Form **990-PF**

Department of the Treasury
Internal Revenue Service

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 , 2009, 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

PEGGY BAUERVIC FOUNDATION
3 BLUFFWOOD DR
SOUTH HAVEN, MI 49090

A Employer identification number: 38-2494383

B Telephone number (see the instructions): 269-767-7713

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. [X] Section 501(c)(3) exempt private foundation
☐ Section 4947(a)(1) nonexempt charitable trust ☐ Other taxable private foundation

I Fair market value of all assets at end of year *(from Part II, column (c), line 16)* ► $ 349,568.

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

RECEIVED MAR 16 2010 OGDEN, UT IRS-OSC

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 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 (att sch)				
2 Ck ► [X] if the foundn is not req to att Sch B				
3 Interest on savings and temporary cash investments	3,210.	3,210.	3,210.	
4 Dividends and interest from securities	4,438.	4,438.	4,438.	
5a Gross rents				
b Net rental income or (loss)				
6a Net gain/(loss) from sale of assets not on line 10	-8,593.			
b Gross sales price for all assets on line 6a 58,331.				
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/(loss) (att sch)				
11 Other income (attach schedule)				
12 **Total.** Add lines 1 through 11	-945.	7,648.	7,648.	
OPERATING AND ADMINISTRATIVE EXPENSES				
13 Compensation of officers, directors, trustees, etc	3,000.			
14 Other employee salaries and wages				
15 Pension plans, employee benefits				
16a Legal fees (attach schedule)				
b Accounting fees (attach sch) SEE ST 1	4,275.	4,275.		
c Other prof fees (attach sch)				
17 Interest				
18 Taxes (attach schedule) SEE STMT 2	3,257.	3,257.		
19 Depreciation (attach sch) and depletion	475.	475.		
20 Occupancy				
21 Travel, conferences, and meetings				
22 Printing and publications				
23 Other expenses (attach schedule) SEE STATEMENT 3	617.	308.		309.
24 **Total operating and administrative expenses.** Add lines 13 through 23	11,624.	8,315.		309.
25 Contributions, gifts, grants paid PART XV	33,600.			33,600.
26 **Total expenses and disbursements.** Add lines 24 and 25	45,224.	8,315.	0.	33,909.
27 Subtract line 26 from line 12:				
a **Excess of revenue over expenses and disbursements**	-46,169.			
b **Net investment income** (if negative, enter -0-)		0.		
c **Adjusted net income** (if negative, enter -0-)			7,648.	

SCANNED MAR 29 2010

R 16

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	58,349.	35,029.	35,029.
	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 the instructions)			
	7 Other notes and loans receivable (attach sch) ►			
	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)			
	b Investments – corporate stock (attach schedule)	278,915.	305,098.	282,329.
	c Investments – corporate bonds (attach schedule)	69,001.	20,438.	13,254.
	11 Investments – land, buildings, and equipment: basis ►			
	Less: accumulated depreciation (attach schedule) ►			
	12 Investments – mortgage loans			
	13 Investments – other (attach schedule)			
	14 Land, buildings, and equipment: basis ► 33,351.			
	Less: accumulated depreciation (attach schedule) SEE STMT 4 ► 14,408.	19,419.	18,943.	18,943.
	15 Other assets (describe ► SEE STATEMENT 5)	6.	13.	13.
	16 Total assets (to be completed by all filers – see instructions. Also, see page 1, item I)	425,690.	379,521.	349,568.
LIABILITIES	17 Accounts payable and accrued expenses			
	18 Grants payable			
	19 Deferred revenue			
	20 Loans from officers, directors, trustees, & other disqualified persons			
	21 Mortgages and other notes payable (attach schedule)			
	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 ► [X] and complete lines 27 through 31.			
	27 Capital stock, trust principal, or current funds	1,836,984.	1,836,984.	
	28 Paid-in or capital surplus, or land, building, and equipment fund			
	29 Retained earnings, accumulated income, endowment, or other funds	-1,411,294.	-1,457,463.	
	30 Total net assets or fund balances (see the instructions)	425,690.	379,521.	
	31 Total liabilities and net assets/fund balances (see the instructions)	425,690.	379,521.	

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	425,690.
2	Enter amount from Part I, line 27a	2	-46,169.
3	Other increases not included in line 2 (itemize) ►	3	
4	Add lines 1, 2, and 3	4	379,521.
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	379,521.

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 shares MLC Company)	(b) How acquired P — Purchase D — Donation	(c) Date acquired (month, day, year)	(d) Date sold (month, day, year)
1a	200 SH GENENTECH	P	2/24/05	4/27/09
b	100 SH IBM	P	VARIOUS	12/21/09
c	50,000 SH CIT GROUP 4.125%	P	10/01/07	7/21/09
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	19,000.		9,430.	9,570.
b	12,813.		8,931.	3,882.
c	26,518.		48,563.	-22,045.
d				
e				

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

	(i) Fair Market Value as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of column (i) over column (j), if any	(l) Gains (Column (h) gain minus column (k), but not less than -0-) or Losses (from column (h))
a				9,570.
b				3,882.
c				-22,045.
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	-8,593.
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 the instructions). If (loss), enter -0- in Part I, line 8	3	0.

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

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

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

Was the 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 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 (column (b) divided by column (c))
2008	13,765.	436,146.	0.031561
2007	23,390.	505,575.	0.046264
2006	13,870.	478,534.	0.028984
2005	3,505.	471,987.	0.007426
2004	80.	454,906.	0.000176

2	**Total** of line 1, column (d)	2	0.114411
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	0.022882
4	Enter the net value of noncharitable-use assets for 2009 from Part X, line 5	4	319,256.
5	Multiply line 4 by line 3	5	7,305.
6	Enter 1% of net investment income (1% of Part I, line 27b)	6	
7	Add lines 5 and 6	7	7,305.
8	Enter qualifying distributions from Part XII, line 4	8	33,909.

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.

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 — see 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 instr.)			
b Domestic foundations that meet the section 4940(e) requirements in Part V, check here ► [X] and enter 1% of Part I, line 27b		1	0.
c All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, column (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	0.
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	0.
6 Credits/Payments.			
a 2009 estimated tax pmts 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	0.
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
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 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 ► $ 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.*	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
4a 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	N/A	
5 Was there a liquidation, termination, dissolution, or substantial contraction during the year? *If 'Yes,' attach the statement required by General Instruction T.*	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, column (c), and Part XV*	7	X	
8a Enter the states to which the foundation reports or with which it is registered (see the 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*	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)? *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 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 ► N/A

14 The books are in care of ► PEFFER & WALLACE, LTD. Telephone no. ► 651-636-8485

Located at ► 2575 N. HAMLINE, SUITE E ROSEVILLE MN ZIP + 4 ► 55113

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of **Form 1041** – Check here N/A ► ☐

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 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 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 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 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? 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** No: 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? **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 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 STATEMENT 6		3,000.	0.	0.

2 Compensation of five highest-paid employees (other than those included on line 1— see 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 ► 0

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 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 ►	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 (see 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 instructions.	
3	
Total. Add lines 1 through 3 ►	0.

TEEA0307L 07/06/09

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	258,254.
b	Average of monthly cash balances		1b	46,732.
c	Fair market value of all other assets (see instructions)		1c	19,132.
d	**Total** (add lines 1a, b, and c)		1d	324,118.
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	324,118.
4	Cash deemed held for charitable activities. Enter 1-1/2% of line 3 (for greater amount, see instructions)		4	4,862.
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3. Enter here and on Part V, line 4		5	319,256.
6	**Minimum investment return.** Enter 5% of line 5		6	15,963.

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	15,963.
2a	Tax on investment income for 2009 from Part VI, line 5	2a		
b	Income tax for 2009. (This does not include the tax from Part VI.)	2b		
c	Add lines 2a and 2b		2c	
3	Distributable amount before adjustments. Subtract line 2c from line 1		3	15,963.
4	Recoveries of amounts treated as qualifying distributions		4	
5	Add lines 3 and 4		5	15,963.
6	Deduction from distributable amount (see instructions)		6	
7	**Distributable amount** as adjusted. Subtract line 6 from line 5. Enter here and on Part XIII, line 1		7	15,963.

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	33,909.
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	33,909.
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 instructions)	5	
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	33,909.

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 instructions)

	(a) Corpus	(b) Years prior to 2008	(c) 2008	(d) 2009
1 Distributable amount for 2009 from Part XI, line 7				15,963.
2 Undistributed income, if any, as of the end of 2009:				
a Enter amount for 2008 only			21,730.	
b Total for prior years 20 07, 20 ___, 20 ___		10,857.		
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. ► $ 33,909.				
a Applied to 2008, but not more than line 2a			21,730.	
b Applied to undistributed income of prior years (Election required — see instructions)		10,857.		
c Treated as distributions out of corpus (Election required — see instructions)	0.			
d Applied to 2009 distributable amount				1,322.
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 instructions			0.	
f Undistributed income for 2009. Subtract lines 4d and 5 from line 1. This amount must be distributed in 2010				14,641.
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see instructions)	0.			
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see instructions)	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)

	Tax year	Prior 3 years			
	(a) 2009	(b) 2008	(c) 2007	(d) 2006	(e) Total
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 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c 'Support' alternative test — enter:					
(1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

Part XV Supplementary Information (Complete this part only if the organization had $5,000 or more in assets at any time during the year – see 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 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.

SEE STATEMENT FOR LINE 2A

c Any submission deadlines.

SEE STATEMENT FOR LINE 2A

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

SEE STATEMENT FOR LINE 2A

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 STATEMENT 8				
Total			► 3a	33,600.
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		
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	(e) Related or exempt function income (see the instructions)
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	3,210.	
4 Dividends and interest from securities			14	4,438.	
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	-8,593.	
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)				-945.	

13 **Total.** Add line 12, columns (b), (d), and (e) 13 -945.

(See worksheet in the instructions for line 13 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 the instructions.)
N/A	

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	1 a (1)		X
(2) Other assets	1 a (2)		X
b Other transactions:			
(1) Sales of assets to a noncharitable exempt organization	1 b (1)		X
(2) Purchases of assets from a noncharitable exempt organization	1 b (2)		X
(3) Rental of facilities, equipment, or other assets	1 b (3)		X
(4) Reimbursement arrangements	1 b (4)		X
(5) Loans or loan guarantees	1 b (5)		X
(6) Performance of services or membership or fundraising solicitations	1 b (6)		X
c Sharing of facilities, equipment, mailing lists, other assets, or paid employees.	1 c		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
N/A			

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
N/A		

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

► Peggy L. Maitland (signature) Signature of officer or trustee Date 3/6/10 ► PRESIDENT & CEO Title

Paid Preparer's Use Only				
Preparer's signature ►	SCOTT R. WALLACE (signature)	Date 3/6/10	Check if self-employed ► ☐	Preparer's Identifying number (See Signature in the instrs) P00368955
Firm's name (or yours if self-employed), address, and ZIP code ►	PEFFER & WALLACE, LTD.		EIN ► 41-1628544	
	119 SOUTH ADAMS			
	CAMBRIDGE, MN 55008		Phone no ► 763-689-9674	

TEEA0503L 07/06/09

STATEMENT 1
FORM 990-PF, PART I, LINE 16B
ACCOUNTING FEES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
	$ 4,275.	$ 4,275.		
TOTAL	$ 4,275.	$ 4,275.	$ 0.	$ 0.

STATEMENT 2
FORM 990-PF, PART I, LINE 18
TAXES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
TAX ON UNDISTRIBUTED INCOME	$ 3,257.	$ 3,257.		
TOTAL	$ 3,257.	$ 3,257.	$ 0.	$ 0.

STATEMENT 3
FORM 990-PF, PART I, LINE 23
OTHER EXPENSES

	(A) EXPENSES PER BOOKS	(B) NET INVESTMENT INCOME	(C) ADJUSTED NET INCOME	(D) CHARITABLE PURPOSES
BANK CHARGES & TRUST FEES	$ 383.	$ 191.		$ 192.
OFFICE SUPPLIES	234.	117.		117.
TOTAL	$ 617.	$ 308.	$ 0.	$ 309.

STATEMENT 4
FORM 990-PF, PART II, LINE 14
LAND, BUILDINGS, AND EQUIPMENT

CATEGORY	BASIS	ACCUM. DEPREC.	BOOK VALUE	FAIR MARKET VALUE
MACHINERY AND EQUIPMENT	$ 33,351.	$ 14,408.	$ 18,943.	$ 18,943.
TOTAL	$ 33,351.	$ 14,408.	$ 18,943.	$ 18,943.

STATEMENT 5
FORM 990-PF, PART II, LINE 15
OTHER ASSETS

	BOOK VALUE	FAIR MARKET VALUE
PREPAID TAX (FOREIGN TAX CREDIT)	$ 13.	$ 13.
TOTAL	$ 13.	$ 13.

STATEMENT 6
FORM 990-PF, PART VIII, LINE 1
LIST OF OFFICERS, DIRECTORS, TRUSTEES, AND KEY EMPLOYEES

NAME AND ADDRESS	TITLE AND AVERAGE HOURS PER WEEK DEVOTED	COMPEN-SATION	CONTRI-BUTION TO EBP & DC	EXPENSE ACCOUNT/ OTHER
PEGGY MAITLAND 3 BLUFFWOOD DR SOUTH HAVEN, MI 49090	PRESIDENT/SEC 5.00	$ 500.	$ 0.	$ 0.
JANE PERUYESO 319 WINDSOR TERRACE RIDGEWOOD, NJ 07450	VICE PRESIDENT 1.00	500.	0.	0.
STUART MAITLAND 3 BLUFFWOOD DR SOUTH HAVEN, MI 49090	TREASURER 1.00	500.	0.	0.
JOSE PERUYESO 319 WINDSOR TERRACE RIDGEWOOD, NJ 07450	DIRECTOR 1.00	500.	0.	0.
MICHAEL SMITH 15358 WHISTLING LANE CARMEL, IN 46033	DIRECTOR 1.00	500.	0.	0.
JANE SPARTZ 2575 N HAMLINE AVE ROSEVILLE, MN 55113	DIRECTOR 1.00	500.	0.	0.
	TOTAL	$ 3,000.	$ 0.	$ 0.

STATEMENT 7
FORM 990-PF, PART XV, LINE 2A-D
APPLICATION SUBMISSION INFORMATION

NAME OF GRANT PROGRAM:	
NAME:	PEGGY MAITLAND
CARE OF:	
STREET ADDRESS:	3 BLUFFWOOD DR.
CITY, STATE, ZIP CODE:	SOUTH HAVEN, MI 49090
TELEPHONE:	269-767-7113
FORM AND CONTENT:	SEE ATTACHED COPY OF GRANT APPLICATION FORM
SUBMISSION DEADLINES:	OCTOBER 1ST OF THE GRANT YEAR

STATEMENT 7 (CONTINUED)
FORM 990-PF, PART XV, LINE 2A-D
APPLICATION SUBMISSION INFORMATION

RESTRICTIONS ON AWARDS:

STATEMENT 8
FORM 990-PF, PART XV, LINE 3A
RECIPIENT PAID DURING THE YEAR

NAME AND ADDRESS	DONEE RELATIONSHIP	FOUNDATION STATUS	PURPOSE OF GRANT	AMOUNT
SOUTH HAVEN HOSPITAL 955 SOUTH BAILEY AVENUE SOUTH HAVEN, MI 49090	N/A	PUBLIC	HEALTH CARE	$ 10,000.
UNIVERSITY OF ST THOMAS 2115 SUMMIT AVENUE SAINT PAUL, MN 55105	N/A	PUBLIC	EDUCATIONAL	12,000.
AL-VAN HUMANE SOCIETY 73303 8TH AVENUE SOUTH HAVEN, MI 49090	N/A	PUBLIC	ANIMAL WELFARE	200.
LOYOLA HIGH SCHOOL 15325 PINEHURST DETROIT, MI 48238	N/A	PUBLIC	EDUCATIONAL	1,200.
UNIVERSITY OF MICHIGAN ANN ARBOR, MI 48109	N/A	PUBLIC	EDUCATIONAL	10,000.
PARALYZED VETERANS 477 MICHIGAN AVE DETROIT, MI	N/A	PUBLIC	HANDICAP ASSISTANCE	200.
			TOTAL	$ 33,600.

Peggy Bauervic Foundation
990PF, Part II, 10b
2009

	Description	Shares	Book Value 12/31/08	Book Value 12/31/09	FMV 12/31/09
10b	Amgen Inc	100	5,181	5,181	5,657
	Amgen Inc	100	6,059	6,059	5,657
	Amgen Inc	300	17,157	17,157	16,971
	Cameco Corporation	200	9,463	9,463	6,434
	Caterpillar Inc	300	20,370	20,370	17,097
	Caterpillar Inc	275	-	14,935	15,672
	Citigroup Inc	600	29,886	29,886	1,986
	Dow Chemical Co	200	8,259	8,259	5,526
	Ford Motor Co	850	-	6,351	8,500
	Ford Motor Co	1150	-	8,529	11,500
	General Electric	850	-	14,761	12,860
	Genentech Inc	200	9,430	-	-
	International Business Machs	100	8,931	-	-
	International Business Machs	300	26,875	26,875	39,270
	Ishares MSCI EAFE Index Fd	100	7,698	7,698	5,528
	Las Vegas Sands Corp	100	9,350	9,350	1,494
	Las Vegas Sands Corp	100	7,914	7,914	1,494
	Live Nation (Clear Channel Spinoff)	18	-	-	153
	Medtronic Inc	120	5,741	5,741	5,278
	Medtronic Inc	40	1,930	1,930	1,759
	Medtronic Inc	140	6,882	6,882	6,157
	National Oilwell Varco	710	21,615	21,615	31,304
	Noble Corp	650	24,424	24,392	26,455
	Pentair Industries, Inc.	800	10,846	10,846	25,840
	Pentair Industries, Inc.	200	7,351	7,351	6,460
	Pfizer Inc	180	5,561	5,561	3,274
	Pfizer Inc	320	11,061	11,061	5,821
	Sirius Satellite Radio	500	3,878	3,878	300
	United Technologies Corp	200	13,054	13,054	13,882
	TOTAL STOCK		**278,915**	**305,098**	**282,329**

Peggy Bauervic Foundation
990PF, Part II, 10c
2009

	Description	Shares	Book Value 12/31/08	Book Value 12/31/09	FMV 12/31/09
10c	CIT Group 4.125%	50000	48,562	-	-
	Comcast Cable 6.75%	10000	10,418	10,418	10,554
	General Mtrs Corp 7.2%	10000	10,021	10,021	2,700
	TOTAL BONDS		**69,001**	**20,439**	**13,254**

ASSET DEPRÈCIATION REPORT
PEGGY BAUERVIC FOUNDATION *Dec. 31, 2009*

Sorted ASSET A/C# Range 4110 - 4110
Method 1-FEDERAL-Std Conv Applied Include All assets

Date Acq Date Sold	Description Meth - Conv - Life - ITC - Stat - New - Listed	Inv Credit Depr Year	Cost Net Book Value	Sec. 179 Salvage Value	Depr Basis AFY Depr	Current Depr Current AFYD	Beg A/Depr End A/Depr	Selling Price Gain/Loss
ASSET A/C#: 4110 - EQUIPMENT								
09/01/85	VARIOUS PAINTINGS	0 00	7,871.18	0 00	0 00	0 00	0 00	
	NONE HY 5 00 Omit Active New Not Listed	25	7,871 18	0 00	0 00	0 00	0 00	
09/01/87	OFFICE FURNITURE	0 00	10,040 94	0 00	9,682 33	0 00	9,682 33	
	MSL HY 7 00 Omit Active New Not Listed	23	358 61	358 61	0 00	0 00	9,682 33	
10/01/93	OFFICE FURNITURE & EQUIPMENT	0 00	10,000 00	0 00	0 00	0 00	0 00	
	NONE HY 7 00 Omit Active New Not Listed	17	10,000 00	0 00	0 00	0 00	0 00	
05/13/94	FILE CABINET	0 00	750 00	0 00	750 00	0.00	750 00	
	M*200 HY 7 00 Omit Active New Not Listed	16	0 00	0 00	0 00	0 00	750 00	
06/09/95	OFFICE SHELVING	0 00	560 00	0 00	560 00	0.00	560 00	
	M*200 HY 7 00 Omit Active New Not Listed	15	0 00	0 00	0 00	0 00	560 00	
06/29/06	Computer	0 00	4,128 76	0 00	4,128 76	475.64	2,939.67	
	MA200 HY 5 00 Omit Active New Not Listed	4	713 45	0 00	0 00	0 00	3,415 31	
Totals for ASSET A/C#: 4110	**(6 assets)**		33,350 88	0 00	15,121 09	475.64	13,932 00	0 00
			18,943 24	358 61	0 00	0.00	14,407 64	0 00

Summary For: 4110			**Cost**		**Section 179**	**+ Accum. Depr.**	**= Total**
Beginning Balances	**(6 assets)**		33,350 88		0 00	13,932.00	13,932 00
+ Additions (A)	**(0 assets)**		0 00	Curr Depr	0 00	475 64	475 64
Subtotals			33,350 88		0 00	14,407.64	14,407.64
- Disposals (D) and Trades (T)		**(0 assets)**	0 00		0 00	0 00	0 00
Ending Balances	**(6 assets)**		33,350 88		0 00	14,407.64	14,407.64

		Cost Net Book Value	Sec. 179 Salvage Value	Depr Basis AFY Depr	Current Depr Current AFYD	Beg A/Depr End A/Depr	Selling Price Gain/Loss
Grand totals for all accounts:	**(6 assets)**	33,350 88	0 00	15,121 09	475 64	13,932 00	0.00
		18,943.24	358.61	0 00	0 00	14,407 64	0 00

Summary For Grand Totals			**Cost**		**Section 179**	**+ Accum. Depr.**	**= Total**
Beginning Balances	**(6 assets)**		33,350 88		0 00	13,932.00	13,932 00
+ Additions (A)	**(0 assets)**		0 00	Curr Depr	0 00	475 64	475 64
Subtotals			33,350 88		0.00	14,407.64	14,407 64
- Disposals (D) and Trades (T)		**(0 assets)**	0 00		0 00	0 00	0 00
Ending Balances	**(6 active assets)**		33,350 88		0 00	14,407 64	14,407.64

		Cost	**Current Depreciation**	**Ending Accum. Depr.**
Depreciable assets:	**(6 assets, 0 disposed)**	33,350 88	475 64	14,407 64
Amortizable assets:	**(0 assets, 0 disposed)**	0 00	0 00	0.00

Codes that may appear next to the date acquired include: A - Addition, D - Disposal, T - Traded, I - Inactive

Additional Summary Statistics for Assets:

	Cost	Current Year Section 179	Prior Year Section 179	Depreciable Basis	Beginning Accum. Depr.	Current Depreciation	Ending Accum. Depr.	Net Book Value
Grand Totals for all assets	33,350 88	0.00	0.00	15,121 09	13,932 00	475 64	14,407 64	18,943 24
Less: Inactive Assets	0 00	0 00	0 00	0 00	0 00	0.00	0 00	0 00
Disposed Assets	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Traded Assets	0 00	0.00	0 00	0 00	0 00	0 00	0 00	0 00
Net Totals (Active Assets)	33,350 88	0 00	0 00	15,121 09	13,932 00	475 64	14,407 64	18,943 24

Total Additional First Year Depreciation Taken at 30% Rate: *0.00*

Total Additional First Year Depreciation Taken at 50% Rate: *0.00*

Total Additional First Year Depreciation Taken: *0.00*

Depr. Schedule
Part II Line 14

PEGGY BAUERVIC FOUNDATION

3 Bluffwood Dr
South Haven, MI 49090
269-639-8931

GRANT APPLICATION

Name Of Requesting Institution

Date Applied For

Mailing Address

Principal Investigator(s)

Business Telephone

Title Or Position

Amount Requested from Foundation

Time Frame of Request

From:
To:

Check(s) Would Be Payable To:

Check(s) Should Be Sent To:

Project/Request Title

PLEASE SUBMIT THE FOLLOWING DATA BEFORE REQUESTS CAN BE CONSIDERED.

- Tax exempt status form.
- Enlarged title and description of project/request.
- Financial report or other substantiating data.

OFFICE USE ONLY:

Tax Exempt Status Received:	________	Substantiating Data Received:	________
Date Grant Approved:	________	Notification Date:	________
Grant Approved For:	________	Foundation Check #	________
Time Period of Grant:	________	Acknowledgment of Grant:	________

Peggy Bauervic Foundation
990PF, Part XIII, 4b
2009

The Peggy Bauervic Foundation elects to apply $10,857 of the qualifiying distribution in 2009 to undistributed income remaing from a prior year (2007). This election is made under Regulations section 53.4942(a)-3(d)(2).