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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

2009

For calendar year 2009, or tax year beginning

, 2009, and ending

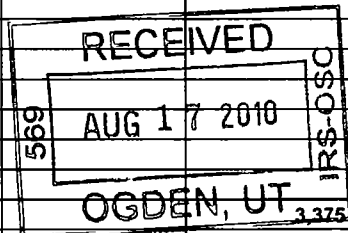
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G Check all that apply: ☒ Initial return ☐ Initial return of a former public charity ☐ Final return
☐ Amended return ☐ Address change ☐ Name change

Use the IRS label. Otherwise, print or type. See Specific Instructions.	Name of foundation KIT CARSON ELECTRIC EDUCATION FOUNDATION		A Employer identification number 31-1578049
	Number and street (or P O box number if mail is not delivered to street address) Room/suite PO BOX 578		B Telephone number (see page 10 of the instructions) 5757582258
	City or town, state, and ZIP code TAOS, NM 87571		C If exemption application is pending, check here <input type="checkbox"/> D 1. Foreign organizations, check here <input type="checkbox"/> 2. Foreign organizations meeting the 85% test, check here and attach computation <input type="checkbox"/> E If private foundation status was terminated under section 507(b)(1)(A), check here <input type="checkbox"/> F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here <input type="checkbox"/>
H Check type of organization: <input checked="" type="checkbox"/> Section 501(c)(3) exempt private foundation <input type="checkbox"/> Section 4947(a)(1) nonexempt charitable trust <input type="checkbox"/> Other taxable private foundation			
I Fair market value of all assets at end of year (from Part II, col. (c), line 16) \$ 104,402		J Accounting method: <input type="checkbox"/> Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/> 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) (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)	3,450			
	2 Check <input checked="" type="checkbox"/> if the foundation is not required to attach Sch. B				
	3 Interest on savings and temporary cash investments	105	105		
	4 Dividends and interest from securities	4,535	4,535		
	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)		1,455		
	8 Net short-term capital gain				
	9 Income modifications				
	10a Gross sales less returns and allowances				
b Less: Cost of goods sold					
c Gross profit or (loss) (attach schedule)					
11 Other income (attach schedule)					
12 Total. Add lines 1 through 11	8,090	6,095			
Operating and Administrative Expenses	13 Compensation of officers, directors, trustees, etc.	3,750	375		
	14 Other employee salaries and wages				
	15 Pension plans, employee benefits				
	16a Legal fees (attach schedule)				
	b Accounting fees (attach schedule)	750			
	c Other professional fees (attach schedule)				
	17 Interest				
	18 Taxes (attach schedule) (see page 14 of the instructions)	112			
	19 Depreciation (attach schedule) and depletion				
	20 Occupancy				
	21 Travel, conferences, and meetings	1,288	129		1,159
	22 Printing and publications				
	23 Other expenses (attach schedule)	30			
	24 Total operating and administrative expenses. Add lines 13 through 23	5,930			
	25 Contributions, gifts, grants paid	44,200			44,200
26 Total expenses and disbursements. Add lines 24 and 25	50,130	504		48,734	
27 Subtract line 26 from line 12:					
a Excess of revenue over expenses and disbursements	(42,040)				
b Net investment income (if negative, enter -0-)		5,591			
c Adjusted net income (if negative, enter -0-)			N/A		

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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	End of year	
		(a) Book Value	(b) Book Value	(c) Fair Market Value
Assets	1 Cash—non-interest-bearing	-00	2,359	2,359
	2 Savings and temporary cash investments			
	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 16 of the instructions)			
	7 Other notes and loans receivable (attach schedule) ▶			
	Less: allowance for doubtful accounts ▶			
	8 Inventories for sale or use			
	9 Prepaid expenses and deferred charges			
	10a Investments—U.S. and state government obligations (attach schedule)	58,077	32,223	32,223
	b Investments—corporate stock (attach schedule)	25,190	31,987	31,987
	c Investments—corporate bonds (attach schedule)	53,524	37,833	37,833
	11 Investments—land, buildings, and equipment: basis ▶			
Liabilities	Less: accumulated depreciation (attach schedule) ▶			
	12 Investments—mortgage loans			
	13 Investments—other (attach schedule)			
	14 Land, buildings, and equipment: basis ▶			
	Less: accumulated depreciation (attach schedule) ▶			
	15 Other assets (describe ▶)			
	16 Total assets (to be completed by all filers—see the instructions. Also, see page 1, item I)	136,791	104,402	104,402
	17 Accounts payable and accrued expenses	66	750	
	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 ▶)			
	23 Total liabilities (add lines 17 through 22)	66	750	
Net Assets or Fund Balances	Foundations that follow SFAS 117, check here ▶ <input type="checkbox"/> and complete lines 24 through 26 and lines 30 and 31.			
	24 Unrestricted	136,725	103,652	
	25 Temporarily restricted			
	26 Permanently restricted			
	Foundations that do not follow SFAS 117, check here ▶ <input type="checkbox"/> and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds			
	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)	136,725	103,652	
	31 Total liabilities and net assets/fund balances (see page 17 of the instructions)	136,791	104,402	

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	136,725
2 Enter amount from Part I, line 27a	2	(42,040)
3 Other increases not included in line 2 (itemize) ▶ <u>Unrealized gain on Investment</u>	3	9,717
4 Add lines 1, 2, and 3	4	104,402
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	104,402

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	1/20/2009
b	Publicly traded securities	P	various	4/29/2009
c	Publicly traded securities	P	various	4/29/2009
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 5,000.		4,843	157
b 22,000		21,311	689
c 22,000		21,391	609
d			
e			

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

(i) FMV as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	(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	1,455
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.

(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			
2007			
2006			
2005			
2004			

2 Total of line 1, column (d)	2	
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	
4 Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	
5 Multiply line 4 by line 3	5	
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	
7 Add lines 5 and 6	7	
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 on page 18.	8	

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

1a	Exempt operating foundations described in section 4940(d)(2), check here <input type="checkbox"/> and enter "N/A" on line 1. 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 <input type="checkbox"/> and enter 1% of Part I, line 27b	1	112	00
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	00
3	Add lines 1 and 2	3	112	00
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	4	0	00
5	Tax based on investment income. Subtract line 4 from line 3. If zero or less, enter -0-	5	112	00
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	272	00
d	Backup withholding erroneously withheld	6d		
7	Total credits and payments. Add lines 6a through 6d	7	272	00
8	Enter any penalty for underpayment of estimated tax. Check here <input type="checkbox"/> 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	160	00
11	Enter the amount of line 10 to be. Credited to 2010 estimated tax 160.00 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?		✓
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)?		✓
<i>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.</i>		
c Did the foundation file Form 1120-POL for this year?		✓
d Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year: (1) On the foundation ▶ \$ <u>N/A</u> (2) On foundation managers. ▶ \$ <u>N/A</u>		
e Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers. ▶ \$ <u>N/A</u>		
2 Has the foundation engaged in any activities that have not previously been reported to the IRS? <i>If "Yes," attach a detailed description of the activities.</i>		✓
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? <i>If "Yes," attach a conformed copy of the changes.</i>		✓
4a Did the foundation have unrelated business gross income of \$1,000 or more during the year?		✓
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? <i>If "Yes," attach the statement required by General Instruction T.</i>		✓
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?	✓	
7 Did the foundation have at least \$5,000 in assets at any time during the year? <i>If "Yes," complete Part II, col. (c), and Part XV</i>	✓	
8a Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ▶ _____		
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? <i>If "No," attach explanation.</i>	✓	
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)? <i>If "Yes," complete Part XIV</i>		✓
10 Did any persons become substantial contributors during the tax year? <i>If "Yes," attach a schedule listing their names and addresses.</i>		✓

Part VII-A Statements Regarding Activities (continued)

11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see page 20 of the instructions)	11		✓
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12		✓
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ▶	13	✓	
14	The books are in care of ▶ <u>Margaret Gonzales</u> Telephone no. ▶ <u>575-758-2258</u> Located at ▶ <u>118 Cruz Alta Rd Taos, NM</u> ZIP+4 ▶ <u>87571-0578</u>			
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041—Check here. ▶ <input type="checkbox"/> and enter the amount of tax-exempt interest received or accrued during the year ▶ <u>15</u>			

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? . . . <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? . . . <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? . . . <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? . . . <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)? . . . <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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.) . . . <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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)? . . . <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No Organizations relying on a current notice regarding disaster assistance check here . . . ▶ <input type="checkbox"/>	1b	N/A
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	✓
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? . . . <input type="checkbox"/> Yes <input checked="" type="checkbox"/> 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? . . . <input type="checkbox"/> Yes <input type="checkbox"/> 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	✓
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	✓

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))?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	
(2)	Influence the outcome of any specific public election (see section 4955); or to carry on, directly or indirectly, any voter registration drive?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	
(3)	Provide a grant to an individual for travel, study, or other similar purposes?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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)	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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?	<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> 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 <i>N/A</i>
	Organizations relying on a current notice regarding disaster assistance check here	<input type="checkbox"/>		
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?	<input type="checkbox"/> Yes	<input type="checkbox"/> No	
	<i>If "Yes," attach the statement required by Regulations section 53.4945–5(d).</i>			
6a	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	<input type="checkbox"/> Yes	<input type="checkbox"/> No	
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?			6b ✓
	<i>If "Yes" to 6b, file Form 8870.</i>			
7a	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	<input type="checkbox"/> Yes	<input type="checkbox"/> No	
b	If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?			7b <i>N/A</i>

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
See Attached Schedule		3,750		

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
NONE				

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
NONE		

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

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year. Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc.	Expenses
1 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	119,417
b	Average of monthly cash balances	1b	1,180
c	Fair market value of all other assets (see page 24 of the instructions)	1c	-0-
d	Total (add lines 1a, b, and c)	1d	120,597
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	-0-
3	Subtract line 2 from line 1d	3	120,597
4	Cash deemed held for charitable activities. Enter 1 1/2 % of line 3 (for greater amount, see page 25 of the instructions)	4	1,809
5	Net value of noncharitable-use assets. Subtract line 4 from line 3. Enter here and on Part V, line 4	5	118,788
6	Minimum investment return. Enter 5% of line 5	6	5,939

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	5,939
2a	Tax on investment income for 2009 from Part VI, line 5	2a	112
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b	-0-
c	Add lines 2a and 2b	2c	112
3	Distributable amount before adjustments. Subtract line 2c from line 1	3	5,827
4	Recoveries of amounts treated as qualifying distributions	4	-0-
5	Add lines 3 and 4	5	5,827
6	Deduction from distributable amount (see page 25 of the instructions)	6	-0-
7	Distributable amount as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1	7	5,827

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	48,734
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	48,734
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	
6	Adjusted qualifying distributions. Subtract line 5 from line 4	6	48,734

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				5,827
2 Undistributed income, if any, as of the end of 2009:				
a Enter amount for 2008 only			-0-	
b Total for prior years: 20____, 20____, 20____		-0-		
3 Excess distributions carryover, if any, to 2009:				
a From 2004	44,511			
b From 2005	32,339			
c From 2006	35,490			
d From 2007	32,106			
e From 2008	41,003			
f Total of lines 3a through e	185,449			
4 Qualifying distributions for 2009 from Part XII, line 4: ► \$ 48,734				
a Applied to 2008, but not more than line 2a			-0-	
b Applied to undistributed income of prior years (Election required—see page 26 of the instructions)		-0-		
c Treated as distributions out of corpus (Election required—see page 26 of the instructions)	-0-			
d Applied to 2009 distributable amount				-0-
e Remaining amount distributed out of corpus	42,907			
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	228,356			
b Prior years' undistributed income. Subtract line 4b from line 2b		-0-		
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed		-0-		
d Subtract line 6c from line 6b. Taxable amount—see page 27 of the instructions		-0-		
e Undistributed income for 2008. Subtract line 4a from line 2a. Taxable amount—see page 27 of the instructions			-0-	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				-0-
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)	-0-			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see page 27 of the instructions)	44,511			
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a	183,845			
10 Analysis of line 9:				
a Excess from 2005	32,339			
b Excess from 2006	35,490			
c Excess from 2007	32,106			
d Excess from 2008	41,003			
e Excess from 2009	42,907			

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

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

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

	Tax year	Prior 3 years			(e) Total
	(a) 2009	(b) 2008	(c) 2007	(d) 2006	
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities. Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon:					
a "Assets" alternative test—enter:					
(1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test—enter $\frac{2}{3}$ 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 ☐ 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:

Rudy Martinez, President-Kit Carson Electric Education Foundation PO Box 578 Taos, NM 87571 (575)758-2258

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

See Attached

c Any submission deadlines:

Scholarship applications must be received on or before April 15th, other applications are accepted anytime.

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

Student applicants must reside in a household which has been receiving electric service from KCEC a minimum of 6 months.

Part XV Supplementary Information (continued)

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

3 Grants and Contributions Paid During the Year or Approved for Future Payment				
Recipient	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
Name and address (home or business)				
a Paid during the year				
See Attached Schedule				44,200
Total			▶ 3a	44,200
b Approved for future payment				
Total			▶ 3b	

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) 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	105	
4	Dividends and interest from securities			14	4,535	
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)				4,640	
13	Total. Add line 12, columns (b), (d), and (e)				13	4,640

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

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

[illegible]

Kit Carson Electric Education Foundation
2009 FORM 990-PF
EIN 31-1578049

PART I, Line 16 - Accounting Fees

Description	Amount
Audit Fees	750

PART I, Line 18 - Taxes

Description	Amount
Internal Revenue Service	112
Excise Tax	
	<u>\$ 112</u>

PART I, Line 23 - Other Expenses

Description	Amount
Legal Advertisement	10
NM Public Regulation Comm	20
	<u>\$ 30</u>

Kit Carson Electric Education Foundation Inc.
2009 FORM 990-PF
EIN 31-1578049

Part II Balance Sheet, line 10a,10b,10c

Homestead Funds	Year End Market Value
Short-Term Gov Sec Fund	32,223
Homestead Value Fund	31,987
Short-Term Bond Fund	37,833

Kit Carson Electric Education Foundation
2009 FORM 990-PF
EIN 31-1578049

PART VIII, Line 1 - List of Officers, Directors, Trustees, and their compensation

Name & Address	Title & avg hrs per wk devoted to position	Compensation	Contri To emp benefit plans
Rudy Martinez PO Box 3007 Taos, NM 87571	President 2hour	\$ 900	0
David Arguello PO Box 49 Amalia, NM 87512	V President 1hour	750	0
Steve Archuleta PO Box 77 El Rito, NM 87530	Seretary / Treasurer 1hour	750	0
Catherine Garduno PO Box 336 Penasco, NM 87553	1hour	750	0
Diane Steinman HCR 70 Box 24 Ocate, NM 87734	1 hour	600	0

Total

\$ 3,750

Recipient's Name Name & Address Home or Business	If Recipient is an individual show any relationship to any foundation manager substantial contributor	Foundation Status of Recipient	Purpose of Grant or Contribution	Amount
Sonya Anaya, 2009, P O Box 3331, Taos, NM 87571	None		Scholarship	1,000 00
Patrick Gonzales, 2009, P O Box 256, El Prado, NM 87529	None		Scholarship	1,000 00
Vanessa Medina, 2009, P O Box 968 Ranchos de Taos, NM 87557	None		Scholarship	1,000 00
Andrea Quintana, 2009, 532 Chacon Ln, Taos, NM 87571	None		Scholarship	1,000 00
Ben Sobol, 2009, 1238 Estrella Rd, Taos NM 87571	None		Scholarship	1,000 00
Sidney Swinehart, 2009, HC 78 Lavendar, PC, Ranchos de Taos, NM 87557	None		Scholarship	1,000.00
Joshua Tafoya, 2009, P O Box 1052, Ranchos de Taos, NM 87557	None		Scholarship	1,000 00
Oneta Thomas, 2009, 3215 NDCBU, Taos, NM 87571	None		Scholarship	1,000 00
Leah Trujillo, 2009, P O Box 1222, Ranchos de Taos, NM 87557	None		Scholarship	1,000 00
Rhonda Vernon, 2009, P O. Box 2704, Ranchos de Taos, NM 87557	None		Scholarship	1,000 00
Carlos Ambrosio Vigil, 2009, HC 68 Box 145, Taos, NM 87571	None		Scholarship	1,000 00
Manuel Vigil, 2009, P O Box 338, Ranchos de Taos, NM 87557	None		Scholarship	1,000.00
Briana Aragon, 2009, P O Box 963, Questa, NM 87556	None		Scholarship	1,000 00
Tiffany Cisneros, 2009, P O. Box 881, Questa, NM 87556	None		Scholarship	1,000 00
Bobby Renee Garcia, 2009, P O Box 110, Amalia, NM 87512	None		Scholarship	1,000 00
Tabatha Lovato, 2009, P O Box 38, Costilla, NM 87524	None		Scholarship	1,000 00
Michelle Trujillo, 2009, P O Box 592, Questa, NM 87556	None		Scholarship	1,000 00
Jaryd Anderson, 2009, HCR 77 Box 67F, Ojo Caliente, NM 87549	None		Scholarship	1,000 00
Tiffany Garcia, 2009, P O Box 31, El Rito, NM 87530	None		Scholarship	1,000 00
Gabriel Gonzales, 2009, P O Box 335, Ojo Caliente, NM 87549	None		Scholarship	1,000 00
Christopher Shoemaker, 2009, P.O. Box 205, El Rito, NM 87530	None		Scholarship	1,000 00
Mariano Trujillo, 2009, P O Box 363, El Rito, NM 87530	None		Scholarship	1,000 00
Zachary Woolems, 2009, P O Box 1898, Ojo Caliente, NM 87549	None		Scholarship	1,000 00
Jacqueline Cordova, 2009, HC 65 Box 14, Vadito, NM 87579	None		Scholarship	1,000 00
Vanessa Dominguez, 2009, P O Box 173, Chamisal, NM 87521	None		Scholarship	1,000 00
Enca Lopez, 2009, P.O. Box 522, Penasco, NM 87553	None		Scholarship	1,000 00
David Lopez, 2009, P O Box 456, Penasco, NM 87553	None		Scholarship	1,000 00
Roberta Rodriguez, 2009, P O Box 614, Penasco, NM 87553	None		Scholarship	1,000 00
Brian Martinez, 2009, HC 65 Box 20, Vadito, NM 87579	None		Scholarship	1,000 00
Feliz Archuleta, 2009, P.O. Box 23, Vadito, NM 87579	None		Scholarship	1,000 00
Toribio Garcia, 2009, P O Box 113, Chamisal, NM 87521	None		Scholarship	1,000 00
Nicholas Bodrug, 2009, P O Box 1512, Angel Fire, NM 87710	None		Scholarship	1,000 00
Ashley Long, 2009, P.O. Box 313, Eagle Nest, NM 87718	None		Scholarship	1,000 00
Jessie Mackey, 2009, P O Box 752, Angel Fire, NM 87710	None		Scholarship	1,000 00
Alyssa Sedillo, 2009, P O Box 1300, Angel Fire, NM 87710	None		Scholarship	1,000 00
Chrntshell Terrazas, 2009, P.O. Box 513, Angel Fire, NM 87710	None		Scholarship	1,000 00
Isaac Trujillo, 2009, P.O. Box 451, Angel Fire, NM 87710	None		Scholarship	1,000.00
Taos High School, 134 Cervantes Road, Taos, NM 87571	None		Scholarship	250 00
Taos Flight AAU - Rick Apodaca, Taos, NM 87571	None		Donation	300 00
Taos Little League - Anita Hutt, P O Box 762, Taos, NM 87571	None		Donation	400 00
Extreme Cheer - Charlie Martinez, Taos, NM 87571	None		Donation	250 00
Taos Gymnastics Outreach Program, 5627 NDCBU, Taos, NM 87571	None		Donation	250 00
Taos High School Varsity Cheerleaders, 134 Cervantes Road, Taos, NM 87571	None		Donation	300 00
Living Word Ministries, HC 81 Box 624, Questa, NM 87556	None		Donation	300 00
Dream Tree Project, P O Box 1677, Taos, NM 87571	None		Donation	150 00
Luis Montano - Warner Boxing, 700 Louisiana SE, Albuquerque, NM 87108	None		Donation	200 00
Joseph Kyle Maes, P O Box 858, Questa, NM 87556	None		Donation	250 00
Janene Mondragon - K-6 Science Class, P O Box 99, Costilla, NM 87524	None		Donation	300 00
Diana Sanchez - Rio Costilla Elementary School, P O Box 99, Costilla, NM 87524	None		Donation	350 00
Jaynelle Romero - Rio Costilla Elementary School, P O. Box 99, Costilla, NM 87524	None		Donation	300 00
Ojo Caliente Elementary 6th Grade, 10 Elementary Road, El Rito, NM 87530	None		Donation	300 00
Ben Trujillo - El Rito Elementary School, 10 Elementary Road, El Rito, NM 87530	None		Donation	600 00
Le Anne Salazar -Ojo Caliente Elementary, P.O. Box 369, Ojo Caliente, NM 87549	None		Donation	300 00
Janet Elder - Future Educator's Association, P O Box 520, Penasco, NM 87553	None		Donation	100 00
Janet Elder - Penasco High School National Honor Society, P.O. Box 520, Penasco, NM 87553	None		Donation	100 00
Rafaelita Medina - Penasco Elementary School, P O Box 58, Vadito, NM 87579	None		Donation	100 00
Inez Ortega - Penasco Elementary School, P O. Box 520, Penasco, NM 87553	None		Donation	100 00
Cecilia M Gurule - Penasco Elementary School, P O Box 245, Penasco, NM 87553	None		Donation	100 00
Michael Pacheco - Boys & Girls Club of Northern NM, P O Box 250, Penasco, NM 87553	None		Donation	200 00
Pete M Pacheco - Amercian Legion Post 96, P O Box 250, Penasco, NM 87553	None		Donation	100 00
Charlene Casados - Penasco Elementary School, P O Box 520, Penasco, NM 87553	None		Donation	100 00
Patricia Mondragon - Penasco Elementary School, P O Box 520, Penasco, NM 87553	None		Donation	100.00
Nathan Mascarenas - Penasco Elementary School, P O Box 520, Penasco, NM 87553	None		Donation	100 00
Dolores I Martinez - Penasco Elementary School, P O Box 520, Penasco, NM 87553	None		Donation	100 00
Eagle Nest Elementary, P.O. Box 287, Eagle Nest, NM 87718	None		Donation	500 00
Moreno Valley High School, P O Box 1037, Angel Fire, NM 87710	None		Donation	600.00
Janet Martin - Eagle Nest Elementary - English Expo, P.O. Box 287, Eagle Nest, NM 87718	None		Donation	100 00
				44,200 00

**KIT CARSON ELECTRIC EDUCATION FOUNDATION
SCHOLARSHIP FUND**

A one-time \$1,000.00 scholarship available to High School seniors, to be paid to the recipient at the start of the Fall College semester.

Eligibility

- 1. Available to qualified students who attend either a public or private school and whose parents are members of the Kit Carson Electric Cooperative, Inc. and reside within the service area of the Cooperative. A "public or private school" includes a public, charter, Christian or parochial school or a student who has successfully completed a home-school program.*
- 2. Scholarships are to be granted to attend a recognized and accredited institution of higher education.*
- 3. Applicant must be of good character as evidenced by at least one (1) letter of recommendation from teachers, principals, counselors, etc. from the schools they are currently attending.*
- 4. Applicant must make his/her arrangements for an official transcript of school record to be provided to the Kit Carson Electric Education Foundation, Inc. by the high school.*
- 5. Applicant must demonstrate a coherent degree plan and willingness to pursue a course of higher learning.*
- 6. Applications must be postmarked no later than April 16, 2009. If any of the documentation requested is not provided by the deadline date, you will be ineligible to receive a scholarship. Awards will be announced within thirty (30) days of the deadline date.*
- 7. Applicant must provide an original class schedule from the college or school they will be attending to Cecilia Quintana, Temporary Executive Secretary of Kit Carson Electric Cooperative, Inc. for verification before monies will be disbursed.*

SCHOLARSHIP APPLICATION FORM
Kit Carson Electric Education Foundation
P.O. Box 578
Taos, NM 87571

Name of Applicant _____ Telephone _____

Address (Mailing) _____

Address (Physical) _____

City: _____ State: _____ Zip Code: _____

Father's Name _____ Mother's Name _____

Are your parents receiving electrical service from Kit Carson Electric?

Yes _____ No _____

If you answered yes, what is the name and membership # in which your parent's electric account is listed under?

Name _____

Member # _____

In what field do you plan to Major? _____ Minor? _____

Have you been accepted? _____ By which college(s) or University(ies)

Have you received any other scholarships or grants? (Circle one) Yes or No.

High School Attended:

Academic Honors Received:

School-sponsored Clubs and Activities:

Work Experience: List employer, address, and length of time employed.

IN APPROXIMATELY 100 WORDS, WRITE WHY YOU CHOSE THE FIELD YOU PLAN TO MAJOR AND WHAT YOU PLAN TO DO ONCE YOU COMPLETE YOUR EDUCATION. (ATTACH A SEPARATE SHEET OF PAPER).

APPLICANT MUST MAKE HIS/HER ARRANGEMENTS FOR AN OFFICIAL TRANSCRIPT OF SCHOOL RECORD TO BE PROVIDED TO THE KIT CARSON ELECTRIC EDUCATION FOUNDATION BY THE HIGH SCHOOL.

ALL SCHOLARSHIPS THAT ARE AWARDED ARE VALID FOR UP TO ONE AND ONE YEAR ONLY FROM THE DATE OF APPROVAL. IN CERTAIN CIRCUMSTANCES EXTENSIONS MAY BE GRANTED. A LETTER REQUESTING AN EXTENSION MAY BE SUBMITTED TO THE FOUNDATION BOARD FOR REVIEW.

I agree to permit the review of this Application and my school records by anyone representing the Kit Carson Electric Education Foundation.

Enclosed is one letter of recommendation from guidance counselors, principals, the superintendent or teachers from the high school I currently attend and an official transcript from the high school from which I will graduate from this year.

Send Applications to: **Kit Carson Electric Foundation
Scholarship Fund
P.O. Box 578
Taos, NM 87571**

Date: _____

Signature of Applicant

Date: _____

Signature of Parent or Guardian

*** Proof ***

Albuquerque Publishing Company
7777 Jefferson NE
Albuquerque, NM 87109
(505)823-7777

Account Information

Phone: (575) 758-2258
Name: KIT CARSON ELECTRIC COOP-JN
Account #: C86666
Address: PO BOX 578

TAOS, NM 87571

Client:
Email:
Placed by: MARGARET
Fax #:

Ad Information

Classification: 0001-Legals - Non - Government
Size: 1 x 14.000
Start date: 08-14-10 Billed size: 14.00 lines-6.5pt
Stop date: 08-14-10 Ad #: 6289074
Insertions: 1 Ad type: Liner Ad
Description: The annual return of the Kit Carson
Rate code: Non-Government Le-gals
Publications: Journal Daily (AM)

Ad Cost: \$ 8.82
Tax @ 7.0000%: \$ 0.62
Tax @ 7.4375%: \$
Tax @ 8.1875%: \$
Total: \$ 9.44

Ad Copy:

The annual return of the Kit Carson Electric Education Foundation is available at the address noted below for inspection during normal business hours by any member who so request within 180 days after publishing this notice of its availability. Kit Carson Electric Education Foundation, Inc., 118 Cruz Alta Road, Taos, NM 87571. The Principal Officer is Rudy Martinez, President. Telephone 575-758-2258
Journal: August 14, 2010.