

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

**2002**

Department of the Treasury  
Internal Revenue Service

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

For calendar year **2002**, or tax year beginning \_\_\_\_\_, and ending \_\_\_\_\_

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

<b>Use the IRS label. Otherwise, print or type. See Specific Instructions.</b>	Name of organization <b>CLAUDE R LAMBE CHARITABLE FOUNDATION</b>		<b>A</b> Employer identification number 48-0935563
	Number and street (or P O box number if mail is not delivered to street address) PO BOX 2256	Room/suite	<b>B</b> Telephone number (see page 10 of the instr ) (316) 828-5552
	City or town, state, and ZIP code WICHITA KANSAS 67201-2256		<b>C</b> If exemption application is pending, check here <input type="checkbox"/>
<b>H</b> Check organization <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation			<b>D</b> 1 Foreign organizations, check here <input type="checkbox"/> 2 Foreign organizations meeting the 85% test check here <input type="checkbox"/>
<b>I</b> Fair market value of all assets at end of year (from Part II, col (c), line 16) <b>\$</b> 25,724,806		<b>J</b> Accounting method <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> Other (specify) _____ (Part I, column (d) must be on cash basis)	<b>E</b> If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/> <b>F</b> If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>

<b>Part I Analysis of Revenue and Expenses</b> <small>(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 10 of the instructions))</small>		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
<b>Revenue</b>	<b>1</b> Contributions, gifts, grants etc., received <small>Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch. B</small>	0			
	<b>2</b> Distributions from split-interest trusts		0		
	<b>3</b> Interest on savings and temporary cash investments	493,055	493,055	0	
	<b>4</b> Dividends and interest from securities	39,933	39,933	0	
	<b>5 a</b> Gross rents	0	0	0	
	<b>b</b> (Net rental income or (loss))	0			
	<b>6 a</b> Net gain or (loss) from sale of assets not on line 10	(3,989,417)			
	<b>b</b> G S P on assets on 6a	0			
	<b>7</b> Capital gain net income (from Part IV line 2)		0		
	<b>8</b> Net short-term capital gain			0	
	<b>9</b> Income modifications			0	
	<b>10 a</b> Gross sales less returns	0			
<b>b</b> Less C O G S	0				
<b>c</b> Gross profit or (loss) (attach schedule)	0		0		
<b>11</b> Other income (attach schedule)	1,704	1,704	0		
<b>12</b> TOTAL Add lines 1 through 11	(3,454,725)	534,692	0		
<b>Operating and Administrative Expenses</b>	<b>13</b> Compensation of officers directors, trustees etc	0	0	0	0
	<b>14</b> Other employee salaries and wages	0	0	0	0
	<b>15</b> Pension plans, employee benefits	0	0	0	0
	<b>16 a</b> Legal fees (attach schedule)	53	53	0	0
	<b>b</b> Accounting fees (attach schedule)	11,858	0	0	9,375
	<b>c</b> Other professional fees (attach schedule)	339,471	65,916	0	306,887
	<b>17</b> Interest	0	0	0	0
	<b>18</b> Taxes (attach schedule)	4,663	0	0	0
	<b>19</b> Depreciation and depletion	0	0	0	
	<b>20</b> Occupancy	0	0	0	0
	<b>21</b> Travel conferences, and meetings	37,998	0	0	33,240
	<b>22</b> Printing and publications	860	0	0	840
	<b>23</b> Other expenses (attach schedule)	19,808	2,378	0	17,246
	<b>24</b> TOTAL OPERATING AND ADMINISTRATIVE EXPENSES Add lines 13 through 23	414,711	68,347	0	367,588
<b>25</b> Contributions, gifts, grants paid	2,238,810			2,238,810	
<b>26</b> TOTAL EXPENSES & DISBURSEMENTS Add lines 24 and 25	2,653,521	68,347	0	2,606,398	
<b>27</b> Subtract line 26 from line 12	(6,108,246)				
<b>a</b> EXCESS OF REVENUE OVER EXPENSES AND DISBURSEMENTS					
<b>b</b> NET INVESTMENT INCOME (if negative, enter -0-)		466,345			
<b>c</b> ADJUSTED NET INCOME (if negative enter -0-)			0		

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Part II	Balance Sheets	Attached schedules and amounts in the description column should be for end-of-year amounts only	Beginning of year	End of year	
			(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1	Cash - non-interest-bearing	0	0	0
	2	Savings and temporary cash investments	36,014	25,690,392	25,690,392
	3	Accounts receivable ▶ 0			
		Less allowance for doubtful accounts ▶ 0	0	0	0
	4	Pledges receivable ▶ 0			
		Less allowance for doubtful accounts ▶ 0	0	0	0
	5	Grants receivable	0	0	0
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 15 of the instructions)	0	0	0
	7	Other notes and loans receivable ▶ 0			
		Less allowance for doubtful accounts ▶ 0	0	0	0
	8	Inventories for sale or use	0	0	0
	9	Prepaid expenses and deferred charges	40,377	34,414	34,414
	10 a	Investments - U S and state government obligations	0	0	0
	b	Investments - corporate stock (attach schedule)	0	0	0
	c	Investments - corporate bonds (attach schedule)	0	0	0
	11	Investments - land buildings and equipment basis ▶ 0			
	Less accumulated depreciation ▶ 0	0	0	0	
12	Investments - mortgage loans	0	0	0	
13	Investments - other (attach schedule)	31,783,673	0	0	
14	Land, buildings, and equipment basis ▶ 17,323				
	Less accumulated depreciation ▶ (17,323)	0	0	0	
15	Other assets (describe ▶ 0)	0	0	0	
16	TOTAL ASSETS (to be completed by all filers - see page 16 of the instructions Also, see page 1, item I)	31,860,064	25,724,806	25,724,806	
Liabilities	17	Accounts payable and accrued expenses	55,074	28,062	
	18	Grants payable	0	0	
	19	Deferred revenue	0	0	
	20	Loans from officers directors trustees and other disqualified persons	0	0	
	21	Mortgages and other notes payable (attach schedule)	0	0	
	22	Other liabilities (describe ▶ 0)	0	0	
23	TOTAL LIABILITIES (add lines 17 through 22)	55,074	28,062		
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31				
	24	Unrestricted	31,804,990	25,696,744	
	25	Temporarily restricted	0	0	
	26	Permanently restricted	0	0	
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 27 through 31				
	27	Capital stock, trust principal, or current funds	0	0	
	28	Paid-in or capital surplus, or land, bldg, and equipment fund	0	0	
	29	Retained earnings accumulated income endowment, or other funds	0	0	
30	TOTAL NET ASSETS OR FUND BALANCES (see page 16 of the instructions)	31,804,990	25,696,744		
31	TOTAL LIABILITIES AND NET ASSETS/FUND BALANCES (see page 16 of the instructions)	31,860,064	25,724,806		

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	31,804,990
2	Enter amount from Part I, line 27a	2	(6,108,246)
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	25,696,744
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	25,696,744

**Part IV Capital Gains and Losses for Tax on Investment Income**

(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)		(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo., day, yr.)	(d) Date sold (mo., day, yr.)
<b>1a</b>				
<b>b</b> See Attached Statement 5				
<b>c</b>				
<b>d</b>				
<b>e</b>				
(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)	
<b>a</b>			0	
<b>b</b>			0	
<b>c</b>			0	
<b>d</b>			0	
<b>e</b>			0	
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))	
(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any		
<b>a</b>		0	0	
<b>b</b>		0	0	
<b>c</b>		0	0	
<b>d</b>		0	0	
<b>e</b>		0	0	
<b>2</b> Capital gain net income or (net capital loss)	{ If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7 }		<b>2</b>	(3,989,417)
<b>3</b> Net short-term capital gain or (loss) as defined in sections 1222(5) and (6) If gain, also enter in Part I, line 8, column (c) (see pages 12 and 17 of the instructions) If (loss), enter -0- in Part I, line 8			<b>3</b>	0

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

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

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

Was the organization liable for the section 4942 tax on the distributable amount of any year in the base period?  Yes  No

If "Yes," the organization does not qualify under section 4940(e). Do not complete this part.

**1** Enter the appropriate amount in each column for each year, see page 17 of the instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2001	1,797,332	30,411,286	0.0591
2000	1,826,608	35,234,631	0.0518
1999	1,723,803	33,838,743	0.0509
1998	2,233,196	32,530,333	0.0686
1997	2,567,628	28,895,662	0.0889

<b>2</b> TOTAL of line 1, column (d)	<b>2</b>	0.3193
<b>3</b> 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	<b>3</b>	0.0639
<b>4</b> Enter the net value of noncharitable-use assets for 2002 from Part X, line 5	<b>4</b>	26,953,253
<b>5</b> Multiply line 4 by line 3	<b>5</b>	1,722,313
<b>6</b> Enter 1% of net investment income (1% of Part I, line 27b)	<b>6</b>	4,663
<b>7</b> Add lines 5 and 6	<b>7</b>	1,726,976
<b>8</b> Enter qualifying distributions from Part XII, line 4 If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions on page 17	<b>8</b>	2,606,398

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

1 a Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1 Date of ruling letter _____ (attach copy of ruling letter if necessary-see instructions)			
b Domestic organizations that meet the section 4940(e) requirements in Part V, check here <input checked="" type="checkbox"/> and enter 1% of Part I, line 27b		1	4,663
c All other domestic organizations 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	4,663
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)		4	
5 TAX BASED ON INVESTMENT INCOME Subtract line 4 from line 3 If zero or less, enter -0-		5	4,663
6 Credits/Payments			
a 2002 estimated tax payments and 2001 overpayment credited to 2002	6a	39,077	
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	0	
7 Total credits and payments Add lines 6a through 6d	7	39,077	
8 Enter any PENALTY for underpayment of estimated tax Check here <input type="checkbox"/> if Form 2220 is attached	8	0	
9 TAX DUE If the total of lines 5 and 8 is more than line 7, enter AMOUNT OWED	9	0	
10 OVERPAYMENT If line 7 is more than the total of lines 5 and 8, enter the AMOUNT OVERPAID	10	34,414	
11 Enter the amount of line 10 to be CREDITED TO 2003 ESTIMATED TAX	11	34,414	REFUNDED

**Part VII-A Statements Regarding Activities**

	Yes	No
1 a During the tax year, did the organization attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?		X
b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see page 18 of the instructions for definition)? If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the organization in connection with the activities		X
c Did the organization file FORM 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year (1) On the organization <input type="checkbox"/> \$ 0 (2) On organization managers <input type="checkbox"/> \$ 0		
e Enter the reimbursement (if any) paid by the organization during the year for political expenditure tax imposed on organization managers <input type="checkbox"/> \$ 0		
2 Has the organization engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities		X
3 Has the organization made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes		X
4 a Did the organization have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on FORM 990-T for this year?		N/A
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	X	
7 Did the organization have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col (c), and Part XV	X	
8 a Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) <input type="checkbox"/> Kansas and District of Columbia		
b If the answer is "Yes" to line 7, has the organization furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation	X	
9 Is the organization claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2002 or the taxable year beginning in 2002 (see instructions for Part XIV on page 25)? If "Yes," complete Part XIV		X
10 Did any persons become substantial contributors during the tax year? If "Yes" attach a schedule listing their names and addresses		X
11 Did the organization comply with the public inspection requirements for its annual returns and exemption application? Web site address <input type="checkbox"/> None	X	
12 The books are in care of <input type="checkbox"/> Vonda Holliman Telephone no <input type="checkbox"/> (316) 828-5552 Located at <input type="checkbox"/> 4111 East 37th Street North, Wichita, KS ZIP+4 <input type="checkbox"/> 67220		
13 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of FORM 1041 - Check here <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year		N/A

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

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies

Table with 3 columns: Question, Yes, No. Contains 18 rows of questions regarding Form 4720 requirements, such as 'Dunning the year did the organization... engage in the sale or exchange of property...' and 'Did the organization hold more than a 2% direct or indirect interest...'

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

**1 List all officers, directors, trustees, foundation managers and their compensation (see page 20 of the instructions)**

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (IF NOT PAID, ENTER -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE ATTACHED STATEMENT 8				

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

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

TOTAL number of other employees paid over \$50,000 ▶

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

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

TOTAL number of others receiving over \$50,000 for professional services ▶

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

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 NONE	
2	
3	
4	

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

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 NONE	
2	
All other program-related investments See page 21 of the instructions	
3	
<b>TOTAL</b> Add lines 1 through 3	0

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

1 Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes		
a Average monthly fair market value of securities	1a	7,821,989
b Average of monthly cash balances	1b	19,541,720
c Fair market value of all other assets (see page 22 of the instructions)	1c	0
d TOTAL (add lines 1a, b, and c)	1d	27,363,709
e Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	0
2 Acquisition indebtedness applicable to line 1 assets	2	0
3 Subtract line 2 from line 1d	3	27,363,709
4 Cash deemed held for charitable activities Enter 11 1/2% of line 3 (for greater amount, see page 22 of the instructions)	4	410,456
5 NET VALUE OF NONCHARITABLE-USE ASSETS Subtract line 4 from line 3 Enter here and on Part V, line 4	5	26,953,253
6 MINIMUM INVESTMENT RETURN Enter 5% of line 5	6	1,347,663

**Part XI Distributable Amount** (see page 23 of the instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here  and do not complete this part )

1 Minimum investment return from Part X, line 6		1	1,347,663
2 a Tax on investment income for 2002 from Part VI, line 5	2a	4,663	
b Income tax for 2002 (This does not include the tax from Part VI )	2b	0	
c Add lines 2a and 2b	2c	4,663	
3 Distributable amount before adjustments Subtract line 2c from line 1	3	1,343,000	
4 a Recoveries of amounts treated as qualifying distributions	4a	0	
b Income distributions from section 4947(a)(2) trusts	4b	0	
c Add lines 4a and 4b	4c	0	
5 Add lines 3 and 4c	5	1,343,000	
6 Deduction from distributable amount (see page 23 of the instructions)	6	0	
7 DISTRIBUTABLE AMOUNT as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	1,343,000	

**Part XII Qualifying Distributions** (see page 23 of the instructions)

1 Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes		
a Expenses, contributions, gifts, etc -total from Part I, column (d), line 26	1a	2,606,398
b Program-related investments - Total from Part IX-B	1b	0
2 Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes	2	0
3 Amounts set aside for specific charitable projects that satisfy the		
a Suitability test (prior IRS approval required)	3a	0
b Cash distribution test (attach the required schedule)	3b	0
4 QUALIFYING DISTRIBUTIONS Add lines 1a through 3b Enter here and on Part V line 8, and Part XIII, line 4	4	2,606,398
5 Organizations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see page 24 of the instructions)	5	4,663
6 ADJUSTED QUALIFYING DISTRIBUTIONS Subtract line 5 from line 4	6	2,601,735

**Note** The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years

**Part XIII Undistributed Income** (see page 24 of the instructions)

	(a) Corpus	(b) Years prior to 2001	(c) 2001	(d) 2002
1 Distributable amount for 2002 from Part XI, line 7				1,343,000
2 Undistributed income, if any, as of the end of 2001				
a Enter amount for 2001 only			0	
b Total for prior years		0		
3 Excess distributions carryover, if any, to 2002				
a From 1997	1,201,528			
b From 1998	742,330			
c From 1999	130,351			
d From 2000	119,691			
e From 2001	287,576			
f TOTAL of lines 3a through e	2,481,476			
4 Qualifying distributions for 2002 from Part XII, line 4 ▶ \$ 2,606,398				
a Applied to 2001, but not more than line 2a			0	
b Applied to undistributed income of prior years (Election required - see page 24 of the instructions)		0		
c Treated as distributions out of corpus (Election required - see page 24 of the instructions)	0			
d Applied to 2002 distributable amount				1,343,000
e Remaining amount distributed out of corpus	1,263,398			
5 Excess distributions carryover applied to 2002 (If an amount appears in column (d), the same amount must be shown in column (a) )	0			0
6 Enter the net total of each column as indicated below				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	3,744,874			
b Prior years' undistributed income Subtract line 4b from line 2b		0		
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		0		
d Subtract line 6c from line 6b Taxable amount - see page 24 of the instructions		0		
e Undistributed income for 2001 Subtract line 4a from line 2a Taxable amount - see page 24 of the instructions			0	
f Undistributed income for 2002 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2003				0
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(E) or 4942(g)(3) (see page 24 of the instructions)	0			
8 Excess distributions carryover from 1997 not applied on line 5 or line 7 (see page 25 of the instructions)	1,201,528			
9 Excess distributions carryover to 2003 Subtract lines 7 and 8 from line 6a	2,543,346			
10 Analysis of line 9				
a Excess from 1998	742,330			
b Excess from 1999	130,351			
c Excess from 2000	119,691			
d Excess from 2001	287,576			
e Excess from 2002	1,263,398			



**Part XIV Private Operating Foundations** (see page 25 of the instructions and Part VII-A, question 9) N/A

**1 a** If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2002, enter the date of the ruling ▶

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

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

**b** 85% of line 2a

**c** Qualifying distributions from Part XII, line 4 for each year listed

**d** Amounts included in line 2c not used directly for active conduct of exempt activities

**e** Qualifying distributions made directly for active conduct of exempt activities  
Subtract line 2d from line 2c

Tax Year	Prior 3 years			(e) TOTAL
	(a) 2002	(b) 2001	(c) 2000	
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0
0	0	0	0	0

**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 organization had \$5,000 or more in assets at any time during the year - see page 25 of the instructions )**

**1 Information Regarding Foundation Managers**

**a** List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than \$5,000) (See section 507(d)(2) )  
NONE

**b** List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest  
NONE

**2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc , Programs**  
Check here  if the organization only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds If the organization makes gifts, grants, etc (see page 25 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

**a** The name, address, and telephone number of the person to whom applications should be addressed

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

**c** Any submission deadlines

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

**Part XV** **Supplementary Information** (continued)

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
<p><b>a</b> <i>Paid during the year</i></p> <p>SEE ATTACHED STATEMENT 9</p>				2,238,810
<b>Total</b>				▶ <b>3a</b> 2,238,810
<p><b>b</b> <i>Approved for future payment</i></p> <p>NONE</p>				
<b>Total</b>				▶ <b>3b</b> 0



**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 (other than section 501(c)(3) organizations) or in section 527 relating to political organizations?
- |  | Yes | No |
|--|-----|----|
| <b>a</b> Transfers from the reporting organization to a noncharitable exempt organization of |     |    |
| <b>(1)</b> Cash  |     | X  |
| <b>(2)</b> Other assets  |     | X  |
| <b>b</b> Other Transactions  |     |    |
| <b>(1)</b> Sales of assets to a noncharitable exempt organization                            |     | X  |
| <b>(2)</b> Purchases of assets from a noncharitable exempt organization                      |     | X  |
| <b>(3)</b> Rental of facilities, equipment, or other assets                                  |     | X  |
| <b>(4)</b> Reimbursement arrangements  |     | X  |
| <b>(5)</b> Loans or loan guarantees  |     | X  |
| <b>(6)</b> Performance of services or membership or fundraising solicitations                |     | X  |
| <b>c</b> Sharing of facilities, equipment, mailing lists, other assets, or paid employees    |     | X  |
| <b>1c</b>  |     | X  |
- a** Transfers from the reporting organization 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. Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting organization. If the organization received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received.

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
		N/A	

**2 a** Is the organization directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527?  Yes  No

**b** If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

accompanying schedules and statements and to the best of my knowledge and

**CLAUDE R. LAMBE CHARITABLE FOUNDATION**  
**EIN 48-0935563**  
**SCHEDULE OF INFORMATION FOR 2002 FORM 990-PF**

<b>PART I, LINE 11 - OTHER INCOME</b>	<b>STATEMENT 1</b>		
	<u>(a)</u> <u>Amount</u>	<u>(b)</u> <u>Amount</u>	<u>(d)</u> <u>Amount</u>
Securities lending fee income, flowthrough from investment funds	1,704	1,704	0

<b>PART I, LINE 16 A, B, C - PROFESSIONAL FEES</b>	<b>STATEMENT 2</b>		
<b>Part 1, Line 16a - Legal Fees</b>			
Legal services for general matters during the year	53	53	0
<b>Part 1, Line 16b - Accounting Fees</b>			
General accounting, preparation of financial statements, and preparation of Form 990-PF	11,858	0	9,375
<b>Part 1, Line 16c - Other Professional Fees</b>			
Bank and investment management fees	66,112	65,916	196
Professional consulting fees	840	0	0
Administrative management fees for managing grants and general matters	<u>272,519</u>	<u>0</u>	<u>306,691</u>
<b>Total Other Professional Fees</b>	<b>339,471</b>	<b>65,916</b>	<b>306,887</b>

<b>PART I, LINE 18 - TAXES</b>	<b>STATEMENT 3</b>		
Excise Tax on Net Investment Income	4,663	0	0

<b>PART I, LINE 23 - OTHER EXPENSES</b>	<b>STATEMENT 4</b>		
Insurance	16,347	0	16,347
Investment Flowthrough Expense	2,378	2,378	0
Telephone Expenses	777	0	593
Membership & Dues	164	0	164
Supplies	118	0	118
Miscellaneous	<u>24</u>	<u>0</u>	<u>24</u>
<b>Total Other Expenses</b>	<b>19,808</b>	<b>2,378</b>	<b>17,246</b>

<b>PART I, LINE 19 - DEPRECIATION AND PART II, LINE 14, EQUIPMENT</b>	<b>STATEMENT 5</b>					
<u>Description of Property</u>	<u>Date</u> <u>Acquired</u>	<u>Cost</u>	<u>Prior Year</u> <u>Depreciation</u>	<u>Method</u>	<u>Useful</u> <u>Life</u>	<u>2003</u> <u>Depr</u>
Office Equipment	1992-1997	17,323	17,323	S L	5 years	0

**CLAUDE R LAMBE CHARITABLE FOUNDATION**  
**EIN 48-0935563**  
**SCHEDULE OF INFORMATION FOR 2002 form 990-PF**

<b>Part IV Capital Gains and Losses for Tax on Investment Income</b>			<b>STATEMENT 6</b>
(a) List and describe the kind(s) of property sold (e.g., real estate, 2-story brick warehouse or common stock, 200 shs MLC Co)	(b) How acquired P - Purchase D - Donation	(c) Date acquired (mo, day, yr)	(d) Date sold (mo, day, yr)
1a Mellon Tactical Asset Allocation Fund - Distribution of Gains (flowthrough)	P	1998 - 2002	1/02 - 07/02
b Mellon Tactical Asset Allocation Fund - Sale of Units	P	1998 - 2002	1/02 - 07/02
c Mellon Equities Small Cap Fund	P	1998 - 2002	1/02 - 08/02
d Barclays Global Investors TAA Fund B - Distribution of Gains (flowthrough)	P	1998 - 2002	1/02 - 02/02
e Barclays Global Investors TAA Fund B - Sale of Units	P	1998 - 2002	1/02 - 02/02
f Banngs International Common Trust Funds - Distribution of Gains (flowthrough)	P	1998 - 2002	1/02 - 03/02
g Banngs International Common Trust Funds - Sale of Units	P	1998 - 2002	1/02 - 03/02
(e) Gross sales price minus expense of sale	(f) Depreciation allowed (or allowable)	(g) Cost or other basis	(h) Gain or (loss) (e) plus (f) minus (g)
a 26,304	0	294,797	(268,493)
b 8,980,462	0	9,820,657	(840,195)
c 4,360,152	0	4,054,016	306,136
d 31,730	0	0	31,730
e 9,609,410	0	12,505,816	(2,896,406)
f (4,380)	0	0	(4,380)
g 5,552,877	0	5,870,686	(317,809)
Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69			(i) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	
a		0	(268,493)
b		0	(840,195)
c		0	306,136
d		0	31,730
e		0	(2,896,406)
f		0	(4,380)
g		0	(317,809)
2 Capital gain net income or (net capital loss)		If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7	2 (3,989,417)
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)		If gain, also enter in Part I, line 8, column (c) (see pages 11 and 16 of the instructions) If (loss), enter -0- in Part I, line 8	3 0

**CLAUDE R. LAMBE CHARITABLE FOUNDATION**  
**EIN 48-0935563**  
**ATTACHMENT TO FORM 990-PF TO REPORT**  
**EXPENDITURE RESPONSIBILITY GRANT**  
**For the Year Ended 12/31/02**

**PART VII-B, Question on Line 5c:**

**STATEMENT 7**

**Expenditure Responsibility Statement for the year 2002**

Pursuant to IRC Regulation section 53 4945-5(d)(2), the CLAUDE R LAMBE CHARITABLE FOUNDATION provides the following information

- |                               |  |
|-------------------------------|--|
| (i) Name & Address of Grantee | Allen-Lambe House Foundation<br>255 N Roosevelt<br>Wichita, KS 67208   |
| (ii) Date and Amount of Grant | February 13, 2002 85,000   |
| (iii) Purpose of Grant        | General program operating support for the Allen-Lambe House Foundation, an educational foundation which operates a museum and study center in a house located in Wichita, Kansas, designed by Frank Lloyd Wright in 1915. The house museum is open to the general public. The program of the Foundation includes restoration and conservation of the house, gardens, and its interiors, with furnishings to showcase the "Prairie Style" designs of Frank Lloyd Wright, and to maintain a library archive study center for the study of Frank Lloyd Wright and other interrelated areas of design. |
| (iv) Amounts expended         | Reports received from the Allen-Lambe House Foundation show the following expenditures: \$7,727 of the remaining February 2001 grant was spent for operating support of the museum, and \$85,000 of the February 2002 grant was spent for operating support of the museum.   |
| (v) Diversions                | To the knowledge of this grantor foundation, no funds have been diverted to any activity other than the activity for which the grant was originally made.  |
| (vi) Date of Reports          | On May 12, 2002, the Allen-Lambe House Foundation submitted a full and complete report of its expenditures of the remaining February 2001 and the February 2002 operating support grant.   |
| (vi) Verification             | The grantor has no reason to doubt the accuracy or reliability of the report from the grantee, therefore, no independent verification of the reports were made.  |

**CLAUDE R. LAMBE CHARITABLE FOUNDATION**  
**EIN 48-0935563**  
**SCHEDULE OF INFORMATION FOR 2002 FORM 990 PF**

**PART VIII, Line 1 - Officers, Directors, Trustees, Managers, Etc.**

**STATEMENT 8**

<u>(a) Name and Address</u>	<u>(b) Title, and average hours per week devoted to position</u>	<u>(c) Compensation</u>	<u>(d) Contributions to employee benefit plans</u>	<u>(e) Expense account, other allowances</u>
Richard H Fink 655 15th Street, NW, Suite 445 Washington, DC 20005	President / Director 1 hour per week	0	0	0
Kelly Young 655 15th Street, NW, Suite 445 Washington, DC 20005	Vice President 20 hours per week average	0	0	0
Vonda Holliman P O Box 2256 Wichita, KS 67201	Secretary / Treasurer 6 hours per week average	0	0	0
Charles G Koch P O Box 2256 Wichita, KS 67201	Director Less than 1 hour per week	0	0	0
Elizabeth B Koch P O Box 2256 Wichita, KS 67201	Director Less than 1 hour per week	0	0	0
Elizabeth Robinson Koch PO Box 2256 Wichita, KS 67201	Director Less than 1 hour per week	0	0	0
Charles Chase Koch PO Box 2256 Wichita, KS 67201	Director Less than 1 hour per week	0	0	0
Koch Industres, Inc P O Box 2256 Wichita, KS 67201	Not Applicable (Payment for management services of officers above)	96,987	0	0
<b>TOTAL</b>		<b>96,987</b>	<b>0</b>	<b>0</b>



**CLAUDE R LAMBE CHARITABLE FOUNDATION**  
**EIN 48-0935563**  
**SCHEDULE OF INFORMATION FOR 2002 FORM 990 PF**

**Part XV, Line 3a - Grants and Contributions Paid During the Year**

**STATEMENT 9**

Recipient	If recipient is an individual show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
<b>a Paid during the year</b>				
Allen-Lambe House Foundation Wichita, KS		Private	General Operating Support	\$ 85,000
Atlantic Legal Foundation New York, NY		Public	General Operating Support	20,000
American Legislative Exchange Council Washington, DC		Public	General Operating Support	30,000
Capital Research Center Washington, DC		Public	General Operating Support	100,000
Cato Institute Washington, DC		Public	General Operating Support	250,000
Citizens for a Sound Economy Foundation Washington, DC		Public	General Operating Support	700,000
Competitive Enterprise Institute Washington, DC		Public	General Operating Support General Operating Support	4,460 25,000
Federalist Society Washington, DC		Public	General Operating Support	194,000
Foundation for Research on Economics and the Environment Bozeman, MT		Public	General Operating Support	150,000
The Heritage Foundation Washington, DC		Public	General Operating Support General Operating Support	310,000 75,000
Hudson Institute Indianapolis, IN		Public	General Operating Support	12,650
Independent Women's Forum Arlington, VA		Public	General Operating Support	15,000
Institute for Energy Research Houston, TX		Public	General Operating Support	25,000
Institute for Political Economy Alexandria, VA		Public	General Operating Support	2,000
John Locke Foundation Raleigh, NC		Public	General Operating Support	5,000
National Center for Policy Analysis Dallas, TX		Public	General Operating Support	30,000
Pacific Research Institute San Francisco, CA		Public	General Operating Support	80,000
Philanthropy Roundtable Washington, DC		Public	General Operating Support	19,200
State Policy Network Richmond, CA		Public	General Operating Support	6,500
Washington Legal Foundation Washington, DC		Public	General Operating Support	100,000
<b>TOTAL GRANTS PAID TO ORGANIZATIONS</b>				<b>\$ 2,238,810</b>