------------------------|---------------------|
| MTV NETWORKS<br>1515 BROADWAY<br>NEW YORK, NY 10036                      | MEDIA & ADVERTISING    | 810,013.            |
| THE BRIDGESPAN GROUP<br>112 W 34TH ST<br>NEW YORK, NY 10001              | PLANNING/RECRUITING    | 460,907.            |
| EAST END ADVISORS, LLC<br>610 FIFTH AVE, SUITE 506<br>NEW YORK, NY 10020 | INVESTMENT MGMT.       | 376,555.            |
| EDELMAN<br>250 HUDSON STREET, 16TH FLOOR<br>NEW YORK, NY 10013           | WEBSITE/DIGITAL        | 353,240.            |
| RATIONAL PUBLIC RELATIONS<br>1501 M STREET<br>WASHINGTON, DC 20005       | PUBLIC RELATIONS       | 280,762.            |
|  | TOTAL COMPENSATION     | <u>2,281,477.</u>   |

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

INITIAL GRANT INQUIRIES ARE  
ACCEPTED VIA EMAIL TO  
INQUIRIES@PGPF.ORG.

990PF, PART XV - RESTRICTIONS OR LIMITATIONS ON AWARDS

PETER G. PETERSON FOUNDATION GENERAL GRANT ELIGIBILITY GUIDELINES:

THE PETER G. PETERSON FOUNDATION:

- CONSIDERS GRANT REQUESTS WITH DIRECT RELEVANCE TO THE FOUNDATION'S PRIORITIES
- GENERALLY AWARDS GRANTS TO U.S. BASED, TAX EXEMPT NONPROFIT ORGANIZATIONS
- PREFERS TO SUPPORT ORGANIZATIONS WITH ANNUAL OPERATING BUDGETS OF \$1 MILLION +
- PREFERS TO PARTNER WITH ORGANIZATIONS THAT HAVE BEEN IN EXISTENCE 2+ YEARS
- SEEKS PROPOSALS FROM ORGANIZATIONS THAT ARE REGIONAL OR NATIONAL IN SCOPE AND HAVE THE ABILITY TO IMPLEMENT PROGRAMMING NATIONWIDE

THE PETER G. PETERSON FOUNDATION DOES NOT PARTICIPATE IN ACTIVITIES PROHIBITED FOR PRIVATE FOUNDATIONS AND DOES NOT GENERALLY ENGAGE IN CERTAIN OTHER PRACTICES, INCLUDING, BUT NOT LIMITED TO:

- PROVIDING GENERAL OPERATING SUPPORT, UNRESTRICTED GRANTS OR FUNDING INDIRECT EXPENSES
- PROVIDING GRANTS TO FOREIGN ORGANIZATIONS
- PROVIDING CONTRIBUTIONS TO OTHER PRIVATE GRANT-MAKING FOUNDATIONS
- DONATING TO INDIVIDUALS OR POLITICAL, SOCIAL OR FRATERNAL ORGANIZATIONS
- CONTRIBUTING TO CAPITAL CAMPAIGNS, ANNUAL APPEALS, OR ONGOING SPONSORSHIPS
- UNDERWRITING CHAIRS, ENDOWMENTS OR SCHOLARSHIPS SPONSORED BY ACADEMIC OR NONPROFIT INSTITUTIONS
- FUNDING POLITICAL PARTIES OR ELECTION CAMPAIGNS
- SUPPORTING RAFFLES, TELETHONS, WALK-A-THONS OR AUCTIONS
- SUPPORTING OF INSTITUTIONS THAT DISCRIMINATE ON THE BASIS OF RACE, CREED, GENDER, NATIONAL ORIGIN, AGE, DISABILITY OR SEXUAL ORIENTATION IN POLICY OR PRACTICE

FORM 990PF, PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEARATTACHMENT 19

| <u>RECIPIENT NAME AND ADDRESS</u>   | <u>FOUNDATION STATUS OF RECIPIENT</u> | <u>PURPOSE OF GRANT OR CONTRIBUTION</u>   | <u>AMOUNT</u> |
|---|---------------------------------------|---|---------------|
| AMERICA SPEAKS<br>1050 17TH STREET, STE 350<br>WASHINGTON, DC 20036                                     | 509(A)(2)                             | TO CONVENE A NATIONAL DISCUSSION ON THE FISCAL FUTURE AND PROVIDE CITIZENS WITH AN OPPORTUNITY TO CONSIDER OPTIONS TO ADDRESS LONG-TERM BUDGET CHALLENGES.  | 676,868.      |
| AMERICAN SOCIETY FOR PUBLIC ADMINISTRATION<br>1301 PENNSYLVANIA AVE NW, STE 840<br>WASHINGTON, DC 20004 | 509(A)(2)                             | TO SUPPORT THE 2010 ASPA ANNUAL CONFERENCE TO PROVIDE PARTICIPANTS AN OPPORTUNITY TO LEARN ABOUT PUBLIC ADMINISTRATION AND RECENT DEVELOPMENTS IN FEDERAL, STATE AND LOCAL FISCAL AFFAIRS.  | 30,000.       |
| AMERICAN SOCIETY FOR PUBLIC ADMINISTRATION<br>1301 PENNSYLVANIA AVE NW, STE 840<br>WASHINGTON, DC 20004 | 509(A)(2)                             | TO SUPPORT THE 2009 ASPA ANNUAL CONFERENCE TO PROVIDE PARTICIPANTS AN OPPORTUNITY TO LEARN ABOUT PUBLIC ADMINISTRATION AND RECENT DEVELOPMENT IN FEDERAL, STATE AND LOCAL FISCAL AFFAIRS.   | 15,000.       |
| CENTER FOR THE STUDY OF THE PRESIDENCY<br>1020 19TH STREET, NW, SUITE 250<br>WASHINGTON, DC 20036       | 509(A)(1)                             | TO SUPPORT A COMPREHENSIVE NET ASSESSMENT TO HELP GUIDE THE NEW PRESIDENT IN DEVELOPING A STRATEGIC ROADMAP FOR ADDRESSING AND CONFRONTING THE NATION'S MOST URGENT CHALLENGES.   | 350,000.      |
| COMMITTEE FOR ECONOMIC DEVELOPMENT<br>2000 L STREET NW, STE 700<br>WASHINGTON, DC 20036                 | 509(A)(1)                             | TO SUPPORT ENLISTMENT OF SENIOR CORPORATE EXECUTIVES AND NEXT GENERATION BUSINESS LEADERS IN FISCAL REFORM EFFORTS, EVENTS PROMOTING FISCAL RESPONSIBILITY, AND ONLINE OUTREACH AND BUSINESS SCHOOL INITIATIVES FOCUSED ON LONG-TERM FISCAL CHALLENGES. | 300,000.      |

FORM 990FF, PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEARATTACHMENT 19 (CONT'D)

| <u>RECIPIENT NAME AND ADDRESS</u>  | <u>FOUNDATION STATUS OF RECIPIENT</u> | <u>PURPOSE OF GRANT OR CONTRIBUTION</u>   | <u>AMOUNT</u> |
|--|---------------------------------------|---|---------------|
| CONCORD COALITION<br>1011 ARLINGTON BLVD, SUITE 300<br>ARLINGTON, VA 22209             | 509(A) (2)                            | TO SUPPORT THE FISCAL WAKE UP TOUR (A SERIES OF TOWN HALL MEETINGS) AND OTHER ACTIVITIES TO ENGAGE THE PUBLIC ON FISCAL POLICY MATTERS.   | 1,000,000.    |
| CONCORD COALITION<br>1011 ARLINGTON BLVD, SUITE 300<br>ARLINGTON, VA 22209             | 509(A) (2)                            | TO SUPPORT THE CONCORD COALITION'S EFFORTS TO EDUCATE THE PUBLIC ABOUT THE CAUSES AND CONSEQUENCES OF FEDERAL BUDGET DEFICITS, THE LONG-TERM CHALLENGES FACING AMERICA'S UNSUSTAINABLE ENTITLEMENT PROGRAMS, AND HOW TO BUILD A SOUND ECONOMY FOR FUTURE GENERATIONS. | 1,000,000.    |
| CONCORD COALITION<br>1011 ARLINGTON BLVD, SUITE 300<br>ARLINGTON, VA 22209             | 509(A) (2)                            | TO SUPPORT THE YOUTH ACTION CONFERENCE TO ENGAGE MILLENNIALS IN A DISCUSSION OF FISCAL ISSUES.  | 46,560.       |
| HOPE STREET GROUP<br>400 S HOPE ST STE 800<br>LOS ANGELES, CA 90071                    | 509(A) (2)                            | TO SUPPORT THE BIPARTISAN WORKING GROUP ON HEALTHCARE.  | 10,000.       |
| INSTITUTE FOR HEALTHCARE IMPROVEMENT<br>20 UNIVERSITY RD, STE 7<br>CAMBRIDGE, MA 02138 | 509(A) (2)                            | TO SUPPORT THE SYMPOSIUM, "HOW DO THEY DO IT? LOW-COST, HIGH QUALITY HEALTH CARE IN AMERICA," TO LEARN FROM THE EXPERIENCES OF HIGH-VALUE HEALTH CARE SYSTEMS.  | 40,000.       |
| MOBILIZING AMERICAS YOUTH  | 509(A) (1)                            | TO SUPPORT THE DEMOCRACY 2.0 CAMPAIGN TO ENGAGE MILLENNIALS ON FISCAL ISSUES.   | 240,000.      |



FORM 990PE, PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEARATTACHMENT 19 (CONT'D)

| <u>RECIPIENT NAME AND ADDRESS</u>  | <u>FOUNDATION STATUS OF RECIPIENT</u> | <u>PURPOSE OF GRANT OR CONTRIBUTION</u>   | <u>AMOUNT</u> |
|--|---------------------------------------|---|---------------|
| NAF/COMMITTEE FOR A RESPONSIBLE FEDERAL BUDGET<br>1630 CONNECTICUT AVENUE, 7TH FLOOR<br>WASHINGTON, DC 20009 | 509(A) (1)                            | TO SUPPORT THE PETERSON-PEW COMMISSION'S EFFORTS<br>TO EVALUATE THE FEDERAL BUDGET PROCESS AND MAKE<br>RECOMMENDATIONS TO IMPROVE IT.   | 656,000.      |
| NATIONAL ACADEMY OF PUBLIC ADMINISTRATION<br>900 7TH STREET NW, STE 600<br>WASHINGTON, DC 20001              | 509(A) (3) TYPE 1                     | TO SUPPORT THE DEVELOPMENT OF BUDGETBALL, A<br>"FISCAL SPORT" FOR USE IN PROMOTING FINANCIAL AND<br>FISCAL LITERACY AMONG COLLEGE STUDENTS.   | 226,621.      |
| NUCLEAR THREAT INITIATIVE<br>1747 PENNSYLVANIA AVENUE, NW 7TH FLOOR<br>WASHINGTON, DC 20006                  | 509(A) (1)                            | TO SUPPORT THE ESTABLISHMENT OF THE WORLD<br>INSTITUTE FOR NUCLEAR SECURITY, A NEW<br>INTERNATIONAL ORGANIZATION TO HELP NUCLEAR<br>SECURITY PRACTITIONERS IMPLEMENT MORE EFFECTIVE<br>AND EFFICIENT PROGRAMS TO SECURE NUCLEAR<br>MATERIALS.   | 1,000,000.    |
| PARTNERSHIP FOR PUBLIC SERVICE<br>1100 NEW YORK AVENUE NW SUITE 1090 EAST<br>WASHINGTON, DC 20005            | 509(A) (1)                            | TO SUPPORT A CONFERENCE PROMOTING REVITALIZATION<br>OF THE PUBLIC SERVICE AND IMPROVE GOVERNMENT<br>PERFORMANCE.  | 35,000.       |
| PETERSON INSTITUTE FOR INTERNATIONAL ECONOMICS<br>1750 MASSACHUSETTS AVENUE<br>WASHINGTON, DC 20036          | 509(A) (1)                            | TO SUPPORT RESEARCH ON THE INTERNATIONAL<br>DIMENSIONS OF THE U.S. FINANCIAL IMBALANCES,<br>INCLUDING A COMPREHENSIVE APPRAISAL OF THE<br>OUTLOOK FOR CHINA'S POSITIONS AND POLICIES, AND<br>AN ASSESSMENT OF THE ROLE IT IS LIKELY TO PLAY IN<br>U.S. AND GLOBAL ADJUSTMENT SCENARIOS. | 250,000.      |
| PUBLIC AGENDA<br>6 E. 39TH STREET<br>NEW YORK, NY 10016  | 509(A) (1)                            | TO SUPPORT THE EXPANSION OF "STUDENTS FACE UP TO<br>THE NATION'S FINANCES," AN INITIATIVE DESIGNED TO<br>ENGAGE COLLEGE STUDENTS ACROSS THE NATION ON<br>AMERICA'S FISCAL CHALLENGES.   | 250,000.      |

FORM 990PF, PART XV - GRANTS AND CONTRIBUTIONS PAID DURING THE YEARATTACHMENT 19 (CONT'D)

| <u>RECIPIENT NAME AND ADDRESS</u>  | <u>FOUNDATION STATUS OF RECIPIENT</u> | <u>PURPOSE OF GRANT OR CONTRIBUTION</u>   | <u>AMOUNT</u>     |
|--|---------------------------------------|---|-------------------|
| TEACHERS COLLEGE, COLUMBIA UNIVERSITY<br>525 WEST 120TH STREET, BOX 80<br>NEW YORK, NY 10027 | 509(A) (1)                            | TO SUPPORT THE DEVELOPMENT OF A NEW CURRICULUM TO<br>HELP HIGH SCHOOL STUDENTS UNDERSTAND THE FACTS,<br>SIGNIFICANCE AND CONSEQUENCES OF THE U.S.<br>NATIONAL DEBT.                                 | 806,090.          |
| TRUSTEES OF COLUMBIA UNIVERSITY<br>2950 BROADWAY<br>NEW YORK, NY 10027                       | 509(A) (1)                            | TO SUPPORT A ONE-YEAR FELLOWSHIP AT THE COLUMBIA<br>JOURNAL REVIEW TO COMMENT ON THE CONTENT AND<br>QUALITY OF MEDIA COVERAGE OF FISCAL ISSUES.   | 49,000.           |
| WNET.ORG<br>450 WEST 33RD STREET<br>NEW YORK, NY 10001                                       | 509(A) (1)                            | TO SUPPORT THE EXAMINATION OF ECONOMIC AND SOCIAL<br>ISSUES RANGING FROM DEMOGRAPHICS AND PENSIONS,<br>HEALTH CARE, TRADE AND BUDGET DEFICITS, ENERGY<br>POLICIES, EDUCATION, AND YOUTH ENGAGEMENT. | 1,000,000.        |
| TOTAL CONTRIBUTIONS PAID   |                                       |   | <u>7,981,139.</u> |

FORM 990PF, PART XV - CONTRIBUTIONS APPROVED FOR FUTURE PAYMENT

ATTACHMENT 20

| <u>RECIPIENT NAME AND ADDRESS</u>   | <u>FOUNDATION STATUS OF RECIPIENT</u> | <u>PURPOSE OF GRANT OR CONTRIBUTION</u>  | <u>AMOUNT</u>     |
|---|---------------------------------------|--|-------------------|
| COMMITTEE FOR ECONOMIC DEVELOPMENT<br>2000 L STREET NW, STE 700<br>ARLINGTON, VA 22209                  | 509(A) (1)                            | TO SUPPORT ENLISTMENT OF SENIOR CORPORATE EXECUTIVES AND NEXT GENERATION BUSINESS LEADERS IN FISCAL REFORM EFFORTS, EVENTS PROMOTING FISCAL RESPONSIBILITY, AND ONLINE OUTREACH AND BUSINESS SCHOOL INITIATIVES AROUND LONG-TERM FISCAL CHALLENGES.                      | 303,616.          |
| CONCORD COALITION<br>1011 ARLINGTON BLVD, STE 300<br>ARLINGTON, VA 22209                                | 509(A) (2)                            | TO SUPPORT THE CONCORD COALITION'S EFFORTS TO EDUCATE THE PUBLIC ABOUT THE CAUSES AND CONSEQUENCES OF FEDERAL BUDGET DEFICITS, THE LONG-TERM CHALLENGES FACING AMERICA'S UNSUSTAINABLE ENTITLEMENT PROGRAMS, AND HOW TO BUILD A SOUND ECONOMY FOR FUTURE GENERATIONS.    | 71,973.           |
| PETERSON INSTITUTE FOR INTERNATIONAL ECONOMICS<br>1750 MASSACHUSETTS AVENUE, NW<br>WASHINGTON, DC 20036 | 509(A) (1)                            | TO SUPPORT RESEARCH ON THE INTERNATIONAL DIMENSIONS OF THE U.S. FINANCIAL IMBALANCES, INCLUDING A COMPREHENSIVE APPRAISAL OF THE OUTLOOK FOR CHINA'S POSITIONS AND POLICIES, AND AN ASSESSMENT OF THE ROLE IT IS LIKELY TO PLAY IN U.S. AND GLOBAL ADJUSTMENT SCENARIOS. | 140,000.          |
| TEACHERS COLLEGE, COLUMBIA UNIVERSITY<br>525 WEST 120TH STREET, BOX 80<br>NEW YORK, NY 10027            | 509(A) (1)                            | TO SUPPORT THE DEVELOPMENT OF A NEW CURRICULUM TO HELP HIGH SCHOOL STUDENTS UNDERSTAND THE FACTS, SIGNIFICANCE AND CONSEQUENCES OF THE U.S. NATIONAL DEBT.   | 1,641,506.        |
| TOTAL CONTRIBUTIONS APPROVED  |                                       |  | <u>2,157,095.</u> |

## **FOUNDATION ACTIVITIES – PART IX-A**

The mission of the Peter G. Peterson Foundation (PGPF) is to increase public awareness of the nature and urgency of key fiscal challenges threatening America's future and to accelerate action on them. To address these challenges successfully, we work to bring Americans together to find and implement sensible, long-term solutions that transcend age, party lines and ideological divides in order to achieve real results. PGPF has provided grant support for public engagement, financial literacy and the study of fiscal policies and potential solutions. PGPF has also engaged in a variety of direct charitable activities to increase public awareness and engagement, to educate the public, and to conduct policy research and analysis.

### **Public Awareness and Engagement**

PGPF continues to develop a variety of initiatives to engage citizens across the country in a movement for change, empowering them with information about our long-term debt and deficits and the potential solutions to our nation's fiscal challenges.

In 2009, PGPF conducted nationwide public opinion research that showed broad support among Democrats, Republicans and Independents for a bipartisan fiscal commission to address America's debt and deficit challenges. The research also showed that Americans believe dealing with the debt and deficit should be a top priority and that leaders in Washington are not paying enough attention to this issue. PGPF raised awareness about these findings in an advertising campaign featuring the key results of the survey on television and in major newspapers.

### **Education and Outreach**

PGPF is committed to informing concerned citizens of all political backgrounds about our growing fiscal challenges and the need for a plan that embodies sensible solutions.

In 2009, PGPF purchased and funded the distribution of the documentary *I.O.U.S.A.*, a feature length film about the nation's looming fiscal crisis. The film explains various aspects of the nation's current and future fiscal condition, including the differences between the federal debt and deficit, trade imbalances, and other related economic information. In 2010, PGPF released a sequel to the film called *I.O.U.S.A.: Solutions*. The 30-minute piece, which aired on *CNN*, focuses on specific solutions to address the nation's fiscal crisis and features experts with a variety of viewpoints.

*"The State of the Union's Finances: A Citizen's Guide"* is PGPF's annual publication on the US fiscal condition. The 2010 Guide includes graphics that put the nation's current debt into historical context, as well as explanations of how our nation's financial obligations present enormous fiscal challenges to our future.

PGPF has maintained a broad-based online community of over 200,000 Americans through its website, [www.pgpf.org](http://www.pgpf.org). In addition, the Foundation continues to utilize social networking tools such as Twitter and Facebook in order to leverage new media to engage young Americans in participating in the discussion about their financial future.

The Foundation partnered with MTV's campus network "mtvU" to create the INDEBTED campaign to alert college students to the dangers of personal and governmental financial irresponsibility. Through programming developed jointly by PGPF and mtvU, and based on college students' own ideas and preferences, INDEBTED engaged hundreds of thousands of young people across the country on campus, at events, and online.

### **Policy Research and Analysis**

Given the vast amount of data in the public domain and the complexity of fiscal issues, PGPF strives to provide the public with a variety of understandable, nonpartisan, unbiased research and analytic materials, including presentations illustrating issues surrounding debt and deficits, budget analyses, and a detailed description and analysis of budget-related policies.

PGPF commissioned a study on S. 1796, America's Healthy Future Act of 2009. The analysis confirmed the Congressional Budget Office review that the bill, as passed by the Senate Finance Committee, could result in slightly lower deficits if it is implemented as intended. The study, conducted by The Lewin Group, mirrored the findings that new revenues and savings under the bill would exceed new spending.

The Foundation produces materials to inform the public about the nation's long-term fiscal challenges. The research activities are incorporated in various forms including the Foundation's website, charts, written reports, and short issue briefs, presentations, speeches, articles, and other materials designed to educate and engage the public. The Foundation also highlights significant work by governmental agencies and policy research organizations to help site visitors learn more about budget and fiscal policy.

