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

2009

Department of the Treasury  
Internal Revenue Service

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

For calendar year 2009, or tax year beginning

, and ending

G Check all that apply

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

Name of foundation

**North Star Foundation**

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

**104 West Superior Street**

Room/suite

City or town, state, and ZIP code

**Duluth MN 55802**H Check type of organization  Section 501(c)(3) exempt private foundation Section 4947(a)(1) nonexempt charitable trust  Other taxable private foundationI Fair market value of all assets at end of year (from Part II, col (c), line 16) ► **\$ 2,013,853** (Part I, column (d) must be on cash basis)J Accounting method  Cash  Accrual Other (specify)

A Employer identification number

**41-1894264**

B Telephone number (see page 10 of the instructions)

**218-722-3112**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 ► **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)

<b>SCANNED IN Revenue 2010</b> <b>Operating and Administrative Expenses</b>	1 Contributions, gifts, grants, etc., received (attach schedule)			
	2 Check ► <input checked="" type="checkbox"/> if the foundation is not required to attach Sch B			
	3 Interest on savings and temporary cash investments	36	36	
	4 Dividends and interest from securities	1,644	1,644	
	5a Gross rents	12,450	12,450	
	b Net rental income or (loss) <b>-98,086</b>			
	6a Net gain or (loss) from sale of assets not on line 10	<b>-244,881</b>		
	b Gross sales price for all assets on line 10 <b>47033,718</b>			
	7 Capital gain net income (from Part IV, line 2)		0	
	8 Net short-term capital gain			0
	9 Income modifications			
	10a Gross sales less returns & allowances			
<b>RECEIVED</b> <b>IRS-OSC</b> <b>OGDEN UT</b> <b>MAY 21 2010</b>	b Less Cost of goods sold			
	c Gross profit or (loss) (attach schedule)			
	11 Other income (attach schedule) <b>Stmt 1</b>	16,087		
	12 Total. Add lines 1 through 11	<b>-214,664</b>	<b>14,130</b>	0
	13 Compensation of officers, directors, trustees, etc			
	14 Other employee salaries and wages			
	15 Pension plans, employee benefits			
	16a Legal fees (attach schedule)			
	b Accounting fees (attach schedule) <b>Stmt 2</b>	3,200	3,200	
	c Other professional fees (attach schedule)			
	17 Interest			
	18 Taxes (attach schedule) (see page 14 of the instructions) <b>Stmt 3</b>	29,127		
	19 Depreciation (attach schedule) and depletion <b>Stmt 4</b>	168	168	
	20 Occupancy			
	21 Travel, conferences, and meetings			
	22 Printing and publications			
	23 Other expenses (att sch) <b>Stmt 5</b>	111,414	111,409	
	24 Total operating and administrative expenses.			
	Add lines 13 through 23	143,909	114,777	0
	25 Contributions, gifts, grants paid	242,291		242,291
	26 Total expenses and disbursements. Add lines 24 and 25	<b>386,200</b>	<b>114,777</b>	0
	27 Subtract line 26 from line 12			
	a Excess of revenue over expenses and disbursements	<b>-600,864</b>		
	b Net investment income (if negative, enter -0-)		0	
	c Adjusted net income (if negative, enter -0-)			0

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			
	2	Savings and temporary cash investments	465,520	913,197	913,197
	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 (att 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)			
	b	Investments—corporate stock (attach schedule)			
	c	Investments—corporate bonds (attach schedule)			
	11	Investments—land, buildings, and equipment basis ►	1,815,859		
		Less accumulated depreciation (attach sch) ► Stmt 6	132,420	2,842,269	1,683,439
	12	Investments—mortgage loans			740,000
	13	Investments—other (attach schedule) See Statement 7		96,337	301,498
	14	Land, buildings, and equipment basis ►	3,426		304,568
		Less accumulated depreciation (attach sch) ► Stmt 8	3,426	10,959	1,000
	15	Other assets (describe ► See Statement 9 )		39,001	55,088
	16	Total assets (to be completed by all filers—see the instructions Also, see page 1, item I)		3,454,086	2,953,222
Liabilities	17	Accounts payable and accrued expenses			
	18	Grants payable			
	19	Deferred revenue			
	20	Loans from officers, directors, trustees, and other disqualified persons			100,000
	21	Mortgages and other notes payable (attach schedule)			
	22	Other liabilities (describe ►			
	23	Total liabilities (add lines 17 through 22)		0	100,000
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			
	25	Temporarily restricted			
	26	Permanently restricted			
	Foundations that do not follow SFAS 117, check here ► <input checked="" 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		3,454,086	2,853,222
	30	Total net assets or fund balances (see page 17 of the instructions)		3,454,086	2,853,222
	31	Total liabilities and net assets/fund balances (see page 17 of the instructions)		3,454,086	2,953,222

## 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	3,454,086
2	Enter amount from Part I, line 27a	2	-600,864
3	Other increases not included in line 2 (itemize) ►	3	
4	Add lines 1, 2, and 3	4	2,853,222
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	2,853,222

**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.)
<b>1a See Worksheet</b>					
<b>b</b>					
<b>c</b>					
<b>d</b>					
<b>e</b>					
<b>(e) Gross sales price</b>		<b>(f) Depreciation allowed (or allowable)</b>	<b>(g) Cost or other basis plus expense of sale</b>	<b>(h) Gain or (loss) (e) plus (f) minus (g)</b>	
<b>a</b>					
<b>b</b>					
<b>c</b>					
<b>d</b>					
<b>e</b>					
<b>Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69</b>					<b>(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))</b>
<b>(i) F M V as of 12/31/69</b>		<b>(j) Adjusted basis as of 12/31/69</b>	<b>(k) Excess of col. (i) over col. (j), if any</b>		
<b>a</b>					
<b>b</b>					
<b>c</b>					
<b>d</b>					
<b>e</b>					
<b>2 Capital gain net income or (net capital loss)</b>		<b>If gain, also enter in Part I, line 7 If (loss), enter -0- in Part I, line 7</b>		<b>2</b>	<b>-244,881</b>
<b>3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6):</b>		<b>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</b>		<b>3</b>	<b>4,149</b>

**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

**N/A**Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period?  Yes  No

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

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

<b>(a) Base period years Calendar year (or tax year beginning in)</b>	<b>(b) Adjusted qualifying distributions</b>	<b>(c) Net value of noncharitable-use assets</b>	<b>(d) Distribution ratio (col. (b) divided by col. (c))</b>
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

**8**

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

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

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)	1	
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		
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	2	0
3	Add lines 1 and 2	3	
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	4	0
5	<b>Tax based on investment income.</b> Subtract line 4 from line 3 If zero or less, enter -0-	5	0
6	<b>Credits/Payments</b>		
a	2009 estimated tax payments and 2008 overpayment credited to 2009	6a	1,349
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	1,349
8	Enter any penalty for underpayment of estimated tax Check here <input type="checkbox"/> if Form 2220 is attached	8	
9	<b>Tax due.</b> If the total of lines 5 and 8 is more than line 7, enter amount owed	9	
10	<b>Overpayment.</b> If line 7 is more than the total of lines 5 and 8, enter the amount overpaid	10	1,349
11	Enter the amount of line 10 to be <b>Credited to 2010 estimated tax</b> ► <input type="checkbox"/> <b>Refunded</b> ► <input type="checkbox"/>	11	

**Part VII-A Statements Regarding Activities**

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?	Yes	No
1a		<input checked="" type="checkbox"/>	
1b	Did it spend more than \$100 during the year (either directly or indirectly) for political purposes (see page 19 of the instructions for definition)?	Yes	No
1b		<input checked="" type="checkbox"/>	
1c	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	Yes	No
1c		<input checked="" type="checkbox"/>	
2	Did the foundation file Form 1120-POL for this year?	Yes	No
2		<input checked="" type="checkbox"/>	
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year		
(1)	On the foundation ► \$ _____	(2)	On foundation managers ► \$ _____
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ► \$ _____		
2	Has the foundation engaged in any activities that have not previously been reported to the IRS?	Yes	No
2	If "Yes," attach a detailed description of the activities	<input checked="" type="checkbox"/>	
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	Yes	No
3	<input checked="" type="checkbox"/>		
4a	Did the foundation have unrelated business gross income of \$1,000 or more during the year?	Yes	No
4a		<input checked="" type="checkbox"/>	
b	If "Yes," has it filed a tax return on Form 990-T for this year?	Yes	No
b		<input checked="" type="checkbox"/>	
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year?	Yes	No
5	If "Yes," attach the statement required by General Instruction T	<input checked="" type="checkbox"/>	
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either	Yes	No
6	• By language in the governing instrument, or	<input checked="" type="checkbox"/>	
6	• 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?	<input checked="" type="checkbox"/>	
7	Did the foundation have at least \$5,000 in assets at any time during the year? If "Yes," complete Part II, col (c), and Part XV	Yes	No
7	<input checked="" type="checkbox"/>		
8a	Enter the states to which the foundation reports or with which it is registered (see page 19 of the instructions) ► <b>MN</b>	Yes	No
8a	<input checked="" type="checkbox"/>		
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	Yes	No
b	<input checked="" type="checkbox"/>		
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2009 or the taxable year beginning in 2009 (see instructions for Part XIV on page 27)? If "Yes," complete Part XIV	Yes	No
9	<input checked="" type="checkbox"/>		
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses	Yes	No
10	<input checked="" type="checkbox"/>		

**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	<input checked="" type="checkbox"/>
12	Did the foundation acquire a direct or indirect interest in any applicable insurance contract before August 17, 2008?	12	<input checked="" type="checkbox"/>
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application? Website address ► <b>N/A</b>	13	<input checked="" type="checkbox"/>
14	The books are in care of ► <b>Gerald Dodd</b> <b>104 West Superior Street</b> Located at ► <b>Duluth, MN</b>	Telephone no ► <b>218-722-3112</b>	
15	Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of Form 1041—Check here and enter the amount of tax-exempt interest received or accrued during the year	ZIP+4 ► <b>55802</b>	► <input type="checkbox"/> 15

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

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

		Yes	No
1a	During the year did the foundation (either directly or indirectly)		
	(1) Engage in the sale or exchange, or leasing of property with a disqualified person?	<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)? Organizations relying on a current notice regarding disaster assistance check here	<b>N/A</b>	► <input type="checkbox"/> 1b
c	Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2009?	<b>N/A</b>	► <input type="checkbox"/> 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)	<b>N/A</b>	► <input type="checkbox"/> 2b
c	If the provisions of section 4942(a)(2) are being applied to any of the years listed in 2a, list the years here ► 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 checked="" 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)	<b>N/A</b>	► <input type="checkbox"/> 3b
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	<b>4a</b>	<input checked="" type="checkbox"/>
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?	<b>4b</b>	<input checked="" type="checkbox"/>

## 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	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
	(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)? Organizations relying on a current notice regarding disaster assistance check here	<input checked="" type="checkbox"/> N/A		5b
c	If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? If "Yes," attach the statement required by Regulations section 53.4945-5(d)	<input checked="" type="checkbox"/> N/A <input type="checkbox"/> Yes <input type="checkbox"/> No		
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 checked="" type="checkbox"/> No		
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract? If "Yes" to 6b, file Form 8870	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		6b
7a	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		
b	If yes, did the foundation receive any proceeds or have any net income attributable to the transaction?	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		N/A
				7b

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

## 1 List all officers, directors, trustees, foundation managers and their compensation (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
Gerald S Dodd 2530 East 7th Street	Duluth MN 55812	President 1.00	0	0
Nancy Seitz Dodd 2530 East 7th Street	Duluth MN 55812	Director 1.00	0	0

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

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

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

► Form 990-PF (2009)

**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
<b>NONE</b>		

**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

<b>1 N/A</b>	
<b>2</b>	
<b>3</b>	
<b>4</b>	

**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

<b>1 N/A</b>	
<b>2</b>	
All other program-related investments. See page 24 of the instructions	
<b>3</b>	

**Total. Add lines 1 through 3**Form **990-PF** (2009)

**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	0
b	Average of monthly cash balances	1b	414,102
c	Fair market value of all other assets (see page 24 of the instructions)	1c	1,822,862
d	<b>Total</b> (add lines 1a, b, and c)	1d	2,236,964
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	2,236,964
4	Cash deemed held for charitable activities Enter 1½ % of line 3 (for greater amount, see page 25 of the instructions)	4	33,554
5	Net value of noncharitable-use assets. Subtract line 4 from line 3 Enter here and on Part V, line 4	5	2,203,410
6	<b>Minimum investment return.</b> Enter 5% of line 5	6	110,171

**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	110,171
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	110,171
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	110,171
6	Deduction from distributable amount (see page 25 of the instructions)	6	
7	<b>Distributable amount as adjusted</b> Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	110,171

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

1	Amounts paid (including administrative expenses) to accomplish charitable, etc., purposes	1a	242,291
a	Expenses, contributions, gifts, etc.—total from Part I, column (d), line 26	1b	
b	Program-related investments—total from Part IX-B	2	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc., purposes	3a	
3	Amounts set aside for specific charitable projects that satisfy the	3b	
a	Suitability test (prior IRS approval required)	4	242,291
b	Cash distribution test (attach the required schedule)	5	0
4	<b>Qualifying distributions.</b> Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	6	242,291
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)		
6	<b>Adjusted qualifying distributions.</b> Subtract line 5 from line 4		

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				110,171
2 Undistributed income, if any, as of the end of 2009			129,926	
a Enter amount for 2008 only		101,471		
b Total for prior years 20 07 , 20 06				
3 Excess distributions carryover, if any, to 2009				
a From 2004				
b From 2005				
c From 2006				
d From 2007				
e From 2008				
f Total of lines 3a through e				
4 Qualifying distributions for 2009 from Part XII, line 4 ► \$ 242,291			129,926	
a Applied to 2008, but not more than line 2a				
b Applied to undistributed income of prior years (Election required—see page 26 of the instructions)		101,471		
c Treated as distributions out of corpus (Election required—see page 26 of the instructions)				
d Applied to 2009 distributable amount				10,894
e Remaining amount distributed out of corpus				
5 Excess distributions carryover applied to 2009 (If an amount appears in column (d), the same amount must be shown in column (a) )				
6 Enter the net total of each column as indicated below:				
a Corpus Add lines 3f, 4c, and 4e Subtract line 5				
b Prior years' undistributed income Subtract line 4b from line 2b				
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed				
d Subtract line 6c from line 6b Taxable amount—see page 27 of the instructions				
e Undistributed income for 2008 Subtract line 4a from line 2a Taxable amount—see page 27 of the instructions				
f Undistributed income for 2009 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2010				99,277
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (see page 27 of the instructions)				
8 Excess distributions carryover from 2004 not applied on line 5 or line 7 (see page 27 of the instructions)				
9 Excess distributions carryover to 2010. Subtract lines 7 and 8 from line 6a				
10 Analysis of line 9				
a Excess from 2005				
b Excess from 2006				
c Excess from 2007				
d Excess from 2008				
e Excess from 2009				



## Part 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 <b>See Statement 10</b>				<b>242,291</b>
<b>Total</b>			► 3a	<b>242,291</b>
b Approved for future payment <b>N/A</b>				
<b>Total</b>			► 3b	

## Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated.

	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See page 28 of the instructions )
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	36	
4 Dividends and interest from securities			14	1,644	
5 Net rental income or (loss) from real estate					
a Debt-financed property					
b Not debt-financed property			16	-98,086	
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	-244,881	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue a					
b <u>Incr in CSV of Life Ins</u>			18	16,087	
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)		0		-325,200	0
13 Total. Add line 12, columns (b), (d), and (e)				13	-325,200

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

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

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes) (See page 29 of the instructions )
N/A	

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

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**

## (2) Other assets

### **b Other transactions**

**(1) Sales of assets to a noncharitable exempt organization**

**(2) Purchases of assets from a noncharitable exempt organization**

**(3) Rental of facilities, equipment, or other assets**

#### **(4) Reimbursement arrangements**

**(5) Loans or loan guarantees**

**(6) Performance of services or membership or fundraising solicitations**

c Sharing of facilities, equipment, mailing lists, other assets, or paid employees

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		

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

5/17/10  
Date

→ Mgr  
Title

Sign Here

Sign Here  Paid Preparer's Use Only	Preparer's signature ▶ William R. Seitz	Date 05/11/10	Check if self-employed ▶ <input type="checkbox"/>	Preparer's identifying number (see Signature on page 30 of the instructions) <b>P00065722</b>
	Firm's name (or yours if self-employed), address, and ZIP code ▶ <b>Kolquist, Seitz &amp; Goldman, Ltd.</b> <b>130 W Superior St Ste 926</b> <b>Duluth, MN 55802-2056</b>		EIN ▶ <b>41-1434920</b>	Phone no <b>218-727-8030</b>

Depreciation and Amortization  
(Including Information on Listed Property)

2009

Name(s) shown on return

North Star Foundation

Identifying number  
41-1894264

Business or activity to which this form relates

Residential Rental - FL

## Part I Election To Expense Certain Property Under Section 179

Note: If you have any listed property, complete Part V before you complete Part I.

1	Maximum amount See the instructions for a higher limit for certain businesses	1	250,000
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	800,000
4	Reduction in limitation Subtract line 3 from line 2 If zero or less, enter -0-	4	
5	Dollar limitation for tax year Subtract line 4 from line 1 If zero or less, enter -0- If married filing separately, see instructions	5	
6	(a) Description of property	(b) Cost (business use only)	(c) Elected cost
7	Listed property Enter the amount from line 29	7	
8	Total elected cost of section 179 property Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2008 Form 4562	10	
11	Business income limitation Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	
12	Section 179 expense deduction Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2010 Add lines 9 and 10, less line 12	13	

Note: Do not use Part II or Part III below for listed property Instead, use Part V

## Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instr.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	

## Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

## Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2009	17	39,956
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here ►	<input type="checkbox"/>	

## Section B—Assets Placed in Service During 2009 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only—see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property						
g 25-year property		25 yrs			S/L	
h Residential rental property		27 5 yrs	MM		S/L	
i Nonresidential real property		27 5 yrs	MM		S/L	
		39 yrs	MM		S/L	
			MM		S/L	

## Section C—Assets Placed in Service During 2009 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year		12 yrs			S/L	
c 40-year		40 yrs	MM		S/L	

## Part IV Summary (See instructions.)

21	Listed property Enter amount from line 28	21	
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21 Enter here and on the appropriate lines of your return Partnerships and S corporations—see instructions	22	39,956
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

For Paperwork Reduction Act Notice, see separate instructions.

Form 4562 (2009)

DAA

There are no amounts for Page 2

**Capital Gains and Losses for Tax on Investment Income**

Form **990-PF**

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

**2009**

Name

Employer Identification Number

**North Star Foundation**

**41-1894264**

(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)
(1) <b>16710 Grand Quay - 1250 Property</b>		P	<b>10/22/04</b>	<b>12/30/09</b>
(2) <b>16710 Grad Quay - 1245 Property</b>		P	<b>10/22/04</b>	<b>12/30/09</b>
(3) <b>Land - 16710</b>		P	<b>10/22/04</b>	<b>12/30/09</b>
(4) <b>Bulldog Fund K-1 Short Term</b>		P	<b>Various</b>	<b>Various</b>
(5) <b>Bulldog Fund K-1 Long Term</b>		P	<b>Various</b>	<b>Various</b>
(6) <b>NAM Market Neutral Fund</b>		P	<b>Various</b>	<b>Various</b>
(7) <b>Sale of Bulldog Fund Interest</b>		P	<b>01/01/06</b>	<b>08/05/09</b>
(8)				
(9)				
(10)				
(11)				
(12)				
(13)				
(14)				
(15)				

(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)
(1) <b>284,563</b>	<b>45,059</b>	<b>376,668</b>	<b>-47,046</b>
(2) <b>6,412</b>	<b>2,913</b>	<b>8,487</b>	<b>838</b>
(3) <b>634,248</b>		<b>839,535</b>	<b>-205,287</b>
(4) <b>1,630</b>			<b>1,630</b>
(5) <b>3,429</b>			<b>3,429</b>
(6) <b>2,519</b>			<b>2,519</b>
(7) <b>100,917</b>		<b>101,881</b>	<b>-964</b>
(8)			
(9)			
(10)			
(11)			
(12)			
(13)			
(14)			
(15)			

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

(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col. (i) over col. (j), if any	(l) Gains (Col. (h) gain minus col. (k), but not less than -0-) or Losses (from col. (h))
(1)			<b>-47,046</b>
(2)			<b>838</b>
(3)			<b>-205,287</b>
(4)			<b>1,630</b>
(5)			<b>3,429</b>
(6)			<b>2,519</b>
(7)			<b>-964</b>
(8)			
(9)			
(10)			
(11)			
(12)			
(13)			
(14)			
(15)			

Name

**North Star Foundation**

Employer Identification Number

**41-1894264****Form 990-PF, Part II, Line 20 - Additional Information**

Name of lender		Title	
(1) <b>Gerald Dodd</b>		<b>President</b>	
(2)			
(3)			
(4)			
(5)			
(6)			
(7)			
(8)			
(9)			
(10)			

Original amount borrowed	Date of loan	Maturity date	Repayment terms	Interest rate
(1) <b>100,000</b>	<b>12/14/09</b>		<b>Payable on Demand</b>	<b>4.000</b>
(2)				
(3)				
(4)				
(5)				
(6)				
(7)				
(8)				
(9)				
(10)				

Security provided by borrower	Purpose of loan
(1)	<b>Advance for cash flow</b>
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	

Consideration furnished by lender	Balance due at beginning of year	Balance due at end of year
(1)		<b>100,000</b>
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		
<b>Totals</b>		<b>100,000</b>

**Federal Statements****Statement 1 - Form 990-PF, Part I, Line 11 - Other Income**

<u>Description</u>	<u>Revenue per Books</u>	<u>Net Investment Income</u>	<u>Adjusted Net Income</u>
Incr in CSV of Life Ins	\$ 16,087	\$ 0	\$ 0
Total	\$ 16,087	\$ 0	\$ 0

**Statement 2 - Form 990-PF, Part I, Line 16b - Accounting Fees**

<u>Description</u>	<u>Total</u>	<u>Net Investment</u>	<u>Adjusted Net</u>	<u>Charitable Purpose</u>
Account and Tax Prep	\$ 3,200	\$ 3,200	\$ 0	\$ 0
Total	\$ 3,200	\$ 3,200	\$ 0	\$ 0

**Statement 3 - Form 990-PF, Part I, Line 18 - Taxes**

<u>Description</u>	<u>Total</u>	<u>Net Investment</u>	<u>Adjusted Net</u>	<u>Charitable Purpose</u>
Federal Taxes	\$ 29,127	\$ 0	\$ 0	\$ 0
Total	\$ 29,127	\$ 0	\$ 0	\$ 0

**Statement 4 - Form 990-PF, Part I, Line 19 - Depreciation**

<u>Description</u>	<u>Date Acquired</u>	<u>Cost Basis</u>	<u>Prior Year Depreciation</u>	<u>Method</u>	<u>Life</u>	<u>Current Year Depreciation</u>	<u>Net Investment Income</u>	<u>Adjusted Net Income</u>
Computer - Jeff's	2/11/04	\$ 2,568	\$ 2,534	S/L	5	\$ 34	\$ 34	\$ 34
Computer	6/01/05	\$ 858	\$ 724	S/L	5	\$ 134	\$ 134	\$ 134
Total		\$ 3,426	\$ 3,258			\$ 168	\$ 168	\$ 0

## Federal Statements

Statement 5 - Form 990-PF, Part I, Line 23 - Other Expenses

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
Residential Rental - FL	\$ 8,000	\$ 8,000	\$ 8,000	\$
Association Dues	341		341	
Miscellaneous	500		500	
Security	65		65	
Bank Charges	2,330		2,330	
Commissions	6,094		6,094	
Insurance	657		657	
Cleaning / Maintenance	8,657		8,657	
Repairs	2,479		2,479	
Real Estate Taxes	32,083		32,083	
Utilities	10,031		10,031	
Investment Depreciation	39,788		39,788	
 Expenses				
State Filing Fee	25		25	
Investment Int - NAM Mkt Neut	249		244	
Dividends paid on short sales	772		772	
Total	\$ 111,414	\$ 111,409	\$ 0	\$ 0

**Federal Statements****Statement 6 - Form 990-PF, Part II, Line 11 - Land, Building, and Equipment Investments**

Description	Beginning Net Book	End Cost / Basis	End Accumulated Depreciation	Net FMV
Buildings	\$ 1,165,413	\$ 908,320	\$ 92,949	\$ 401,500
Furniture & Fixtures	26,344	52,184	34,116	35,500
Land	1,650,000	850,000	5,355	300,000
Machinery & Equipment	512	5,355	5,355	3,000
Total	\$ 2,842,269	\$ 1,815,859	\$ 132,420	\$ 740,000

**Federal Statements****Statement 7 - Form 990-PF, Part II, Line 13 - Other Investments**

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
Bulldog Fund, LLC	\$ 96,337	\$	Cost	\$
NAM Market Neutral Fund		301,498	Cost	304,568
Total	<u>\$ 96,337</u>	<u>\$ 301,498</u>		<u>\$ 304,568</u>

**Federal Statements****Statement 8 - Form 990-PF, Part II, Line 14 - Land, Building, and Equipment**

Description	Beginning Net Book	End Cost / Basis	End Accumulated Depreciation	Net FMV
Machinery & Equipment	\$ 10,959	\$ 3,426	\$ 3,426	\$ 1,000
Total	\$ 10,959	\$ 3,426	\$ 3,426	\$ 1,000

**Federal Statements****Statement 9 - Form 990-PF, Part II, Line 15 - Other Assets**

Description	Beginning of Year	End of Year	Fair Market Value
CSV - Life Insurance	\$ 39,001	\$ 55,088	\$ 55,088
Total	\$ 39,001	\$ 55,088	\$ 55,088

## Federal Statements

## Statement 10 - Form 990-PF, Part XV, Line 3a - Grants and Contributions Paid During the Year

Name	Address	Relationship	Status	Purpose	Amount
American Cancer Society Duluth MN	None		501 (c)	General Use	500
UCA Duluth MN	None		501 (c)	General Use	1,000
Circle of Friends Duluth MN	None		501 (c)	General Use	1,000
Central Little League Duluth MN	None		501 (c)	General Use	250
UMD Bulldog Club Duluth MN	None		501 (c)	General Use	500
Program of Promise Duluth MN	None		501 (c)	General Use	6,000
Holy Rosary School Duluth MN	None		501 (c)	General Use	7,000
Marshall School Duluth MN	None		501 (c)	General Use	5,000
Woodland Hills Duluth MN	None		501 (c)	General Use	5,000
Duluth Playhouse Duluth MN	None		501 (c)	General Use	3,000
Northern Communities Duluth MN	None		501 (c)	General Use	75,000
Benedictine Health Center Duluth MN	None		501 (c)	General Use	3,000
CHUM Duluth MN	None		501 (c)	General Use	3,000
United Way Duluth MN	None		501 (c)	General Use	7,000
Little Treasures Duluth MN	None		501 (c)	General Use	1,000
Holy Rosary Church Duluth MN	None		501 (c)	General Use	1,000
Damiano Center Duluth MN	None		501 (c)	General Use	2,000
ARC Duluth MN	None		501 (c)	General Use	4,000
Boys and Girls Club Duluth MN	None		501 (c)	General Use	10,000

## Federal Statements

## Statement 10 - Form 990-PF, Part XV, Line 3a - Grants and Contributions Paid During the Year (continued)

Name	Address	Relationship	Status	Purpose	Amount
Scottish Rite Foundation Duluth MN	None	501 (c)	General Use		15,000
Miller Dwan Foundation Duluth MN	None	501 (c)	General Use		25,000
Mayo Clinic Rochester MN	None	501 (c)	General Use		2,500
Birthright Duluth MN	None	501 (c)	General Use		750
YMCA Duluth MN	None	501 (c)	General Use		25,000
2nd Harvest Food Bank Duluth MN	None	501 (c)	General Use		3,000
Central Little League Duluth MN	None	501 (c)	General Use		25,000
Holy Rosary School Duluth MN	None	501 (c)	General Use		10,791
Total					<u>242,291</u>

North Star Foundation  
104 West Superior Street  
Duluth, MN 55802

### **Treatment of Qualifying Distributions Election**

Under IRC Section 4942(h)(2) and Reg. 53.4942(a)-3(d)(2), the nonoperating private foundation elects to treat current year qualifying distributions in excess of the immediately preceding tax year's undistributed income as being made out of:

Undistributed income from the tax years ending:

Tax Year	Amount
<u>2007</u>	<u>97,090</u>
<u>2006</u>	<u>4,381</u>
_____	_____

[ ] Corpus

/S/ \_\_\_\_\_

Name \_\_\_\_\_

Title \_\_\_\_\_

# Federal Asset Report

## Residential Rental - FL

Asset	Description	Date In Service	Cost	Bus %	Sec 179	Bonus	Basis for Depr	Per Conv	Meth	Prior	Current
<b>Prior MACRS:</b>											
1	Townhouse - 16710	10/22/04	275,000				275,000	39	MM S/L	29,675	6,589
2	Closing Costs - 16710	Mass Sale 12/30/09	10/22/04	12,728			12,728	39	MM S/L	1,372	305
3	Pave Driveway	Mass Sale 12/30/09	10/21/05	6,137			6,137	15	HY S/L	1,720	205
5	Computer - Jeff's		2/11/04	2,568			2,568	5	HY S/L	2,534	34
6	Computer		6/01/05	858			858	5	HY S/L	724	134
7	Golf Cart		11/15/04	5,355			5,355	5	HY S/L	4,843	512
9	Townhouse - 16740		11/01/06	907,820			907,820	27	MM S/L	70,147	22,696
10	Bldg Improvements - 16710	Mass Sale 12/30/09	7/06/06	5,533			5,533	27	MM S/L	494	133
11	Bldg Improvements - 16710	Mass Sale 12/30/09	8/07/06	22,535			22,535	27	MM S/L	1,945	540
12	Bldg Improvements - 16710	Mass Sale 12/30/09	9/01/06	26,825			26,825	27	MM S/L	2,235	643
13	Bldg Improvements - 16710	Mass Sale 12/30/09	10/01/06	4,527			4,527	27	MM S/L	364	108
14	Brick Pavers - Lot 2	Mass Sale 12/30/09	4/03/07	500			500	15	HY S/L	73	17
15	Brick Paver - Lot 7		4/03/07	500			500	15	HY S/L	73	33
16	Kitchen remodel - 16710	Mass Sale 12/30/09	2/15/08	11,782			11,782	27	MM S/L	375	282
17	Furnishings - 16740		11/01/06	50,000			50,000	7	HY S/L	25,400	7,143
18	Boat Lift - 16710		5/29/07	1,450			1,450	5	HY S/L	754	145
19	Boat Lift - 16740	Mass Sale 12/30/09	5/29/07	1,450			1,450	5	HY S/L	754	290
20	Land of Sleep/Bed - 16740		6/04/07	734			734	5	HY S/L	382	147
				<u>1,336,302</u>			<u>1,336,302</u>			<u>143,864</u>	<u>39,956</u>
<b>Other Depreciation:</b>											
4	Land - 16710	Sold/Scrapped 12/30/09	10/22/04	800,000			800,000	0	-- Memo	0	0
8	Land - 16740		11/01/06	<u>850,000</u>			<u>850,000</u>	0	-- Memo	<u>0</u>	<u>0</u>
	<b>Total Other Depreciation</b>			<u>1,650,000</u>			<u>1,650,000</u>			<u>0</u>	<u>0</u>
	<b>Total ACRS and Other Depreciation</b>			<u>1,650,000</u>			<u>1,650,000</u>			<u>0</u>	<u>0</u>
	<b>Grand Totals</b>			2,986,302			2,986,302			143,864	39,956
	<b>Less: Dispositions and Transfers</b>			1,167,017			1,167,017			39,007	8,967
	<b>Less: Start-up/Org Expense</b>			0			0			0	0
	<b>Net Grand Totals</b>			<u>1,819,285</u>			<u>1,819,285</u>			<u>104,857</u>	<u>30,989</u>

**Federal Statements****Taxable Interest on Investments**

<u>Description</u>	<u>Amount</u>	<u>Unrelated Business Code</u>	<u>Exclusion Code</u>	<u>Postal Code</u>
	\$ 36			
Total	\$ 36		14	

**Taxable Dividends from Securities**

<u>Description</u>	<u>Amount</u>	<u>Unrelated Business Code</u>	<u>Exclusion Code</u>	<u>Postal Code</u>
Bulldog Fund, LLC	\$ 485			
Dain rauscher	1,159			
Total	\$ 1,644		14	14