Form **990-PF**

Department of the Treasury
Internal Revenue Service (77)

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

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

OMB No 1545-0052

2009

For calendar year 2009, or tax year beginning , and ending

G Check all that apply ☐ Initial return ☐ Initial return of a former public charity ☐ Final return
☐ Amended return ☐ Address change ☐ Name change

Use the IRS label. Otherwise, print or type. See Specific Instructions.	Name of foundation The Sharon D. Lund Foundation	A Employer identification number 23-7306460
	Number and street (or P O box number if mail is not delivered to street address) 535 North Brand Boulevard — Room/suite 504	B Telephone number (see page 10 of the instructions) 818-291-4000
	City or town, state, and ZIP code Glendale CA 91203	C If exemption application is pending, check here ▶ ☐ D 1. Foreign organizations, check here ▶ ☐

H Check type of organization: ☒ Section 501(c)(3) exempt private foundation
☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

2. Foreign organizations meeting the 85% test, check here and attach computation ▶ ☐

E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ ☐

I Fair market value of all assets at end of year *(from Part II, col (c), line 16)* ▶ $ 102,278,205

J Accounting method ☐ Cash ☒ Accrual
☐ Other (specify)
(Part I, column (d) must be on cash basis)

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ ☐

Part I **Analysis of Revenue and Expenses** *(The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see page 11 of the instructions))*

		(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1 Contributions, gifts, grants, etc , received (attach schedule)				
	2 Check ▶ ☒ if the foundation is **not** required to attach Sch B				
	3 Interest on savings and temporary cash investments	1,241	1,241	1,241	
	4 Dividends and interest from securities	2,719,916	2,719,916	2,719,916	
	5 a Gross rents				
	b Net rental income or (loss)				
	6 a Net gain or (loss) from sale of assets not on line 10	-3,472,637			
	b Gross sales price for all assets on line 6a 20,183,798				
	7 Capital gain net income (from Part IV, line 2)				
	8 Net short-term capital gain				
	9 Income modifications				
	10 a Gross sales less returns and allowances				
	b Less Cost of goods sold				
	c Gross profit or (loss) (attach schedule)				
	11 Other income (attach schedule)	13,675			
	12 **Total.** Add lines 1 through 11	-737,805	2,721,157	2,721,157	
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc				
	14 Other employee salaries and wages	89,667			89,667
	15 Pension plans, employee benefits				
	16 a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)	28,400			28,400
	c Other professional fees (attach schedule)	607,468	607,468		
	17 Interest				
	18 Taxes (attach schedule) (see page 14 of the instructions)	71,748	914		
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy	35,040			35,040
	21 Travel, conferences, and meetings	5,071			5,071
	22 Printing and publications				
	23 Other expenses (attach schedule)	17,407			17,407
	24 **Total operating and administrative expenses.** Add lines 13 through 23	854,801	608,382		175,585
	25 Contributions, gifts, grants paid	4,895,880			4,895,880
	26 **Total expenses and disbursements.** Add lines 24 and 25	5,750,681	608,382		5,071,465
	27 Subtract line 26 from line 12				
	a **Excess of revenue over expenses and disbursements**	-6,488,486			
	b **Net investment income** (if negative, enter -0-)		2,112,775		
	c **Adjusted net income** (if negative, enter -0-)			2,721,157	

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(HTA)

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Part II Balance Sheets Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)

			Beginning of year (a) Book Value	End of year (b) Book Value	End of year (c) Fair Market Value
Assets	1	Cash—non-interest-bearing			
	2	Savings and temporary cash investments	1,164,892	2,387,687	2,387,687
	3	Accounts receivable ▶ Less allowance for doubtful accounts ▶			
	4	Pledges receivable ▶ Less allowance for doubtful accounts ▶			
	5	Grants receivable			
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see page 15 of the instructions)			
	7	Other notes and loans receivable (attach schedule) ▶ Less allowance for doubtful accounts ▶			
	8	Inventories for sale or use			
	9	Prepaid expenses and deferred charges	168,294	169,383	169,383
	10 a	Investments—U S and state government obligations (attach schedule)			
	b	Investments—corporate stock (attach schedule)	51,003,683	46,348,228	46,348,228
	c	Investments—corporate bonds (attach schedule)	22,375,465	26,403,495	26,403,495
	11	Investments—land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶			
	12	Investments—mortgage loans			
	13	Investments—other (attach schedule)	21,614,351	26,966,520	26,966,520
	14	Land, buildings, and equipment basis ▶ Less accumulated depreciation (attach schedule) ▶			
	15	Other assets (describe ▶ Rent deposit)	2,892	2,892	2,892
	16	**Total assets** (to be completed by all filers—see the instructions Also, see page 1, item I)	96,329,577	102,278,205	102,278,205
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ▶ Deferred excise taxes)		72,579	
	23	**Total liabilities** (add lines 17 through 22)		72,579	
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here ▶ [X] and complete lines 24 through 26 and lines 30 and 31.**			
	24	Unrestricted	96,329,577	102,205,626	
	25	Temporarily restricted			
	26	Permanently restricted			
		Foundations that do not follow SFAS 117, check here ▶ [ ] and complete lines 27 through 31.			
	27	Capital stock, trust principal, or current funds			
	28	Paid-in or capital surplus, or land, bldg , and equipment fund			
	29	Retained earnings, accumulated income, endowment, or other funds			
	30	**Total net assets or fund balances** (see page 17 of the instructions)	96,329,577	102,205,626	
	31	**Total liabilities and net assets/fund balances** (see page 17 of the instructions)	96,329,577	102,278,205	

Part III Analysis of Changes in Net Assets or Fund Balances

1	Total net assets or fund balances at beginning of year—Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	96,329,577
2	Enter amount from Part I, line 27a	2	-6,488,486
3	Other increases not included in line 2 (itemize) ▶ Unrealized gains on investments	3	12,364,535
4	Add lines 1, 2, and 3	4	102,205,626
5	Decreases not included in line 2 (itemize) ▶	5	
6	Total net assets or fund balances at end of year (line 4 minus line 5)—Part II, column (b), line 30	6	102,205,626

Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)	(b) How acquired P—Purchase D—Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1a	Publicly traded securities	P	Various	Various
b	Pass throughs from partnerships	P		
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a	20,202,927		23,656,435	-3,453,508
b	-19,129			-19,129
c				
d				
e				

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69

	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
a				-3,453,508
b				-19,129
c				
d				
e				

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 / If (loss), enter -0- in Part I, line 7 }	2	-3,472,637
3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6): If gain, also enter in Part I, line 8, column (c) (see pages 13 and 17 of the instructions) If (loss), enter -0- in Part I, line 8	3	

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

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

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

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

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

1 Enter the appropriate amount in each column for each year, see page 18 of the instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2008	5,968,382	101,309,725	0 058912
2007	5,201,637	121,257,608	0 042897
2006	4,977,213	114,829,771	0.043344
2005	5,062,623	104,897,439	0.048263
2004	4,673,398	102,054,524	0 045793

2 Total of line 1, column (d)	2	0.239209
3 Average distribution ratio for the 5-year base period—divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0 047842
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	91,362,044
5 Multiply line 4 by line 3	5	4,370,943
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	21,128
7 Add lines 5 and 6	7	4,392,071
8 Enter qualifying distributions from Part XII, line 4	8	5,071,465

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions on page 18.

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948—see page 18 of the instructions)

1 a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1 Date of ruling or determination letter ________ (attach copy of letter if necessary—see instructions)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☒ and enter 1% of Part I, line 27b	1	21,128
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	2	
3	Add lines 1 and 2	3	21,128
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	4	
5	**Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-	5	21,128
6	Credits/Payments		
a	2009 estimated tax payments and 2008 overpayment credited to 2009 — 6a — 188,970		
b	Exempt foreign organizations—tax withheld at source — 6b		
c	Tax paid with application for extension of time to file (Form 8868) — 6c		
d	Backup withholding erroneously withheld — 6d		
7	Total credits and payments Add lines 6a through 6d	7	188,970
8	Enter any **penalty** for underpayment of estimated tax Check here ☒ if Form 2220 is attached	8	
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶	9	
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶	10	167,842
11	Enter the amount of line 10 to be **Credited to 2010 estimated tax** ▶ 140,000 **Refunded** ▶	11	27,842

Part VII-A Statements Regarding Activities

			Yes	No
1 a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)?	1b		X
	*If the answer is "Yes" to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities*			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year **(1)** On the foundation ▶ $ ________ **(2)** On foundation managers ▶ $ ________			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ________			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? *If "Yes," attach a detailed description of the activities*	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? *If "Yes," attach a conformed copy of the changes*	3		X
4 a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a	X	
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b	X	
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If "Yes," attach the statement required by General Instruction T*	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? *If "Yes," complete Part II, col (c), and Part XV*	7	X	
8 a	Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ▶ CA			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by *General Instruction G? If "No," attach explanation*	8b	X	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2009 or the taxable year beginning in 2009 (see instructions for Part XIV on page 27)? *If "Yes," complete Part XIV*	9		X
10	Did any persons become substantial contributors during the tax year? *If "Yes," attach a schedule listing their names and addresses*	10		X

Part VII-A Statements Regarding Activities *(continued)*

			Yes	No
11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see page 20 of the instructions)	11		X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	

Website address ▶

14 The books are in care of ▶ Robert L Wilson Telephone no ▶ 818-291-4000

Located at ▶ 535 North Brand Blvd Glendale CA ZIP+4 ▶ 91203

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of **Form 1041**—Check here ▶ ☐

and enter the amount of tax-exempt interest received or accrued during the year ▶ | 15 |

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

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

				Yes	No
1a	During the year did the foundation (either directly or indirectly)				
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	☐ Yes ☒ No			
	(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person?	☐ Yes ☒ No			
	(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person?	☐ Yes ☒ No			
	(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person?	☐ Yes ☒ No			
	(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)?	☐ Yes ☒ No			
	(6) Agree to pay money or property to a government official? (**Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days)	☐ Yes ☒ No			
b	If any answer is "Yes" to 1a(1)-(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see page 20 of the instructions)?		1b	N/A	
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐				
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2009?		1c		X
2	Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))				
a	At the end of tax year 2009, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2009?	☐ Yes ☒ No			
	If "Yes," list the years ▶ 20____, 20____, 20____, 20____				
b	Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement—see page 20 of the instructions)		2b	N/A	
c	If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here ▶ 20____, 20____, 20____, 20____				
3a	Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year?	☐ Yes ☒ No			
b	If "Yes," did it have excess business holdings in 2009 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969, **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? *(Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2009)*		3b	N/A	
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?		4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2009?		4b		X

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

5a During the year did the foundation pay or incur any amount to			
(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))?	☐ Yes ☒ No		
(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive?	☐ Yes ☒ No		
(3) Provide a grant to an individual for travel, study, or other similar purposes?	☐ Yes ☒ No		
(4) Provide a grant to an organization other than a charitable, etc , organization described in section 509(a)(1), (2), or (3), or section 4940(d)(2)? (see page 22 of the instructions)	☐ Yes ☒ No		
(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals?	☐ Yes ☒ No		
b If any answer is "Yes" to 5a(1)–(5), did **any** of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see page 22 of the instructions)?		**5b**	N/A
Organizations relying on a current notice regarding disaster assistance check here	▶ ☐		
c If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? *If "Yes," attach the statement required by Regulations section 53 4945–5(d)*	☐ Yes ☐ No		
6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	☐ Yes ☒ No		
b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? *If "Yes" to 6b, file Form 8870*		**6b**	X (No)
7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	☐ Yes ☒ No		
b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?		**7b**	N/A

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

1 List all officers, directors, trustees, foundation managers and their compensation (see page 22 of the instructions).

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
Statement #7	.00	0	0	0
	.00	0	0	0
	.00	0	0	0
	.00	0	0	0

2 Compensation of five highest-paid employees (other than those included on line 1—see page 23 of the instructions). If none, enter "NONE."

(a) Name and address of each employee paid more than $50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
Patricia Patti 535 North Brand Blvd., Glendale, CA 91203	Administrator 40/week	89,667	0	0
	00	0	0	0
	.00	0	0	0
	.00	0	0	0
	.00	0	0	0

Total number of other employees paid over $50,000 ▶

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

3 Five highest-paid independent contractors for professional services (see page 23 of the instructions). If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
Sanford Bernstein & Co. 1345 Ave. of the Americas, New York, NY 10105	Portfolio management	69,655
CTC Consulsting 4380 SW Macadam Avenue, Portland, OR 97239	Portfolio management	75,000
Lee Munder 200 Clarendon Street, Boston, MA 02116	Portfolio management	67,825

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

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 N/A	
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see page 24 of the instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 N/A	
2	
All other program-related investments See page 24 of the instructions 3	
Total. Add lines 1 through 3 ▶	

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

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes.		
a	Average monthly fair market value of securities	1a	89,578,601
b	Average of monthly cash balances	1b	2,981,341
c	Fair market value of all other assets (see page 24 of the instructions)	1c	193,402
d	**Total** (add lines 1a, b, and c)	1d	92,753,344
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) 1e		
2	Acquisition indebtedness applicable to line 1 assets	2	
3	Subtract line 2 from line 1d	3	92,753,344
4	Cash deemed held for charitable activities Enter 1½ % of line 3 (for greater amount, see page 25 of the instructions)	4	1,391,300
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	91,362,044
6	**Minimum investment return.** Enter 5% of line 5	6	4,568,102

Part XI Distributable Amount (see page 25 of the instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ▶ ☐ and do not complete this part.)

1	Minimum investment return from Part X, line 6			1	4,568,102
2a	Tax on investment income for 2009 from Part VI, line 5	2a	21,128		
b	Income tax for 2009 (This does not include the tax from Part VI)	2b			
c	Add lines 2a and 2b			2c	21,128
3	Distributable amount before adjustments Subtract line 2c from line 1			3	4,546,974
4	Recoveries of amounts treated as qualifying distributions			4	
5	Add lines 3 and 4			5	4,546,974
6	Deduction from distributable amount (see page 25 of the instructions)			6	
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1			7	4,546,974

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

1	Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes		
a	Expenses, contributions, gifts, etc —total from Part I, column (d), line 26	1a	5,071,465
b	Program-related investments—total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	5,071,465
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see page 26 of the instructions)	5	21,128
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	5,050,337

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

Part XIII Undistributed Income (see page 26 of the instructions)

		(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7					4,546,974
2 Undistributed income, if any, as of the end of 2009					
a Enter amount for 2008 only				4,493,631	
b Total for prior years 20 05 , 20 06 , 20 07			5,439,749		
3 Excess distributions carryover, if any, to 2009					
a From 2004					
b From 2005					
c From 2006					
d From 2007					
e From 2008					
f **Total** of lines 3a through e					
4 Qualifying distributions for 2009 from Part XII, line 4 ▶ $ 5,071,465					
a Applied to 2008, but not more than line 2a				4,493,631	
b Applied to undistributed income of prior years (Election required—see page 26 of the instructions)					
c Treated as distributions out of corpus (Election required—see page 26 of the instructions)					
d Applied to 2009 distributable amount					577,834
e Remaining amount distributed out of corpus					
5 Excess distributions carryover applied to 2009 *(If an amount appears in column (d), the same amount must be shown in column (a).)*					
6 **Enter the net total of each column as indicated below:**					
a Corpus Add lines 3f, 4c, and 4e Subtract line 5					
b Prior years' undistributed income Subtract line 4b from line 2b			5,439,749		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed					
d Subtract line 6c from line 6b Taxable amount—see page 27 of the instructions			5,439,749		
e Undistributed income for 2008 Subtract line 4a from line 2a Taxable amount—see page 27 of the instructions					
f Undistributed income for 2009 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2010					3,969,140
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions)					
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see page 27 of the instructions)					
9 **Excess distributions carryover to 2010.** Subtract lines 7 and 8 from line 6a					
10 Analysis of line 9					
a Excess from 2005					
b Excess from 2006					
c Excess from 2007					
d Excess from 2008					
e Excess from 2009					

Part XIV Private Operating Foundations (see page 27 of the instructions and Part VII-A, question 9) N/A

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

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

	Tax year (a) 2009	Prior 3 years (b) 2008	(c) 2007	(d) 2006	(e) Total
2 a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon **a** "Assets" alternative test—enter **(1)** Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test—enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test—enter **(1)** Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

Part XV Supplementary Information (Complete this part only if the foundation had $5,000 or more in assets at any time during the year—see page 28 of the instructions.)

1 Information Regarding Foundation Managers:

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than $5,000) (See section 507(d)(2))

None

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest

None

2 Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:

Check here ▶ [X] if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds If the foundation makes gifts, grants, etc. (see page 28 of the instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

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

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

c Any submission deadlines

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

Part XV Supplementary Information (continued)

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

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a *Paid during the year*				
See attached	None	Public		4,895,880
Total			▶ 3a	4,895,880
b *Approved for future payment*				
Total			▶ 3b	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See page 28 of the instructions)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	1,241	
4 Dividends and interest from securities			14	2,719,916	
5 Net rental income or (loss) from real estate					
a Debt-financed property					
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income					
8 Gain or (loss) from sales of assets other than inventory			18	-3,472,637	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue a Partnership pass throughs	525990	13,675			
b					
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)		13,675		-751,480	

13 **Total.** Add line 12, columns (b), (d), and (e) 13 -737,805

(See worksheet in line 13 instructions on page 28 to verify calculations)

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

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes) (See page 28 of the instructions)

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

			Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a	Transfers from the reporting foundation to a noncharitable exempt organization of:			
	(1) Cash	1a(1)		X
	(2) Other assets	1a(2)		X
b	Other transactions:			
	(1) Sales of assets to a noncharitable exempt organization	1b(1)		X
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)		X
	(3) Rental of facilities, equipment, or other assets	1b(3)		X
	(4) Reimbursement arrangements	1b(4)		X
	(5) Loans or loan guarantees	1b(5)		X
	(6) Performance of services or membership or fundraising solicitations	1b(6)		X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		X

d If the answer to any of the above is "Yes," complete the following schedule. Column **(b)** should always show the fair market value of the goods, other assets, or services given by the reporting foundation If the foundation received less than fair market value in any transaction or sharing arrangement, show in column **(d)** the value of the goods, other assets, or services received

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

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

b If "Yes," complete the following schedule.

(a) Name of organization	(b) Type of organization	(c) Description of relationship

Sign Here

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

▶ Signature of officer or trustee | 9-23-2010 Date | ▶ Treasurer Title

Paid Preparer's Use Only

Preparer's signature ▶	Date 9/17/2010	Check if self-employed ▶ ☒	Preparer's identifying number (see **Signature** on page 30 of the instructions) P00009906
Firm's name (or yours if self-employed), address, and ZIP code ▶	Howard J. Levine C.P.A. 16600 Sherman Way #280, Van Nuys, CA 91406		EIN ▶ 95-3535569 Phone no (818) 994-5562

Name as shown on return	ID number
The Sharon D. Lund Foundation	23-7306460

STATEMENT #1 - OTHER PROFESSIONAL FEES

Investment management fees	607,468
TOTAL	607,468

STATEMENT #2 - TAXES

Foreign taxes withheld	914
Federal excise taxes	70,834
TOTAL	71,748

STATEMENT #3 - OTHER EXPENSES

Dues and subscriptions	550
Insurance	3,075
Miscellaneous	98
Payroll taxes	7,007
Postage	541
Supplies	4,289
Telephone	1,847
TOTAL	17,407

STATEMENT #4 - DETAIL OF STOCKS

	Cost	Market Value
Disney stock	2,738,523	6,520,000
S Bernstein (publicly traded securities)	7,330,056	7,601,675
N Applegate (publicly traded securities)	4,358,421	5,074,188
Lee Munder (publicly traded securities)	5,871,765	6,214,001
IVA Overseas Fund	5,000,000	6,520,830
DFA Small Cap Fund	3,956,557	2,855,462
Eaton Emerging Fund	2,145,905	2,289,756
Vanguard Index Growth Fund	8,276,260	9,272,316
TOTAL	39,677,487	46,348,228

STATEMENT #5 - DETAIL OF BONDS

	Cost	Market Value
Pimco Pacific Investment Fund	25,816,368	26,403,495
TOTAL	25,816,368	26,403,495

STATEMENT #6 - DETAIL OF OTHER INVESTMENTS

	Cost	Market Value
Fox Venture Partners L P	6,109	6,109
Passport Offshore Ltd	1,330,626	1,330,626
Canyon Value Realization Fund L P	3,037,924	3,037,924
Park West Partners	1,767,300	1,767,300
Tiger Overseas Fund	743,732	743,732
Flagg Venture Partners III	801,976	801,976
Next Generation Partners III, L P	457,877	457,877
Flagg Venture Partners IV	1,533,404	1,533,404
Tourajdi Diversified Fund	1,059,327	1,059,327
Flagg Private Equity Fund	569,936	569,936
Seminole Offshore Fund	2,422,839	2,422,839
Watershed Capital Institutional Partners L P	2,016,912	2,016,912
RHO Fund Investors	712,033	712,033
Anchorage Capital	1,822,440	1,822,440
Polygon Global Opportunites Fund	769,241	769,241
Longfrow Infastructure	912,305	912,305
Darwin Venture Capital Fund-of-Funds	336,121	336,121
Potrfolio Advisors Private Equity Fund V (Diversified)	195,995	195,995
Potrfolio Advisors Private Equity Fund V (Special Situation)	120,604	120,604
Canyon Value Realization Fund (Cayman) Ltd	430,766	430,766
Artio International Equity Fund II LLC	5,919,053	5,919,053
TOTAL	26,966,520	26,966,520

STATEMENT #7 - OFFICERS AND DIRECTORS

	Title/Avg Hours	Compensation	Benefit Plans	Expense Allowances
Michelle Lund 535 North Brand Boulevard Glendale, CA	President - 3 hours/week	0	0	0
Robert L Wilson 535 North Brand Boulevard Glendale, CA	Sec /Treas - 3 hours/week	0	0	0
Ronald E Gother 535 North Brand Boulevard Glendale, CA	Asst Sec - 3 hours/week	0	0	0
Bradford Lund 535 North Brand Boulevard Glendale, CA	Vice Pres - 3 hours/week	0	0	0
Gloria Wilson 535 North Brand Boulevard Glendale, CA	Director - 3 hours/week	0	0	0

Sharon D. Lund Foundation
Grants and Contributions
2009

Name	Amount
A Place Called Home P.O. Box 11336 Los Angeles, CA 90011	40,000.00
Best Buddies 52 West Roosevelt Blvd., #2 Phoenix, AZ 85003	35,000.00
Boy Scouts of America 2645 N. 24th Street Phoenix, AZ 85005	35,000.00
Boys and Girls Club of Gilbert 14505 East Guadalupe Road #4 Tempe, AZ 85283	35,000.00
Boys and Girls Club of Metro. Phoenix 2645 N. 24th Street Phoenix, AZ 85005	50,000.00
California Community Foundation 445 S. Figueroa St. #3400 Los Angeles, CA 90071	50,000.00
California Institute of the Arts 24700 McBean Parkway Valencia, CA 91355	500,000.00
Canine Companions for Independence P.O. Box 4568 Oceanside, CA 92052	20,000.00
Child Help USA 15757 N. 78th Street Phoenix, CA 85260	150,000.00
Child S.H.A.R.E. 1544 West Glenoaks Blvd. Glendale, CA 91201	50,000.00
Child Welfare Society of Kenya P.O. Box 1083 Nakuru, Kenya	25,000.00
Children's Burn Foundation 4929 Van Nuys Blvd. Sherman Oaks, CA 91403	50,000.00

Sharon D. Lund Foundation
Grants and Contributions
2009

Name	Amount
Children's Hospital of Los Angeles 4560 Sunset Blvd., M.S. 29 Los Angeles, CA 90027	650,000.00
Children's of the Night 14530 Sylvan Street Van Nuys, CA 91411	35,000.00
CHW Foundation-East Valley 475 South Dobson Road Chandler, AZ 85224	200,000.00
City Year Los Angeles 606 South Olive Street, 2nd Floor Los Angeles, CA 90014	125,000.00
Coucil on Foundation 1828 L. Street, N.W. Washington, DC 20036	9,880.00
Curtis School 1571 Mulholland Drive Los Angeles, CA 90049	35,000.00
Dr. Susan Love Research Foundation 2811 Wilshire Blvd., #500 Santa Monica, CA 90403	260,000.00
Earthfire Institute P.O. Box 368 Driggs, ID 83422	35,000.00
Give Kids the World 210 South Bass Road Kissimmee, FL 34746	175,000.00
Guide Dogs of America 13445 Glenoaks Blvd. Sylmar, CA 91342	40,000.00
Guide Dogs of the Desert P.O. Box 1692 Palm Springs, CA 92263	40,000.00
Home Base 931 East Devonshire Phoenix, AZ 90038	35,000.00

Sharon D. Lund Foundation
Grants and Contributions
2009

Name	Amount
John Tracy Clinic 806 W. Adams Blvd. Los Angeles, CA 90007	35,000.00
Lund University Section of MIG c/o Catharina Svanborg Solvegatan 23 222 62 Lund, Sweden	100,000.00
Main Street USA Charitable Foundation 207 N. Main Street USA Marceline, MO 64658	35,000.00
Make a Wish 1875 Century Park West, #1460 Los Angeles, CA 90067	50,000.00
Marianne Frostig Center 971 N. Altadena Drive Pasadena, CA 91107	350,000.00
Maud Booth Center-Volunteers of America 3600 Wilshire Blvd., #1500 Los Angeles, CA 90010-2619	100,000.00
National Center for Family Philanthropy 1818 N Street NW Washington DC 20036	1,000.00
Phoenix Children's Hospital 2701 N. 16th Street, #120 Phoenix, AZ 85006	150,000.00
Riverview School 551 Route 6A Cape Cod, MA 02537	1,025,000.00
Ryman Arts 315 W. Ninth Street, #806 Los Angeles, CA 90015	100,000.00
Save the Family 450 West 4th Street Meza, AZ 85201	50,000.00

Sharon D. Lund Foundation
Grants and Contributions
2009

Name	Amount
Special Olympics Arizona	35,000.00
3816 N. 6th Street	
Phoenix, AZ 85014-5004	
Special Olympics TRI Valley	35,000.00
11836 Hesby Street	
Valley Village, CA 91607	
The Sheepfold	50,000.00
P.O. Box 4487	
Orange, CA 92863	
Westmark School	50,000.00
5461 Louise Avenue	
Encino, CA 91316	
West Valley Child Crisis Center	50,000.00
P.O. Box 850	
Glendale, AZ 85311-0850	
Total	4,895,880.00