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# Return of Organization Exempt From Income Tax

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

OMB No. 1545-0047

**2008**

Open to Public Inspection

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

**A** For the **2008** calendar year, or tax year beginning **OCT 1, 2008** and ending **SEP 30, 2009**

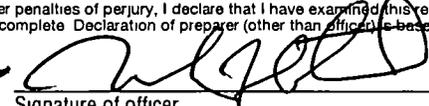
<b>B</b> Check if applicable: <input checked="" type="checkbox"/> Address change <input type="checkbox"/> Name change <input type="checkbox"/> Initial return <input type="checkbox"/> Termination <input type="checkbox"/> Amended return <input type="checkbox"/> Application pending	Please use IRS label or print or type See Specific Instructions	<b>C</b> Name of organization <b>MARSHALL COMMUNITY FOUNDATION</b> Doing Business As Number and street (or P.O. box if mail is not delivered to street address) Room/suite <b>1200 WEST MICHIGAN AVENUE</b> City or town, state or country, and ZIP + 4 <b>MARSHALL, MI 49068</b>	<b>D</b> Employer identification number <b>23-7011281</b> <b>E</b> Telephone number <b>269-781-2273</b> <b>G</b> Gross receipts \$ <b>-198,316.</b> <b>H(a)</b> Is this a group return for affiliates? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No <b>H(b)</b> Are all affiliates included? <input type="checkbox"/> Yes <input type="checkbox"/> No If "No," attach a list (see instructions) <b>H(c)</b> Group exemption number
<b>I</b> Tax-exempt status <input checked="" type="checkbox"/> 501(c) ( <b>3</b> ) (insert no) <input type="checkbox"/> 4947(a)(1) or <input type="checkbox"/> 527		<b>J</b> Website:	
<b>K</b> Type of organization: <input checked="" type="checkbox"/> Corporation <input type="checkbox"/> Trust <input type="checkbox"/> Association <input type="checkbox"/> Other		<b>L</b> Year of formation: <b>1968</b> <b>M</b> State of legal domicile: <b>MI</b>	

**Part I Summary**

<b>Activities &amp; Governance</b>	1 Briefly describe the organization's mission or most significant activities: <b>TO MANAGE COMMUNITY ENDOWMENT FUNDS AND TO DISTRIBUTE GRANTS FROM THE EARNINGS OF THE ENDOWMENT</b> 2 Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its assets 3 Number of voting members of the governing body (Part VI, line 1a) <b>3</b> <b>17</b> 4 Number of independent voting members of the governing body (Part VI, line 1b) <b>4</b> <b>0</b> 5 Total number of employees (Part V, line 2a) <b>5</b> <b>5</b> 6 Total number of volunteers (estimate if necessary) <b>6</b> <b>50</b> 7a Total gross unrelated business revenue from Part VIII, line 12, column (C) <b>7a</b> <b>0.</b> 7b Net unrelated business taxable income from Form 990-T, line 34 <b>7b</b> <b>0.</b>		
<b>Revenue</b>	8 Contributions and grants (Part VIII, line 1h) <b>467,518.</b> <b>95,294.</b> 9 Program service revenue (Part VIII, line 2g) 10 Investment income (Part VII, column (A), lines 3, 4, and 7d) <b>-1,976,580.</b> <b>-293,610.</b> 11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e) 12 Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12) <b>-1,509,062.</b> <b>-198,316.</b>	<b>Prior Year</b>	<b>Current Year</b>
<b>Expenses</b>	13 Grants and similar amounts paid (Part IX, column (A), lines 1-3) <b>312,791.</b> <b>333,986.</b> 14 Benefits paid to or for members (Part IX, column (A), line 4) 15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10) <b>77,005.</b> <b>86,128.</b> 16a Professional fundraising fees (Part IX, column (A), line 11e) b Total fundraising expenses (Part IX, column (D), line 25) <b>15,588.</b> 17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24f) <b>72,097.</b> <b>69,764.</b> 18 Total expenses - Add lines 13-17 (must equal Part IX, column (A), line 25) <b>461,893.</b> <b>489,878.</b> 19 Revenue less expenses. Subtract line 18 from line 12 <b>-1,970,955.</b> <b>-688,194.</b>		
<b>Net Assets or Fund Balances</b>	20 Total assets (Part X, line 16) <b>9,103,796.</b> <b>8,330,112.</b> 21 Total liabilities (Part X, line 26) <b>424,902.</b> <b>339,412.</b> 22 Net assets or fund balances - Subtract line 21 from line 20 <b>8,678,894.</b> <b>7,990,700.</b>	<b>Beginning of Year</b>	<b>End of Year</b>

**Part II Signature Block**

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

Sign Here:  Signature of officer Date **1/2/10**

Type or print name and title

Preparer's signature <b>Frank E Boley CPA</b> Firm's name (or yours if self-employed), address, and ZIP + 4 <b>FRANK BOLEY &amp; CO. PC</b> <b>1200 WEST MICHIGAN AVE</b> <b>MARSHALL, MICHIGAN 49068</b>	Date <b>01/28/10</b>	Check if self-employed <input type="checkbox"/>	Preparer's identifying number (see instructions) EIN Phone no. <b>(269) 789-1099</b>
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May the IRS discuss this return with the preparer shown above? (see instructions)  Yes  No

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Part III Statement of Program Service Accomplishments (see instructions)

1 Briefly describe the organization's mission: SEE SCHEDULE O FOR CONTINUATION TO HELP MAKE THE MARSHALL AREA AN EVEN BETTER PLACE TO LIVE, WORK, AND RAISE A FAMILY BY ATTRACTING ENDOWED FUNDS FROM A WIDE RANGE OF DONORS, SERVING AS A CONDUIT FOR SPECIAL PROJECTS, AND DISTRIBUTING GRANTS IN SUPPORT OF INNOVATIVE PROGRAMS... MINDFUL TO CARRY OUT THE

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? [ ] Yes [X] No

If "Yes", describe these new services on Schedule O.

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? [ ] Yes [X] No

If "Yes", describe these changes on Schedule O.

4 Describe the exempt purpose achievements for each of the organization's three largest program services by expenses. Section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported.

4a (Code: ) (Expenses \$ 489,878. including grants of \$ 333,986. ) (Revenue \$ ) SEE ATTACHED DETAIL

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

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

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

4e Total program service expenses \$ 489,878. (Must equal Part IX, Line 25, column (B))

**Part IV Checklist of Required Schedules**

	Yes	No
1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? <i>If "Yes," complete Schedule A</i>	X	
2 Is the organization required to complete Schedule B, Schedule of Contributors?		X
3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? <i>If "Yes," complete Schedule C, Part I</i>		X
4 <b>Section 501(c)(3) organizations.</b> Did the organization engage in lobbying activities? <i>If "Yes," complete Schedule C, Part II</i>		X
5 <b>Section 501(c)(4), 501(c)(5), and 501(c)(6) organizations.</b> Is the organization subject to the section 6033(e) notice and reporting requirement and proxy tax? <i>If "Yes," complete Schedule C, Part III</i>		
6 Did the organization maintain any donor advised funds or any accounts where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? <i>If "Yes," complete Schedule D, Part I</i>	X	
7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? <i>If "Yes," complete Schedule D, Part II</i>		X
8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? <i>If "Yes," complete Schedule D, Part III</i>		X
9 Did the organization report an amount in Part X, line 21, serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? <i>If "Yes," complete Schedule D, Part IV</i>		X
10 Did the organization hold assets in term, permanent, or quasi-endowments? <i>If "Yes," complete Schedule D, Part V</i>	X	
11 Did the organization report an amount in Part X, lines 10, 12, 13, 15, or 25? <i>If "Yes," complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable</i>	X	
12 Did the organization receive an audited financial statement for the year for which it is completing this return that was prepared in accordance with GAAP? <i>If "Yes," complete Schedule D, Parts XI, XII, and XIII</i>	X	
13 Is the organization a school as described in section 170(b)(1)(A)(ii)? <i>If "Yes," complete Schedule E</i>		X
14a Did the organization maintain an office, employees, or agents outside of the U.S.?		X
b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, and program service activities outside the U.S.? <i>If "Yes," complete Schedule F, Part I</i>		X
15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? <i>If "Yes," complete Schedule F, Part II</i>		X
16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? <i>If "Yes," complete Schedule F, Part III</i>		X
17 Did the organization report more than \$15,000 on Part IX, column (A), line 11e? <i>If "Yes," complete Schedule G, Part I</i>		X
18 Did the organization report more than \$15,000 total on Part VIII, lines 1c and 8a? <i>If "Yes," complete Schedule G, Part II</i>		X
19 Did the organization report more than \$15,000 on Part VIII, line 9a? <i>If "Yes," complete Schedule G, Part III</i>		X
20 Did the organization operate one or more hospitals? <i>If "Yes," complete Schedule H</i>		X
21 Did the organization report more than \$5,000 on Part IX, column (A), line 1? <i>If "Yes," complete Schedule I, Parts I and II</i>	X	
22 Did the organization report more than \$5,000 on Part IX, column (A), line 2? <i>If "Yes," complete Schedule I, Parts I and III</i>	X	
23 Did the organization answer "Yes" to Part VII, Section A, questions 3, 4, or 5? <i>If "Yes," complete Schedule J</i>	X	
24a Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? <i>If "Yes," answer questions 24b-24d and complete Schedule K. If "No," go to question 25</i>		X
b Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?		
c Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?		
d Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?		
25a <b>Section 501(c)(3) and 501(c)(4) organizations.</b> Did the organization engage in an excess benefit transaction with a disqualified person during the year? <i>If "Yes," complete Schedule L, Part I</i>		X
b Did the organization become aware that it had engaged in an excess benefit transaction with a disqualified person from a prior year? <i>If "Yes," complete Schedule L, Part I</i>		X
26 Was a loan to or by a current or former officer, director, trustee, key employee, highly compensated employee, or disqualified person outstanding as of the end of the organization's tax year? <i>If "Yes," complete Schedule L, Part II</i>		X
27 Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, or substantial contributor, or to a person related to such an individual? <i>If "Yes," complete Schedule L, Part III</i>		X

**Part IV Checklist of Required Schedules** (continued)

	Yes	No
<b>28</b> During the tax year, did any person who is a current or former officer, director, trustee, or key employee.		
<b>a</b> Have a direct business relationship with the organization (other than as an officer, director, trustee, or employee), or an indirect business relationship through ownership of more than 35% in another entity (individually or collectively with other person(s) listed in Part VII, Section A)? <i>If "Yes," complete Schedule L, Part IV</i>	<b>28a</b> X	
<b>b</b> Have a family member who had a direct or indirect business relationship with the organization? <i>If "Yes," complete Schedule L, Part IV</i>	<b>28b</b>	X
<b>c</b> Serve as an officer, director, trustee, key employee, partner, or member of an entity (or a shareholder of a professional corporation) doing business with the organization? <i>If "Yes," complete Schedule L, Part IV</i>	<b>28c</b> X	
<b>29</b> Did the organization receive more than \$25,000 in non-cash contributions? <i>If "Yes," complete Schedule M</i>	<b>29</b>	X
<b>30</b> Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? <i>If "Yes," complete Schedule M</i>	<b>30</b>	X
<b>31</b> Did the organization liquidate, terminate, or dissolve and cease operations? <i>If "Yes," complete Schedule N, Part I</i>	<b>31</b>	X
<b>32</b> Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? <i>If "Yes," complete Schedule N, Part II</i>	<b>32</b>	X
<b>33</b> Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? <i>If "Yes," complete Schedule R, Part I</i>	<b>33</b>	X
<b>34</b> Was the organization related to any tax-exempt or taxable entity? <i>If "Yes," complete Schedule R, Parts II, III, IV, and V, line 1</i>	<b>34</b> X	
<b>35</b> Is any related organization a controlled entity within the meaning of section 512(b)(13)? <i>If "Yes," complete Schedule R, Part V, line 2</i>	<b>35</b>	X
<b>36</b> <b>Section 501(c)(3) organizations.</b> Did the organization make any transfers to an exempt non-charitable related organization? <i>If "Yes," complete Schedule R, Part V, line 2</i>	<b>36</b>	X
<b>37</b> Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? <i>If "Yes," complete Schedule R, Part VI</i>	<b>37</b>	X

Form 990 (2008)

**Part V Statements Regarding Other IRS Filings and Tax Compliance**

		Yes	No
1a	Enter the number reported in Box 3 of Form 1096, Annual Summary and Transmittal of U.S. Information Returns. Enter -0- if not applicable.		
1a	2400		
1b	Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable.		
1b	0		
c	Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?		X
2a	Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return.		
2a	5		
b	If at least one is reported on line 2a, did the organization file all required federal employment tax returns? <b>Note.</b> If the sum of lines 1a and 2a is greater than 250, you may be required to e-file this return (see instructions).	X	
3a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?		X
3b	If "Yes," has it filed a Form 990-T for this year? If "No," provide an explanation in Schedule O.		
4a	At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?		X
b	If "Yes," enter the name of the foreign country: _____ See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.		
5a	Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?		X
b	Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?		X
c	If "Yes," to question 5a or 5b, did the organization file Form 8886-T, Disclosure by Tax-Exempt Entity Regarding Prohibited Tax Shelter Transaction?		
5c			
6a	Did the organization solicit any contributions that were not tax deductible?		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?		
6b			
7	<b>Organizations that may receive deductible contributions under section 170(c).</b>		
a	Did the organization provide goods or services in exchange for any quid pro quo contribution of more than \$75?		X
b	If "Yes," did the organization notify the donor of the value of the goods or services provided?		
7b			
c	Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?		X
7c			
d	If "Yes," indicate the number of Forms 8282 filed during the year.		
7d			
e	Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?		X
7e			
f	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?		X
7f			
g	For all contributions of qualified intellectual property, did the organization file Form 8899 as required?		X
7g			
h	For contributions of cars, boats, airplanes, and other vehicles, did the organization file a Form 1098-C as required?		X
7h			
8	<b>Section 501(c)(3) and other sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations.</b> Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?		X
8			
9	<b>Section 501(c)(3) and other sponsoring organizations maintaining donor advised funds.</b>		
a	Did the organization make any taxable distributions under section 4966?		X
9a			
b	Did the organization make a distribution to a donor, donor advisor, or related person?		X
9b			
10	<b>Section 501(c)(7) organizations.</b> Enter: N/A		
a	Initiation fees and capital contributions included on Part VIII, line 12.		
10a			
b	Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities.		
10b			
11	<b>Section 501(c)(12) organizations.</b> Enter: N/A		
a	Gross income from members or shareholders.		
11a			
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)		
11b			
12a	<b>Section 4947(a)(1) non-exempt charitable trusts.</b> Is the organization filing Form 990 in lieu of Form 1041?		
12a			
b	If "Yes," enter the amount of tax-exempt interest received or accrued during the year: N/A		
12b			

**Part VI Governance, Management, and Disclosure** (Sections A, B, and C request information about policies not required by the Internal Revenue Code.)

**Section A. Governing Body and Management**

For each "Yes" response to lines 2-7b below, and for a "No" response to lines 8 or 9b below, describe the circumstances, processes, or changes in Schedule O. See instructions.

	Yes	No
<b>1a</b> Enter the number of voting members of the governing body		
<b>1b</b> Enter the number of voting members that are independent		
<b>2</b> Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?		X
<b>3</b> Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors or trustees, or key employees to a management company or other person?		X
<b>4</b> Did the organization make any significant changes to its organizational documents since the prior Form 990 was filed?		X
<b>5</b> Did the organization become aware during the year of a material diversion of the organization's assets?		X
<b>6</b> Does the organization have members or stockholders?		X
<b>7a</b> Does the organization have members, stockholders, or other persons who may elect one or more members of the governing body?		X
<b>7b</b> Are any decisions of the governing body subject to approval by members, stockholders, or other persons?		X
<b>8</b> Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following.		
<b>a</b> The governing body?		X
<b>b</b> Each committee with authority to act on behalf of the governing body?		X
<b>9a</b> Does the organization have local chapters, branches, or affiliates?		X
<b>b</b> If "Yes," does the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with those of the organization?		
<b>10</b> Was a copy of the Form 990 provided to the organization's governing body before it was filed? All organizations must describe in Schedule O the process, if any, the organization uses to review the Form 990		X
<b>11</b> Is there any officer, director or trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O		X

**Section B. Policies**

	Yes	No
<b>12a</b> Does the organization have a written conflict of interest policy? If "No," go to line 13		X
<b>b</b> Are officers, directors or trustees, and key employees required to disclose annually interests that could give rise to conflicts?		
<b>c</b> Does the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this is done		
<b>13</b> Does the organization have a written whistleblower policy?		X
<b>14</b> Does the organization have a written document retention and destruction policy?		X
<b>15</b> Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision.		
<b>a</b> The organization's CEO, Executive Director, or top management official?		X
<b>b</b> Other officers or key employees of the organization? Describe the process in Schedule O (see instructions)		X
<b>16a</b> Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?		X
<b>b</b> If "Yes," has the organization adopted a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and taken steps to safeguard the organization's exempt status with respect to such arrangements?		

**Section C. Disclosure**

- 17** List the states with which a copy of this Form 990 is required to be filed **MI**
- 18** Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (501(c)(3)s only) available for public inspection. Indicate how you make these available. Check all that apply.  
 Own website     Another's website     Upon request
- 19** Describe in Schedule O whether (and if so, how), the organization makes its governing documents, conflict of interest policy, and financial statements available to the public
- 20** State the name, physical address, and telephone number of the person who possesses the books and records of the organization: **FRANK BOLEY & CO. - 269-789-1099**  
**1200 WEST MICHIGAN AVENUE, MARSHALL, MI 49068**

**Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors**

**Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees**

1a Complete this table for all persons required to be listed Use Schedule J-2 if additional space is needed

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation, and **current** key employees. Enter -0- in columns (D), (E), and (F) if no compensation was paid
- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations
- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

Check this box if the organization did not compensate any officer, director, trustee, or key employee

(A) Name and Title	(B) Average hours per week	(C) Position (check all that apply)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
DR RANDY DAVIS BOARD MEMBER		X						0.	0.	0.
THOMAS F. FRANKE BOARD MEMBER		X						0.	0.	0.
MICHAEL E. KINTER BOARD MEMBER		X						0.	0.	0.
REV. RICHARD GERTEN BOARD MEMBER		X						0.	0.	0.
JAMES A. PARDOE BOARD MEMBER		X						0.	0.	0.
DR LYNNE HALEY BOARD MEMBER		X						0.	0.	0.
CHRISSEY MORSE BOARD MEMBER		X						0.	0.	0.
DARLENE NEIDLINGER BOARD MEMBER		X						0.	0.	0.
SANDRA DOBBINS BOARD MEMBER		X						0.	0.	0.
DR JAY LARSON BOARD MEMBER		X						0.	0.	0.
BRUCE SMITH BOARD MEMBER		X						0.	0.	0.
MARY JO BYRNE BOARD MEMBER		X						0.	0.	0.
RONALD SMITH BOARD MEMBER		X						0.	0.	0.
CHARLES B. COOK PRESIDENT				X				0.	0.	0.
KATHY TARR VICE PRES				X				0.	0.	0.
MARK F. STUART SECRETARY				X				0.	0.	0.
FRANK E. BOLEY TREASURER				X				0.	0.	0.

**Part VII** Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)

(A) Name and title	(B) Average hours per week	(C) Position (check all that apply)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
SHARON ANDERSON EXEC DIRECTOR	40.00				X			51,000.	0.	0.
<b>1b Total</b>								51,000.	0.	0.

2 Total number of individuals (including those in 1a) who received more than \$100,000 in reportable compensation from the organization 0

	Yes	No
3 Did the organization list any former officer, director or trustee, key employee, or highest compensated employee on line 1a? If "Yes," complete Schedule J for such individual	X	
4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If "Yes," complete Schedule J for such individual		X
5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization for services rendered to the organization? If "Yes," complete Schedule J for such person		X

**Section B. Independent Contractors**

1 Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization **NONE**

(A) Name and business address	(B) Description of services	(C) Compensation

2 Total number of independent contractors (including those in 1) who received more than \$100,000 in compensation from the organization 0

Part VIII Statement of Revenue		(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514	
Contributions, gifts, grants and other similar amounts	1 a Federated campaigns	1a				
	b Membership dues	1b				
	c Fundraising events	1c				
	d Related organizations	1d				
	e Government grants (contributions)	1e				
	f All other contributions, gifts, grants, and similar amounts not included above	1f	95,294.			
	g Noncash contributions included in lines 1a-1f \$		9,600.			
	h Total. Add lines 1a-1f		95,294.			
	Program Service Revenue	Business Code				
2 a						
b						
c						
d						
e						
f All other program service revenue						
g Total. Add lines 2a-2f						
Other Revenue	3 Investment income (including dividends, interest, and other similar amounts)		364,750.	364,750.		
	4 Income from investment of tax-exempt bond proceeds					
	5 Royalties					
	6 a Gross Rents	(i) Real				
		(ii) Personal				
		b Less: rental expenses				
		c Rental income or (loss)				
	d Net rental income or (loss)					
	7 a Gross amount from sales of assets other than inventory	(i) Securities				
		(ii) Other				
		b Less: cost or other basis and sales expenses				
		c Gain or (loss)				
	d Net gain or (loss)		-658,360.	-658,360.		
	8 a Gross income from fundraising events (not including \$ _____ of contributions reported on line 1c) See Part IV, line 18	a				
		b Less: direct expenses	b			
c Net income or (loss) from fundraising events						
9 a Gross income from gaming activities See Part IV, line 19	a					
	b Less: direct expenses	b				
	c Net income or (loss) from gaming activities					
10 a Gross sales of inventory, less returns and allowances	a					
	b Less: cost of goods sold	b				
	c Net income or (loss) from sales of inventory					
Miscellaneous Revenue		Business Code				
11 a						
	b					
	c					
	d All other revenue					
	e Total. Add lines 11a-11d					
12 Total Revenue. Add lines 1h, 2g, 3, 4, 5, 6d, 7d, 8c, 9c, 10c, and 11e			-198,316.	-293,610.	0.	

**Part IX Statement of Functional Expenses**

Section 501(c)(3) and 501(c)(4) organizations must complete all columns.

All other organizations must complete column (A) but are not required to complete columns (B), (C), and (D).

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the U.S. See Part IV, line 21				
2 Grants and other assistance to individuals in the U.S. See Part IV, line 22	333,986.	333,986.		
3 Grants and other assistance to governments, organizations, and individuals outside the U.S. See Part IV, lines 15 and 16				
4 Benefits paid to or for members				
5 Compensation of current officers, directors, trustees, and key employees	51,000.	35,700.	10,200.	5,100.
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
7 Other salaries and wages	27,967.	19,577.	5,593.	2,797.
8 Pension plan contributions (include section 401(k) and section 403(b) employer contributions)	880.	616.	176.	88.
9 Other employee benefits				
10 Payroll taxes	6,281.	4,397.	1,256.	628.
11 Fees for services (non-employees):				
a Management				
b Legal	2,900.	2,030.	580.	290.
c Accounting	14,400.	10,080.	2,880.	1,440.
d Lobbying				
e Professional fundraising services. See Part IV, line 17				
f Investment management fees				
g Other				
12 Advertising and promotion	15,062.	10,543.	3,012.	1,507.
13 Office expenses	7,869.	5,508.	1,574.	787.
14 Information technology				
15 Royalties				
16 Occupancy	9,600.	6,720.	1,920.	960.
17 Travel	930.	651.	186.	93.
18 Payments of travel or entertainment expenses for any federal, state, or local public officials				
19 Conferences, conventions, and meetings	1,779.	1,245.	356.	178.
20 Interest				
21 Payments to affiliates				
22 Depreciation, depletion, and amortization	4,661.	3,263.	932.	466.
23 Insurance				
24 Other expenses. Itemize expenses not covered above. (Expenses grouped together and labeled miscellaneous may not exceed 5% of total expenses shown on line 25 below.)				
a <b>INSURANCE</b>	3,715.	2,601.	743.	371.
b <b>DUES</b>	2,710.	1,897.	542.	271.
c <b>POSTAGE</b>	2,328.	1,630.	466.	232.
d <b>TELEPHONE</b>	2,223.	1,556.	445.	222.
e <b>REPAIRS</b>	1,244.	871.	249.	124.
f All other expenses	343.	240.	69.	34.
<b>25 Total functional expenses. Add lines 1 through 24f</b>	<b>489,878.</b>	<b>443,111.</b>	<b>31,179.</b>	<b>15,588.</b>
26 Joint Costs. Check here <input type="checkbox"/> if following SOP 98-2. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation				

**Part X Balance Sheet**

		(A) Beginning of year		(B) End of year	
Assets	1	Cash - non-interest-bearing	74,591.	1	21,263.
	2	Savings and temporary cash investments	445,028.	2	81,469.
	3	Pledges and grants receivable, net		3	
	4	Accounts receivable, net		4	
	5	Receivables from current and former officers, directors, trustees, key employees, or other related parties Complete Part II of Schedule L		5	
	6	Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B). Complete Part II of Schedule L		6	
	7	Notes and loans receivable, net		7	
	8	Inventories for sale or use		8	
	9	Prepaid expenses and deferred charges		9	
	10a	Land, buildings, and equipment: cost basis	10a 55,554.		
	b	Less: accumulated depreciation Complete Part VI of Schedule D	10b 45,382.	10c 13,973.	10,172.
	11	Investments - publicly traded securities		11	
	12	Investments - other securities. See Part IV, line 11	8,570,204.	12	8,217,208.
	13	Investments - program-related. See Part IV, line 11		13	
	14	Intangible assets		14	
	15	Other assets. See Part IV, line 11		15	
16	<b>Total assets.</b> Add lines 1 through 15 (must equal line 34)	9,103,796.	16	8,330,112.	
Liabilities	17	Accounts payable and accrued expenses		17	
	18	Grants payable	10,000.	18	
	19	Deferred revenue		19	
	20	Tax-exempt bond liabilities		20	
	21	Escrow account liability. Complete Part IV of Schedule D		21	
	22	Payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons Complete Part II of Schedule L		22	
	23	Secured mortgages and notes payable to unrelated third parties		23	
	24	Unsecured notes and loans payable		24	
	25	Other liabilities. Complete Part X of Schedule D	414,902.	25	339,412.
	26	<b>Total liabilities.</b> Add lines 17 through 25	424,902.	26	339,412.
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.				
	27	Unrestricted net assets	1,691,477.	27	6,623,863.
	28	Temporarily restricted net assets		28	332,240.
	29	Permanently restricted net assets	6,987,417.	29	1,034,597.
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 30 through 34.				
	30	Capital stock or trust principal, or current funds		30	
	31	Paid-in or capital surplus, or land, building, or equipment fund		31	
	32	Retained earnings, endowment, accumulated income, or other funds		32	
	33	<b>Total net assets or fund balances</b>	8,678,894.	33	7,990,700.
	34	<b>Total liabilities and net assets/fund balances</b>	9,103,796.	34	8,330,112.

**Part XI Financial Statements and Reporting**

- 1 Accounting method used to prepare the Form 990:  Cash  Accrual  Other
- 2a Were the organization's financial statements compiled or reviewed by an independent accountant?
- b Were the organization's financial statements audited by an independent accountant?
- c If "Yes" to lines 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant?
- 3a As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?
- b If "Yes," did the organization undergo the required audit or audits?

	Yes	No
2a	X	
2b	X	
2c		X
3a		X
3b		



**Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)**

(Complete only if you checked the box on line 5, 7, or 8 of Part I)

**Section A. Public Support**

Calendar year (or fiscal year beginning in)	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
1 Gifts, grants, contributions, and membership fees received (Do not include any "unusual grants.")	284,817.	690,802.	424,397.	457,918.	85,694.	1943628.
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
3 The value of services or facilities furnished by a governmental unit to the organization without charge					9,600.	9,600.
4 Total. Add lines 1 - 3	284,817.	690,802.	424,397.	457,918.	95,294.	1953228.
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f)						797,421.
6 Public Support. Subtract line 5 from line 4						1155807.

**Section B. Total Support**

Calendar year (or fiscal year beginning in)	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
7 Amounts from line 4	284,817.	690,802.	424,397.	457,918.	95,294.	1953228.
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
9 Net income from unrelated business activities, whether or not the business is regularly carried on						
10 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV)						
11 Total support. Add lines 7 through 10						1953228.

12 Gross receipts from related activities, etc. (see instructions) 12

13 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here

**Section C. Computation of Public Support Percentage**

14 Public support percentage for 2008 (line 6, column (f) divided by line 11, column (f))	14	59.17 %
15 Public support percentage from 2007 Schedule A, Part IV-A, line 26f	15	56.60 %
16a 33 1/3% support test - 2008. If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization <span style="float:right"><input checked="" type="checkbox"/></span>		
b 33 1/3% support test - 2007. If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and stop here. The organization qualifies as a publicly supported organization <span style="float:right"><input type="checkbox"/></span>		
17a 10% -facts-and-circumstances test - 2008. If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part IV how the organization meets the "facts-and-circumstances" test The organization qualifies as a publicly supported organization <span style="float:right"><input type="checkbox"/></span>		
b 10% -facts-and-circumstances test - 2007. If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here. Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization <span style="float:right"><input type="checkbox"/></span>		
18 Private foundation. If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions <span style="float:right"><input type="checkbox"/></span>		

**Part III Support Schedule for Organizations Described in Section 509(a)(2)** (Complete only if you checked the box on line 9 of Part I.)

**Section A. Public Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
<b>1</b> Gifts, grants, contributions, and membership fees received (Do not include any "unusual grants.")						
<b>2</b> Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose						
<b>3</b> Gross receipts from activities that are not an unrelated trade or business under section 513						
<b>4</b> Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
<b>5</b> The value of services or facilities furnished by a governmental unit to the organization without charge						
<b>6 Total.</b> Add lines 1 - 5						
<b>7a</b> Amounts included on lines 1, 2, and 3 received from disqualified persons						
<b>b</b> Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of 1% of the total of lines 9, 10c, 11, and 12 for the year or \$5,000						
<b>c</b> Add lines 7a and 7b						
<b>8 Public support.</b> (Subtract line 7c from line 6)						

**Section B. Total Support**

Calendar year (or fiscal year beginning in) ▶	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
<b>9</b> Amounts from line 6						
<b>10a</b> Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
<b>b</b> Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975						
<b>c</b> Add lines 10a and 10b						
<b>11</b> Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on						
<b>12</b> Other income Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						
<b>13 Total support.</b> (Add lines 9, 10c, 11, and 12)						

**14 First five years.** If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here

**Section C. Computation of Public Support Percentage**

<b>15</b> Public support percentage for 2008 (line 8, column (f) divided by line 13, column (f))	<b>15</b>	%
<b>16</b> Public support percentage from 2007 Schedule A, Part IV-A, line 27g	<b>16</b>	%

**Section D. Computation of Investment Income Percentage**

<b>17</b> Investment income percentage for 2008 (line 10c, column (f) divided by line 13, column (f))	<b>17</b>	%
<b>18</b> Investment income percentage from 2007 Schedule A, Part IV-A, line 27h	<b>18</b>	%

**19a 33 1/3% support tests - 2008.** If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and stop here. The organization qualifies as a publicly supported organization

**b 33 1/3% support tests - 2007.** If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3%, and line 18 is not more than 33 1/3%, check this box and stop here. The organization qualifies as a publicly supported organization

**20 Private foundation.** If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions

**THE MARSHALL COMMUNITY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS (CONCLUDED)**

**SEPTEMBER 30, 2009 AND 2008**

**NOTE 8: RESTRICTIONS ON NET ASSETS**

*Temporarily restricted* net assets are comprised of a charitable remainder unitrust, as disclosed in Note 3, and investment earnings on permanently restricted net assets. The discounted value of the unitrust at September 30, 2009 and 2008 was \$ 0 and \$46,718, respectively. Unexpended net earnings on permanently restricted assets totaled \$332,240 and \$439,837 at September 30, 2009 and 2008, respectively.

**NOTE 9: RETIREMENT PLAN**

During 2009 the Foundation adopted a SIMPLE deferred compensation plan for the benefit of its employees; all employees are immediately eligible. The plan provides a provision that the Foundation shall determine annually in its sole discretion whether to make a matching or non-elective contribution to each eligible employee's individual retirement account (IRA). The Foundation elected to make matching contributions to each participating employee's SIMPLE IRA equal to the employee's salary reduction contribution up to a limit of 3% of the employee's compensation for the 2009 calendar year. Retirement plan contributions totaling \$880 were expensed during the year ended September 30, 2009.

**Schedule D**  
(Form 990)

Department of the Treasury  
Internal Revenue Service

**Supplemental Financial Statements**

▶ Attach to Form 990. To be completed by organizations that answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11, or 12.

OMB No. 1545-0047

**2008**

Open to Public Inspection

Name of the organization **MARSHALL COMMUNITY FOUNDATION** Employer identification number **23-7011281**

**Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts.** Complete if the organization answered "Yes" to Form 990, Part IV, line 6

	(a) Donor advised funds	(b) Funds and other accounts
1 Total number at end of year	1	
2 Aggregate contributions to (during year)	0.	
3 Aggregate grants from (during year)	3,350.	
4 Aggregate value at end of year	13,814.	

- 5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control?  Yes  No
- 6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds may be used only for charitable purposes and not for the benefit of the donor or donor advisor or other impermissible private benefit?  Yes  No

**Part II Conservation Easements.** Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

- 1 Purpose(s) of conservation easements held by the organization (check all that apply)
- Preservation of land for public use (e.g., recreation or pleasure)  Preservation of an historically important land area
- Protection of natural habitat  Preservation of certified historic structure
- Preservation of open space

2 Complete lines 2a-2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year

	Held at the End of the Year
a Total number of conservation easements	2a
b Total acreage restricted by conservation easements	2b
c Number of conservation easements on a certified historic structure included in (a)	2c
d Number of conservation easements included in (c) acquired after 8/17/06	2d

- 3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the taxable year ▶ \_\_\_\_\_
- 4 Number of states where property subject to conservation easement is located ▶ \_\_\_\_\_
- 5 Does the organization have a written policy regarding the periodic monitoring, inspection, violations, and enforcement of the conservation easements it holds?  Yes  No
- 6 Staff or volunteer hours devoted to monitoring, inspecting, and enforcing easements during the year ▶ \_\_\_\_\_
- 7 Amount of expenses incurred in monitoring, inspecting, and enforcing easements during the year ▶ \$ \_\_\_\_\_
- 8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)?  Yes  No
- 9 In Part XIV, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements.

**Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.** Complete if the organization answered "Yes" to Form 990, Part IV, line 8

- 1a If the organization elected, as permitted under SFAS 116, not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIV, the text of the footnote to its financial statements that describes these items.
- b If the organization elected, as permitted under SFAS 116, to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items:
- (i) Revenues included in Form 990, Part VIII, line 1 ▶ \$ \_\_\_\_\_
- (ii) Assets included in Form 990, Part X ▶ \$ \_\_\_\_\_
- 2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 relating to these items:
- a Revenues included in Form 990, Part VIII, line 1 ▶ \$ \_\_\_\_\_
- b Assets included in Form 990, Part X ▶ \$ \_\_\_\_\_

**Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets** (continued)

- 3 Using the organization's accession and other records, check any of the following that are a significant use of its collection items (check all that apply):
- a  Public exhibition
  - b  Scholarly research
  - c  Preservation for future generations
  - d  Loan or exchange programs
  - e  Other \_\_\_\_\_
- 4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIV.
- 5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection?  Yes  No

**Part IV Trust, Escrow and Custodial Arrangements.** Complete if organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

- 1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X?  Yes  No
- b If "Yes," explain the arrangement in Part XIV and complete the following table.
- |                                 | Amount |
|---------------------------------|--------|
| c Beginning balance             | 1c     |
| d Additions during the year     | 1d     |
| e Distributions during the year | 1e     |
| f Ending balance                | 1f     |
- 2a Did the organization include an amount on Form 990, Part X, line 21?  Yes  No
- b If "Yes," explain the arrangement in Part XIV.

**Part V Endowment Funds.** Complete if organization answered "Yes" to Form 990, Part IV, line 10.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance	1,034,572.				
b Contributions	25.				
c Investment earnings or losses					
d Grants or scholarships					
e Other expenditures for facilities and programs					
f Administrative expenses					
g End of year balance	1,034,597.				

- 2 Provide the estimated percentage of the year end balance held as:
- a Board designated or quasi-endowment  .00 %
  - b Permanent endowment  13.00 %
  - c Term endowment  .00 %

- 3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:
- |                             | Yes | No |
|-----------------------------|-----|----|
| (i) unrelated organizations |     | X  |
| (ii) related organizations  |     | X  |
- b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R?  Yes  No

4 Describe in Part XIV the intended uses of the organization's endowment funds.

**Part VI Investments - Land, Buildings, and Equipment.** See Form 990, Part X, line 10.

Description of investment	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Depreciation	(d) Book value
1a Land				
b Buildings				
c Leasehold improvements				
d Equipment	55,554.		45,382.	10,172.
e Other				
<b>Total.</b> Add lines 1a-1e (Column (d) should equal Form 990, Part X, column (B), line 10(c))				10,172.

**Part VII Investments - Other Securities.** See Form 990, Part X, line 12

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation. Cost or end-of-year market value
Financial derivatives and other financial products		
Closely-held equity interests		
Other		
CSV LIFE INS POLICY REC'D AS A CONTRIBUTION	2,225.	END-OF-YEAR MARKET VALUE
SEE ATTACHED DETAIL	8,214,983.	END-OF-YEAR MARKET VALUE
<b>Total.</b> (Col (b) should equal Form 990, Part X, col (B) line 12.) ▶	<b>8,217,208.</b>	

**Part VIII Investments - Program Related.** See Form 990, Part X, line 13

(a) Description of investment type	(b) Book value	(c) Method of valuation. Cost or end-of-year market value
<b>Total.</b> (Col (b) should equal Form 990, Part X, col (B) line 13.) ▶		

**Part IX Other Assets.** See Form 990, Part X, line 15

(a) Description	(b) Book value
<b>Total.</b> (Column (b) should equal Form 990, Part X, col (B) line 15) ▶	

**Part X Other Liabilities.** See Form 990, Part X, line 25.

(a) Description of liability	(b) Amount
Federal income taxes	
<b>CUSTODIAL FUNDS</b>	<b>339,412.</b>
<b>Total.</b> (Column (b) should equal Form 990, Part X, col (B) line 25.) ▶	<b>339,412.</b>

In Part XIV, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48.

**Part XI Reconciliation of Change in Net Assets from Form 990 to Financial Statements**

1	Total revenue (Form 990, Part VIII, column (A), line 12)	1	-198,316.
2	Total expenses (Form 990, Part IX, column (A), line 25)	2	489,878.
3	Excess or (deficit) for the year. Subtract line 2 from line 1	3	-688,194.
4	Net unrealized gains (losses) on investments	4	
5	Donated services and use of facilities	5	
6	Investment expenses	6	
7	Prior period adjustments	7	
8	Other (Describe in Part XIV)	8	
9	Total adjustments (net). Add lines 4-8	9	0.
10	Excess or (deficit) for the year per financial statements. Combine lines 3 and 9	10	-688,194.

**Part XII Reconciliation of Revenue per Audited Financial Statements With Revenue per Return**

1	Total revenue, gains, and other support per audited financial statements	1	0.
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12:		
	a Net unrealized gains on investments	2a	
	b Donated services and use of facilities	2b	
	c Recoveries of prior year grants	2c	
	d Other (Describe in Part XIV)	2d	
	e Add lines 2a through 2d	2e	0.
3	Subtract line 2e from line 1	3	0.
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1:		
	a Investment expenses not included on Form 990, Part VIII, line 7b	4a	
	b Other (Describe in Part XIV)	4b	
	c Add lines 4a and 4b	4c	0.
5	Total revenue. Add lines 3 and 4c. (This should equal Form 990, Part I, line 12.)	5	0.

**Part XIII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return**

1	Total expenses and losses per audited financial statements	1	0.
2	Amounts included on line 1 but not on Form 990, Part IX, line 25:		
	a Donated services and use of facilities	2a	
	b Prior year adjustments	2b	
	c Losses reported on Form 990, Part IX, line 25	2c	
	d Other (Describe in Part XIV)	2d	
	e Add lines 2a through 2d	2e	0.
3	Subtract line 2e from line 1	3	0.
4	Amounts included on Form 990, Part IX, line 25, but not on line 1:		
	a Investment expenses not included on Form 990, Part VIII, line 7b	4a	
	b Other (Describe in Part XIV)	4b	
	c Add lines 4a and 4b	4c	0.
5	Total expenses. Add lines 3 and 4c. (This should equal Form 990, Part I, line 18.)	5	0.

**Part XIV Supplemental Information**

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X; Part XI, line 8; Part XII, lines 2d and 4b; and Part XIII, lines 2d and 4b

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**SCHEDULE I  
(Form 990)**

Department of the Treasury  
Internal Revenue Service

**Grants and Other Assistance to Organizations,  
Governments, and Individuals in the U.S.**

▶ **Complete if the organization answered "Yes," on Form 990, Part IV, lines 21 or 22.  
▶ Attach to Form 990.**

OMB No. 1545-0047

2008

Open to Public  
Inspection

Name of the organization

**MARSHALL COMMUNITY FOUNDATION**

Employer identification number  
**23-7011281**

**Part I General Information on Grants and Assistance**

**1** Does the organization maintain records to substantiate the amount of the grants or assistance, the grantees' eligibility for the grants or assistance, and the selection criteria used to award the grants or assistance?  Yes  No

**2** Describe in Part IV the organization's procedures for monitoring the use of grant funds in the United States

**Part II Grants and Other Assistance to Governments and Organizations in the United States.** Complete if the organization answered "Yes" on Form 990, Part IV, line 21, for any recipient that received more than \$5,000. Check this box if no one recipient received more than \$5,000. Use Part IV and Schedule I-1 (Form 990) if additional space is needed. ▶

1 (a) Name and address of organization or government	(b) EIN	(c) IRC section if applicable	(d) Amount of cash grant	(e) Amount of non-cash assistance	(f) Method of valuation (book, FMV, appraisal, other)	(g) Description of non-cash assistance	(h) Purpose of grant or assistance
SEE ATTACHED SCHEDULE			330,636	0			
SEE ATTACHED SCHEDULE			3,350	0			

**2** Enter total number of section 501(c)(3) and government organizations

**3** Enter total number of other organizations

LHA For Privacy Act and Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule I (Form 990) 2008

**Part III** Grants and Other Assistance to Individuals in the United States. Complete if the organization answered "Yes" on Form 990, Part IV, line 22. Use Schedule I-1 (Form 990) if additional space is needed.

(a) Type of grant or assistance	(b) Number of recipients	(c) Amount of cash grant	(d) Amount of non-cash assistance	(e) Method of valuation (book, FMV, appraisal, other)	(f) Description of non-cash assistance

**Part IV** Supplemental Information. Complete this part to provide the information required in Part I, line 2, and any other additional information.

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**SCHEDULE J  
(Form 990)**

Department of the Treasury  
Internal Revenue Service

**Compensation Information**

For certain Officers, Directors, Trustees, Key Employees, and Highest  
Compensated Employees

▶ Attach to Form 990. To be completed by organizations that  
answered "Yes" to Form 990, Part IV, line 23.

OMB No 1545-0047

**2008**

Open to Public  
Inspection

Name of the organization

**MARSHALL COMMUNITY FOUNDATION**

Employer identification number

**23-7011281**

**Part I Questions Regarding Compensation**

**1a** Check the appropriate box(es) if the organization provided any of the following to or for a person listed in Form 990, Part VII, Section A, line 1a. Complete Part III to provide any relevant information regarding these items

- |  |  |
|--|--|
| <input type="checkbox"/> First-class or charter travel             | <input type="checkbox"/> Housing allowance or residence for personal use |
| <input type="checkbox"/> Travel for companions                     | <input type="checkbox"/> Payments for business use of personal residence |
| <input type="checkbox"/> Tax indemnification and gross-up payments | <input type="checkbox"/> Health or social club dues or initiation fees   |
| <input type="checkbox"/> Discretionary spending account            | <input type="checkbox"/> Personal services (e.g., maid, chauffeur, chef) |

**b** If line 1a is checked, did the organization follow a written policy regarding payment or reimbursement or provision of all of the expenses described above? If "No," complete Part III to explain

**2** Did the organization require substantiation prior to reimbursing or allowing expenses incurred by all officers, directors, trustees, and the CEO/Executive Director, regarding the items checked in line 1a?

**3** Indicate which, if any, of the following the organization uses to establish the compensation of the organization's CEO/Executive Director. Check all that apply.

- |  |  |
|--|--|
| <input type="checkbox"/> Compensation committee              | <input type="checkbox"/> Written employment contract                     |
| <input type="checkbox"/> Independent compensation consultant | <input type="checkbox"/> Compensation survey or study                    |
| <input type="checkbox"/> Form 990 of other organizations     | <input type="checkbox"/> Approval by the board or compensation committee |

**4** During the year, did any person listed in Form 990, Part VII, Section A, line 1a:

- a** Receive a severance payment or change of control payment?  
**b** Participate in, or receive payment from, a supplemental nonqualified retirement plan?  
**c** Participate in, or receive payment from, an equity-based compensation arrangement?

If "Yes" to any of lines 4a-c, list the persons and provide the applicable amounts for each item in Part III.

**Only 501(c)(3) and 501(c)(4) organizations must complete lines 5-8.**

**5** For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the revenues of:

- a** The organization?  
**b** Any related organization?

If "Yes," to line 5a or 5b, describe in Part III.

**6** For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the net earnings of:

- a** The organization?  
**b** Any related organization?

If "Yes" to line 6a or 6b, describe in Part III.

**7** For persons listed in Form 990, Part VII, Section A, line 1a, did the organization provide any non-fixed payments not described in lines 5 and 6? If "Yes," describe in Part III

**8** Were any amounts reported in Form 990, Part VII, paid or accrued pursuant to a contract that was subject to the initial contract exception described in Regs. section 53.4958-4(a)(3)? If "Yes," describe in Part III

	Yes	No
<b>1b</b>		
<b>2</b>		
<b>4a</b>		<b>X</b>
<b>4b</b>		<b>X</b>
<b>4c</b>		<b>X</b>
<b>5a</b>		<b>X</b>
<b>5b</b>		<b>X</b>
<b>6a</b>		<b>X</b>
<b>6b</b>		<b>X</b>
<b>7</b>		<b>X</b>
<b>8</b>		<b>X</b>

LHA For Privacy Act and Paperwork Reduction Act Notice, see the Instructions for Form 990.

Schedule J (Form 990) 2008



**SCHEDULE O**

(Form 990)

Department of the Treasury  
Internal Revenue Service

**Supplemental Information to Form 990**

▶ Attach to Form 990. To be completed by organizations to provide additional information for responses to specific questions for the Form 990 or to provide any additional information.

OMB No 1545-0047

**2008**

Open to Public  
Inspection

Name of the organization

**MARSHALL COMMUNITY FOUNDATION**

Employer identification number

**23-7011281**

**FORM 990, PART I, LINE 1, DESCRIPTION OF ORGANIZATION MISSION:**

**FUNDS FOR VARIOUS COMMUNITY PROJECTS.**

**FORM 990, PART III, LINE 1, DESCRIPTION OF ORGANIZATION MISSION:**

**INTENTION OF THE DONORS.**





**Part V Transactions With Related Organizations**

**Note.** Complete line 1 if any entity is listed in Parts II, III, or IV.

**1** During the tax year, did the organization engage in any of the following transactions with one or more related organizations listed in Parts II-IV?

**a** Receipt of (i) interest (ii) annuities (iii) royalties (iv) rent from a controlled entity

**b** Gift, grant, or capital contribution to other organization(s)

**c** Gift, grant, or capital contribution from other organization(s)

**d** Loans or loan guarantees to or for other organization(s)

**e** Loans or loan guarantees by other organization(s)

**f** Sale of assets to other organization(s)

**g** Purchase of assets from other organization(s)

**h** Exchange of assets

**i** Lease of facilities, equipment, or other assets to other organization(s)

**j** Lease of facilities, equipment, or other assets from other organization(s)

**k** Performance of services or membership or fundraising solicitations for other organization(s)

**l** Performance of services or membership or fundraising solicitations by other organization(s)

**m** Shaming of facilities, equipment, mailing lists, or other assets

**n** Shaming of paid employees

**o** Reimbursement paid to other organization for expenses

**p** Reimbursement paid by other organization for expenses

**q** Other transfer of cash or property to other organization(s)

**r** Other transfer of cash or property from other organization(s)

**2** If the answer to any of the above is "Yes," see the instructions for information on who must complete this line, including covered relationships and transaction thresholds

	(A) Name of other organization(s)	(B) Transaction type (a-r)	(C) Amount involved	Yes	No
(1)					
(2)					
(3)					
(4)					
(5)					
(6)					



**THE MARSHALL COMMUNITY FOUNDATION**

**FINANCIAL STATEMENTS  
AND INDEPENDENT AUDITOR'S REPORT  
(with supplementary information)**

**YEARS ENDED SEPTEMBER 30, 2009 AND 2008**

THE MARSHALL COMMUNITY FOUNDATION

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**Osbourne, March, Condon & Co., P.C**

**Certified Public Accountants**

**184 West Carleton Road**

**Hillsdale, Michigan 49242**

**Telephone: 517/439-9331**

**FAX: 517/439-1894**

## **INDEPENDENT AUDITOR'S REPORT**

To the Board of Trustees  
The Marshall Community Foundation  
Marshall, Michigan

We have audited the accompanying statements of financial position of The Marshall Community Foundation (a non-profit corporation) as of September 30, 2009 and 2008, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit of the financial statements provides a reasonable basis for our opinion.

As described in Note 1 to these financial statements, the financial statements of the Marshall Rotary Foundation, a supporting organization of the Foundation, are not included in the accompanying financial statements. Accounting principles generally accepted in the United States of America require that the financial statements of organizations meeting certain criteria be included as part of a not-for-profit organization's reporting entity. The Marshall Rotary Foundation, in our opinion, meets such criteria. The effects of this departure from generally accepted accounting principles on the accompanying financial statements have not been determined.

In our opinion, with the exception of the matter described in the preceding paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of The Marshall Community Foundation as of September 30, 2009 and 2008, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying supplementary information on pages 15 - 18 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Osbourne, March, Coudon & Co P.C.*

Certified Public Accountants

Hillsdale, Michigan  
January 11, 2010

**THE MARSHALL COMMUNITY FOUNDATION**

**STATEMENTS OF FINANCIAL POSITION**

**SEPTEMBER 30, 2009 AND 2008**

	<b>2009</b>	<b>2008</b>
<b>ASSETS</b>		
<b>ASSETS</b>		
Cash and equivalents	\$ 102,732	\$ 519,619
Investments	8,214,983	8,518,842
Cash surrender value life insurance	2,225	2,129
Investments held in unitrust		49,233
Equipment, net of accumulated depreciation of \$41,420 for 2009 and \$37,085 for 2008	10,172	13,973
	<b>\$ 8,330,112</b>	<b>\$ 9,103,796</b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>		
Unitrust obligation payable	\$	\$ 2,515
Grants payable		10,000
Custodial funds managed for other organizations	339,412	412,387
<b>TOTAL LIABILITIES</b>	<b>\$ 339,412</b>	<b>\$ 424,902</b>
<b>NET ASSETS</b>		
Unrestricted	\$ 6,623,863	\$ 7,157,767
Temporarily restricted	332,240	486,555
Permanently restricted	1,034,597	1,034,572
<b>TOTAL NET ASSETS</b>	<b>\$ 7,990,700</b>	<b>\$ 8,678,894</b>
	<b>\$ 8,330,112</b>	<b>\$ 9,103,796</b>

The accompanying notes are an integral part of these financial statements.

THE MARSHALL COMMUNITY FOUNDATION

STATEMENTS OF ACTIVITIES

YEARS ENDED SEPTEMBER 30, 2009 AND 2008

	2009			TOTAL
	UNRESTRICTED	TEMPORARILY RESTRICTED	PERMANENTLY RESTRICTED	
<b>REVENUES, GAINS AND OTHER SUPPORT</b>				
Investment earnings	\$ 318,787	\$ 45,963	\$	\$ 364,750
Contributions	95,269		25	95,294
Net assets released from restriction	90,169	(90,169)		
<b>TOTAL REVENUES, GAINS AND OTHER SUPPORT</b>	<u>\$ 504,225</u>	<u>\$ (44,206)</u>	<u>\$ 25</u>	<u>\$ 460,044</u>
<b>EXPENSES AND LOSSES</b>				
Grants	\$ 333,986	\$	\$	\$ 333,986
Administrative expenses	155,892			155,892
<b>TOTAL EXPENSES</b>	<u>\$ 489,878</u>	<u>\$</u>	<u>\$</u>	<u>\$ 489,878</u>
Loss on investment market values	\$ 548,251	\$ 110,109	\$	\$ 658,360
<b>TOTAL EXPENSES AND LOSSES</b>	<u>\$ 1,038,129</u>	<u>\$ 110,109</u>	<u>\$</u>	<u>\$ 1,148,238</u>
<b>CHANGES IN NET ASSETS</b>	<u>\$ (533,904)</u>	<u>\$ (154,315)</u>	<u>\$ 25</u>	<u>\$ (688,194)</u>
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>\$ 7,157,767</u>	<u>\$ 486,555</u>	<u>\$ 1,034,572</u>	<u>\$ 8,678,894</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 6,623,863</u>	<u>\$ 332,240</u>	<u>\$ 1,034,597</u>	<u>\$ 7,990,700</u>

The accompanying notes are an integral part of these financial statements.

	2008			
	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>PERMANENTLY RESTRICTED</u>	<u>TOTAL</u>
<b>REVENUES, GAINS AND OTHER SUPPORT</b>				
Investment earnings	\$ 613,398	\$ 111,658	\$ 50	\$ 725,056
Contributions	467,468		50	467,518
Net assets released from restriction	35,774	(35,774)		
<b>TOTAL REVENUES, GAINS AND OTHER SUPPORT</b>	<u>\$ 1,116,640</u>	<u>\$ 75,884</u>	<u>\$ 50</u>	<u>\$ 1,192,574</u>
<b>EXPENSES AND LOSSES</b>				
Grants	\$ 312,791	\$	\$	\$ 312,791
Administrative expenses	149,102			149,102
<b>TOTAL EXPENSES</b>	<u>\$ 461,893</u>	<u>\$</u>	<u>\$</u>	<u>\$ 461,893</u>
Loss on investment market values	\$ 2,196,814	\$ 504,822	\$	\$ 2,701,636
<b>TOTAL EXPENSES AND LOSSES</b>	<u>\$ 2,658,707</u>	<u>\$ 504,822</u>	<u>\$</u>	<u>\$ 3,163,529</u>
<b>CHANGES IN NET ASSETS</b>	<u>\$ (1,542,067)</u>	<u>\$ (428,938)</u>	<u>\$ 50</u>	<u>\$ (1,970,955)</u>
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>\$ 8,699,834</u>	<u>\$ 915,493</u>	<u>\$ 1,034,522</u>	<u>\$ 10,649,849</u>
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 7,157,767</u>	<u>\$ 486,555</u>	<u>\$ 1,034,572</u>	<u>\$ 8,678,894</u>

**THE MARSHALL COMMUNITY FOUNDATION**

**STATEMENTS OF CASH FLOWS**

**YEARS ENDED SEPTEMBER 30, 2009 AND 2008**

	<b>2009</b>	<b>2008</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Changes in net assets	\$ (688,194)	\$(1,970,955)
Adjustment to reconcile increase in net assets to net cash provided by (used in) operating activities:		
Depreciation	4,661	4,335
Net unrealized (gains) losses on investments	645,287	2,673,222
Net realized gains on sale of investments		(2,006)
Cash surrender value	(96)	(96)
Change in value of interest in remainder trust	13,073	28,414
Net changes in operating liabilities that provided (used) cash:		
Other payables	(12,515)	10,000
Custodial funds managed for other organizations	<u>(72,975)</u>	<u>141,527</u>
 <b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>	 <u>\$ (110,759)</u>	 <u>\$ 884,441</u>
 <b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net purchases and sale of investments	\$ (305,268)	\$ (755,697)
Purchase of office equipment	<u>(860)</u>	<u></u>
 <b>NET CASH (USED IN) INVESTING ACTIVITIES</b>	 <u>\$ (306,128)</u>	 <u>\$ (755,697)</u>
 <b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>	 \$ (416,887)	 \$ 128,744
 <b>CASH AND EQUIVALENTS, BEGINNING OF YEAR</b>	 <u>519,619</u>	 <u>390,875</u>
 <b>CASH AND EQUIVALENTS, END OF YEAR</b>	 <u>\$ 102,732</u>	 <u>\$ 519,619</u>

The accompanying notes are an integral part of these financial statements.

THE MARSHALL COMMUNITY FOUNDATION

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2009 AND 2008

NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

The Marshall Community Foundation (the "Foundation") is a publicly supported philanthropic institution. It administers individual funds contributed or bequeathed by persons, corporations and private foundations, and it makes grants from the income on its endowment to nonprofit, tax-exempt community organizations in the Marshall, Michigan area.

Related Entity

The Foundation appoints the board of directors of the Marshall Rotary Foundation (the "Rotary"), and it is a requirement that one of the Foundation's trustees sits on the Rotary's board of directors. Accordingly, the American Institute of Certified Public Accountants' Statement of Position (SOP) 94-3, *Reporting of Related Entities by Not-for-Profit Organizations*, requires that the financial statements of the Rotary be included as part of the reporting entity in order to conform with generally accepted accounting principles. The financial statements of the Rotary are not included in these financial statements.

Basis of Accounting & Presentation

The financial statements of the Foundation have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Under this basis revenue/gains and expenses/losses are recognized in the period when they were earned/incurred.

To ensure observance of limitations and restrictions placed on the use of available resources, for internal accounting and stewardship purposes, the accounts of the Foundation are maintained in accordance with the principles of fund accounting. This is the procedure by which resources for various purposes are classified for accounting and internal reporting into funds established according to their nature and purpose.

For external financial reporting purposes, the Foundation prepares its annual financial statements in accordance with Accounting Standards Codification (ASC) 958-210-50-3 (formerly Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*), and the American Institute of Certified Public Accountants' Audit and Accounting Guide, *Not-for-Profit Organizations*. Pursuant to ASC 958-210-50-3 the Foundation is required to report information regarding its financial position and activity according to three classes of net assets:

- a) *Unrestricted Net Assets* – net assets that are not subject to donor-imposed restrictions including the carrying value of equipment. Resources that are reported in this net asset category include unrestricted gifts and the investment earnings and gains thereon, and related expenses associated with the operations of the Foundation.
- b) *Temporarily Restricted Net Assets* – net assets subject to donor-imposed restrictions that will be satisfied by actions of the Foundation and / or by the passage of time. Resources reported in this net asset category include gifts for which restrictions have not been met and the investment earnings and gains thereon. Expirations of temporary restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled) are reported as reclassifications between the applicable classes of net assets.
- c) *Permanently Restricted Net Assets* - net assets, subject to donor-imposed restrictions that they be maintained in perpetuity by the Foundation and not subject to the variance power and powers of modification, as noted in the by-laws of the Foundation, are recorded as permanently restricted.

**THE MARSHALL COMMUNITY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**SEPTEMBER 30, 2009 AND 2008**

**NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Cash and Equivalents**

Cash and equivalents consist of deposits in checking, money market funds and certificates of deposit, except that such certificates of deposit purchased with endowment assets are classified as investments. From time to time during the year deposits may exceed Federal Deposit Insurance Corporation insured limits. However, all deposits were under the insured limit of \$250,000 at September 30, 2009 and 2008.

**Split Interest Agreements**

Charitable remainders trusts initiated by donors, under which the Foundation has a future interest in the remaining net assets upon the death of the donor, are reported as an investment at fair market value with an offsetting liability for the present value of the estimated future payments to be made to the donor and / or beneficiaries (calculated based on life expectancy tables and implied discount rates). The carrying value of the liability is adjusted during the term of the trust for changes in the value of the assets, discount rate, and other changes in the estimate of future benefits.

**Investments**

Investment securities purchased are initially recorded at cost and investment securities received by gift are recorded at fair value at the date of donation. Thereafter, the carrying values of such investments are adjusted to fair values which are determined using published exchange market quotations where applicable or estimated fair values provided by external investment managers or other sources. In limited cases where such values are not available or no ready market exists, carrying values are estimated. The net realized appreciation (depreciation) in fair value of investments is reflected in the statement of activities.

**Life Insurance Policies**

Life insurance policies donated to the Foundation are recorded at the cash surrender value of the policy on the date received and adjusted annually for any changes in value. Amounts received from donors for payment of premiums are recorded as gifts, and the premiums paid are reflected as expenditures of the Foundation.

**Equipment and Depreciation**

All office equipment is capitalized at cost, or if donated, at fair value on the date of gift. Depreciation is provided over the estimated useful lives of the respective assets on a straight-line basis, over five years.

**Contributions**

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Contributions of assets other than cash are recorded at their estimated fair value as of the date received.

**THE MARSHALL COMMUNITY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**SEPTEMBER 30, 2009 AND 2008**

**NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONCLUDED)**

**In Kind Support**

The Foundation records in kind support for its office lease. Contributed support is recognized at fair value. At September 30, 2009 and 2008, the Foundation recognized \$9,600 of in kind support in its statement of activities. The lease is renewable annually.

**Administrative Fees**

The Foundation charges a management fee to each fund to support the cost of its administrative operating budget. This fee ranges from one to two percent of the average fund balance. Prior to 2009 the fee was limited to a maximum amount of \$600 per fund. Subsequently this limitation was uncapped and the full amount of the calculated fee is charged to the funds. For the year ended September 30, 2009 and 2008, the Foundation generated administrative fees of \$115,176 and \$30,546, respectively.

**Fundraising Expense**

Administrative expense includes costs related to fundraising.

**Custodial Funds Managed for Other Organizations**

The Foundation has entered into agreements with third-party organizations to receive, invest, and manage their contributed funds. In accordance with ASC 958-605-25-24 (formerly Statement of Financial Accounting Standards No. 136, *Transfers of Assets to a Not-for-Profit Organization or Charitable Trust That Raises or Holds Contributions for Others*), the Foundation reports a liability for these monies since the third-party organizations have the unilateral right to withdraw or otherwise redirect the use of those funds.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management of the Foundation to make estimates and assumptions that affect certain amounts and disclosures in the financial statements. Actual results could differ from those estimates.

**Income Taxes**

The Internal Revenue Service ruled that the Foundation is exempt from federal income tax under the provisions of Section 501(c)(3) of the Internal Revenue Code (the "Code"). The Foundation is required to operate in conformity with the Code and related regulations to maintain its exemption.

**NOTE 2: SUPPLEMENTAL CASH FLOW INFORMATION**

Non-cash investing activities for fiscal years ended September 30, 2009 and 2008, consist of contributions of equity securities valued at \$ 0 and \$99,960, respectively.

**THE MARSHALL COMMUNITY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**SEPTEMBER 30, 2009 AND 2008**

**NOTE 3: RELATED PARTY TRANSACTIONS**

The Foundation incurred various expenses during fiscal years with companies owned and operated by three Foundation trustees for services as follows:

	2009	2008
Legal fees	\$ 2,900	\$ 2,400
Accounting fees	5,400	5,400
Printing	<u>11,553</u>	<u>6,495</u>
	<u>\$ 19,853</u>	<u>\$ 14,295</u>

**NOTE 4: INVESTMENTS**

Funds are pooled and invested in various types of investments, the fair values of which are summarized as follows at September 30, 2009 and 2008:

	2009	2008
Mutual Funds	\$ 6,585,564	\$ 6,253,544
Certificate of Deposit	403,833	16,569
Common stocks	991,815	1,940,814
Corporate bonds	139,225	233,687
Partnership interests	<u>94,546</u>	<u>74,228</u>
	<u>\$ 8,214,983</u>	<u>\$ 8,518,842</u>

The following schedule summarizes investment earnings and losses reported in the statement of activities for the years ended September 30, 2009 and 2008:

	2009	2008
Dividends	\$ 342,109	\$ 709,355
Interest	22,641	13,695
Realized gains - net	<u>          </u>	<u>2,006</u>
	<u>\$ 364,750</u>	<u>\$ 725,056</u>
Unrealized losses - net	<u>\$ 658,360</u>	<u>\$ 2,701,636</u>

**THE MARSHALL COMMUNITY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**SEPTEMBER 30, 2009 AND 2008**

**NOTE 5: SPLIT INTEREST AGREEMENT**

A donor funded charitable remainder unitrust, in which specified distributions are to be made to designated beneficiaries over their lives, requires distributions to be made equal to 7% of the fair market value of the trust assets on the first of each taxable year of the trust. Upon the death of the donor, the trust is to be terminated and all remaining assets of the trust are to be distributed to the Foundation. The Foundation holds the investments in trust which are recorded at fair market value in the amount of \$49,233 at September 30, 2008.

The liability to the beneficiaries is recorded at the present value of the estimated future payments over the trust's term based on Internal Revenue Code Section 7520 discount rate of 0% and the beneficiaries' life expectancy as of fiscal year end September 30, 2008. The Foundation's liability at September 30, 2008, under the trust agreement amounted to \$2,515.

In December 2009, upon the donor's death, the remaining net assets were transferred to the Foundation totaling \$33,645.

**NOTE 6: FAIR VALUE MEASUREMENTS**

ASC 820-10 (formerly FASB Statement No. 157, *Fair Value Measurements*), establishes a framework for measuring fair value, and establishes a fair value hierarchy that prioritizes the inputs to valuation techniques. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach are used to measure fair value.

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels.

- *Level 1* inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities the Foundation has the ability to access.
- *Level 2* inputs are those (other than quoted prices included within level 1) that are observable for the asset or liability, either directly or indirectly.
- *Level 3* are unobservable inputs for the asset or liability and rely on management's own assumptions about the assumptions that market participants would use in pricing the asset or liability (the unobservable inputs should be developed based on the best information available in the circumstances and may include the Foundation's own data).

Following is a description of the valuation methodologies used for assets measured at fair value at September 30, 2009:

- *Mutual Funds, Common Stock, Corporate Bonds, Partnership Interest, and Investments held in Unitrust (comprised of common stock): Valued at unadjusted quoted market prices of shares held by the Foundation at year end.*
- *Certificates of Deposit: Cash value.*

**THE MARSHALL COMMUNITY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**  
**SEPTEMBER 30, 2009 AND 2008**

**NOTE 6: FAIR VALUE MEASUREMENTS (CONCLUDED)**

The following table sets forth by level, within the fair value hierarchy, the Foundation's assets at fair value:

	September 30, 2009			Total
	Level 1	Level 2	Level 3	
Mutual funds	\$ 6,585,564	\$	\$	\$ 6,585,564
Certificates of deposit	403,833			403,833
Common stock	991,815			991,815
Corporate bonds	139,225			139,225
Partnership interest	94,546			94,546
Investment held in unitrust				
	<u>\$ 8,214,983</u>	<u>\$</u>	<u>\$</u>	<u>\$ 8,214,983</u>

	September 30, 2008			Total
	Level 1	Level 2	Level 3	
Mutual funds	\$ 6,253,544	\$	\$	\$ 6,253,544
Certificates of deposit	16,569			16,569
Common stock	1,940,814			1,940,814
Corporate bonds	233,687			233,687
Partnership interest	74,228			74,228
Investment held in unitrust	49,233			49,233
	<u>\$ 8,568,075</u>	<u>\$</u>	<u>\$</u>	<u>\$ 8,568,075</u>

**NOTE 7: ENDOWMENT**

The Foundation consists of approximately one hundred and forty-two individual funds, of which one hundred are endowed, two are non-endowed, and forty are agency pass-through funds, established for a variety of purposes. Its endowment includes both unrestricted and donor-restricted endowment funds. As required by Generally Accepted Accounting Principles, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

Relevant Legislation and Accounting Pronouncement

In August 2008, The Financial Accounting Standards Board issued Staff Position No. FAS 117-1, Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act of 2006 (UPMIFA), and Enhanced Disclosures for All Endowment Funds. ASC 958-205-45-15 to 35 (formerly FAS 117-1) provides guidance on the net asset classification of donor-restricted endowment funds for a not-for-profit organization that is subject to an enacted version of the UPMIFA. The State of Michigan adopted UPMIFA effective September 10, 2009.

**THE MARSHALL COMMUNITY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**SEPTEMBER 30, 2009 AND 2008**

**NOTE 7: ENDOWMENT (CONTINUED)**

The Foundation adopted ASC 958-205-45-15 to 35 for external financial reporting purposes for the year ended September 30, 2009. The Board of Trustees has determined that the majority of the Foundation's net assets meet the definition of endowment funds under UPMIFA.

In accordance with UPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate endowment funds:

- (1) The duration and preservation of the fund
- (2) The purposes of the Foundation, the nature of the endowment fund, and donor restrictions
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of the organization
- (7) The investment policies of the organization

The Foundation's agreements with donors include a variance provision, giving the Board of Directors the power to vary the use of endowed funds if a restriction becomes, in effect, unnecessary, incapable of fulfillment or inconsistent with the charitable needs of the area served by the Foundation. Based on these provisions, most contributions received by the Foundation are reported as unrestricted support. Any gift received that is not established in accordance with the aforementioned are subject to UPMIFA and are classified as either temporarily or permanently restricted net assets.

Investment Policy

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets; the Foundation's spending and investment policies work together to achieve this objective. The investment policy establishes an achievable return objective through diversification of endowment assets. The current long-term objective is to return 7.5% (based on the consumer price index prior five year average plus 5%), net of investment fees. Actual returns in any given year may vary from this amount.

To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation has developed a diversified asset allocation to achieve its long-term objectives within prudent risk parameters.

Spending Policy

The spending policy calculates the amount of money annually distributed from the Foundation's various endowment funds, for grant making, scholarships and administration. The current spending policy is based on each of the endowed fund's previous twelve month average fund balance at market value ending September 30th, with a 4% payout amount. Accordingly, over the long-term, the Foundation expects the current spending policy to allow its endowment assets to grow at an average rate of 3.5% annually. This is consistent with the Foundation's objective to maintain the purchasing power of endowment assets through investment returns as well as to provide additional growth through new gifts.

**THE MARSHALL COMMUNITY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

**SEPTEMBER 30, 2009 AND 2008**

**NOTE 7: ENDOWMENT (CONCLUDED)**

Changes in endowment net assets for the year ended September 30, 2009:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment Net Assets, Beginning of Year	\$ 7,103,491	\$ 486,555	\$ 1,034,572	\$ 8,624,618
Interest and dividends	\$ 312,014	\$ 45,963		357,977
Realized gains (losses)				
Unrealized gains (losses)	(535,742)	(110,109)		(645,851)
Contributions	85,119		25	85,144
Amounts appropriated for expenditure	(409,138)	(56,524)		(465,662)
Reclassification -	33,645	(33,645)		
Change in Endowment Net Assets	<u>\$ (514,102)</u>	<u>\$ (154,315)</u>	<u>\$ 25</u>	<u>\$ (668,392)</u>
Endowment Net Assets, End of Year	<u>\$ 6,589,389</u>	<u>\$ 332,240</u>	<u>\$ 1,034,597</u>	<u>\$ 7,956,226</u>

Endowment net asset composition by type of fund as of September 30, 2009:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment Funds:				
Scholarships	\$ 1,935,748	\$	\$	\$ 1,935,748
Designated	443,067			443,067
Donor advised	804,060			804,060
Agency	592,209			592,209
Field of interest	22,899	332,240	1,034,597	1,389,736
Undesignated	<u>2,791,406</u>			<u>2,791,406</u>
Endowment Net Assets, End of Year	<u>\$ 6,589,389</u>	<u>\$ 332,240</u>	<u>\$ 1,034,597</u>	<u>\$ 7,956,226</u>

Total net asset composition at September 30, 2009:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment funds	\$ 6,589,389	\$ 332,240	\$ 1,034,597	\$ 7,956,226
Non-endowment funds	<u>34,474</u>			<u>34,474</u>
Total Net Assets, End of Year	<u>\$ 6,623,863</u>	<u>\$ 332,240</u>	<u>\$ 1,034,597</u>	<u>\$ 7,990,700</u>

**SUPPLEMENTARY INFORMATION**

THE MARSHALL COMMUNITY FOUNDATION

SCHEDULES OF GRANTS

YEARS ENDED SEPTEMBER 30, 2009 AND 2008

GRANTS	2009	2008
	\$ 87,338	\$ 66,917
	32,900	34,871
	180	209
	169	196
	1,822	1,962
	857	988
	563	562
		650
	66	78
	250	1,100
	483	619
	271	386
		200
	1,750	2,400
	24,000	26,000
	450	
	395	3,478
	158	1,025
	2,500	1,500
	400	500
	2,400	2,000
	1,250	750
	6,750	5,000
	6,894	7,551
	11,500	12,500
	11,081	8,060
		76
	500	500
	2,000	2,000
		1,330
	200	325
	6,000	6,000
	300	300
	<u>\$ 203,427</u>	<u>\$ 190,033</u>

See independent auditor's report.

THE MARSHALL COMMUNITY FOUNDATION

SCHEDULES OF GRANTS (CONTINUED)

YEARS ENDED SEPTEMBER 30, 2009 AND 2008

GRANTS (CONTINUED)	2009	2008
	\$	\$
		400
		600
	400	
	500	500
	3,350	600
	2,000	4,000
	22,750	22,200
	337	388
	2,000	6,201
		2,643
	2,900	2,600
	500	
		31
		1,100
	12,287	16,181
	1,899	1,250
	22,783	35,182
	2,448	2,793
	1,050	800
	167	
		1,138
	500	500
	2,450	
	150	
	200	200
	8,420	8,010
		403
	6,500	2,500
	1,000	800
	1,600	800
	1,500	3,300
	601	1,900
	215	335
	1,450	50
	2,000	2,500
		300
	<u>\$ 101,957</u>	<u>\$ 120,205</u>

See independent auditor's report.

**THE MARSHALL COMMUNITY FOUNDATION**  
**SCHEDULES OF GRANTS (CONCLUDED)**  
**YEARS ENDED SEPTEMBER 30, 2009 AND 2008**

	2009	2008
<b>GRANTS (CONCLUDED)</b>	\$ 200	\$ 350
	500	
	27,000	1,000
	300	300
	602	
	<hr/>	<hr/>
	<b>\$ 28,602</b>	<b>\$ 2,553</b>
<b>TOTAL GRANTS</b>	<b><u>\$ 333,986</u></b>	<b><u>\$ 312,791</u></b>

See independent auditor's report.

THE MARSHALL COMMUNITY FOUNDATION

SCHEDULES OF ADMINISTRATIVE EXPENSES

YEARS ENDED SEPTEMBER 30, 2009 AND 2008

	2009	2008
<b>ADMINISTRATIVE EXPENSES</b>		
Salaries	\$ 78,967	\$ 77,005
Payroll taxes	6,281	6,065
Retirement	880	
Rent	9,600	9,600
Advertising	15,062	13,695
Insurance	3,715	4,114
Office	7,869	5,892
Legal and accounting	17,300	14,400
Postage	2,328	2,149
Seminars and conferences	1,779	3,261
Telephone	2,223	2,292
Yacker program	343	417
Dues	2,710	3,543
Repair and maintenance	1,244	918
Depreciation	4,661	4,335
Travel and mileage	930	1,416
	<hr/>	<hr/>
<b>TOTAL ADMINISTRATIVE EXPENSES</b>	<b>\$ 155,892</b>	<b>\$ 149,102</b>

See independent auditor's report.

MARSHALL COMMUNITY FOUNDATION

FORM 990- ADDITIONAL INFORMATION  
SEPTEMBER 30, 2009

PART II - LINE 22 - GRANTS AND ALLOCATIONS

PART III - STATEMENT OF PROGRAM SERVICE ACCOMPLISHMENTS

GENERAL FUND:

**\$700** Marshall Main Street for transportation and meals for Marshall's new "Team" to participate in a 3 day entrepreneurial strategic planning.

**\$750** Scarecrow Days for the community event with activities for Marshall citizens and visitors this fall.

**\$5,000** GIFT Fund to help with the cost of the Brooks Memorial Fountain Restoration Project.

**\$10,000** Chadderdon Income Fund to purchase equipment and supplies for Marshall Public Schools Music Departments.

**\$700** Marshall Chamber of Commerce to sponsor the Athena Awards.

**\$500** AAUW of Battle Creek for math and science Explorathon for 4<sup>th</sup> and 5<sup>th</sup> grade girls in the Calhoun Intermediate School District.

**\$5,000** Oaklawn Hospital to purchase a 90 Series Colonoscope which is an advanced medical diagnostic definition scope.

**\$750** Alaska Great Lakes Project to purchase five Ketty tent to protect from changing and unpredictable weather.

**\$750** Kinderhaus Montessor Preschool for the staff to attend Michigan Association for the Education of Young Early Childhood Conference.

**\$600** Vocal Music Dept for the Marshall High School choir to attend dress rehearsal for an opera in Grand Rapids and also joining the cast for dinner and refreshments prior to opening night.

**\$300** Marshall Public Schools for Marshall High School Physics students to attend Cedar Points designated Physics Day where students are exposed to various displays

and presenters throughout the park.

**\$300** Marshall Public Schools for enrichment materials for early intervention handwriting program utilizing multisensory tools.

**\$500** MarLee School to purchase soccer goals used during recess and physical education classes.

**\$750** Marshall Recreation Department for the Youth Scholarship Program developed to encourage and enable youth to participate in the recreation department sponsored programs.

**(\$150)** Marshall Public Schools refunded new teacher program funds.

**\$2,500** Marshall District Library for the after school Arts Program.

**\$5,000** Marshall Public Schools for the Learning Explorathon Program.

**\$500** Marshall Economic Development to assist with Manufacturer Appreciation luncheon during Michigan Week at Schulers.

**\$500** Marshall Public Schools Success Fund to be a Par Sponsor for the annual golf outing.

**\$7500** Water Management Specialists for the drainage system for the soccer field at Marshall High School.

**\$750** Calhoun County Relay for Life to assist with the Survivor Dinner.

**\$200** Marshall Area Historical Re-enactors to purchase tables, tents and decorations for the 8<sup>th</sup> annual Civil War Ball held during Home Tour Weekend.

**\$6,728** Franke Center for the Arts to purchase a Xerox Phaser 7760 printer needed for marketing and publicity materials.

**\$16,000** Calhoun County Agricultural and Industrial Society to renovate Floral Hall structure located at the Calhoun County Fairgrounds.

**\$20,000** Kellogg Community College Foundation to help with the development of the Human Patients Simulation Center at Kellogg Community College's main campus in Battle Creek.

**\$750** Calhoun County Fire Prevention to train and educate the youth of Calhoun County in fire prevention, safety, and emergency response.

**\$460** Marshall Chamber of Commerce to assist with expenses for a statewide Chamber

of Commerce Ambassador Conference.

## **MARSHALL YOUTH**

**\$991** Allied Waste for a recycling project.

**\$750** Girl Scout Troop #259 for a four day trip to New York City in June 2009.

**\$750** Marshall High School Chorus Department for new Choral Department dress uniforms.

**\$748** Marshall Middle School to purchase air-powered projectile rockets.

**\$404** Sandra Dobbins for the plant the promise project.

**\$500** Sandra Dobbins for the adopt a family to provide Christmas to a needy family.

**\$728** Marshall Middle School for the paper recycling program for the Marshall Middle School.

**\$10,500** Marshall High School to replace Marshall High School softball fields so they have better and safer playing conditions.

**\$300** Binder Park Zoo to allow three 4<sup>th</sup> grade classes from Walters Elementary to assist with food, medicine, and caring for a leopard at Binder Park Zoo.

**\$100** Hughes Elementary School for 4<sup>th</sup> grade class to supply supplies to residents at Marshall Nursing and Rehab.

**\$200** Gordon Elementary School for the two 4<sup>th</sup> grade classes to make personal care packets for Fountain Clinic.

**\$3,000** Marshall Public Schools to assist Hughes Elementary School with the costs of the community track field.

**\$750** Girl Scout Troop #260 for the Mackinac Bridge Walk symbolizing the bridge from Cadette to Senior Girl Scout.

**\$250** Elizabeth Harrington for the YAC Art Competition.

**\$10,000** Marshall Public Schools Success Fund to purchase history books for Marshall Public Schools.

**\$2,930** Community Music School to establish Marshall Children's Choir for boys and girls in 3<sup>rd</sup> thru 6<sup>th</sup> grade kids.

## **JENNEFER BACHELDER MEMORIAL**

**\$180** Marshall Public Schools for the annual distribution of earnings used to enhance programming for Walters Elementary School.

## **BATTLE CREEK BOY CHOIR**

**\$169** Battle Creek Boys Choir for the annual distribution of earnings.

## **DOC BOELTER OUTDOOR SAFETY**

**\$650** Stanley Lawn & Garden to purchase a scooter for the outdoor safety raffle.

**\$452** Athens Area Schools for transportation for East Leroy 3<sup>rd</sup> & 4<sup>th</sup> grade students to attend Outdoor Safety Day.

**\$720** Cedar Crest Banquet Center for the hall rental for Outdoor Safety Day.

## **BRASS BAND**

**\$857** Brand Band of Battle Creek for the annual distribution of earnings.

## **NICOLE MARIE BURMEISTER SCHOLARSHIP**

**\$63** Quality Engraving Service to purchase a plaque for 2009 scholarship recipient.

**\$500** Cody Payne 2009 scholarship recipient.

## **CERESCO BAPTIST CHURCH**

**\$66** Ceresco Baptist Church for the annual distribution of earnings.

## **DON AND RUTH CHADDERDON MUSIC SCHOLARSHIP**

**\$250** Jennifer Slaght to attend the 2009 Western Michigan Seminar Music Camp.

## **CHRISTMAS DECORATIONS**

**\$483** Marshall Community Foundation for the annual distribution of earnings transferred to the Pass thru account.

## **CHURCH FAMILY FUND**

**\$271** Marshall Public Schools for the annual distribution used to enhance the library

and reading material for Gordon Elementary School.

### **ELLA GWEN COLLINS NURSING SCHOLARSHIP**

**\$250** Taylor Vaughn 2009 scholarship recipient.

**\$500** Andrea Pickelman 2009 scholarship recipient.

**\$500** Laura Misiak 2009 scholarship recipient.

**\$250** Tabitha VanWormer 2009 scholarship recipient.

**\$250** Jordan Weck 2009 scholarship recipient.

### **CLYDE AND MARIAN CONNELLY MUSIC SCHOLARSHIP**

**\$6,000** Mark Hageman 2009 scholarship recipient

**\$6,000** Darin DeWeese 2009 scholarship recipient.

**\$6,000** Philip Rice 2009 scholarship recipient.

**\$6,000** John Driscoll 2009 scholarship recipient.

### **CONSERVATION DISTRICT**

**\$200** Nicholas Vaive 2009 Coury and Kesselring scholarship recipient.

**\$200** Brian Chill 2009 Coury and Kesselring scholarship recipient.

**\$50** Quality Engraving Service for tags for Marshall Area Conservation Committee trees.

### **CHARLES & SHIRLEY COOK SISTER CITY**

**\$395** Marshall Community Foundation for the annual distributions to be transferred to the pass thru fund.

### **JACOB DANNENBERG MEMORIAL**

**\$158** Marshall Public Schools for the annual distribution to be used to buy materials or equipment which directly impacts the education of students at Hughes Elementary School.

### **JACOB DANNENBERG CLASS OF 2013**

**\$1,000** Marshall Public School to allow the 6<sup>th</sup> grade students to celebrate Cinco De Mayo.

**\$1,500** Marshall Public Schools to assist with the Hughes Elementary Track field.

### **DICK & ANITA DRAKE SCHOLARSHIP**

**\$400** Jacob Maurer 2009 scholarship recipient.

### **DUBE & KATIE SCHOLARSHIP**

**\$800** Hanna Lasky 2009 scholarship recipient.

**\$800** Selena Brown 2009 scholarship recipient.

**\$800** Shannon Russell 2009 scholarship recipient.

### **PATRICE ELMS SCHOLARSHIP**

**\$500** Meredith Carrel 2009 scholarship recipient.

**\$750** Meredith Leininger 2009 scholarship recipient.

### **EXCHANGE CLUB SCHOLARSHIP**

**\$750** Taylor Vaughn 2008 scholarship recipient.

**\$1,000** Erin Gilbert 2009 scholarship recipient.

**\$1,000** Katie Kennedy 2009 scholarship recipient.

**\$1,000** Eric Stout 2009 scholarship recipient.

**\$1,000** Ethan Srinivasan 2009 scholarship recipient.

**\$1,000** Meredith Carrel 2009 scholarship recipient.

**\$1,000** Cara Cook 2009 scholarship recipient.

### **FOUNTAIN CLINIC**

**\$6,894** Fountain Clinic for the annual distribution of earnings.

## **JOYCE FRANKE MEMORIAL EDUCATIONAL ENRICHMENT**

**\$2,500** Darin DeWeese to help with classes at MSU for his music education.

**\$3,000** Leandra Watson 2009 scholarship recipient.

**\$1,500** Stephanie Parshall 2009 scholarship recipient.

**\$1,500** Kierstin Elliot 2009 scholarship recipient.

**\$1,000** Mark Hageman 2009 scholarship recipient.

**\$2,000** Shay Southwell 2009 scholarship recipient.

## **TOM & LUCY FRANKE EDUCATIONAL ENRICHMENT**

**\$893** Marshall Public Schools for an elementary illustrators presentation.

**\$374** Marshall Public Schools for 30 copies of William Shakespeare for Middle School English class.

**\$315** Marshall Public Schools for 15 dictionariers and thesauruses for Middle School English class.

**\$250** Mitchell Wright for MYLead.

**\$442** Marshall Public Schools for Walters Elementary students to attend the Kids N Stuff museum.

**\$95** Marshall Middle School for a trip to Chicago for a 5<sup>th</sup> grade student.

**\$4,000** Alaska Great Lakes Project to help with costs for eight students to go to Alaska.

**\$500** Alexander Reichenbaugh for the People-to-People student ambassador program.

**\$500** Nicholas Vetter to attend Western Michigan University summer music camp.

**\$308** Kids N Stuff Museum for 88 Marshall Public School students to attend.

**\$293** Marshall Public Schools for nutrition educational tools for middle school students.

**\$370** Marshall Public Schools for Gesell Developmental Observation Workshop for Hughes Elementary.

**\$500** Marshall Public Schools for cooperative learning and structures for success at Marshall High School.

**\$500** Marshall Public Schools for Chemistry supplies at Marshall High School.

**\$1,500** Marshall Public Schools for Michigan Alternative Education Conference for three teachers at Marshall Alternative High School.

**\$241** Marshall Recreation Department to allow a student to participate in the summer youth program.

### **RON GLANT MEMORIAL ART SCHOLARSHIP**

**\$500** Stephanie Crow 2009 scholarship recipient.

### **BRUCE, LEMOYNE, AND STEPHEN GRAY SCHOLARSHIP**

**\$1,000** Meredith Carrel 2009 scholarship recipient.

**\$1,000** Jeff Lough 2009 scholarship recipient.

### **RUBY HAMILTON HENRY**

**\$200** Devin Dubois 2009 scholarship recipient.

### **HARVEY & NANCY HOELTZEL SCHOLARSHIPS**

**\$1,000** Taylor Vaughn 2009 Harvey Hoeltzel Memorial Scholarship.

**\$1,500** Brittany Liptow 2009 Harvey Hoeltzel Memorial Scholarship.

**\$1,500** Hanna Lasky 2009 Nancy Hoeltzel Early Educational Scholarship.

**\$2,000** Nathan Johnson 2009 Harvey Hoeltzel Memorial Scholarship.

### **MILT & IRENE JENKS SCHOLARSHIP**

**\$300** Sarah Holstine 2009 scholarship recipient.

### **ANN & ANTHONY LAPIETRA SCHOLARSHIP**

**\$200** Britta Seifert 2009 scholarship recipient.

**\$200** Selena Brown 2009 scholarship recipient.

### **JEFF KITTINGER MEMORIAL SCHOLARSHIP**

**\$500** Jason Thelen 2009 scholarship recipient.

**JAY & KAREN LARSON (Donor advised)**

**\$150** Rotary Foundation

**\$200** Fountain Clinic

**\$100** Habitat for Humanity (Marshall)

**\$100** Marshall Area Community Services

**\$100** East End

**\$200** Marshall United Way

**\$400** Food Bank of South Central Michigan

**\$100** Franke Center for the Arts

**\$200** GIFT Fund (Give to the Fountain Today)

**\$100** SAFE Place

**\$200** Planned Parenthood

**\$100** Marshall Elm Tree Project

**\$400** Marshall Community Foundation General Fund

**\$1,000** The Rotary Foundation

**KENNETH JOHN LORD SCHOLARSHIP**

**\$800** Jacob Bronson 2009 scholarship recipient.

**\$1,200** Nichole Koch 2009 scholarship recipient.

**LYNCH**

**\$1,500** The Haven of Rest to help purchase office equipment.

**\$4,000** GIFT Fund for the Brooks Memorial Fountain Restoration Project.

**\$500** MACS Fund for Adopt-A-Family Program to provide Christmas for a needy family.

**\$10,000** Oaklawn Hospital to purchase a 90 Series Colonoscope which is an advanced

medical diagnostic definition scope.

**\$6,000** Fountain Clinic for the publication and marketing of February Candlelight Fundraisers.

**\$750** Marshall Public Schools for T-shirts for the students copies of Patricia Polacco's new book release for all students and schools attending the program performances.

### **MARSHALL CIVIC PLAYERS**

**\$337** Marshall Civic Players for the annual distribution of earnings.

### **MARSHALL CIVIC CENTER TRUST**

**\$2,000** Franke Center for the Arts for the annual distribution of earnings.

### **MCF SCHOLARSHIP**

**\$750** Kandy Slack 2009 scholarship recipient.

**\$750** Kristy Kipp 2009 scholarship recipient.

**\$1,000** Kay Hayes 2009 scholarship recipient.

**\$400** Michelle Rowton 2009 scholarship recipient.

### **HEROLD & RETTA REUSS PUBLIC SAFETY SCHOLARSHIP**

**\$500** Joshua Damron 2009 scholarship recipient.

### **MARSHALL PUBLIC SCHOOLS CHADDERDON MUSIC FUND**

**\$12,287** Marshall Public Schools to reimburse uniforms, instruments and repairs.

### **MONDAY CLUB**

**\$1,000** GIFT Fund to restore the Brooks Memorial Fountain.

**\$899** Fountain Clinic for the publication and marketing of February Candlelight Fundraisers.

### **VYDA MUMBY EDUCATORS RECOGNITION AWARDS**

All awarded to Marshall Public Schools

**\$1,132** Digital Photography Unit at the Marshall Middle School.

**\$5,374** Marshall High School for educators reading materials and supporting seminar.

**\$3,800** Marshall High School for Rachel's Challenge Assemblies.

**\$1,200** Gordon Elementary School for literacy centers.

**\$1,858** Marshall Middle School for classroom and teaching supplies for 8<sup>th</sup> grade class.

**\$755** Walters Elementary School for Special Olympic field trips.

**\$401** Marshall Middle School for the 6<sup>th</sup> grade Garden Project Collaboration.

**\$473** Marshall Middle School for the 5<sup>th</sup> graders to publish a picture book.

**\$840** Marshall High School for recipe ingredients and hands on teaching supplies for Family and Consumer Science class.

**\$913** Walters Elementary School for the theater books for 1<sup>st</sup> graders.

**\$800** Marshall Alternative Education for guitars for the school.

**\$1,722** Marshall High School for materials and lab supplies for the Chemistry class.

**\$3,515** Marshall High School for technological equipment for the Visual Arts Department.

### **VYDA MUMBY TRIBUTE ENDOWMENT**

**\$2,448** Marshall Public Schools for the annual distribution of earnings to be used for elementary classroom materials.

### **VIVIAN LUSCH MEMORIAL NETWORK SCHOLARSHIP**

**\$500** Kandy Slack 2009 scholarship recipient.

**\$250** Kristy Kipp 2009 scholarship recipient.

**\$300** Kay Hayes 2009 scholarship recipient.

### **HARVEY RANDALL MEMORIAL SCHOLARSHIP**

**\$167** Nicole Klingaman 2009 scholarship recipient.

### **MARILYN PASKETT MEMORIAL SCHOLARSHIP**

**\$250** Hanna Lasky 2009 scholarship recipient.

**\$250** Shannon Russell 2009 scholarship recipient.

### **BRETT REYNOLDS MEMORIAL**

**\$2,450** DAC Technologies for trigger locks to be distributed at hunter safety classes.

### **REBECCA SADGER MEMORIAL SCHOLARSHIP**

**\$150** Savannah VanWormer 2009 scholarship recipient.

### **SERENDIPITY**

**\$200** Jacob Maurer 2009 scholarship recipient.

### **JEFF SEYBERT MEMORIAL SCHOLARSHIP**

**\$420** Quality Engraving Service for 4 award plaques for the scholarship recipients.

**\$2,000** Mitch Reynolds 2009 scholarship recipient.

**\$2,000** Sarah Holstine 2009 scholarship recipient.

**\$2,000** Hanna Lasky 2009 scholarship recipient.

**\$2,000** Brent Konkle 2009 scholarship recipient.

### **MAE SHERMAN SCHOLARSHIP**

**\$2,500** Dana Lowell 2009 scholarship recipient.

**\$1,750** Eric Stout 2009 scholarship recipient.

**\$1,750** Stacey Hughes 2009 scholarship recipient.

**\$500** Christyna Hewartson 2009 scholarship recipient.

### **LAVERN SMITH SCHOLARSHIP**

**\$400** Ryan Klingaman 2009 scholarship recipient.

**\$200** Tracy Myers 2009 scholarship recipient.

**\$200** Erin Loew 2009 scholarship recipient.

\$200 Crystal Seaman 2009 scholarship recipient.

**FRANCES STEVENS STUART THEATER PRODUCTION  
SCHOLARSHIP**

\$800 Leandra Watson 2009 scholarship recipient.

\$800 Zachariah Deitrich 2009 scholarship recipient.

**MIKE STULBERG PERFORMING ARTS**

\$1,000 Robert Brownell 2009 scholarship recipient.

\$500 Marshall High School Debate Department.

**STULBERG**

\$601 Fountain Clinic to help with the publication and marketing of February Candlelight Fundraisers.

**SULLIVAN**

\$215 Marshall Rotary BSA Troop 337 for summer camp for a boy scout.

**JAMES TARMNEL SCHOLARSHIP**

\$1,450 Marshall Public Schools for 29 5<sup>th</sup> graders from Marshall Middle School to attend the learning odyssey trip to Chicago.

**JACK & EMILY TWIST MEMORIAL SPARTAN SCHOLARSHIP**

\$2,000 Emily Townsend 2009 scholarship recipient.

**AART VANELST MEMORIAL SCHOLARSHIP**

\$200 Brittany Liptow 2009 scholarship recipient.

**VOGELREUTER**

\$500 Marshall Public Schools Success Fund to buy textbooks for Marshall Public Schools.

**WALTERS DIMMICK**

**\$20,000** Chemical Bank to build a "Home for our Troops" Josh Hoffman Fund.

**\$1,000** VFW #4952 to buy personal items for the veterans.

**\$5,000** Children's Cancer Fund of America to assist cancer patients.

**\$1,000** Make-A-Wish to grant wishes to children under 18 living with life threatening illnesses.

### **BEATRICE WILLIAMS SCHOLARSHIP**

**\$300** Michael Bailey 2009 scholarship recipient.

### **YOUTH FUND OF TEKONSHA**

**\$602** Tekonsha Public Schools to help with a guest author to come in January 2009 to celebrate Author Month with all students K - 5<sup>th</sup> grade.