



See a Social Security Number? Say Something!
Report Privacy Problems to <https://public.resource.org/privacy>
Or call the IRS Identity Theft Hotline at 1-800-908-4490



Return of Private Foundation

or Section 4947(a)(1) Nonexempt Charitable Trust

Treated as a Private Foundation

OMB No 1545-0052

2009

Department of the Treasury
Internal Revenue Service

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

For calendar year 2009, or tax year beginning,

and ending

G Check all that apply:

☐ Initial return☐ Initial return of a former public charity☐ Final return☐ Amended return☐ Address change☐ Name changeUse the IRS
label.
Otherwise,
print
or type
See Specific
Instructions

Name of foundation

TERRENCE S KAISER AND BARBARA A KAISER
FOUNDATION

Number and street (or P O box number if mail is not delivered to street address)

4922 BARNES RD.

Room/suite

City or town, state, and ZIP code

MILLINGTON, MI 48746-9043

A Employer identification number

26-2534235

B Telephone number

989-871-4443

C If exemption application is pending, check here ☐D 1. Foreign organizations, check here ☐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 ☐F If the foundation is in a 60-month termination
under section 507(b)(1)(B), check here ☐

H Check type of organization:

☒ Section 501(c)(3) exempt private foundation☐ Section 4947(a)(1) nonexempt charitable trust☐ Other taxable private foundationI Fair market value of all assets at end of year
(from Part II, col (c), line 16)

\$ 1,041,622. (Part I, column (d) must be on cash basis.)

J Accounting method: ☒ Cash ☐ Accrual
☐ Other (specify)

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))(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

0.

N/A

2 Check ☒ if the foundation is not required to attach Sch B3 Interest on savings and temporary
cash investments

4 Dividends and interest from securities

19,583.

19,583.

STATEMENT 1

5a Gross rents

b Net rental income or (loss)

6a Net gain or (loss) from sale of assets not on line 10

b Gross sales price for all
assets on line 6a

7 Capital gain net income (from Part IV, line 2)

0.

8 Net short-term capital gain

9 Income modifications

10a Gross sales less returns
and allowances

b Less Cost of goods sold

c Gross profit or (loss)

11 Other income

12 Total. Add lines 1 through 11

19,583.

19,583.

Operating and Administrative Expenses

13 Compensation of officers, directors, trustees, etc

4,000.

0.

4,000.

14 Other employee salaries and wages

15 Pension plans, employee benefits

16a Legal fees

b Accounting fees

STMT 2

750.

0.

750.

c Other professional fees

STMT 3

5,819.

2,442.

3,377.

17 Interest

18 Taxes

STMT 4

1.

0.

0.

19 Depreciation and depletion

20 Occupancy

21 Travel, conferences, and meetings

22 Printing and publications

23 Other expenses

24 Total operating and administrative
expenses. Add lines 13 through 23

10,570.

2,442.

8,127.

25 Contributions, gifts, grants paid

44,470.

44,470.

26 Total expenses and disbursements.
Add lines 24 and 25

55,040.

2,442.

52,597.

27 Subtract line 26 from line 12

-35,457.

a Excess of revenue over expenses and disbursements

b Net investment income (if negative, enter -0-)

17,141.

c Adjusted net income (if negative, enter -0-)

N/A

923501
02-02-10

LHA For Privacy Act and Paperwork Reduction Act Notice, see the instructions.

Form 990-PF (2009)

RECEIVED
JUN 01 2010
FBI
OGDEN UT

**TERRENCE S KAISER AND BARBARA A KAISER
FOUNDATION**

26-2534235

Part II Balance Sheets Attached schedules and amounts in the description column should be for end-of-year amounts only		Beginning of year	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash - non-interest-bearing			
	2 Savings and temporary cash investments	900,632.	31,993.	31,993.
	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			
	7 Other notes and loans receivable ▶			
	Less: allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments - U.S. and state government obligations			
	b Investments - corporate stock			
	c Investments - corporate bonds			
	11 Investments - land, buildings, and equipment basis ▶			
	Less: accumulated depreciation ▶			
	12 Investments - mortgage loans			
	13 Investments - other STMT 5	0.	833,182.	1,009,629.
	14 Land, buildings, and equipment; basis ▶			
	Less: accumulated depreciation ▶			
	15 Other assets (describe ▶)			
	16 Total assets (to be completed by all filers)	900,632.	865,175.	1,041,622.
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			
	22 Other liabilities (describe ▶)			
	23 Total liabilities (add lines 17 through 22)	0.	0.	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ☐ and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted			
	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	0.	0.	
	28 Paid-in or capital surplus, or land, bldg., and equipment fund	0.	0.	
	29 Retained earnings, accumulated income, endowment, or other funds	900,632.	865,175.	
	30 Total net assets or fund balances	900,632.	865,175.	
	31 Total liabilities and net assets/fund balances	900,632.	865,175.	

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	900,632.
2 Enter amount from Part I, line 27a	2	-35,457.
3 Other increases not included in line 2 (itemize) ▶	3	0.
4 Add lines 1, 2, and 3	4	865,175.
5 Decreases not included in line 2 (itemize) ▶	5	0.
6 Total net assets or fund balances at end of year (line 4 minus line 5) - Part II, column (b), line 30	6	865,175.

Form 990-PF (2009)

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					
b NONE					
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			
b			
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			
b			
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 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). 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 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	6,076.	887,123.	.006849
2007			
2006			
2005			
2004			

2 Total of line 1, column (d)	2	.006849
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	.006849
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	949,491.
5 Multiply line 4 by line 3	5	6,503.
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	171.
7 Add lines 5 and 6	7	6,674.
8 Enter qualifying distributions from Part XII, line 4 If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate. See the Part VI instructions.	8	52,597.

TERRENCE S KAISER AND BARBARA A KAISER

Form 990-PF (2009)

FOUNDATION

26-2534235

Page 4

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

1a 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	171.
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	0.
3 Add lines 1 and 2		3	171.
4 Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)		4	0.
5 Tax based on investment income Subtract line 4 from line 3. If zero or less, enter -0-		5	171.
6 Credits/Payments:			
a 2009 estimated tax payments and 2008 overpayment credited to 2009	6a		
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		0.
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		171.
10 Overpayment. If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10		
11 Enter the amount of line 10 to be: Credited to 2010 estimated tax ☒ Refunded ☐	11		

Part VII-A Statements Regarding Activities

	Yes	No
1a 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?		X
1b Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see instructions for definition)? If the answer is "Yes" to 1a or 1b, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities		X
1c Did the foundation file Form 1120-POL for this year?		X
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation. \$ 0. (2) On foundation managers. \$ 0.		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. \$ 0.		
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.		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		X
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		X
b If "Yes," has it filed a tax return on Form 990-T for this year?		
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T		X
6 Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either: • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?		X
7 Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col. (c), and Part XV.	X	
8a Enter the states to which the foundation reports or with which it is registered (see instructions) ☒ MI		
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	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)? If "Yes," complete Part XIV		X
10 Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses		X

Form 990-PF (2009)

**TERRENCE S KAISER AND BARBARA A KAISER
FOUNDATION**

26-2534235

Part VII-A Statements Regarding Activities (continued)

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)			X
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?			X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?		X	

Website address ► **N/A**

14 The books are in care of ► **JOHN W KIDWELL / TRI-STAR TRUST BAN** Telephone no. ► **989-921-0010**
 Located at ► **1004 N. MICHIGAN AVE, SAGINAW, MI** ZIP+4 ► **48602**

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** **N/A**

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

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

	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)? Organizations relying on a current notice regarding disaster assistance check here N/A ☐	1b	
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 ► _____, _____, _____		
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 instructions.) N/A	2b	
c If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here. ► _____, _____, _____		
3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☐ Yes ☒ No		
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) N/A	3b	
4a Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a	X
b Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2009?	4b	X

Form 990-PF (2009)

**TERRENCE S KAISER AND BARBARA A KAISER
FOUNDATION**

Form 990-PF (2009)

26-2534235 Page 6

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)? ☐ 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 instructions)?

N/A

5b

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?

N/A

☐ Yes ☒ No

If "Yes," attach the statement required by Regulations section 53.4945-5(d)

6a Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?

☐ Yes ☒ No

b Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?

6b

X

If "Yes" to 6b, file Form 8870

7a At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?

☐ Yes ☒ No

b If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?

N/A

7b

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

1 List all officers, directors, trustees, foundation managers and their compensation.

(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
TERRENCE S. KAISER 4922 BARNES ROAD MILLINGTON, MI 48746	TRUSTEE, PRESIDENT, TREASURER	1,000.	0.	0.
BARBARA A KAISER 4922 BARNES ROAD MILLINGTON, MI 48746	TRUSTEE, SECRETARY	1,000.	0.	0.
ERIK M. KAISER 714 SUNFLOWER DRIVE CHESANING, MI 48616	TRUSTEE	1,000.	0.	0.
STEPHANIE A KAISER-WINSLOW 6630 S VASSAR ROAD VASSAR, MI 48768	TRUSTEE	1,000.	0.	0.

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

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

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

0

Form 990-PF (2009)

Part VII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)**3** Five highest-paid independent contractors for professional services. If none, enter "NONE."

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

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

0

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

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 instructions.	
3	
Total. Add lines 1 through 3	0.

Form 990-PF (2009)

Part X Minimum Investment Return (All domestic foundations must complete this part. Foreign foundations, see 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	963,950.
b	Average of monthly cash balances	1b	
c	Fair market value of all other assets	1c	
d	Total (add lines 1a, b, and c)	1d	963,950.
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation)	1e	0.
2	Acquisition indebtedness applicable to line 1 assets	2	0.
3	Subtract line 2 from line 1d	3	963,950.
4	Cash deemed held for charitable activities. Enter 1 1/2% of line 3 (for greater amount, see instructions)	4	14,459.
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	949,491.
6	Minimum investment return. Enter 5% of line 5	6	47,475.

Part XI Distributable Amount (see 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	47,475.
2a	Tax on investment income for 2009 from Part VI, line 5	2a	171.
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b	
c	Add lines 2a and 2b	2c	171.
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	47,304.
4	Recoveries of amounts treated as qualifying distributions	4	0.
5	Add lines 3 and 4	5	47,304.
6	Deduction from distributable amount (see instructions)	6	0.
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	47,304.

Part XII Qualifying Distributions (see 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	52,597.
b	Program-related investments - total from Part IX-B	1b	0.
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	2	
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	52,597.
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	5	171.
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	52,426.

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.

Form 990-PF (2009)

**TERRENCE S KAISER AND BARBARA A KAISER
FOUNDATION**

Form 990-PF (2009)

26-2534235 Page 9

Part XIII Undistributed Income (see instructions)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7				47,304.
2 Undistributed income, if any, as of the end of 2009				
a Enter amount for 2008 only			38,279.	
b Total for prior years:		0.		
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	0.			
4 Qualifying distributions for 2009 from Part XII, line 4: ▶ \$ 52,597.				
a Applied to 2008, but not more than line 2a			38,279.	
b Applied to undistributed income of prior years (Election required - see instructions)		0.		
c Treated as distributions out of corpus (Election required - see instructions)	0.			
d Applied to 2009 distributable amount				14,318.
e Remaining amount distributed out of corpus	0.			
5 Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a))	0.			0.
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5	0.			
b Prior years' undistributed income. Subtract line 4b from line 2b		0.		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		0.		
d Subtract line 6c from line 6b. Taxable amount - see instructions		0.		
e Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount - see instr.			0.	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				32,986.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7	0.			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	0.			
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 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)

- 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

[illegible]

- 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.

- 3 Subtract line 2d from line 2c.
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 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).)

SEE STATEMENT 6

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

NONE

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

Check here ☐ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds. If the foundation makes gifts, grants, etc. (see 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:

SEE STATEMENT 7

- 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:

2009.03050 TERRENCE S KAISER AND BARBA A45253_1

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.

Enter gross amounts unless otherwise indicated.		Unrelated business income		Excluded by section 512, 513, or 514		(e)
	(a) Business code	(b) Amount	(c) Exclu- sion code	(d) Amount		Related or exempt function income
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						
4 Dividends and interest from securities			14	19,583.		
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						
9 Net income or (loss) from special events						
10 Gross profit or (loss) from sales of inventory						
11 Other revenue:						
a _____						
b _____						
c _____						
d _____						
e _____						
12 Subtotal. Add columns (b), (d), and (e)		0.		19,583.		0.
13 Total. Add line 12, columns (b), (d), and (e)						19,583.

(See worksheet in line 13 instructions to verify calculations.)

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

[illegible]

FORM 990-PF		DIVIDENDS AND INTEREST FROM SECURITIES		STATEMENT	1
SOURCE	GROSS AMOUNT	CAPITAL GAINS DIVIDENDS	COLUMN (A) AMOUNT		
CHURCHILL PARTNERSHIP	19,583.	0.	19,583.		
TOTAL TO FM 990-PF, PART I, LN 4	19,583.	0.	19,583.		

FORM 990-PF		ACCOUNTING FEES		STATEMENT	2
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
ACCOUNTING AND TAX PREPARATION FEES	750.	0.		750.	
TO FORM 990-PF, PG 1, LN 16B	750.	0.		750.	

FORM 990-PF		OTHER PROFESSIONAL FEES		STATEMENT	3
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
FIDUCIARY ADVISORY FEES	4,884.	2,442.		2,442.	
ATTORNEY FEES	935.	0.		935.	
TO FORM 990-PF, PG 1, LN 16C	5,819.	2,442.		3,377.	

FORM 990-PF		TAXES		STATEMENT	4
DESCRIPTION	(A) EXPENSES PER BOOKS	(B) NET INVEST- MENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES	
FEDERAL EXCISE TAX TAXES	1.	0.		0.	
TO FORM 990-PF, PG 1, LN 18	1.	0.		0.	

FORM 990-PF	OTHER INVESTMENTS	STATEMENT	5
DESCRIPTION	VALUATION METHOD	BOOK VALUE	FAIR MARKET VALUE
VARIOUS MUTUAL FUNDS	COST	833,182.	1,009,629.
TOTAL TO FORM 990-PF, PART II, LINE 13		833,182.	1,009,629.

FORM 990-PF	PART XV - LINE 1A LIST OF FOUNDATION MANAGERS	STATEMENT	6
-------------	--	-----------	---

NAME OF MANAGER

TERRENCE S. KAISER
BARBARA A KAISER

Balance Sheet Attachment

Account Holdings As Of

Filtered By : Account = 01182:Terrence and Barbara Kaiser Foundation

Sorted By : Account Number

Date Run : 04/19/2010

Account Name : Terrence and Barbara Kaiser Foundation

As Of : 12/31/2009

Time Printed : 12:23:07 PM

Account Number : 01182

Shares	Asset Description	Cost	Market	Unr Gain Loss	Est Ann Income	Yield
--------	-------------------	------	--------	---------------	----------------	-------

Prices As Of : 12/31/2009

Money Market Funds

31,799.88	Federated Prime Obligation Fd 10	.088%	31,799.88	0.00	30.21	0.10%
-----------	----------------------------------	-------	-----------	------	-------	-------

Sub Total

\$	31,799.88	31,799.88	0.00	30.21	0.10%
----	-----------	-----------	------	-------	-------

Mutual Fund - Fixed Income Sho

5,605.981	Dodge & Cox Income Fund	3,795.25	4,823.51	3,795.25	5.22%
6,813.744	Federated Income Trust	3,130.10	132.27	3,130.10	4.48%
5,849.985	Vanguard Total Bond Market Index #084	2,497.89	987.10	2,497.89	4.13%

Sub Total

\$	197,055.00	203,097.88	6,042.88	9,423.24	4.64%
----	------------	------------	----------	----------	-------

Fixed Income Intermediate

470	1 Shares Barclays 3-7 Treasury	1,243.62	-1,379.85	1,243.62	2.40%
180	1 Shares Barclays 7-10 Year Treasury	540.33	-1,216.80	540.33	3.39%
530	1 Shares Barclays Aggregate Bd	2,125.38	1,228.28	2,125.38	3.88%
160	1 Shares Barclays MBS Bond Fund	596.78	40.00	596.78	3.52%

Sub Total

\$	140,701.09	139,370.70	-1,330.39	4,506.11	3.23%
----	------------	------------	-----------	----------	-------

Mutual Fund - LCB

858,303	Vanguard 500 Index - Signal Shares	1,558.47	15,987.63	1,558.47	2.15%
---------	------------------------------------	----------	-----------	----------	-------

Sub Total

\$	56,635.43	72,623.06	15,987.63	1,558.47	2.15%
----	-----------	-----------	-----------	----------	-------

Mutual Fund - LCG

6,403,252	Columbia M&I 21st Century Z	3.20	19,669.45	3.20	0.00%
2,782,108	T Rowe Price Growth	138.11	20,454.65	138.11	0.18%

Sub Total

\$	111,739.98	151,864.08	40,124.10	141.31	0.08%
----	------------	------------	-----------	--------	-------

Mutual Fund - LCV

4,572,469	BlackRock Equity Dividend I	1,426.47	14,388.63	1,426.47	1.97%
4,288,008	DFA US Large Cap Value	1,200.64	18,709.58	1,200.64	1.64%

Sub Total

\$	112,485.13	146,581.34	33,096.21	2,627.11	1.80%
----	------------	------------	-----------	----------	-------

Account Holdings As Of

Filtered By : Account = 01182:Terrence and Barbara Kaiser Foundation

Sorted By : Account Number

Date Run : 04/19/2010

Account Name : Terrence and Barbara Kaiser Foundation

As Of : 12/31/2009

Time Printed : 12:33:07 PM

Account Number : 01182

Shares	Asset Description	Cost	Market	Unr Gain Loss	Est Ann Income	Yield
--------	-------------------	------	--------	---------------	----------------	-------

Prices As Of : 12/31/2009

Mutual Fund - MCG

1,008,542	Columbia Acorn Select Z	15,325.00	23,578.71	8,254.71	0.00	0.00%
459,653	T Rowe Price Mid-Cap Growth Fund	15,840.00	21,828.92	5,988.92	0.00	0.00%

Sub Total

\$	31,165.00	45,408.63	14,243.63	0.00	0.00%
----	-----------	-----------	-----------	------	-------

Mutual Fund - MCV

1,993,212	Columbia Mid Cap Value Z	16,575.00	21,973.99	5,398.99	199.11	0.91%
1,115,133	JPMorgan Mid Cap Value	16,835.00	21,477.46	4,642.46	19.47	0.09%

Sub Total

\$	33,410.00	43,451.45	10,041.45	218.68	0.50%
----	-----------	-----------	-----------	--------	-------

Mutual Fund - SCG

688,03	Columbia Acorn USA Z	10,635.00	15,491.62	4,856.62	0.00	0.00%
258,959	Vanguard Explorer Fund	10,790.00	14,838.35	4,048.35	25.38	0.17%

Sub Total

\$	21,425.00	30,329.97	8,904.97	25.38	0.08%
----	-----------	-----------	----------	-------	-------

Mutual Fund - SCV

1,148,582	DFA US Small Cap XM Value	10,810.00	14,943.05	4,133.05	126.34	0.85%
487,702	T Rowe Price Small Cap Value Fund	10,480.00	13,787.85	3,307.85	121.60	0.86%

Sub Total

\$	21,290.00	28,730.90	7,440.90	247.94	0.86%
----	-----------	-----------	----------	--------	-------

Mutual Fund - Foreign

638,95	DFA Emerging Markets	11,641.67	17,379.44	5,737.77	235.13	1.35%
2,256,294	DFA Intl Large Cap	31,916.05	42,305.51	10,389.46	1,085.28	2.57%
825.42	Harbor International Fund	31,539.22	45,290.80	13,751.58	581.79	1.28%
1,507,825	UAB Scout Intl	31,921.15	43,938.02	12,016.87	496.68	1.13%

Sub Total

\$	107,018.09	148,913.77	41,895.68	2,398.89	1.61%
----	------------	------------	-----------	----------	-------

Grand Total

\$	864,724.60	1,041,171.68	176,447.06	21,177.23	2.03%
----	------------	--------------	------------	-----------	-------

Principal Cash: 0.00

Income Cash: 0.00

Invested Income: 0.00

450.28
1,041,621.94

FORM 990-PF	GRANT APPLICATION SUBMISSION INFORMATION	STATEMENT	7
	PART XV, LINES 2A THROUGH 2D		

NAME AND ADDRESS OF PERSON TO WHOM APPLICATIONS SHOULD BE SUBMITTED

JOHN W. KIDWELL C/O THE TERRENCE S. KAISER AND BARBARA A. KAISER FOUNDATION
1004 N. MICHIGAN AVE.
SAGINAW, MI 48602

TELEPHONE NUMBER

989-921-0010

FORM AND CONTENT OF APPLICATIONS

REQUESTS FOR A GRANT APPLICATION MUST BE MADE VIA THE FOUNDATION'S E-MAIL ADDRESS. THE E-MAIL ADDRESS IS TBKAISERFOUNDATION@GMAIL.COM. AN OFFICIAL GRANT APPLICATION IS PROVIDED BASED ON THIS E-MAIL REQUEST AND ALL GRANT APPLICATIONS SHOULD THEN BE RETURNED VIA THIS E-MAIL ACCOUNT. THE GRANT APPLICATION MUST BE FULLY COMPLETED AND CONTAIN THE NAME AND ADDRESS OF THE REQUESTING ORGANIZATION AS WELL AS A COMPLETE DESCRIPTION OF THE SPECIFIC PURPOSE FOR WHICH THE FUNDS ARE BEING REQUESTED.

ANY SUBMISSION DEADLINES

TWO WEEKS BEFORE THE END OF THE CALENDAR QUARTER FOR CONSIDERATION AT NEXT QUARTERLY BOARD MEETING.

RESTRICTIONS AND LIMITATIONS ON AWARDS

THE FOUNDATION FIRST CONSIDERS AWARDS IN THE GREATER MILLINGTON MICHIGAN AREA BUT MAY MAKE AWARDS IN ANY AREA AT THE SOLE DISCRETION OF THE FOUNDATION. AWARDS ARE MADE FOR SPECIAL PROJECTS ONLY AND ARE NOT MADE TO SUPPORT THE OPERATIONS OF AN ORGANIZATION. THERE ARE NO DOLLAR LIMITATIONS ON AWARDS.

FORM 990-PF

GRANTS AND CONTRIBUTIONS
PAID DURING THE YEAR

STATEMENT 8

RECIPIENT NAME AND ADDRESS	RECIPIENT RELATIONSHIP AND PURPOSE OF GRANT	RECIPIENT STATUS	AMOUNT
MILLINGTON ARBELA PARKS & RECREATION P.O. BOX 415 MILLINGTON, MI 48746	PARKING LOT PROJECT	OTHER PUBLIC CHARITY	12,000.
TUSCOLA CO INTERMEDIATE SCHOOL DISTRICT 1054 E. NORTHWOOD DRIVE CARO, MI 48723	GRANT FOR TUSCOLA CO IMAGINATION LIBRARY	OTHER PUBLIC CHARITY	5,000.
FRIENDS OF THE RANCHHOLZ MEMORIAL LIBRARY 1140 N HEMLOCK RD HEMLOCK, MI 48626-8613	GRANT FOR LARGE PRINT BOOKS	OTHER PUBLIC CHARITY	1,000.
CROSSROADS COUNSELING MINISTRIES P.O. BOX 88 FRANKENMUTH, MI 48734-1025	GRANT FOR COUNSELING MINISTRY PRIMARILY SERVING THE MILLINGTON AREA	OTHER PUBLIC CHARITY	5,000.
FIRST PRESBYTERIAN CHURCH 250 W HURON AVE VASSAR , MI 48768-1238	2009 GRANT FOR MISSIONS & MINISTRY FUND	OTHER PUBLIC CHARITY	1,000.
MILLINGTON COMMUNITY CENTER 8705 STATE RD MILLINGTON, MI 48746	2009 PURCHASE WEARING APPAREL FOR NEEDY FAMILIES	OTHER PUBLIC CHARITY	2,100.
VASSAR MINISTERIAL ALLIANCE C/O LIFELINE VICTORY CHURCH 800 S. STATE ROAD VASSAR , MI 48768-9116	CHURCH EVANGELISM OUTREACH	OTHER PUBLIC CHARITY	1,250.
THUMB AREA MUDRUNNERS C/O LIONS CLUB, P.O. BOX 13 VASSAR , MI 48768	2009 TUSCOLA COUNTY CHRISTMAS FOR KIDS PROJECT	OTHER PUBLIC CHARITY	2,100.

CHESANING AREA EMERGENCY RELIEF 218 S. CHURCH ST CHESANING, MI 48616	2009 GRANT FROM KAISER FND	OTHER PUBLIC CHARITY	2,250.
MILLINGTON COMMUNITY SCHOOLS 8780 DEAN DRIVE MILLINGTON, MI 48746	PURCHASE OF INTERACTIVE WHITE BOARDS FOR SCHOOLS	OTHER PUBLIC CHARITY	2,520.
MILLINGTON COMMUNITY CENTER 8705 STATE RD 8705 STATE RD, MI 48746	BALANCE FOR THE INSTALLATION OF DIGITAL SIGN	OTHER PUBLIC CHARITY	8,000.
MILLINGTON COMMUNITY CENTER 8705 STATE RD 8705 STATE RD, MI 48746	LANDSCAPING IMPROVEMENTS	OTHER PUBLIC CHARITY	2,250.
TOTAL TO FORM 990-PF, PART XV, LINE 3A			<u>44,470.</u>